

YACHT LIFT MALTA P.L.C.

CONDENSED INTERIM FINANCIAL STATEMENTS
For the period 1 October 2020 to 31 March 2021

YACHT LIFT MALTA P.L.C.

Company Information

Directors :

Mr Giuseppe Farrugia
Mr Ivan Fsadni
Capt Daniel Gatt
Dr Stefan Sant

Secretaries :

Ms Katia Cachia (resigned on 12 March 2021)
Ms Deborah Anne Chappell (appointed on 12 March 2021)

Company number :

C 78281

Auditors:

KSi Malta
6, Villa Gauci
Mdina Road
Balzan BZN 9031

Banker :

Bank of Valletta PLC
Triq Gorg Borg Olivier
Mellieha

YACHT LIFT MALTA P.L.C.

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YACHT LIFT MALTA P.L.C.

Interim Directors' Report

For the period 1 October 2020 to 31 March 2021

This report is published in terms of the Prospectus MTF Rules and the Prevention of Financial Markets Abuse Act 2005. The underlying accounting policies are the same as those adopted by Yacht Lift Malta P.L.C. ('the Company') in its published annual report. The interim financial information included in this report has been extracted from the company's unaudited accounts for the six months ended 31 March 2021, as approved by the board of directors on 28 May 2021 and are prepared in accordance with IAS 34 'Interim Financial Reporting'.

Principal activity

The principal activity of the Company is to act as a finance and investment company. The activities of the Company are expected to remain consistent for the foreseeable future.

Principal risks and uncertainties

The Company's activities potentially expose it to a variety of financial risks: liquidity risk and credit risk. The Company's overall risk management focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Company's financial performance. The Board provides principles for overall risk management, as well as policies covering the risks referred to above and specific areas such as investment of excess liquidity. The Company did not make use of derivative financial instruments to hedge certain risk exposures during the current and preceding financial years.

(a) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit facilities and the ability to close out market positions.

(b) Credit risk

The Company has no significant concentrations of credit risk. It has policies in place to ensure that services are made to customers with an appropriate credit history.

Review of business

During the period under review the Company registered a loss before tax of € 37,395. The Company issued € 2,000,000 5.5% secured callable Bonds having a nominal value of € 100 each. These funds were used to finance the purchase and installation of a floating dry dock platform known as 'Yacht Lift' situated at Marina Di Valletta Pieta.

Due to the Covid19 outbreak, the Company is closely monitoring the possible impact on its operations and financial performance. In fact, the directors took the BOV Malta Development Bank COVID-19 Assist Scheme to ensure that the Company has sufficient liquidity to honour its commitments towards its bondholders.

YACHT LIFT MALTA P.L.C.

Interim Directors' Report (continued)

For the period 1 October 2020 to 31 March 2021

Dividends and reserves

The directors do not recommend the payment of a dividend and propose to transfer the profit for the period to retained earnings.

Directors

The following have served as directors of the Company during the period under review:

Mr Giuseppe Farrugia
Mr Ivan Fsadni
Capt Daniel Gatt
Dr Stefan Sant

Directors' interest

The directors' beneficial interest in the shares of the Company on 31 March 2021 is 100,000 ordinary shares having a nominal value of €1 each and fully paid up held equally by Capt Daniel Gatt and Mr Giuseppe Farrugia.

Approved by the board of directors and signed on its behalf by:



Mr Giuseppe Farrugia
Director



Capt Daniel Gatt
Director

28 May 2021

YACHT LIFT MALTA P.L.C.

Statement pursuant to prospects rule 4.11.12

We hereby confirm that to the best of our knowledge:

- The condensed interim financial statements give a true and fair view of the financial position of the company as at 31 March 2021, and of its financial performance and its cash flows for the six month period then ended in accordance with International Financial Reporting Standards as adopted by the EU applicable to interim financial reporting (IAS 34, 'Interim Financial Reporting'); and
- The interim Directors' Report includes a fair review of the information required in terms of the Prospects Rules.

ON BEHALF OF THE BOARD



Mr Giuseppe Farrugia
Director



Capt Daniel Gatt
Director

28 May 2021

Condensed Interim Statement of Profit or Loss and Other Comprehensive Income

	Period Oct 20 – March 21 (unaudited) €	Period Oct 19 – March 20 (unaudited) €
Finance income	54,103	40,657
Administrative expenses	(28,179)	(64,225)
Finance costs	(63,319)	(72,693)
	<hr/>	<hr/>
Loss before tax	(37,395)	(96,261)
Income tax	838	-
	<hr/>	<hr/>
Loss for the period	(36,557)	(96,261)
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Other comprehensive income for the period net of tax	-	-
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Total comprehensive loss for the period	(36,557)	(96,261)
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YACHT LIFT MALTA P.L.C.

Condensed Interim Balance Sheet

	As at 31 March 2021 (Unaudited) €	As at 30 September 2020 (Audited) €
Assets		
Property, plant and equipment	57,783	61,846
Investment in subsidiary	235	235
Deferred tax assets	48,301	47,463
	<hr/>	<hr/>
Total non-current assets	106,319	109,544
	<hr/>	<hr/>
Trade and other receivables	2,015,815	1,710,180
Cash and cash equivalents	11,918	70,064
	<hr/>	<hr/>
Total current assets	2,027,733	1,780,244
	<hr/>	<hr/>
Total assets	2,134,052	1,889,788
	<hr/>	<hr/>
Liabilities		
Borrowings	2,170,668	1,985,103
	<hr/>	<hr/>
Total non-current liabilities	2,170,668	1,985,103
	<hr/>	<hr/>
Trade and other payables	124,849	48,125
Current tax liabilities	1,671	1,671
Borrowings	18,696	164
	<hr/>	<hr/>
Total current liabilities	145,216	49,960
	<hr/>	<hr/>
Total liabilities	2,315,884	2,035,063
	<hr/>	<hr/>
Net liabilities	(181,832)	(145,275)
	<hr/>	<hr/>
Equity		
Share capital	100,000	100,000
Retained earnings	(281,832)	(245,275)
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Total deficiency	(181,832)	(145,275)
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The financial statements on pages 4 to 10 were approved by the board of directors on 28 May 2021 and were signed on its behalf by:



Mr Giuseppe Farrugia
Director



Capt Daniel Gatt
Director

YACHT LIFT MALTA P.L.C.

Condensed Interim Statement of Changes in Equity

	Issued capital €	Retained earnings €	Total €
Changes in equity for 2020			
Balance at 1 October 2019	100,000	(18,203)	81,797
Loss for the period	-	(96,261)	(96,261)
	<hr/>	<hr/>	<hr/>
Balance at 31 March 2020	100,000	(114,464)	(14,464)
	<hr/>	<hr/>	<hr/>
Changes in equity for 2021			
Balance at 1 October 2020	100,000	(245,275)	(145,275)
Loss for the period	-	(36,557)	(36,557)
	<hr/>	<hr/>	<hr/>
Balance at 31 March 2021	100,000	(281,832)	(181,832)
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YACHT LIFT MALTA P.L.C.

Condensed Interim Statement of Cash Flows

	Period Oct 20 – March 21 (unaudited) €	Period Oct 19 – March 20 (unaudited) €
Net cash used in operating activities	40,713	1,763,291
Net cash generated from investing activities	-	(36,511)
Net cash generated from financing activities	(98,859)	(1,662,420)
	<hr/>	<hr/>
Net movement in cash and cash equivalents	(58,146)	64,360
Cash and cash equivalents at beginning of the period	70,064	(29,328)
	<hr/>	<hr/>
Cash and cash equivalents at end of the period	11,918	35,032
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Notes to Condensed Interim Financial Statements

For the period 1 October 2020 to 31 March 2021

1 GENERAL INFORMATION

Yacht Lift Malta P.L.C. is a limited liability company domiciled and incorporated in Malta on 24 November 2016.

The Financial Statements for the year ended 30 September 2020 are available upon request from the company's registered office at 129-130, Ta' Xbiex Seafront, Ta' Xbiex, XBX 1028, Malta.

The condensed interim financial statements were approved for issue by the board of directors on 28 May 2021.

2 ACCOUNTING POLICIES

2.1 Basis of preparation

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the EU and comply with the Companies Act, 1995. The financial statements have been prepared under the historical cost convention, except for those assets and liabilities that are measured at fair value.

The preparation of financial statements in conformity with IFRSs as adopted by the EU requires the use of certain accounting estimates. It also requires directors to exercise their judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and based on historical experience and other factors including expectations of future events that are believed to be reasonable under the circumstances.

In the opinion of the directors, the accounting estimates and judgements made in the course of preparing these financial statements are not difficult, subjective or complex to a degree which would warrant their description as critical in terms of the requirements of IAS 1.

2.2 Assessment of going concern assumption

The directors have a reasonable expectation at the time of approving the condensed interim financial statements that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, the directors continue to adopt the going concern basis in preparation of the condensed interim financial statements.

Notes to Condensed Interim Financial Statements (continued)

For the period 1 October 2020 to 31 March 2021

2 ACCOUNTING POLICIES (continued)

2.3 New and revised standards

2.3.1 Summary of Significant Accounting Policies

The accounting policies are consistent with those of the annual financial statements for the year ended 30 September 2020 as described in those financial statements.

2.3.2 Standards, Interpretations and amendments to published standards effective in 2020

During 2020, the Company has adopted revised standards, amendments and interpretations to existing standards that are mandatory for the company's accounting period beginning on 1 October 2020.

The adoption of these revisions to the requirements of IFRSs as adopted by the EU did not result in changes to the company's accounting policies.

2.3.3 Standards interpretations and amendments to published standards that are not yet effective.

Certain new standards, amendments and interpretations to existing standards have been published by the date of authorisation for the issue of these condensed interim financial statements that are mandatory for the company's accounting periods beginning after 1 October 2020. The company has not early adopted these revisions to the requirements of IFRSs as adopted by the EU and the company's directors are of the opinion that, with the exception of the below pronouncements, there are no requirements that will have a possible significant impact on the Company's financial statements in the period of initial application.

3 BORROWINGS

Bond loan

The Company issued 20,000 secured callable bonds having a face value of € 100 each totalling to € 2,000,000. These bonds have an interest rate of 5.5% per annum, payable annually in arrears on 12 September. The Bonds are repayable in full upon maturity on 13 September 2025.

These funds were used to finance the purchase and installation of the floating dry dock platform known as "Yacht Lift" in Marina Di Valletta.

Notes to Condensed Interim Financial Statements (continued)

For the period 1 October 2020 to 31 March 2021

3 BORROWINGS (continued)

Bank loan

The bank loan facilities are secured by general and special hypothec over the company's assets and by guarantees of the directors and related parties. The average interest rate on the bank loan is 2.5%.

4 RELATED PARTIES

4.1 Key management personnel and director transactions

The share capital of the Company is subscribed as to as 100,000 ordinary shares having a nominal value of €1 each and fully paid up held equally by Capt Daniel Gatt and Mr Giuseppe Farrugia. Key management personnel have control over the financial and operating policies of the Company.

4.2 The amounts owed by the related company in relation to advances forwarded by the Company are unsecured, bear interest at 6% and is repayable on demand.

5 FINANCIAL RISK MANAGEMENT

The company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended 30 September 2020.

6 CONTINGENT LIABILITIES

No events occurred since 30 September 2020 that require disclosure of any contingent liabilities as at 31 March 2021.