

IUTECREDIT FINANCE S.A R.L.

Unaudited half year report 2020

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2. General information and contacts

Address:	14, rue Edward Steichen L-2540 Luxembourg Grand Duchy of Luxembourg
Registry code:	B234678
Main activity:	Holding company
Reporting period:	01 January 2020 – 30 June 2020

3. Management report for unaudited half year report 2020

Executive overview

luteCredit Finance S.à r.l. (hereinafter “the Company”) started its business activity in May 2019. The Company`s main business activity is acting as a financing intermediary for parent company - luteCredit Europe AS.

luteCredit Europe AS is a holding company which issues consumer credits and offers personal finance services via its 100% owned operating subsidiaries in local markets where the subsidiaries are operating. As of 30 June 2020, luteCredit Europe AS had in addition to the Company, seven operating subsidiaries:

1. ICS OMF luteCredit SRL (ICM) in Moldova,
2. luteCredit Albania SHA (ICA) in Albania,
3. lutePay Albania SH.P.K (lutePay Albania) in Albania,
4. luteCredit Macedonia DOOEL-Skopje (ICMK) in North Macedonia,
5. lutePay Bulgaria EOOD (lutePay Bulgaria) in Bulgaria,
6. luteCredit Bulgaria EOOD (ICBG) in Bulgaria,
7. MKD luteCredit BH d.o.o. Sarajevo (ICBH) in Bosnia and Herzegovina.

Financial review

Statement of comprehensive income

The Company recorded an operating profit of EUR 111 thousand for the reporting period ending 30 June 2020. Operating revenues amounted to EUR 2.751 thousand which consisted of interest income from granted loan to parent entity in 2019.

The loan granted to parent entity was financed by issuance of bonds by the Company and the Company had financial expenses in financial year in the amount of total EUR 2.666 thousand.

Operating expenses amounted to EUR 2 thousand which were related to operating activities.

Statement of financial position

Total assets at 30 June 2020 amounted to EUR 38.107 thousand and liabilities amounted to EUR 38.183 thousand. The assets consist mostly from interest and loan receivable constituting 99,9% of total assets. The liabilities mostly consist of accrued interest payables and bond liabilities constituting 99,9% of total liabilities.

As at 30 June 2020 the liquidity ratio of the Company was 1.06.

The equity of the Company is negative in the amount of EUR 76 thousand as at 30 June 2020.

Future development

For the year-ended 31 December 2020, the Company will focus to be the financing intermediary for its parent company, luteCredit Europe AS. No additional financing activities (borrowing, issuance of bonds) are planned for the year ended 31 December 2020. The Company will also include the issued bonds into Frankfurt Stock Exchange Regulated Market.

Research & Development

No research and development costs occurred in the financial period ended 30 June 2020.

Acquisition of own shares

No acquisition of own shares has occurred in financial period ended 30 June 2020.

Free shares

As at 30 June 2020, the Company has not granted any free shares to members of the Management of the Company.

Existence of branches of the company

The Company does not have any branches.

Risk management

The Company does not have written risk management process in place. The Company focuses in its operations on minimizing the potential adverse effects of the financial risks on the performance of the Company. The main focus is on management of risks arising from overall market conditions, in interest rates development on financial market and their possible impact to Company`s liquidity and capital.

Subsequent events

The management of the Company has assessed the potential impact of coronavirus (COVID-19) outbreak to the Company`s business operations. The coronavirus outbreak is considered to be non-adjusting subsequent event. The Company`s management assesses the impact of COVID-19 development on the Company`s business operations on ongoing basis. No such circumstances have occurred which would subsequently have negative impact on Company`s assets value and to liquidity of the Company.

The management has also assessed the potential impact of COVID-19 outbreak to parent company`s business operations as the Company`s ability to continue as going concern is strictly dependent on parent company`s performance. Based on information exchanged, no such circumstances have occurred which have had subsequently material negative impact on parent company`s business operations.

Luxembourg, 20 October 2020


Kristel Kurvits
Manager

Luxembourg, 20 October 2020


Ann Leonie Lauwers
Manager

