



**Condensed Interim Consolidated Financial Statements  
(Unaudited)**

**for the six months period ended 30th June 2023**

Company Registration No. C 94741

**Condensed Interim Consolidated Financial Statements (Unaudited)**

For the six months period ended 30th June 2023

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**GENERAL INFORMATION**

**Registration**

Class Finance PLC is registered in Malta as public limited liability company under the Companies Act (Cap 386). The company's registration number is C 94741.

**Directors**

Dr. John C. Grech  
Mr. Cyril Gabarretta  
Mr. Robert Tua  
Dr. Maurice Zarb Adami  
Mr. Kerstien Gabarretta  
Mr. Robert Ebejer

**Company Secretary**

Mr. Anton Magro

**Registered Office**

UBT 13/14,  
San Gwann Industrial Estate,  
San Gwann. SGN 3000  
Malta

**Bankers**

APS Bank PLC  
APS Centre,  
Tower Street,  
Birkirkara. BKR 4012  
Malta

**Auditors**

Griffiths & Associates Ltd  
Level 1, Casal Naxaro,  
Labour Avenue,  
Naxxar. NXR 9021  
Malta

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**DIRECTORS REPORT**

The directors present the condensed interim unaudited consolidated Financial Statements of the group for the six months period ended 30th June 2023.

**Principal Activities**

The Company's main activity is to invest and hold investments in other companies. The Group is engaged in the manufacturing, wholesale and retail of sunglasses, spectacles and other optical goods.

**Business review and financial performance**

The group delivered a positive financial performance during the period under review. The Group delivered a Profit before Tax of EUR 510,367.

The Group Revenue was EUR 4.7 million and the group equity which includes reserves available for distribution amounted to EUR 5.7 million.

**Dividend**

The directors have authorised a payment of a net dividend of EUR 75,000.

**Events after the end of the reporting period**


There were no events after the end of the reporting period that materially affected the financial position of the Group or of the Company, or that require mention in this report.

Approved by the Board of Directors on 28 August 2023 and signed on its behalf by



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Mr. Cyril Gabarretta  
Director



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Mr. Robert Tua  
Director

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**DIRECTORS DECLARATION**


We hereby confirm that to the best of knowledge:

- The condensed consolidated interim financial statements give a true and fair view of the financial position of the Group as at 30 June 2023, and of its financial performance and cash flows for the six-month period ended in accordance with IAS 34 *Interim Financial Reporting*; and
- The Interim Directors' Report includes a fair review of the information required in terms of Prospects Rule 4.11.12.



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Mr. Cyril Gabarretta  
Director



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Mr. Robert Tua  
Director

28 August 2023

**CLASS FINANCE P.L.C**

Condensed Interim Consolidated Statement of Comprehensive Income (Unaudited)  
for the period ended 30 June 2023

	01.01.2023 to 30.06.2023 €	01.01.2022 to 30.06.2022 €
Revenue	4,694,715	4,877,385
Cost of Sales	<u>(2,541,714)</u>	<u>(2,714,528)</u>
<b>Gross Profit</b>	<b>2,153,001</b>	<b>2,162,857</b>
Administration & Distribution Expenses	(1,682,914)	(1,526,707)
Net Impairment Losses of financial and contract assets	-	(120,000)
Other Income	205,408	232,211
<b>Operating Profit</b>	<b><u>675,495</u></b>	<b><u>748,361</u></b>
Finance Costs	(165,128)	(142,741)
<b>Profit before Tax</b>	<b><u>510,367</u></b>	<b><u>605,620</u></b>
Income Tax Expense	(144,098)	(211,311)
<b>Profit for the year - Total Comprehensive Income</b>	<b><u><u>366,269</u></u></b>	<b><u><u>394,309</u></u></b>

**CLASS FINANCE P.L.C**

Condensed Interim Consolidated Statement of Financial Position (Unaudited)

As at the period ended 30 June 2023

	<b>01.01.2023 to 30.06.2023 €</b>	<b>01.01.2022 to 30.06.2022 €</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Right-of-Use assets	1,730,022	2,048,645
Property, Plant & Equipment	1,943,128	1,592,787
Investment in associate	-	17,000
Deferred Tax	11,032	22,195
<b>Total Non-Current Assets</b>	<b>3,684,182</b>	<b>3,680,627</b>
<b>Current Assets</b>		
Inventories	2,708,634	2,349,732
Trade & Other Receivables	4,589,800	3,199,468
Cash & Cash Equivalents	1,489,306	3,063,247
<b>Total current assets</b>	<b>8,787,740</b>	<b>8,612,447</b>
<b>Total Assets</b>	<b>12,471,922</b>	<b>12,293,074</b>

**CLASS FINANCE P.L.C**

Condensed Interim Consolidated Statement of Financial Position (Unaudited)

As at the period ended 30 June 2023

	<b>01.01.2023 to 30.06.2023 €</b>	<b>01.01.2022 to 30.06.2022 €</b>
<b>EQUITY &amp; LIABILITIES</b>		
<b>Capital &amp; Reserves</b>		
Share Capital	373,400	373,400
Other Reserves	4,279,657	4,279,657
Retained Earnings	1,376,542	676,988
Non-controlling interest	-	(18,496)
<b>Total Equity</b>	<b>6,029,599</b>	<b>5,311,549</b>
<b>Non-current Liabilities</b>		
Borrowings	3,120,089	3,152,495
Lease Liabilities	1,736,666	1,968,710
Deferred Tax	-	-
<b>Total Non-Current Liabilities</b>	<b>4,856,755</b>	<b>5,121,205</b>
<b>Current Liabilities</b>		
Borrowings		52,093
Lease liabilities	145,128	142,101
Trade and other payables	1,355,259	1,486,296
Current tax liability	85,181	179,830
<b>Total Current Liabilities</b>	<b>1,585,568</b>	<b>1,860,320</b>
<b>Total Equity &amp; Liabilities</b>	<b>12,471,922</b>	<b>12,293,074</b>
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**CLASS FINANCE P.L.C**

Condensed Interim Consolidated Statement of Changes in Equity (Unaudited)  
for the period ended 30 June 2023

	Other Reserve €	Retained Earnings €	Share Capital €	Total €	Non- Controlling Interest €	Total Equity €
Balance as at 1 January 2022	4,279,657	461,878	373,400	5,114,935	(15,696)	<b>5,099,239</b>
Profit for the period - Total Comprehensive Income		397,110		397,110	(2,800)	<b>394,310</b>
<b>Transactions with owners in their capacity as owners</b>						
Dividends paid		(182,000)		(182,000)		<b>(182,000)</b>
<b>Balance as at 30th June 2022</b>	<b>4,279,657</b>	<b>676,988</b>	<b>373,400</b>	<b>5,330,045</b>	<b>(18,496)</b>	<b>5,311,549</b>
Balance as at 1 January 2023	4,279,657	1,085,273	373,400	5,738,330	-	<b>5,738,330</b>
Profit for the period - Total Comprehensive Income		366,269		366,269	-	<b>366,269</b>
<b>Transactions with owners in their capacity as owners</b>						
Dividends paid		(75,000)		(75,000)		<b>(75,000)</b>
<b>Balance as at 30th June 2023</b>	<b>4,279,657</b>	<b>1,376,542</b>	<b>373,400</b>	<b>6,029,599</b>	<b>-</b>	<b>6,029,599</b>

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**CLASS FINANCE P.L.C**

Condensed Interim Consolidated Statement of Cashflows (Unaudited)  
for the period ended 30 June 2023

	01.01.2023 to 30.06.2023 €	01.01.2022 to 30.06.2022 €
<b>Cashflows from operating activities</b>		
Profit before Tax	510,367	394,310
<b>Adjustments for:</b>		
Amortisation of Bond Issue Costs	-	177,282
Depreciation expense	201,967	84,631
Impairment of financial assets	-	120,000
Amortisation of bond issue costs	4,761	4,761
<b>Profit from Operations</b>	<b>717,095</b>	<b>780,984</b>
Change in Inventories	(295,425)	(203,725)
Change in Receivables	459,460	(415,645)
Change in Payables	121,314	124,843
Income taxes paid	(83,747)	(76,155)
<b>Net Cash generated from Operating Activities</b>	<b>918,697</b>	<b>210,302</b>
<b>Investing Activities</b>		
Acquisition of Property, Plant & Equipment	(637,608)	(293,327)
<b>Net cash used in investing activities</b>	<b>(637,608)</b>	<b>(293,327)</b>
<b>Financing Activities</b>		
Interest paid on loans and borrowings	(5,783)	(3,683)
Interest paid on bond issue	(73,500)	(61,250)
Interest paid on lease liabilities	(80,909)	(77,808)
Repayment of Lease Liabilities	(122,922)	-
Dividends paid to equity shareholder	(75,000)	(182,000)
Loan to equity shareholder	(437,897)	(241,800)
Proceeds from bond issue	-	3,000,000
<b>Net cash from financing activities</b>	<b>(796,011)</b>	<b>2,433,459</b>
<b>Net movement in cash and cash equivalents</b>	<b>(514,922)</b>	<b>2,350,434</b>
Cash and Cash equivalents at beginning of the year	2,004,228	712,813
<b>Cash and Cash equivalents at end of period</b>	<b>1,489,306</b>	<b>3,063,247</b>

**Condensed Interim Consolidated Financial Statements (Unaudited)**

For the six months period ended 30th June 2023

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**NOTES**

**1. BASIS OF PREPARATION**

These unaudited condensed interim consolidated financial statements for the six month period ended 30 June 2023 have been prepared in accordance with International Accounting Standard (IAS) 34 *Interim Financial Reporting*.

These interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2022, which have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU).

In addition, results for the six-month period ended 30 June 2023 are not necessarily indicative of the results that may be expected for the financial year ending 31st December 2023.

**2. SIGNIFICANT ACCOUNTING POLICIES**

The principal accounting policies adopted are consistent with those of the Group's financial statements for the year ended 31 December 2022.

**Use of judgements and estimates**

In preparing condensed interim consolidated financial statements, the Board of Directors have made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

There have been no material revisions to the natures and estimates of amounts reported in prior periods. The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements as at 31 December 2022.