



**Manx
Financial Group PLC**

Condensed Consolidated
Interim Financial Statements
30 June 2025

**Putting
people first**

Integrity through independence and service

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Welcome to Manx Financial Group PLC

An independent banking and financial services group founded in 1935, domiciled in the Isle of Man



Manx Financial Group

Manx Financial Group PLC ("Company" or "MFG") is an AIM-listed company (LSE: MFX.L) which has subsidiaries (together referred to as "Group") offering a suite of financial services to retail and commercial customers, both in the Isle of Man and the UK. MFG's strategy is to combine organic growth with strategic acquisition to further augment the range of services it offers and to gain greater market share in its preferred markets.

The Group's subsidiaries are:

- Conister Bank Limited
- Conister Finance & Leasing Ltd
- MFX Limited
- Payment Assist Limited
- Blue Star Business Solutions Limited
- Edgewater Associates Limited
- Ninkasi Rentals & Finance Limited
- The Business Lending Exchange Limited
- CAM Wealth Group Limited
- Finova Limited



Conister Bank

Conister Bank Limited ("Bank") is a licenced independent bank, regulated by the Isle of Man Financial Services Authority ("FSA"), the UK's Prudential Regulatory Authority ("PRA") and the UK's Financial Conduct Authority ("FCA").

The Bank provides a variety of financial products and services, including savings accounts, asset financing, personal loans, loans to small and medium sized enterprises, block discounting and other specialist secured credit facilities to the Isle of Man and the UK consumer and business sectors.



Conister

Conister Finance & Leasing Ltd ("CFL") is a subsidiary of the Bank. It is a credit broker providing hire purchase ("HP") and leasing finance facilities in the UK.

CFL is regulated by the FCA in the UK and registered as a designated business by the FSA in the Isle of Man.

Welcome to Manx Financial Group PLC

continued



MFX Limited ("MFX") provides access to competitive foreign exchange and international payment processing facilities.

MFX's target customers are corporates and private clients who have a foreign exchange and international payment requirement via their UK foreign exchange providers.



Payment Assist Limited ("PAL") is the UK's leading automotive repair point-of-sale finance provider and offers diversified lending including insured products and retail.

PAL was acquired as part of the Group's strategy to increase its access to underserved UK credit markets.



Blue Star Business Solutions Limited ("BBSL") is a finance broker providing asset finance and commercial loans in the UK to the small and medium sized enterprises market.

BBSL was acquired as part of the Group's strategy to increase its distribution in the UK broker credit market.



Ninkasi Rentals & Finance Limited ("NRFL") is part of the Group's strategy to increase its access to underserved UK credit markets.

NRFL provides equipment finance and rental products to UK based craft and micro-breweries.



The Business Lending Exchange ("BLX") is part of the Group's strategy to increase its access to underserved UK credit markets.

BLX is regulated by the FCA in the UK and primarily lends to start-up companies and small businesses which require asset backed finance.



CAM Wealth Group Limited was founded in February 2023 to deliver bespoke financial solutions to diverse clientele. Established with a vision to provide unbiased, transparent and client-centric advisory services. In January 2025 CAM Wealth Group Ltd became a wholly owned subsidiary of Manx Financial Group PLC. This acquisition gives us the opportunity to enhance service offerings to our existing client base, achieve sustainable growth in the financial advisory market and maximise opportunities within the broader group. This exciting development also means that CAM Wealth Group will initiate and utilise our General Insurance permissions.



Edgewater Associates Limited ("EAL") is the largest firm of Independent Financial Advisors ("IFA") in the Isle of Man and is regulated by the FSA.

EAL provides a bespoke and personal service to Isle of Man residents and to the Group's business and personal customers and advises on assets in excess of £326 million (30 June 2024: £331 million, 31 December 2024: £325 million).



Finova Limited

Finova Limited is a wholly owned subsidiary of Manx Financial Group PLC. Finova provides financial solutions via Corpay for corporates and financial institutions. Services offered by Finova include foreign exchange, payments automation, treasury integration, and risk management, supporting operational efficiency and strategic growth in global financial operations.

Chair's Statement



"I am pleased to report another set of record results with a 16% increase in Profit Before Tax to £4.1 million"

Jim Mellon
Executive Chairman

Dear Shareholders

I am pleased to report a commendable Interim financial performance amidst challenging economic conditions. We have realised a 16% increase in Profit Before Tax, amounting to £4.1 million (30 June 2024: £3.5 million), and a significant improvement in earnings per share.

Our strategic initiatives have been centered on growth, simplification, and technological enhancement, resulting in record profits and loan book growth while maintaining robust liquidity and capital positions. Despite persistent high inflation and interest rates, the outlook for the economies of the Isle of Man and UK remain more favorable compared to other jurisdictions.

Financial results include a 0.5% rise in Net Interest Income margin to 62.4% (30 June 2024: 61.9%), net loan book growth of £19.8 million to £392.6 million since the year-end (31 December 2024: £372.8 million), and an improved net yield of 7.6% (30 June 2024: 7.3%). Operating income has increased by £0.8 million to £18.4 million (30 June 2024: £17.6 million), and profit attributable to owners has risen by 54.6% to £3.7 million (30 June 2024: £2.4 million).

The balance sheet reflects an increase in the loan book of £19.8 million to £392.6 million (31 December 2024: £372.8 million), supported by deposits of £406.5 million (31 December 2024: £405.2 million), improving the loan deposit efficiency ratio to 96.6% (31 December 2024: 91.9%). We hold £82.4 million (31 December 2024: £95.3 million) in liquidity via cash and short dated gilts and have increased total equity by £3.9 million to £41.2 million since the year-end (31 December 2024: £37.3 million).

Our market valuation has improved from a substantial discount to a slight premium over Net Asset Value, although it remains undervalued with an earnings-to-market capitalisation ratio of 6.0. Efforts to enhance investor engagement are ongoing.

We continue to make satisfactory progress against our strategic priorities by taking decisive action to grow and simplify our business and to manage our liquidity, capital, and costs more efficiently in compliance with our regulatory and ESG requirements. In this regard, we will continue to:

- Optimise our cost of liquidity through our two deposit-taking licences, providing liquidity to our lending businesses to maximize their profitability.
- Increase our shareholder engagement, including the provision of a new website for the Group.
- Simplify the Group's structure to deliver cost efficiencies through supplier reviews and technological enhancements.
- Enhance our customers' experience through the deployment of technology where it adds value, including introducing self-service functionality for our lending and deposit customers.
- Expand our product offering in resilient markets and seek to increase our market share through accretive acquisitions.
- Constantly review the markets in which we operate.

Chair's Statement

continued

- Deploy our capital in the most sustainable markets and products that produce the best outcomes for our customers.
- Develop and use technology to reduce our carbon footprint and encourage the Group and its stakeholders to better understand the consequences of their actions or inactions.

It is the Board's view that no additional provision is required at this time beyond £0.2 million for potential liabilities related to the FCA review of discretionary commission arrangements in motor finance.

Our key profit drivers include Conister Bank Limited, Payment Assist Limited, and Manx Ventures Limited:

- Conister Bank Limited's net loan book grew by £16.7 million to £382.9 million (31 December 2024: £366.1 million) supported by deposits increasing to £406.5 million (31 December 2024: £405.2 million) with the Bank's Loan to Deposit ratio improving to 94.2%. We remain in an excellent liquidity position with a surplus of £74.0 million (31 December 2024: £91.1 million). In terms of regulatory capital, the Bank continues to enjoy a robust CET1 of 12.2% (31 December 2024: 12.5%) leaving us well positioned to meet our partners' borrowing requirements.
- Payment Assist Limited, one of the UK's leading automotive repair point-of-sale finance providers, increased advances by £3.3 million to £97.6 million (30 June 2024: £94.3 million) and now has in excess of 1,000,000 unique customers and serves over 7,000 garages. This customer base will function as a starting point from which to grow our recently acquired insurance and wealth management business, CAM Wealth Limited.
- Manx Ventures Limited holds shareholdings and options in 13 companies and is the acquisition vehicle for businesses which fall outside the banking licence regime. Many of its shareholdings are in companies that our structured finance division lend to on an arms-length basis. This mix of debt and equity allows the Group as a whole to maximise its return as business opportunities arise. Manx Ventures balance sheet grew by £0.4 million to £16.1 million (31 December 2024: £15.7 million) and generated dividends to Group of £0.7 million (30 June 2024: £0.7 million).

- Other subsidiaries include MFX Limited, our successful FX advisory, and our Isle of Man based wealth management business, Edgewater Associates Limited, both of which continue to perform well.

Looking ahead, we plan cautious expansion into the EU via an Irish consumer credit licence without compromising financial discipline, while focusing on the Isle of Man and UK markets.

New fintech offerings including, subject to regulatory approval, the adoption of Fiinu's overdraft product which we have just announced. Other accretive acquisitions are planned and are expected to support resilience amid economic headwinds.

We are well-positioned to capitalise on growth opportunities in short-term lending sectors including Buy Now Pay Later.

Despite not being able to replicate the one-off £1.8 million of Group impairment reversal in 2024, I remain confident regarding the outlook for the Group for the remainder of the year. I would also like to thank all our customers, staff and the Board for their continued support, and it would be remiss of me not to mention that our longest serving Non-Executive Director, Alan Clarke, who has been a steadfast supporter and friend to both me and the Group, decided to retire after this year's Annual General Meeting, and I am sure you will join me in thanking Alan for his many years of service.

Jim Mellon

Executive Chair

19 September 2025

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Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Notes	For the six months ended 30 June 2025 £'000 (unaudited)	For the six months ended 30 June 2024 £'000 (unaudited)	For the year ended 31 December 2024 £'000 (audited)
Interest revenue calculated using the effective interest method	6	28,388	28,009	55,930
Interest expense		(10,687)	(10,684)	(23,139)
Net interest income		17,701	17,325	32,791
Fee and commission income		2,224	2,178	3,923
Fee and commission expense		(3,081)	(3,851)	(7,181)
Net trading income		16,844	15,652	29,533
Other operating income		170	275	585
Gain on financial instruments		-	-	18
Realised gain on debt securities	9	1,398	1,671	4,266
Operating income		18,412	17,598	34,402
Personnel expenses		(6,463)	(6,211)	(12,495)
Other expenses		(4,684)	(3,938)	(9,053)
Provision for impairment on loans and advances to customers		(2,474)	(3,304)	(1,752)
Depreciation		(463)	(444)	(949)
Amortisation and impairment of intangibles		(299)	(217)	(340)
Share of profit of equity accounted investees, net of tax		51	37	119
Profit before tax payable		4,080	3,521	9,932
Income tax expense		(352)	(739)	(1,384)
Profit for the period / year		3,728	2,782	8,548

The notes on pages 12 to 21 form an integral part of these condensed consolidated interim financial statements.

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

continued

	Notes	For the six months ended 30 June 2025 £'000 (unaudited)	For the six months ended 30 June 2024 £'000 (unaudited)	For the year ended 31 December 2024 £'000 (audited)
Profit for the period / year		3,728	2,782	8,548
Other comprehensive income:				
Items that will be reclassified to profit or loss				
Unrealised gain / (loss) on debt securities		53	-	(395)
Related tax		(5)	-	40
Items that will never be reclassified to profit or loss				
Actuarial gain on defined benefit pension scheme taken to equity		-	-	67
Related tax		-	-	(7)
Other comprehensive income, net of tax		48	-	(295)
Total comprehensive income for the period / year		3,776	2,782	8,253
Profit attributable to:				
Owners of the Company		3,727	2,410	8,102
Non-controlling interest		1	372	446
		3,728	2,782	8,548
Total comprehensive income attributable to:				
Owners of the Company		3,775	2,410	7,807
Non-controlling interest		1	372	446
		3,776	2,782	8,253
Earnings per share – profit for the period / year				
Basic earnings per share (pence)	8	3.11	2.07	6.87
Diluted earnings per share (pence)	8	2.43	1.59	5.39
Earnings per share – total comprehensive income for the period / year				
Basic earnings per share (pence)	8	3.15	2.07	6.62
Diluted earnings per share (pence)	8	2.46	1.59	5.20

The notes on pages 12 to 21 form an integral part of these condensed consolidated interim financial statements.

Condensed Consolidated Statement of Financial Position

As at	Notes	30 June 2025 £'000 (unaudited)	30 June 2024 £'000 (unaudited)	31 December 2024 £'000 (audited)
Assets				
Cash and cash equivalents		24,275	18,651	16,199
Debt securities	9	58,115	77,257	79,140
Equity held at Fair Value Through Profit or Loss		154	185	154
Loans and advances to customers	5,10	392,558	372,775	372,358
Trade and other receivables	11	10,015	11,623	7,312
Property, plant and equipment		5,513	6,072	6,433
Intangible assets		5,175	4,905	5,301
Investment in associates		366	186	317
Goodwill	12	11,144	10,576	10,576
Total assets		507,315	502,230	497,790
Liabilities				
Deposits from customers		406,504	409,284	405,166
Creditors and accrued charges	13	13,408	14,357	9,679
Contingent consideration	16	568	5	-
Loan notes	14	45,295	41,407	45,292
Pension liability		43	105	46
Deferred tax liability		294	377	294
Total liabilities		466,112	465,535	460,477
Equity				
Called up share capital	15	19,626	19,626	19,626
Profit and loss account		21,548	17,425	17,632
Revaluation reserve		-	15	-
Non-controlling interest		29	(371)	55
Total equity		41,203	36,695	37,313
Total liabilities and equity		507,315	502,230	497,790

The notes on pages 12 to 21 form an integral part of these condensed consolidated interim financial statements.

Condensed Consolidated Statement of Changes in Equity

	Attributable to owners of the Company					
	Share capital £'000	Profit and loss account £'000	Revaluation reserve £'000	Total £'000	Non- controlling interest £'000	Total equity £'000
For the six months ended 30 June 2024						
Balance at 1 January 2024	19,384	15,544	15	34,943	1,041	35,984
<i>Total comprehensive income for the period:</i>						
Profit for the period	-	2,410	-	2,410	372	2,782
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	2,410	-	2,410	372	2,782
<i>Changes in ownership interests:</i>						
Dividend declared	-	(336)	-	(336)	(1,784)	(2,120)
Scrip dividend shares	193	(193)	-	-	-	-
Share issue	49	-	-	49	-	49
Total changes in ownership interests	242	(529)	-	(287)	(1,784)	(2,071)
Balance at 30 June 2024	19,626	17,425	15	37,066	(371)	36,695
Balance at 1 July 2024	19,626	17,425	15	37,066	(371)	36,695
<i>Total comprehensive income for the period:</i>						
Profit for the period	-	5,691	-	5,691	41	5,732
Other comprehensive income	-	(295)	-	(295)	-	(295)
Total comprehensive income for the period	-	5,396	-	5,396	41	5,437
<i>Changes in ownership interests:</i>						
Share-based payment expense	-	196	-	196	-	196
Revaluation loss	-	-	(15)	(15)	-	(15)
Acquisition of NCI net without change of control	-	(5,385)	-	(5,385)	385	(5,000)
Total changes in ownership interests	-	(5,189)	-	(5,204)	385	(4,819)
Balance at 31 December 2024	19,626	17,632	-	37,258	55	37,313
Balance at 1 January 2025	19,626	17,632	-	37,258	55	37,313
<i>Total comprehensive income for the period:</i>						
Profit for the period	-	3,727	-	3,727	1	3,728
Other comprehensive income	-	48	-	48	-	48
Total comprehensive income for the period	-	3,775	-	3,775	1	3,776
<i>Changes in ownership interests:</i>						
Acquisition of NCI net without change of control (see Note 18)	-	(177)	-	(177)	(27)	(204)
Share-based payment expense	-	318	-	318	-	318
Total changes in ownership interests	-	141	-	141	(27)	(114)
Balance at 30 June 2025	19,626	21,548	-	41,174	29	41,203

The notes on pages 12 to 21 form an integral part of these condensed consolidated interim financial statements.

Condensed Consolidated Statement of Cash Flows

Notes	For the six months ended 30 June 2025 £'000 (unaudited)	For the six months ended 30 June 2024 £'000 (unaudited)	For the year ended 31 December 2024 £'000 (audited)
Reconciliation of profit before taxation to operating cash flows			
Profit before tax	4,080	3,521	9,932
Adjustments for:			
Depreciation	463	444	949
Amortisation of intangibles	299	217	340
Impairment of loans and advances to customers	2,474	3,304	1,752
Net interest income	(19,028)	(18,646)	(35,614)
Realised gains on debt securities	(1,398)	(1,671)	(4,266)
Share of profit of equity accounted investees	(51)	(37)	(119)
Lease interest	-	-	132
Pension charge included in personnel expenses	(3)	-	8
Gain loss on asset disposal	(33)	-	-
Gain on financial instruments	-	-	(18)
	(13,197)	(12,868)	(26,904)
Changes in:			
Trade and other receivables	(2,703)	(3,396)	915
Creditors and accrued charges	5,658	(379)	(5,432)
Net cash used in trading activities	(10,242)	(16,643)	(31,421)
Changes in:			
Loans and advances to customers	(22,674)	(13,748)	(13,691)
Deposits from customers	1,338	19,838	16,818
Pension contribution	-	(57)	(57)
Cash used in operating activities	(31,578)	(10,610)	(28,351)

The notes on pages 12 to 21 form an integral part of these condensed consolidated interim financial statements.

Condensed Consolidated Statement of Cash Flows

continued

	Notes	For the six months ended 30 June 2025 £'000 (unaudited)	For the six months ended 30 June 2024 £'000 (unaudited)	For the year ended 31 December 2024 £'000 (audited)
Cash flow statement				
Cash from operating activities				
Cash outflow from operating activities		(31,578)	(10,610)	(28,351)
Interest received		28,388	28,331	58,164
Interest paid		(11,164)	(10,338)	(22,389)
Income taxes paid		-	(91)	(1,095)
Net cash (used in) / from operating activities		(14,354)	7,292	6,329
Cash flows from investing activities				
Purchase of property, plant and equipment		(114)	(106)	(228)
Purchase of intangible assets		(173)	(853)	(1,373)
Sale of property, plant and equipment		571	-	-
Net sale of debt securities	9	22,476	543	(860)
Acquisition of non-controlling interest	18	(204)	-	(5,000)
Acquisition of CAM Wealth Limited, net of cash acquired	18	(129)	-	-
Contingent consideration		-	(15)	(20)
Net cash from / (used in) investing activities		22,427	(431)	(7,481)
Cash flows from financing activities				
Receipt of loan notes	14	3	2,090	5,975
Payment of lease liabilities (capital)		-	(336)	(443)
Dividend paid		-	(2,120)	(337)
Share issue		-	49	49
Net cash from / (used in) financing activities		3	(317)	5,244
Net increase in cash and cash equivalents		8,076	6,544	4,092
Cash and cash equivalents – opening		16,199	12,107	12,107
Cash and cash equivalents – closing		24,275	18,651	16,199

Notes to the Condensed Consolidated Interim Financial Statements

For the six months ended 30 June 2025

1. Reporting entity

Manx Financial Group PLC (the “Company” or “MFG”) is a company incorporated in the Isle of Man. These condensed consolidated interim financial statements (“interim financial statements”) are as at and for the six months ended 30 June 2025 and comprise the Company and its subsidiaries (“Group”).

2. Basis of accounting

These interim financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting* and should be read in conjunction with the last annual consolidated financial statements as at and for the year ended 31 December 2024 (“Annual Financial Statements 2024”). They do not include all of 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 Group’s financial position and performance since the last annual financial statements.

3. Functional and presentation currency

These financial statements are presented in pounds sterling, which is the Company’s functional currency. All amounts have been rounded to the nearest thousand, unless otherwise indicated. All subsidiaries of the Group have pounds sterling as their functional currency.

4. Use of judgements and estimates

In preparing these interim financial statements, management make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group’s accounting policies and key sources of estimation uncertainty are the same as those described in the last annual financial statements.

5. Credit risk

A summary of the Group’s current policies and practices for the management of credit risk is set out in Note 7 – Financial risk review and Note 43 – Financial risk management on pages 67 and 99 respectively of the Annual Financial Statements 2024.

An explanation of the terms Stage 1, Stage 2 and Stage 3 is included in Note 45 (G)(vi) on page 108 of the Annual Financial Statements 2024.

A. Summary of credit risk on loans and advances to customers

30 June (unaudited)	2025				2024			
	Stage 1 £'000	Stage 2 £'000	Stage 3 £'000	Total £'000	Stage 1 £'000	Stage 2 £'000	Stage 3 £'000	Total £'000
Grade A	345,579	-	-	345,579	352,431	-	-	352,431
Grade B	-	25,116	-	25,116	-	9,251	4,538	13,789
Grade C	-	-	43,765	43,765	-	5	28,732	28,737
Gross value	345,579	25,116	43,765	414,460	352,431	9,256	33,270	394,957
Allowance for impairment	(1,183)	(620)	(20,099)	(21,902)	(279)	(8)	(21,895)	(22,182)
Carrying value	344,396	24,496	23,666	392,558	352,152	9,248	11,375	372,775

Notes to the Condensed Consolidated Interim Financial Statements

continued

	2024				2023			
31 December (audited)	Stage 1 £'000	Stage 2 £'000	Stage 3 £'000	Total £'000	Stage 1 £'000	Stage 2 £'000	Stage 3 £'000	Total £'000
Grade A	327,561	3,968	-	331,529	341,953	-	-	341,953
Grade B	-	19,836	5,932	25,768	-	7,822	3,700	11,522
Grade C	-	5	35,268	35,273	-	2	28,791	28,793
Gross value	327,561	23,809	41,200	392,570	341,953	7,824	32,491	382,268
Allowance for impairment	(688)	(36)	(19,488)	(20,212)	(184)	(6)	(19,425)	(19,615)
Carrying value	326,873	23,773	21,712	372,358	341,769	7,818	13,066	362,653

Loans are graded A to C depending on the level of risk. Grade C relates to agreements with the highest of risk, Grade B with medium risk and Grade A relates to agreements with the lowest risk.

B. Summary of overdue status of loans and advances to customers

	2025				2024			
31 December (unaudited)	Stage 1 £'000	Stage 2 £'000	Stage 3 £'000	Total £'000	Stage 1 £'000	Stage 2 £'000	Stage 3 £'000	Total £'000
Current	345,579	-	-	345,579	340,658	-	-	340,658
Overdue < 30 days	-	25,116	-	25,116	11,773	-	-	11,773
Overdue > 30 days	-	-	43,765	43,765	-	9,256	33,270	42,526
	345,579	25,116	43,765	414,460	352,431	9,256	33,270	394,957

	2024				2023			
31 December (audited)	Stage 1 £'000	Stage 2 £'000	Stage 3 £'000	Total £'000	Stage 1 £'000	Stage 2 £'000	Stage 3 £'000	Total £'000
Current	314,542	-	-	314,542	333,740	-	-	333,740
Overdue < 30 days	13,019	-	-	13,019	8,213	-	-	8,213
Overdue > 30 days	-	19,851	45,158	65,009	-	7,825	32,490	40,315
	327,561	19,851	45,158	392,570	341,953	7,825	32,490	382,268

6. Interest revenue and other interest income

Interest revenue and other interest income represents charges and interest on finance and leasing agreements attributable to the period or year after adjusting for early settlements and interest on bank balances.

Notes to the Condensed Consolidated Interim Financial Statements

continued

7. Operating segments

Segmental information is presented in respect of the Group's business segments. The Directors consider that the Group currently operates in one geographic segment comprising of the Isle of Man, UK and Channel Islands. The primary format for business segments is based on the Group's management and internal reporting structure. The Directors consider that the Group operates in three (2023: three) product orientated segments in addition to its financial activities to allocate the Group's capital (investing activities): (i) Asset and Personal Finance (including provision of HP contracts, finance leases, personal loans, commercial loans, block discounting, vehicle stocking plans and wholesale funding agreements); (ii) Edgewater Associates Limited (provision of financial advice), and (iii) MFX Limited (provision of foreign currency transaction services).

For the 6 months ended 30 June 2025 (unaudited)	Asset and Personal Finance £'000	Edgewater Associates £'000	MFX Limited £'000	Investing Activities £'000	Total £'000
Interest revenue calculated using the effective interest method	28,388	-	-	-	28,388
Interest expense	(10,687)	-	-	-	(10,687)
Net interest income	17,701	-	-	-	17,701
Components of Net Trading Income	(2,541)	1,035	649	-	(857)
Net trading income	15,160	1,035	649	-	16,844
Components of Operating Income	1,030	4	4	530	1,568
Operating Income	16,190	1,039	653	530	18,412
Depreciation	(381)	(9)	-	(73)	(463)
Amortisation and impairment of intangibles	(149)	(37)	(2)	(111)	(299)
All other expenses	(12,460)	(791)	(114)	(256)	(13,621)
Share of profit of equity accounted investees, net of tax	51	-	-	-	51
Profit before tax payable	3,251	202	537	90	4,080
Capital expenditure	287	1	-	-	287
Total assets	441,357	1,759	377	63,725	507,218
Total liabilities	420,332	322	39	45,322	466,015

For the 6 months ended 30 June 2024 (unaudited)	Asset and Personal Finance £'000	Edgewater Associates £'000	MFX Limited £'000	Investing Activities £'000	Total £'000
Interest revenue calculated using the effective interest method	28,009	-	-	-	28,009
Interest expense	(10,684)	-	-	-	(10,684)
Net interest income	17,325	-	-	-	17,325
Components of Net Trading Income	(3,405)	1,077	655	-	(1,673)
Net trading income	13,920	1,077	655	-	15,652
Components of Operating Income	1,927	-	1	18	1,946
Operating Income	15,847	1,077	656	18	17,598
Depreciation	(371)	(12)	(1)	(60)	(444)
Amortisation and impairment of intangibles	(89)	(39)	(2)	(87)	(217)
All other expenses	(12,435)	(732)	(148)	(138)	(13,453)
Share of profit of equity accounted investees, net of tax	37	-	-	-	37
Profit / (loss) before tax payable	2,989	294	505	(267)	3,521
Capital expenditure	959	-	-	-	959
Total assets	457,023	1,890	419	42,898	502,230
Total liabilities	437,350	297	7	27,881	465,535

Notes to the Condensed Consolidated Interim Financial Statements

continued

For the year ended 31 December 2024 (audited)	Asset and Personal Finance £'000	Edgewater Associates £'000	MFx Limited £'000	Investing Activities £'000	Total £'000
Interest revenue calculated using the effective interest method	55,930	-	-	-	55,930
Interest expense	(23,044)	-	-	(95)	(23,139)
Net interest income	32,886	-	-	(95)	32,791
Components of Net Trading Income	(6,341)	2,048	1,035	-	(3,258)
Net trading income	26,545	2,048	1,035	(95)	29,533
Components of Operating Income	4,818	11	5	35	4,869
Operating Income	31,363	2,059	1,040	(60)	34,402
Depreciation	(715)	(23)	(1)	(210)	(949)
Amortisation and impairment of intangibles	(256)	(78)	(4)	(2)	(340)
All other expenses	(20,586)	(1,570)	(1,020)	(124)	(23,300)
Share of profit of equity accounted investees, net of tax	119	-	-	-	119
Profit / (loss) before tax payable	9,925	388	15	(396)	9,932
Capital expenditure	401	1	-	1,199	1,601
Total assets	446,771	1,614	310	49,095	497,790
Total liabilities	428,540	377	9	31,551	460,477

8. Earnings per share

	For the 6 months ended 30 June 2025 (unaudited)	For the 6 months ended 30 June 2024 (unaudited)	For the year ended 31 Dec 2024 (audited)
Profit for the period / year attributable to owners of the Company	£3,727,000	£2,410,000	£8,101,700
Weighted average number of ordinary shares in issue (basic)	119,715,757	116,378,211	117,923,558
Basic earnings per share (pence)	3.11	2.07	6.87
Diluted earnings per share (pence)	2.43	1.59	5.39
Total comprehensive income for the period / year attributable to owners of the Company	£3,775,000	£2,410,000	£7,807,000
Weighted average number of ordinary shares in issue (basic)	119,715,757	116,378,211	117,923,558
Basic earnings per share (pence)	3.15	2.07	6.62
Diluted earnings per share (pence)	2.46	1.59	5.20

The basic earnings per share calculation is based upon the profit for the period / year after taxation and the weighted average of the number of shares in issue throughout the period / year.

As at	30 June 2025 (unaudited)	30 June 2024 (unaudited)	31 Dec 2024 (audited)
Reconciliation of weighted average number of ordinary shares in issue between basic and diluted			
Weighted average number of ordinary shares (basic)	119,715,757	116,378,211	117,923,558
Number of shares issued if all convertible loan notes were exchanged for equity	35,138,889	37,916,667	35,138,889
Dilutive element of RSUs if exercised	2,466,470	2,922,088	399,352
Weighted average number of ordinary shares (diluted)	160,098,894	157,216,966	153,461,799
Reconciliation of profit for the period / year between basic and diluted			
Profit for the period / year (basic)	£3,727,000	£2,410,000	£8,101,700
Interest expense saved if all convertible loan notes were exchanged for equity	£97,500	£97,500	£171,415
Profit for the period / year (diluted)	£3,824,500	£2,507,500	£8,273,115

Notes to the Condensed Consolidated Interim Financial Statements

continued

The diluted earnings per share calculation assumes that all convertible loan notes have been converted / exercised at the beginning of the period in which they are dilutive.

As at	30 June 2025 (unaudited)	30 June 2024 (unaudited)	31 Dec 2024 (audited)
Reconciliation of total comprehensive income for the period / year between basic and diluted			
Total comprehensive income for the period / year (basic)	£3,775,000	£2,410,000	£7,807,000
Interest expense saved if all convertible loan notes were exchanged for equity	£97,500	£97,500	£171,415
Total comprehensive income for the period / year (diluted)	£3,872,500	£2,507,500	£7,978,415

9. Debt securities

As at	30 June 2025 £'000 (unaudited)	30 June 2024 £'000 (unaudited)	31 Dec 2024 £'000 (audited)
Financial assets at fair value through other comprehensive income:			
UK Government treasury bills	58,115	77,257	79,140
	58,115	77,257	79,140

UK Government Treasury Bills are stated at fair value and unrealised changes in the fair value are reflected in other comprehensive income. There were realised gains of £1,398,000 (30 June 2024: £1,671,000 and 31 December 2024: £4,266,000) and unrealised gains of £53,000 (30 June 2024: £nil and 31 December 2024: £395,000 loss) for the period.

10. Loans and advances to customers

As at	Gross Amount £'000	Impairment Allowance £'000	30 June 2025 Carrying Value £'000 (unaudited)	30 June 2024 Carrying Value £'000 (unaudited)	31 Dec 2024 Carrying Value £'000 (audited)
HP balances	106,772	(4,732)	102,040	117,189	110,900
Finance lease balances	18,962	(2,763)	16,199	23,290	20,130
Unsecured personal loans	146,591	(12,112)	134,479	108,734	108,273
Vehicle stocking plans	1,663	-	1,663	1,537	1,714
Wholesale funding arrangements	14,312	-	14,312	11,812	23,851
Block discounting	40,654	-	40,654	37,823	40,845
Secured commercial loans	29,665	(556)	29,109	31,035	30,365
Secured personal loans	34,229	-	34,229	905	901
Government backed loans	20,692	(1,739)	18,953	30,869	24,595
Property secured	920	-	920	9,581	10,784
	414,460	(21,902)	392,558	372,775	372,358

11. Trade and other receivables

As at	30 June 2025 £'000 (unaudited)	30 June 2024 £'000 (unaudited)	31 Dec 2024 £'000 (audited)
Prepayments	675	613	663
Other debtors	9,340	11,010	6,649
	10,015	11,623	7,312

Notes to the Condensed Consolidated Interim Financial Statements

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12. Goodwill

As at	30 June 2025 £'000 (unaudited)	30 June 2024 £'000 (unaudited)	31 Dec 2024 £'000 (audited)
PAL	4,456	4,456	4,456
EAL	1,649	1,649	1,649
BLX	1,908	1,908	1,908
BBSL	1,390	1,390	1,390
CAM Wealth	568	-	-
NRFL	678	678	678
Manx Collections Limited ("MCL")	454	454	454
Three Spires Insurance Services Limited ("Three Spires")	41	41	41
	11,144	10,576	10,576

13. Creditors and accrued charges

As at	30 June 2025 £'000 (unaudited)	30 June 2024 £'000 (unaudited)	31 Dec 2024 £'000 (audited)
Commission creditors	436	171	333
Other creditors and accruals	10,795	11,809	7,032
Lease liability	1,622	1,022	1,792
Taxation creditors	555	1,355	522
	13,408	14,357	9,679

14. Loan notes

As at	Notes	30 June 2025 £'000 (unaudited)	30 June 2024 £'000 (unaudited)	31 Dec 2024 £'000 (audited)
Related parties				
J Mellon	JM	1,750	1,750	1,750
Burnbrae Limited	BL	3,200	3,200	3,200
Culminant Reinsurance Ltd	CR	1,000	1,000	1,000
John Spellman	JS	400	400	400
Ian Morley	IM	250	250	250
Alan Clarke	AC	150	100	100
		6,750	6,700	6,700
Unrelated parties	UP	38,545	34,707	38,592
		45,295	41,407	45,292

JM – Two loans, one of £1,250,000 maturing on 26 February 2030, with interest payable of 7.5% per annum, convertible to ordinary shares of the Company at a rate of 9.0 pence, one of £500,000 maturing on 31 July 2027, paying interest of 7.5% per annum and convertible to ordinary shares of the Company at a rate of 8.0 pence.

BL – Three loans, one of £1,200,000 maturing on 31 July 2027, paying interest of 7.5% per annum, convertible to ordinary shares of the Company at a rate of 8.0 pence, one of £1,000,000 maturing 25 February 2030, paying interest of 7.5% per annum, and one of £1,000,000 maturing 28 September 2025 paying interest of 6% per annum. Jim Mellon is the beneficial owner of BL and Denham Eke is also a director.

CR – One loan consisting of £1,000,000 maturing on 12 October 2025, paying interest of 6.0% per annum. Greg Bailey, a Director, is the beneficial owner of CR.

Notes to the Condensed Consolidated Interim Financial Statements

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JS – One loan consisting of £400,000 maturing on 3 May 2029, paying interest of 8.5% per annum. John Spellman is a Director of the Group.

IM – One loan consisting of £250,000 maturing on 3 June 2026, paying interest of 8.0% per annum. Ian Morley is a Director of the Conister Bank Limited, a subsidiary of the Group.

AC – Two loans, one of £50,000 and one of £100,000, both maturing on 6 May 2026, paying interest of 7.80% per annum. Alan Clarke was a Director of the Group during the period.

UP – Fifty-six loans (2024: Forty-six), the earliest maturity date is 18 July 2025, and the latest maturity is 30 April 2030. The average interest payable is 6.79% (2023: 6.36%). The cause for the increase is due to the rising interest environment increasing the cost of loan notes seen particularly in the first six months. With respect to the convertible loans, the interest rate applied was deemed by the Directors to be equivalent to the market rate at the time with no conversion option.

15. Called up share capital

Ordinary Shares of no-par value available for issue	Number	
At 30 June 2025, 30 June 2024, 31 December 2024*	200,200,000	
Issued and fully paid ordinary Shares of no par value	Number	£'000
Balance at 30 June 2025	119,715,757	19,626
Balance at 30 June 2024	117,555,757	19,626
Balance at 31 December 2024	119,715,757	19,626

* Authorised share capital of the Group was identified as being 233,388,000 shares in the annual financial statements for the year ended 31 December 2024. This disclosure has therefore been restated in these interim financial statements to correct the authorised share capital stated as that date. This adjustment relates exclusively to this disclosure and does not impact any financial statement captions or other disclosures.

Convertible loans

There are three convertible loans totalling £2,950,000 (30 June and 31 December 2024: three convertible loans totalling £2,950,000).

Restricted Stock Units

i. Issued during the financial year ended 31 December 2022 and 2023

On 5 July 2022, 27 October 2022, 29 November 2023, 16 December 2024 and 25 June 2025, MFG granted Restricted Stock Units ("RSUs") under its 2022 RSU Plan. The Group issued, in total, RSUs over 5,087,500 ordinary shares representing 4.25% of the issued share capital of the Group, including 2,400,000 to certain Directors and 2,687,500 to certain employees. The RSUs have a 2-year or 3-year term and are subject to certain vesting conditions based upon an overall growth in profitability. Any RSUs granted will fall away should the recipient leave employment before the 2-year or 3-year term expires. Should the individual vesting conditions be satisfied at the end of the term, the stock can be exercised at nil cost.

The Group directors who received RSUs are as follows:

- Douglas Grant, Group Chief Executive Officer, was issued 1,925,000 RSUs. On 14 November 2024, he transferred 1,631,138 Ordinary Shares of no par value in the Company held in his own name to the Doonhamer Personal Pension Scheme at 15.0p per share. The Doonhamer Personal Pension Scheme is a Self-Invested Personal Pension of which Douglas Grant is the sole member and beneficiary. Following this transfer, the total number of Ordinary Shares held by Mr Grant remains at 2,347,904, representing 1.96% of the issued ordinary share capital of the Company; and
- James Smeed, Group Finance Director, was issued 475,000 RSUs.

On 16 July 2024, Douglas Grant and James Smeed exercised their RSUs and were issued with 925,000 and 175,000 New Ordinary Shares of no par value respectively at nil cost.

Notes to the Condensed Consolidated Interim Financial Statements

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The terms and conditions of the grants are as follows: and will be settled by the physical delivery of shares.

Grant date / employees entitled	Number of Units	Vesting period
RSUs grant to key employees at 5 July 2022	1,020,000	2 years
RSUs grant to Directors at 5 July 2022	1,100,000	2 years
RSUs grant to key employees at 27 October 2022	165,000	2 years
RSUs grant to Directors at 27 October 2022	150,000	2 years
RSUs grant to key employees at 29 November 2023	1,102,500	2 years
RSUs grant to Directors at 29 November 2023	1,150,000	2 years
RSUs grant to key employees at 16 December 2024	200,000	3 years
RSUs grant to key employees at 25 June 2025	200,000	3 years
Total RSUs	5,087,500	
Lapsed	(425,000)	
Exercised	(2,160,000)	
Remaining	2,502,500	

The fair value of employee services received in return for RSUs granted is based on the fair value of them measured using the Black-Scholes formula. Service related and non-market performance conditions were not taken into account in measuring fair value. The inputs used in measuring the fair values at the grant of the equity-settled restricted stock unit payment plans were as follows.

Fair value of restricted stock units and assumptions	Grant at 16 December 2024	Grant at 29 November 2023	Grant at 27 October 2022	Grant at 5 July 2022
Share price at grant date	14.75 pence	17.5 pence	14.0 pence	8.5 pence
Exercise price	nil	nil	nil	nil
Expected volatility *^	638.12%	638.12%	107.71%	55.14%
Expected life (weighted average)	2 years	2 years	2 years	2 years
Risk-free interest rate (based on government bonds)*^	4.43%	4.43%	3.15%	1.65%
Fair value at grant date	14.75 pence	17.5 pence	14.0 pence	8.5 pence

^ Based on past 3 years

* Annual rates

The expected volatility is based on both historical average share price volatility and implied volatility derived from traded options over the Group's ordinary shares of maturity similar to those of the employees.

The fair value of the liability is remeasured at each reporting date and at settlement date.

The charge for the period for the RSUs granted was £42,000 (30 June 2024: £153,000 and 31 December 2024: £163,000) which is included in personnel expenses.

16. Acquisition of subsidiary

On 22 January 2025, the Group announced the acquisition of the UK FCA licenced Wealth Management business, CAM Wealth Group Holdings and its subsidiary CAM Wealth Group Limited, (together "Cam Wealth" trading as CAM Wealth). This acquisition links to the Group's growth strategy of accretive acquisition to continue developing a robust and diversified financial services group to support the ongoing objective of continuously enhancing shareholder value.

In the five months to 30 June 2025, CAM Wealth contributed revenue of £12,838 and loss of £102,767 to the Group's results. If the acquisition had happened on 01 January 2025, management estimates that the impact on the consolidated income would have been £15,402 and the impact on the consolidated profit for the period would have been a loss of £123,318.

Notes to the Condensed Consolidated Interim Financial Statements

continued

A. Consideration transferred

	£'000
Cash	135
Contingent consideration (Note 17)	568
	703

B. Identifiable assets acquired, and liabilities assumed

	£'000
Intangible asset acquired	100
Cash and cash equivalents	6
Trade and other receivables	35
Creditors and accrued charges	(6)
Total identifiable net assets acquired	135

The trade and other receivables comprise gross contractual amounts due of £35,000, of which £nil was expected to be uncollectable at the date of acquisition.

Fair values measured on a provisional basis

The following fair values have been determined on a provisional basis pending completion of the valuation of the assumptions used:

- The fair value of the intangible asset acquired (FCA licence)
- The fair values of the contingent consideration (Note 17)

C. Goodwill

The goodwill arising from the acquisition has been recognised as follows:

	£'000
Total consideration transferred	703
Fair value of identifiable net assets	(135)
Goodwill	568

17. Contingent consideration

On 21 January 2025, CAM Wealth was acquired for a total cash consideration of £135,000. In the third year, the Group has agreed to pay 5 times the relevant profits for the UK IFA business for the year ended 21 January 2028 should certain performance conditions be met.

Based on the forecasts when the Company was acquired, the Group estimates an additional contingent consideration of £640,000 payable in the final year. The Group has included £568,000 as contingent consideration related to the additional consideration, which represents its fair value at the date of acquisition determined through a discounted cash flow valuation technique.

	30 June 2024 £'000 (unaudited)	30 June 2024 £'000 (unaudited)	31 Dec 2024 £'000 (audited)
As at			
CAM Wealth	568	-	-
	568	-	-

18. Acquisition of Non-Controlling Interest ("NCI")

On 28 March 2025, the Group acquired an additional 5% interest in Ninkasi Rentals & Finance Limited ("NRFL"), increasing its ownership from 90% to 95%. The carrying amount of NRFL's net assets in the Group's consolidated financial statements on the date of acquisition was £580,049.

Notes to the Condensed Consolidated Interim Financial Statements

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The following table summarises the effect of changes in the Company's ownership interest in NRFL.

	£'000
Carrying amount of NCI acquired (£580,409 *5%)	27
Consideration paid to NCI in cash	(204)
A decrease in equity attributable to owners of the Company	(177)

The decrease in equity attributable to owners of the Company includes a decrease in retained earnings of £177,255.

19. Regulators

Certain Group subsidiaries are regulated by the Isle of Man Financial Services Authority ("FSA") and the United Kingdom Financial Conduct Authority ("FCA") as detailed below.

The Bank and EAL are regulated by the FSA under a Class 1(1) – Deposit Taking licence, and a Class 2 – Investment Business licence respectively. The Bank is also regulated by the UK's Prudential Regulatory Authority ("PRA") and the UK's FCA.

20. Contingent liabilities

The Bank is required to be a member of the Isle of Man Government Depositors' Compensation Scheme which was introduced by the Isle of Man Government under the Banking Business (Compensation of Depositors) Regulations 1991. This creates a liability on the Bank to participate in the compensation of depositors should it be activated.

The possibility of an outflow of resources embodying economic benefits for all other contingent liabilities of the Group are considered remote and thus do not require separate disclosure.

21. Provisions for Discretionary Commission Arrangements

Following the Financial Conduct Authority's (FCA) Motor Market review in 2019 which resulted in a change in rules in January 2021, the Group received a small number of complaints in respect of motor finance. On 1 August 2025, the UK Supreme Court ruled reversing various aspects the decision made by the Court of Appeal on the same matter. The Supreme Court ruling has therefore reduced the scope for the claims but there will still be some compensation to be awarded. The FCA will be consulting on an industry wide compensation scheme with a launch date expected to be in 2026. The Group believes that its historical practices were compliant with the law and regulations in place at the time and is willing to cooperate with FCA through its industry review. However, the Group recognises that there will be costs to be incurred or compensation awarded to car buyers affected and has therefore continued to carry a provision of £202,920 as best estimate of the expenditure required as at 30 June 2025. In establishing the provision estimate, the Group made various considerations to address uncertainties around a number of key assumptions. The assumptions include commission models, potential levels of complaints, validity of the complaints and uphold rate of similar cases by the Financial Ombudsman Service. The ultimate financial impact could be materially different as a result of uncertainty surrounding the assumptions and will therefore be monitored and updated as new information becomes available.

22. Subsequent events

On 1 July 2025, Burnbrae Limited issued a loan note to MFG of £1,000,000 paying interest at a rate of 7.50% per annum. The loan note maturity date is 1 July 2026. There were no other significant subsequent events identified after 30 June 2025.

23. Approval of interim financial statements

The interim financial statements were approved by the Board on 19 September 2025. The interim report will be available from that date at the Group's website – www.mfg.im and at the Registered Office: Clarendon House, Victoria Street, Douglas, Isle of Man, IM1 2LN. The Group's nominated adviser and broker is Beaumont Cornish Limited, 5-10 Bolton Street, London, W1J 8BA. The interim and annual financial statements along with other supplementary information of interest to shareholders, are included on the Group's website. The website includes investor relations information, including corporate governance observance and contact details.

Appendix – Glossary of terms

AC	
BBSL	Blue Star Business Solutions Limited
BL	Burnbrae Limited
Bank	Conister Bank Limited
CFL	Conister Finance & Leasing Ltd
Company	Manx Financial Group PLC
CR	Culminant Reinsurance
EAL	Edgewater Associates Limited
FCA	UK Financial Conduct Authority
FVTPL	Fair value through profit or loss
FSA	Isle of Man Financial Services Authority
Group	Comprise the Company and its subsidiaries
HP	Hire Purchase
IM	Ian Morley
IFA	Independent Financial Advisors
Interim financial statements	Condensed consolidated interim financial statements
JM	Jim Mellon
JS	John Spellman
LSC	Lesley Stephen & Co Limited
LSE	London Stock Exchange
MCL	Manx Collections Limited
MFG	Manx Financial Group PLC
MFX	MFX Limited
MFX.L	Manx Financial Group PLC ticker symbol on the LSE
MVL	Manx Ventures Limited
NCI	Non-Controlling Interest
NRFL	Ninkasi Rentals & Finance Limited
PRA	Prudential Regulation Authority
RFG	Rivers Finance Group Plc
Subsidiaries	MFG's subsidiaries being EAL, MFX, BBSL, NRFL, Bank, CFL, MVL, Three Spires
Three Spires	Three Spires Insurance Services Limited
UK	United Kingdom
UP	Unrelated parties

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