ENDO FINANCE P.L.C.

Unaudited Condensed Interim Financial Statements and Directors' Report

For the period ended 30 June 2021

Contents

ENDO FINANCE P.L.C.

Directors' Report pursuant to Listing Rule 5.75.2

This report is published in terms of Chapter 5 of the Listing Rules of The Listing Authority, Malta Financial Services Authority and the Prevention of Financial Markets Abuse Act 2005.

The condensed interim financial statement figures have been extracted from the unaudited accounts of Endo Finance p.l.c. (the 'Company') for the six months ended 30 June 2021 and for its comparative period in 2020 (unaudited). The comparative statement of financial position has been extracted from the audited financial statements as at 31 December 2020. These condensed interim financial statements have been prepared in accordance with accounting standards adopted for use in the EU for interim financial statements (EU adopted IAS 34 - Interim Financial Reporting). These condensed interim financial statements were approved by the Board of Directors on 11 August 2021. In terms of Listing Rule 5.75.5, the directors state that this half-yearly financial report has not been audited or reviewed by the Company's independent auditors.

Principal activities

Endo Finance p.l.c. (the 'Company') was incorporated on 20 November 2018. The Company was formed principally to act as a finance and investment company, in particular the financing of companies within the Endo Group of Companies.

The Endo Group of Companies is composed of Endo Ventures Ltd (C 86730) as the parent company and its direct and indirect subsidiaries, including the Company, International Fender Providers Ltd (C 69877), IFP International Fender Providers Limited (a company registered under the laws of Cyprus with company registration number HE 348221), Endo Properties Limited (C 13033), Endo Tankers Ltd (C 88663), Intership Management Ltd (C 74524), Endo One Maritime Ltd (C 88665), Endo Two Maritime Ltd (C 88666), Endo Three Maritime Ltd (C 88674), Endo Headwind Maritime Ltd (C 93341), Endo Tailwind Maritime Ltd (C 93340), Endo Sirocco Maritime Ltd (a company registered under the laws of Cyprus with company registration number HE 419463), and any other subsidiary and associated company or entity, in which the Company has a controlling interest, which entities are involved, amongst other activities, in the business of acquiring, financing, managing and chartering commercial vessels.

Performance review

The Company's operating income is mainly derived from interest income from related parties within the Endo Group of Companies. Investment income for the six-month period ended 30 June 2021 amounted to € 396,487 (2020: € 387,457), while Finance costs amounted to € 303,750 (2020: € 322,876). Administrative expenses amounted to € 49,521 (2020: € 46,354).

During the six-month period, the Company's profit before taxation amounted to €43,216 (2020 profit before tax for the period amounted to € 18,227).

Total equity as at period-end amounted to €288,921 (31 December 2020: €271,447), reflecting an increase in retained earnings over 2020.

The Company's activities are expected to remain consistent for the foreseeable future.

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Directors' Report pursuant to Listing Rule 5.75.2

Financial key performance indicators

	Period ended 30.06.2021 €	Period ended 30.06.2020 €
Investment Income	396,487	387,457
Finance costs	303,750	322,876
Net profit after tax	17,474	2,364

	As at 30.06.2021 €	As at 31.12.2020 €
Total equity	288,921	271,447

Dividend and reserves

The Board of Directors has resolved that no dividends are declared upon the issue of the results for the six-month period ended 30 June 2021.

Approved by the Board of Directors on 11 August 2021 and signed on its behalf by:

Mr Christopher Frendo

Director

Mr Nicholas Frendo

Director

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Condensed Statement of Comprehensive Income
For the period ended 30 June 2021

	Six months ended 30.06.2021 Unaudited €	Six months ended 30.06.2020 Unaudited €
Investment Income	396,487	387,457
Finance costs	(303,750)	(322,876)
Gross profit	92,737	64,581
Administrative expenses	(49,521)	(46,354)
Profit/(loss) before taxation	43,216	18,227
Income tax	(25,742)	(15,863)
Profit/(loss) for the period	17,474	2,364
Other comprehensive income	-	-
Total comprehensive income/(loss) for the period	17,474	2,364

The notes on pages 8 to 9 form an integral part of these condensed interim financial statements.

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Condensed Statement of Financial Position

At 30 June 2021

	As at 30.06.2021 Unaudited €	As at 31.12.2020 Audited €
ASSETS		
Non-current assets		
Intangible assets	7,563	4,895
Financial assets at amortised cost	13,323,689	13,323,689
	13,331,252	13,328,584
Current assets		
Trade and other receivables	447,790	699,137
Cash and cash equivalents	19,498	781
	467,288	699,918
Total assets	13,798,540	14,028,502
EQUITY AND LIABILITIES		
Capital and reserves		
Called up issued share capital	250,000	250,000
Retained earnings	38,921	21,447
Total equity	288,921	271,447
Non-current liabilities		
Debt securities in issue	13,274,893	13,259,886
Current liabilities		
Trade and other payables	181,263	464,041
Current tax payable	53,463	33,128
	234,726	497,169
Total liabilities	13,509,619	13,757,055
Total equity and liabilities	13,798,540	14,028,502

These condensed interim financial statements were approved by the board of directors, authorised for issue on 11 August 2021 and signed on its behalf by:

Mr Christopher Frendo

Director

Mr Nicholas Frendo

Director

The notes on pages 8 to 9 form an integral part of these condensed interim financial statements.

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Condensed Statement of Changes in Equity
For the period ended 30 June 2021

Unaudited

	Called up Issued share capital €	Retained earnings €	Total €
At 1 January 2020	250,000	9,354	259,354
Profit/(loss) for the period	-	2,364	2,364
Other comprehensive income	-	-	-
Total Comprehensive Income/(loss)	-	2,364	2,364
At 30 June 2020	250,000	11,718	261,718
At 1 January 2021	250,000	21,447	271,447
Profit for the period	-	17,474	17,474
Other comprehensive income	-	-	-
Total Comprehensive Income	-	17,474	17,474
Issue of share capital	-	-	-
At 30 June 2021	250,000	38,921	288,921

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Condensed Statement of Cash Flows

For the period ended 30 June 2021

	Six months ended 30.06.2021 Unaudited €	Year ended 31.12.2020 Audited €
Cash flows from operating activities		
Profit before taxation	43,216	43,324
Adjustments for:		
Amortisation	447	355
Bond issue costs amortisation for the period	15,007	30,014
Capitalisation of bond issue costs	-	-
Interest expense	303,750	611,597
Interest income	(396,487)	(744,627)
Operating profit before working capital movements	(34,067)	(59,109)
Movement in trade and other receivables	251,347	(68,547)
Movement in trade and other payables	(282,778)	(7)
Cash flows used in operations	(65,498)	(127,663)
Interest paid	-	(4,097)
Interest received	-	-
Taxation paid	(5,406)	(27,033)
Net cash generated from / (used in) operating activities	(70,904)	(158,793)
Cash flows from investing activities		
Acquisition of intangible assets	(3,116)	(2,285)
Movement in loans to related parties	-	(1,369,863)
Interest received on loans to related parties	396,487	744,627
Net cash generated from / (used in) investing activities	393,371	(627,521)
Cash flows from financing activities		
Proceeds from issuance of bonds	-	-
Proceeds from issuance of share capital	-	-
Interest paid on debt securities	(303,750)	(607,500)
Net cash generated from / (used in) financing activities	(303,750)	(607,500)
Net movement in cash and cash equivalents	18,717	(1,393,814)
Cash and cash equivalents at the beginning of the period	781	1,394,595
Cash and cash equivalents at the end of the period/year	19,498	781

Notes to the Condensed Interim Financial Statements
For the period ended 30 June 2021

1. General information

Endo Finance p.l.c. (the 'Company') was incorporated on 20 November 2018. The Company was formed principally to act as a finance and investment company, in particular the financing of companies within the Endo Group of Companies.

2. Basis of preparation

Accounting convention and basis of preparation

These interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the EU, and should be read in conjunction with the Company's last annual financial statements as at and for the year ended 31 December 2020. They do not include all the information required for a complete set of IFRS financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements as at and for the year ended 31 December 2020.

The accounting policies applied by the Company in these condensed interim financial statements are the same as those applied by the Company in its financial statements as at and for the year ended 31 December 2020.

Consideration of the effects of Covid-19

In view of the developments pertaining to the Covid-19 pandemic, the management have prepared budgets and cash flow projections to assess the impact that the pandemic, has, and might have on the profitability, liquidity and going concern of the Company in the future. The directors do not believe that the pandemic has or might have a significant effect on its profitability and liquidity. The directors consider the going concern assumption in the preparation of the condensed interim financial statements as appropriate as at the date of authorisation. They also believe that no material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern exists as at that date.

No adjustments arising from uncertainties brought about by the pandemic were necessary to be made in these condensed interim financial statements.

3. Significant accounting policies

New and revised standards that are effective for the current period

A number of new and revised standards are effective for annual periods beginning on or after 1 January 2020. These and other amendments to IFRSs that became mandatorily effective in 2020 have no material impact on the Company's financial results or position. Accordingly, the Company has made no changes to its accounting policies.

3. Significant accounting policies (continued)

New and revised standards that are issued but not yet effective

As at the date of authorisation of these condensed interim financial statements, certain new standards, amendments, and interpretations to existing standards have been published by the IASB but are not yet effective and have not been adopted early by the Company.

Management anticipates that all relevant pronouncements will be adopted in the Company's accounting policies for the first period beginning after the effective date of the pronouncement. No new standards, amendments and interpretations are expected to have a material impact on the Company's financial statements.

Significant accounting estimates

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited financial statements as at and for the year ended 31 December 2020.

4. Related parties

The parent and ultimate parent company of Endo Finance p.l.c. is Endo Ventures Ltd, which is incorporated in Malta. The individual condensed interim financial statements of the Company are incorporated in the group condensed consolidated interim financial statements of Endo Ventures Ltd, the registered address of which is 10, Timber Wharf, Marsa, MRS 1443, Malta. No individual controls the majority of the voting rights of the ultimate parent company.

5. Contingent liabilities

There were no major changes in the contingencies of the Company from those disclosed in the audited financial statements of the Company for the year ended 31 December 2020.

6. Events after the reporting period

There were no material events which occurred subsequent to the date of the condensed interim statement of financial position.

ENDO FINANCE P.L.C.

Statement pursuant to Listing Rule 5.75.3 issued by the Listing Authority

We 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 30 June 2021, as well as of the financial performance and cash flows for the six-month period then ended, fully in compliance with the accounting standards adopted for use in the EU for interim financial statements (EU adopted IAS 34, Interim Financial Reporting); and

- the Interim Directors' report includes a fair review of the information required in terms of Listing Rules 5.81 to 5.84.

Mr Christopher Frendo

Director

Mr Nicholas Frendo

Director

11 August 2021