



NEO FINANCE AB

Interim financial information for H1 2022

Vilnius | 2022-07-29



NEO
Finance



NEO Finance AB

Confirmation of the responsible persons at the Company

29 July 2022, Vilnius

Vilnius

We hereby confirm that, to the best of our knowledge, the financial statements for H1 2022, prepared in accordance with applicable accounting standards, give a true and fair view of the Company's assets, liabilities, financial position, and profit or loss, and that the H1 2022 Report presents a fair view of the development and operations of the business as well as the situation of the Company, including a description of the principal risks and uncertainties that it faces.

Head of Administration, NEO Finance AB

Evaldas Remeikis

Head of Finance, NEO Finance AB

Aivaras Bielskis

-1.03956

+63.18



-4.39801



Paulius Tarbūnas

Head of Administration

The first half of 2022 was characterized by the growth of business volumes. Loans issued through P2P lending platform Paskolų Klubas reached EUR 17.6 million, 37% more than in the first half of 2021. This was most influenced by the extremely successful second quarter of 2022, when loans issued rose 49% compared with the first quarter of 2022. In April, we crossed an important threshold - during the entire lifetime of the platform, loans worth EUR 100 million were granted through the platform. In May, we reached an all-time record – EUR 3.92 million worth of loans were granted per month.

Users of the P2P platform continued to grow. At the end of the first half of the year, 104 229 borrowers (17% more than at the end of the first half of 2021) and 32 264 investors (7% more) were registered on the platform.

German fixed income asset company nordIX has invested EUR 6.7 million in the loan portfolio of NEO Finance AB by the end of June, 2022.

Neopay maintains its position as the payment initiation market leader. In the first half of 2022, 9.536 thousand payments were initiated through Neopay - 31% more than in the same period of 2021. In June, Neopay reached a record of 112 thousand transactions in a single day, and the second quarter of 2022 was the best in Neopay's history – 4.889 thousand payments were initiated through Neopay.

Crowdfunding platform Finomark, which started operations in February 2021, granted loans worth of 916 thousand in the first half of the 2022.

The income of NEO Finance AB's was EUR 1.55 million in the first half of the year, and compared to the first half of the previous year, decreased by 2%. The loss before taxation was EUR -12 286, compared to the profit of EUR 189 095 in the same period last year.

It should be noted that the intermediation fees received by Paskolų Klubas are spread over the lifetime of the loan, and are collected when borrower makes monthly payments. Future intermediation fees receivable amounted to EUR 7.36 million by the end of second quarter 2022 and increased by EUR 1 million during the year.

Company structure

NEO Finance AB is currently conducting its activities under three different brands: Paskolų Klubas, Neopay and FinoMark.

In 2016, the company was the first to be included on the Bank of Lithuania's list of P2P lending platforms. NEO Finance AB's Paskolų Klubas brand provides P2P lending services in Lithuania. Citizens of the European Union, the Free Trade Association and the European Economic Area, for whom services are provided under the NEO Finance brand, may also invest in loans.

In 2017, the company obtained an electronic money institution license, which allows it to provide services throughout the European Union. Payment initiation and account information services were launched under the Neopay brand.

In 2020, NEO Finance AB acquired the FinoMark crowdfunding platform, which began operations in February 2021 when the Bank of Lithuania included it on its list of crowdfunding platform operators.

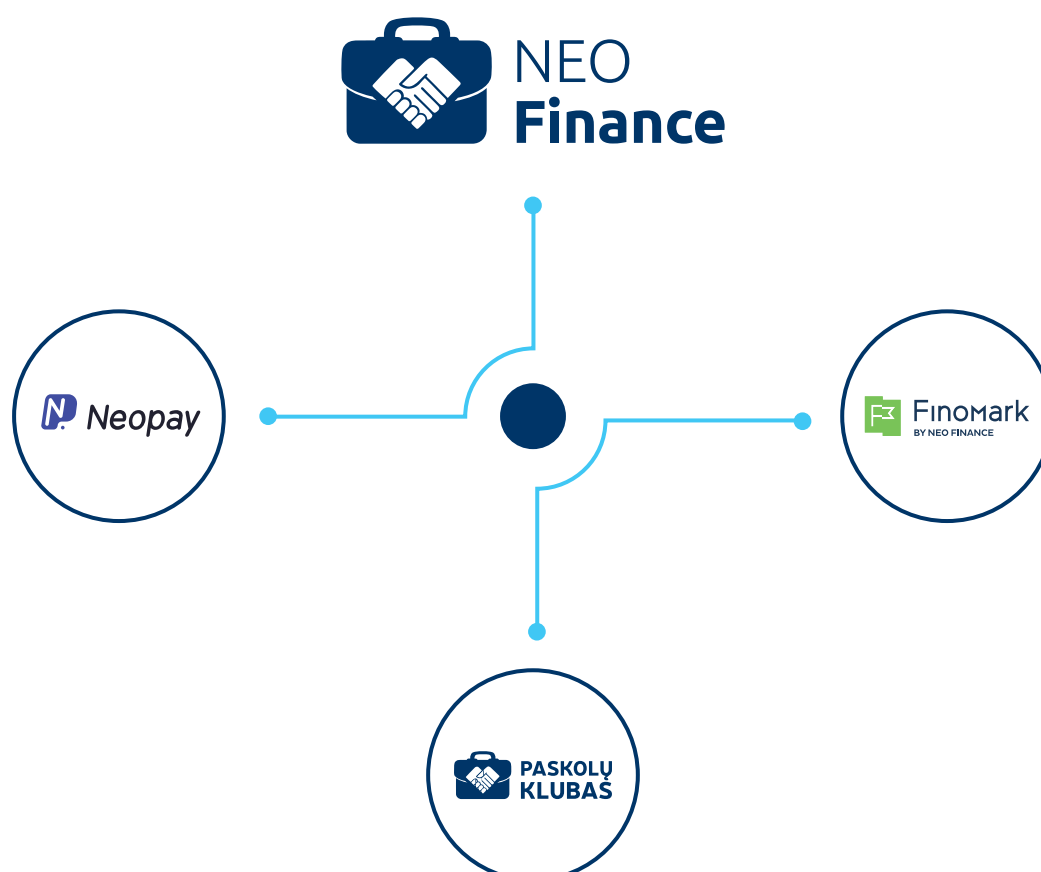
In 2019, the Dutch subsidiary NEO Finance B.V. was established, as a basis to attract investors from the Benelux countries for loans issued on NEO Finance's inter-lending platform.

NEO Finance AB owns 93.62% of the shares of FinoMark UAB.

The company has no branches and/or representative offices.



FIELDS OF ACTIVITY





P2P lending platform

Services:

**Investing for natural people.
and legal entities:**

- High return for investors 8-16%.
- No hidden commissions fees.
- Fast, convenient and online service.

Consumer loans for natural people:

- Loan's interest from 5%.
- No upfront fees.
- Fast, convenient and online service.



Open banking

Services:

Payment initiation service.

Account information service.

Other payment services:

- Fast contract signing process and easy integration.
- Collection of payments from the banks.
- Application for customers business needs.
- Instant payments.
- Good price guarantee.



Crowdfunding platform

Services:

Investing for natural people.

And legal entities:

- Investments of more than 500 EUR per loan are possible.
- Average interest 9%.
- Personal consulting.

Loans for legal entities:

- SME loans up to 500 K EUR.
- Loans for more 12 months operating companies.
- Evaluation of applications within 24 hours.

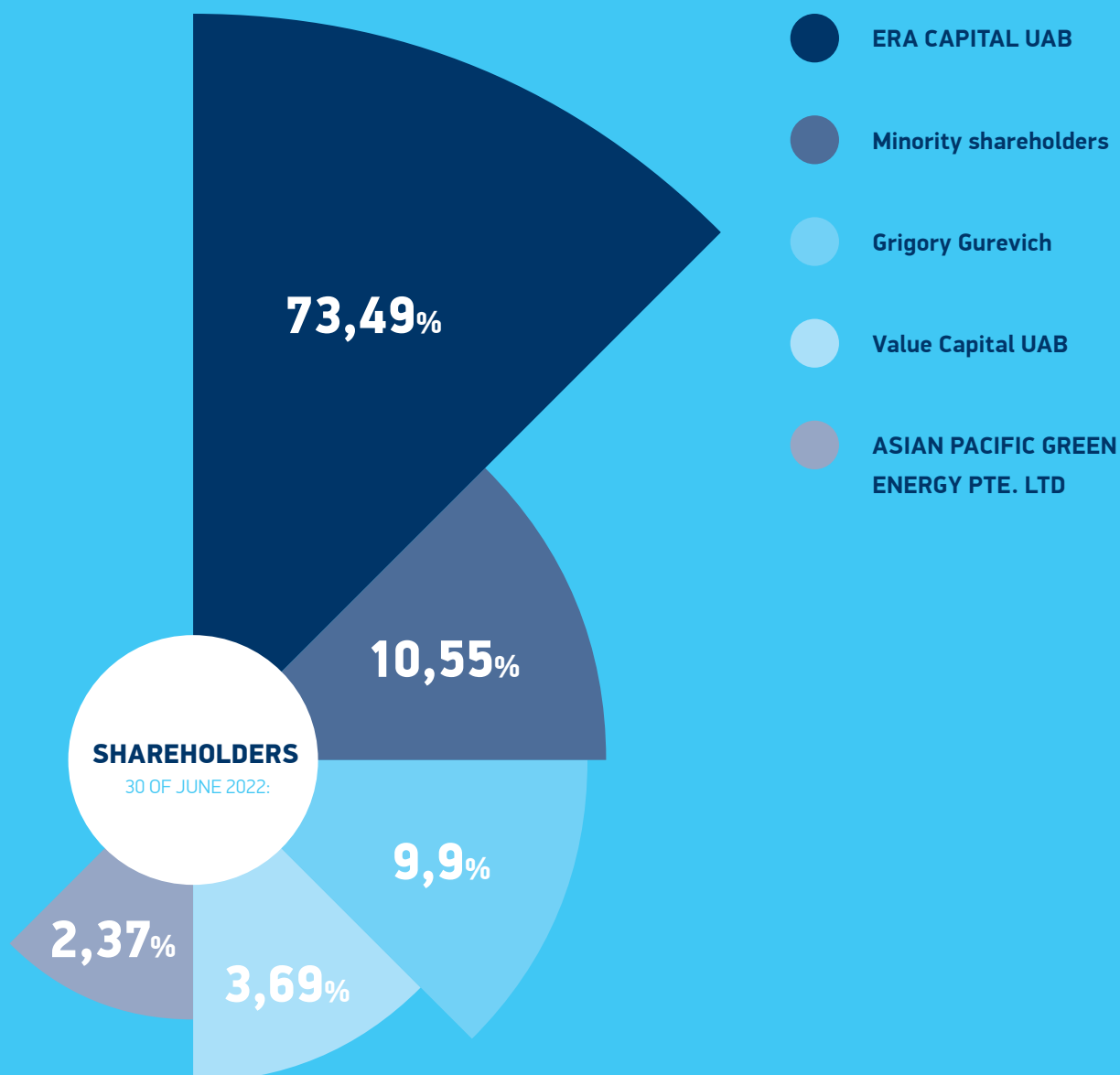
The Company's share capital and shareholders

THE COMPANY HAS SHARE CAPITAL OF

EUR **1 848 934**



which consists of 4 202 122 ordinary shares with a nominal value of EUR 0.44 per share.





Key developments



H1 2022 DEVELOPMENTS AT NEO FINANCE AB:

- In March, the company's share capital was increased to EUR 1 848 933.68, divided in to 4 202 122 shares carrying 4 202 122 votes. The nominal value of each share is EUR 0.44.
- In March, the company updated its contingency and business continuity plan.
- In March, to support Ukraine's war effort, the company along with other businesses owned by ERA Capital UAB donated EUR 25 000 to the Blue/Yellow and to Lithuanian Caritas.
- In March, the company published its 2021 audited annual report.
- The sales report for the first quarter of 2022 was published in April.
- In May, the company's conflict of interest policy was updated.
- In May, Darius Samuolis joined the board of NEO Finance AB.
- In May, the investment review company "Enlight Research" presented the second report of NEO Finance AB, which provided insights into the company's activities, results, and future prospects.
- In May, Indrė Krasovskė, who previously held the position of head of the sales department, was appointed as the Head of the Paskolų Klubas platform.
- In May, NEO Finance AB's investment limit for loans was changed. It was decided to increase the investment limit of NEO Finance AB to 80% of the initial consumer loan amount.
- In June, Vytautas Oleškevičius joined NEO Finance AB as head of the Open Banking Department, developing the Neopay brand.



POST BALANCE SHEET EVENTS

- Paulius Tarbūnas left his position as Head of Administration on 27 July. By the decision of the Board, Evaldas Remeikis, currently acting as Chairman of the Board of Directors of the Company, has been appointed to the position of Head of Administration as of 27 July 2022.

Events

January

Seminar with Legal Balance. Representatives of the company answered all the questions that Paskolų Klubas's investors had about debt collection.

February

"The secondary market and its advantages". The seminar led by Vytas Kereišis of Paskolų Klubas about how the secondary market works as well as the opportunities and threats it involves.

March

"Financial health based on smart decisions". The lecture for students at Vilnius Gediminas Technical University led by NEO Finance AB Chairman of the Board Evaldas Remeikis.



Events

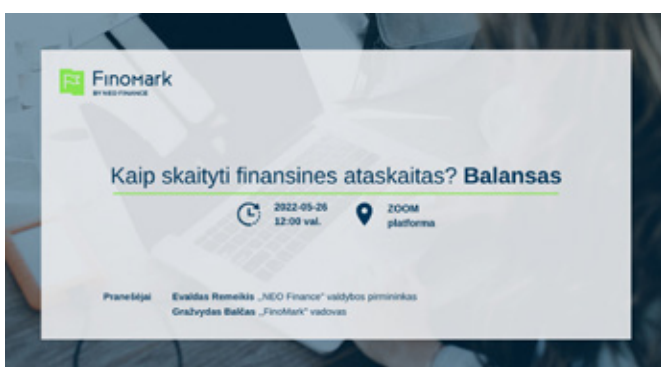
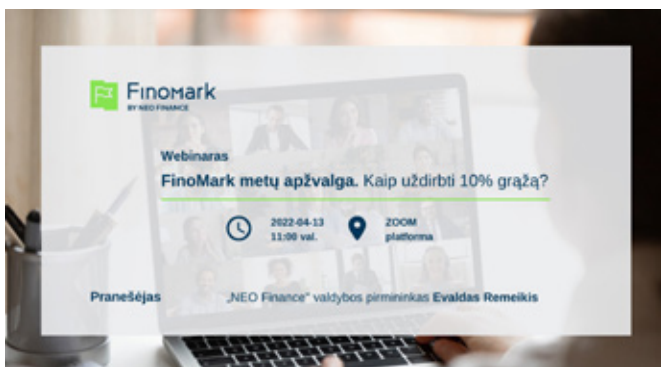
April

Seminar for NEO Finance VIP Club members: "Investment overview in the context of current events" with Evaldus Remeikis. The chairman of the board reviewed the situation in the face of war and inflation, talked about what should be done with investments in a crisis period and discussed the most pressing issues for investors on the Paskolų Klubas and FinoMark platforms.

Seminar "FinoMark year review. How to earn 10% return?". The Chairman of the Board of NEO Finance AB E. Remeikis discussed how FinoMark did in the first year of operation, what security measures are applied to projects on the loan market and how to earn more by investing on the FinoMark platform.

May

FinoMark seminar "How to read financial statements? Balance". E. Remeikis, chairman of the board of NEO Finance AB, and Gražvydas Balčas, manager of the FinoMark platform, introduced the seminar participants to the balance sheet theory and reviewed the financial data of the projects on the platform's loan market.



Main H1 2022 financial indicators



ACCORDING TO UNAUDITED DATA, IN H1 2022 THE COMPANY'S REVENUE DECREASED BY 2% TO

EUR 1 544 972 compared with the same period of 2021.

- Loans granted in H1 2022 totalled EUR 17.6 M, or 37% more than the EUR 12.8 M financed in H1 2021.
- Loss before taxes for H1 2022 was EUR 12 286. In H1 2021, pre-tax profit was EUR 189 095.

	H1 2022	H1 2021	Δ, %
Loans issued, EUR	17 609 214	12 830 862	37%
Revenue, EUR	1 544 972	1 583 262	-2%
Income from P2P lending, EUR	1 002 158	1 045 309	-4%
Income from e-money issuance and management, EUR	479 721	408 838	17%
Income from investment activity, EUR	63 093	129 116	-51%
Cost of sales, EUR	(774 166)	(716 448)	8%
Gross profit, EUR	770 806	866 774	-11%
General and administrative expenses, EUR	(781 482)	(671 860)	16%
EBITDA, EUR	125 021	312 317	-60%
Pre-tax profit, EUR	(12 286)	189 095	
EBITDA Margin, %	8%	20%	
Return on equity (ROE), %	-1%	11%	

Main Q2 2022 financial indicators



ACCORDING TO UNAUDITED DATA, IN Q2 2022 THE COMPANY'S INCOME REACHED

EUR 751 924 and compared to Q1 2022
decreased by 5%.

- Loans granted in Q2 2022 totalled EUR 10 533 878, 49% more than the EUR 7 075 335 financed in Q1 2022.
- Cost of sales increased by 2%, from EUR 383 183 up to EUR 390 983.
- Operating costs decreased by 32%, from EUR 337 353 up to EUR 444 129.
- Loss before taxes for Q2 2022 was EUR 19 396. In Q1 2022, pre-tax profit was EUR 7 110.

	Q2 2022	Q1 2022	Δ, %	Q2 2021	Δ, %
Loans issued, EUR	10 533 878	7 075 335	49%	7 101 612	48%
Revenue, EUR	751 924	793 048	-5%	848 387	-11%
Income from P2P lending, EUR	486 617	515 542	-6%	559 221	-13%
Income from e-money issuance and management, EUR	241 269	238 452	1%	211 278	14%
Income from investment activity, EUR	24 039	39 054	-38%	77 888	-69%
Cost of sales, EUR	(390 983)	(383 183)	2%	(396 861)	-1%
Gross profit, EUR	360 941	409 865	-12%	451 525	-20%
General and administrative expenses , EUR	(444 129)	(337 353)	32%	(402 710)	10%
EBITDA, EUR	52 509	72 512	-28%	166 219	-68%
Pre-tax profit, EUR	(19 396)	7 110		97 036	
EBITDA Margin, %	7%	9%		20%	
Return on equity (ROE), %	-1%	0%		6%	

Management accounts

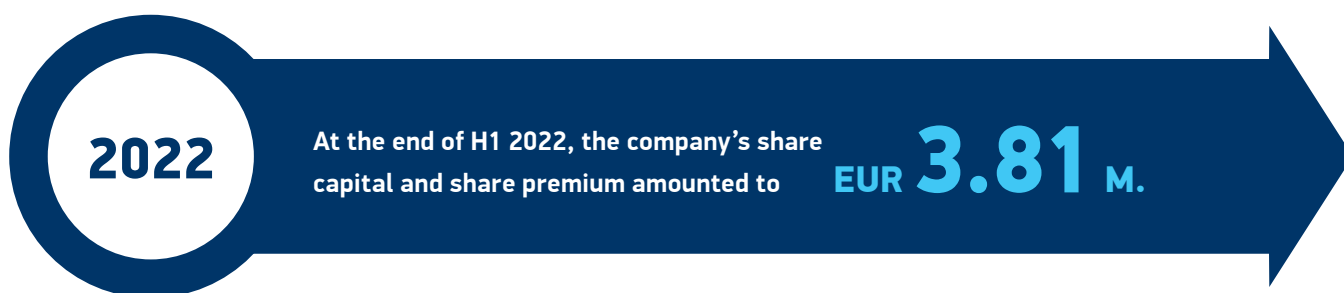
Revenue accumulation. The majority of revenue from P2P lending activities is distributed over the loan period. These revenues are received only when the borrower actually makes instalments. For management purposes, future intermediary fees are recognized in the year they are generated.

	H1 2022	H1 2021	Δ, %
Loans granted, EUR	17 609 214	12 830 862	37%
Intermediary fee income*, EUR	2 437 959	1 338 729	82%
Intermediary fee / Loans granted, %	13,84%	10,43%	
Other income, EUR	792 766	1 124 345	-29%
Cost of sales, EUR	(774 166)	(716 488)	8%
General and administrative expenses (depreciation excluded), EUR	(781 482)	(671 860)	16%
EBITDA, EUR	1 810 774	1 074 726	68%

At the end of the first half of 2022, the brokerage fee receivable in future periods amounted to

EUR 7.36 M.

Capital



- During H1 2022, the company's share capital and share premium increased by EUR 368 K.
- Shareholders' equity at the end of 2022 H1 amounted to **EUR 2.4 M.**

As an electronic money institution, NEO Finance AB has a requirement of minimum private capital of EUR 350 K. If the capital decreases below that level, shareholders must act to bring it back to EUR 350 K. Under these rules, the capital adequacy of an electronic money institution is calculated by subtracting the intangible assets and deferred tax asset from the equity. At the end of 2022 H1, equity in company's balance sheet was equal to EUR 2.4 M. According to the requirements approved by the Bank of Lithuania, the supervisory capital was equal to EUR 739 K which is more than the minimum requirement.



A person is lying on a bed, reading a book. A laptop is open on the bed next to them. In the background, there is a potted plant and a floor lamp. The scene is set in a room with a textured wall and a wooden floor.

P2P lending platform Paskolų Klubas

P2P lending platform Paskolų Klubas



Paskolų Klubas, which is operated by NEO Finance AB, is the largest P2P lending platform in Lithuania. The platform unites customers who want to borrow with those who can lend and want to invest in consumer credit and thus earn a return on investment.



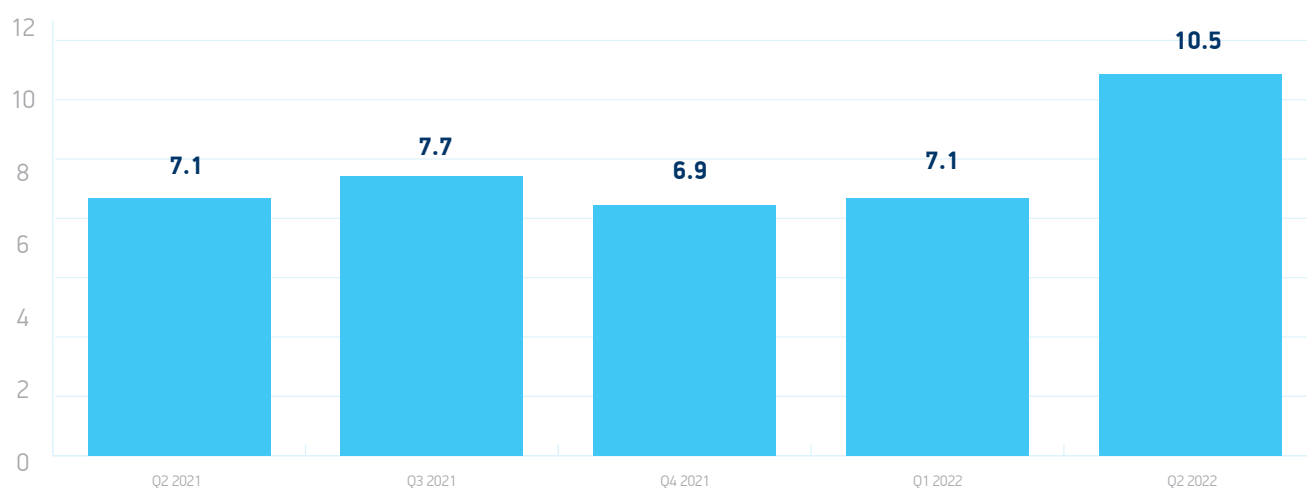
H1 2022 DEVELOPMENTS AT P2P LENDING PLATFORM PASKOLŲ KLUBAS:

- In January, terms for loan issuance were increased to EUR 30 000 for ratings of A+ and A and EUR 25 000 for a rating of B.
- In January, the platform launched a periodic investment page which lets investors check preliminary returns and learn about the benefits of periodic investment.
- In February, collaboration began with the long-term leasing platform Bekredito.lt.
- In February, a more convenient borrowing option was added in investor accounts, allowing investors to apply for a loan without having to additionally register or create a new profile.
- In March, new rules for administering personal accounts took effect. Under the new scheme, a monthly administration fee will be charged for inactive accounts.
- As of March, the Provision fund service is no longer available for new investments.
- In April, the amount of loans granted during the entire life of the platform exceeded EUR 100 million.
- In April, changes to the calculation of the rating model (GINI index) were implemented. The rating model was supplemented with new parameters that increased the possibilities of distinguishing high and low risk credits. Thanks to this, the average quality of all submitted applications improves.
- In May, a record number of loans were issued through the platform - EUR 3.92 million.
- In June, a record amount of EUR 153 994 brokerage fee was collected through the platform.

In H1 2022, EUR 17.6 M of loans were issued through Paskolų Klubas P2P lending platform, which is 37,2% more than in H1 2021.

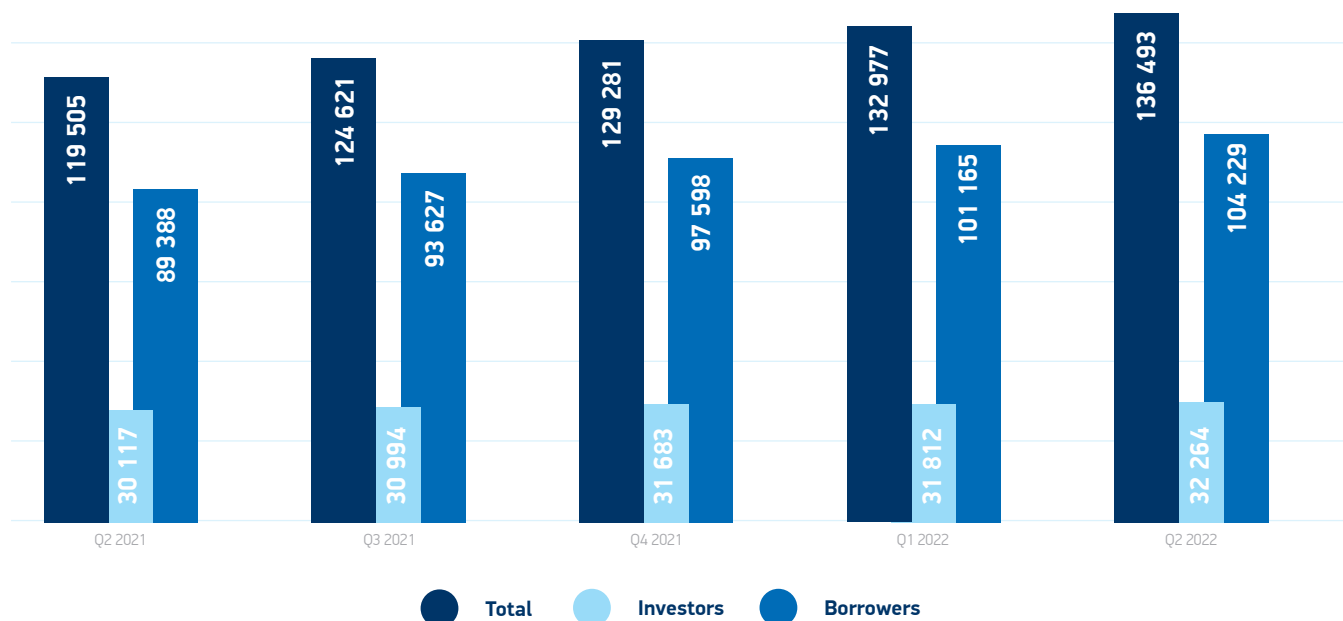
The largest amount of loans issued in H1 was in May - issued EUR 3,92 M and this is the all-time record for Paskolų Klubas.

P2P lending platform, loans issued, M EUR



During the first half of 2022, the number of registered users grew by 5.58%. Growth in the number of consumer credit recipients was 6.79%, investors - 1.83%. The total increase of users during the first half of 2022 was 7 212 new customers.

Registered users



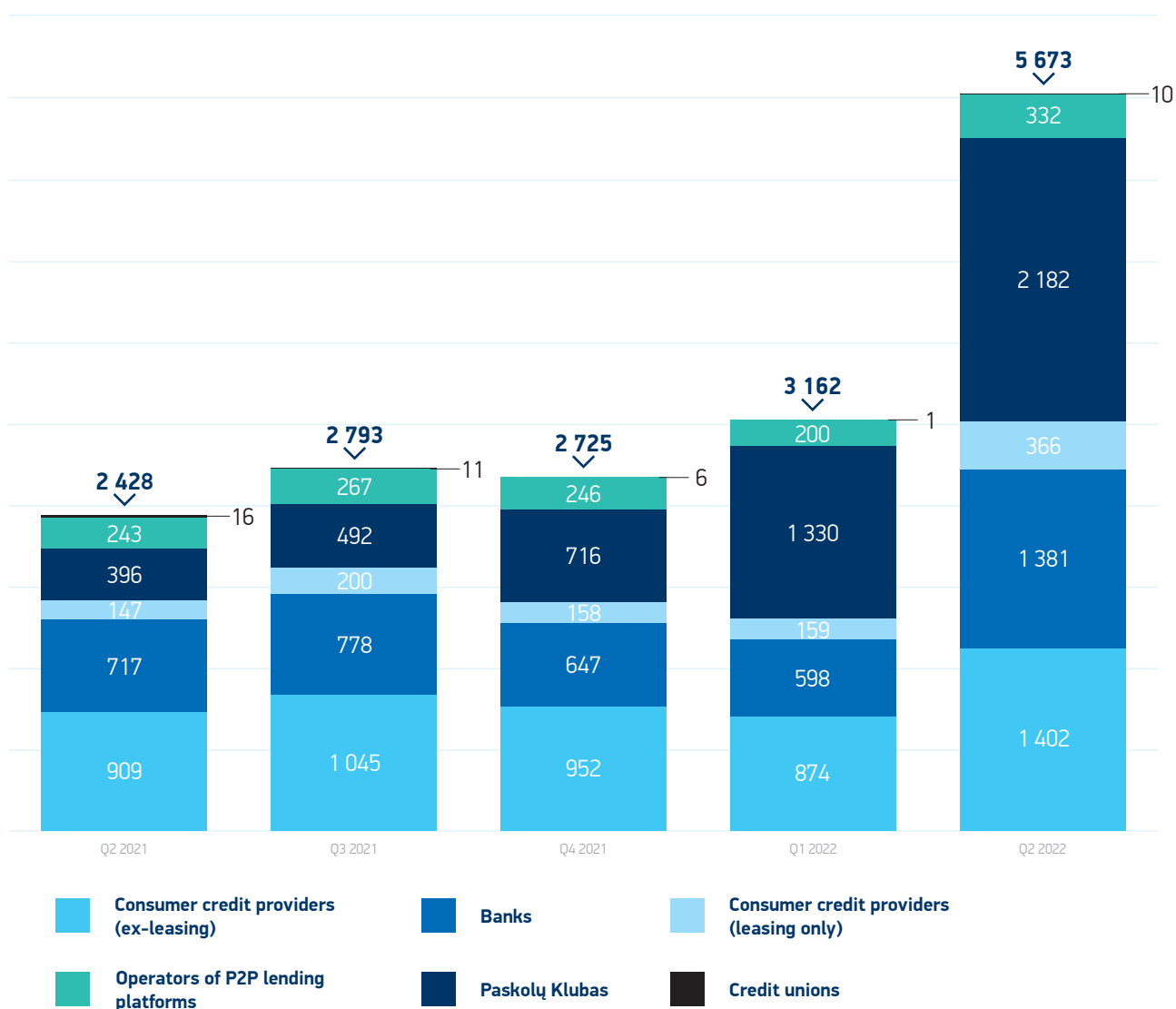
Refinancing

Of the EUR **17.6 M**

of loans financed in H1 2022, EUR 8.8 M were refinancing loans. The P2P lending platform helped the recipients of those loans reduce their previous monthly payment amount and/or interest rate.

Borrowers can refinance a loan while borrowing additionally, with some of the new loan going to refinance an existing loan and the rest to pay for a purchase. The amount considered refinanced by a loan recipient does not include the additional amount.

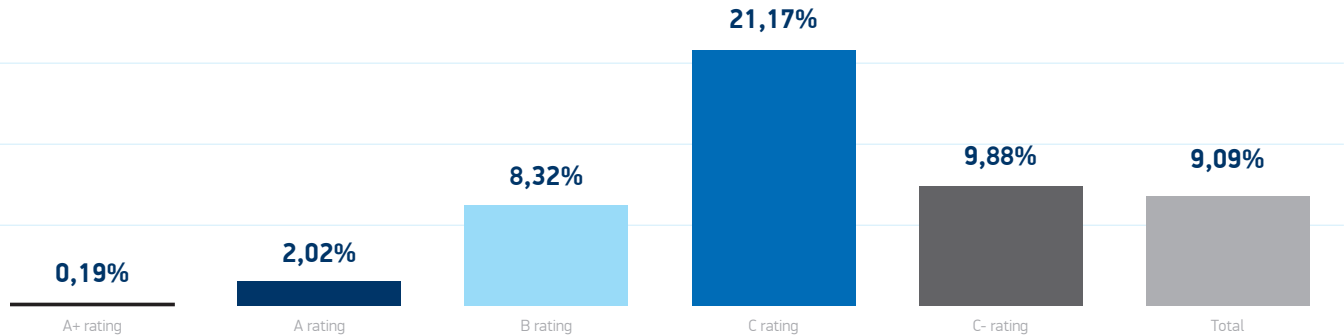
Refinancing distribution, K EUR



Overdue loans

At the end of H1 2022, of 33 176 outstanding loans, 2 993 (9.02%) were overdue more than 90 consecutive days. Of the EUR 108.5 M of loans issued, loans for EUR 9.86 M (9.09%) were more than 90 days overdue. During H1 2022, EUR 1.015 M were recovered and distributed to lenders.

EUR, overdue >90 days, %

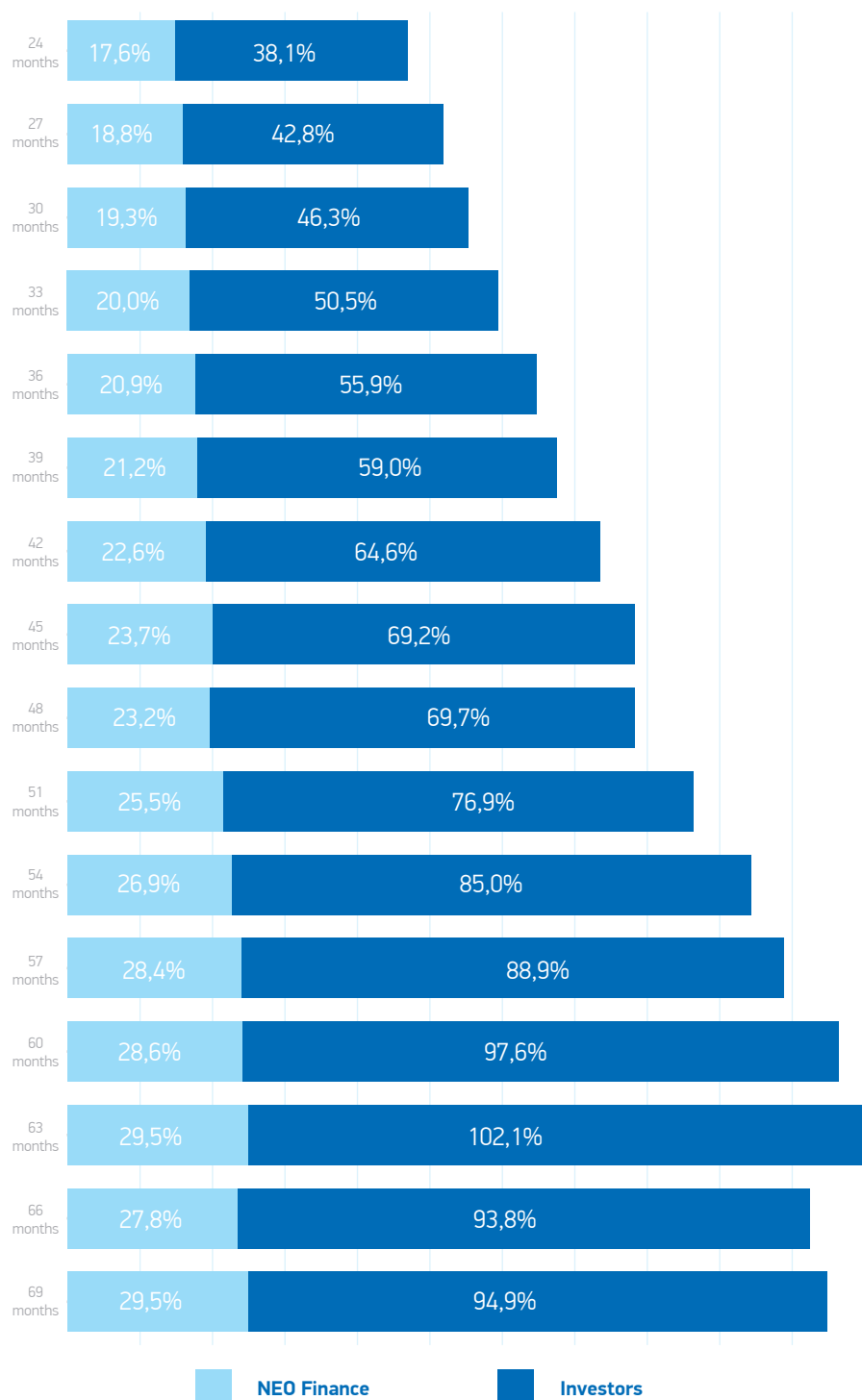


Amount recovered, K EUR

	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022
Amount recovered	420	428	502	459	556

Debt recovery begins immediately after the termination of the contract, but due to the completion of litigation and bailiff proceedings, the results of recovery appear after an average of 2 years. First, all third-party legal costs incurred by NEO Finance AB in connection with the recovery process are covered. The intermediary fee due to NEO Finance AB is covered together with the amount due to lenders. Below is a breakdown of the amounts in fact recovered on behalf of NEO Finance AB and lenders.

Recovered % of principal outstanding at termination

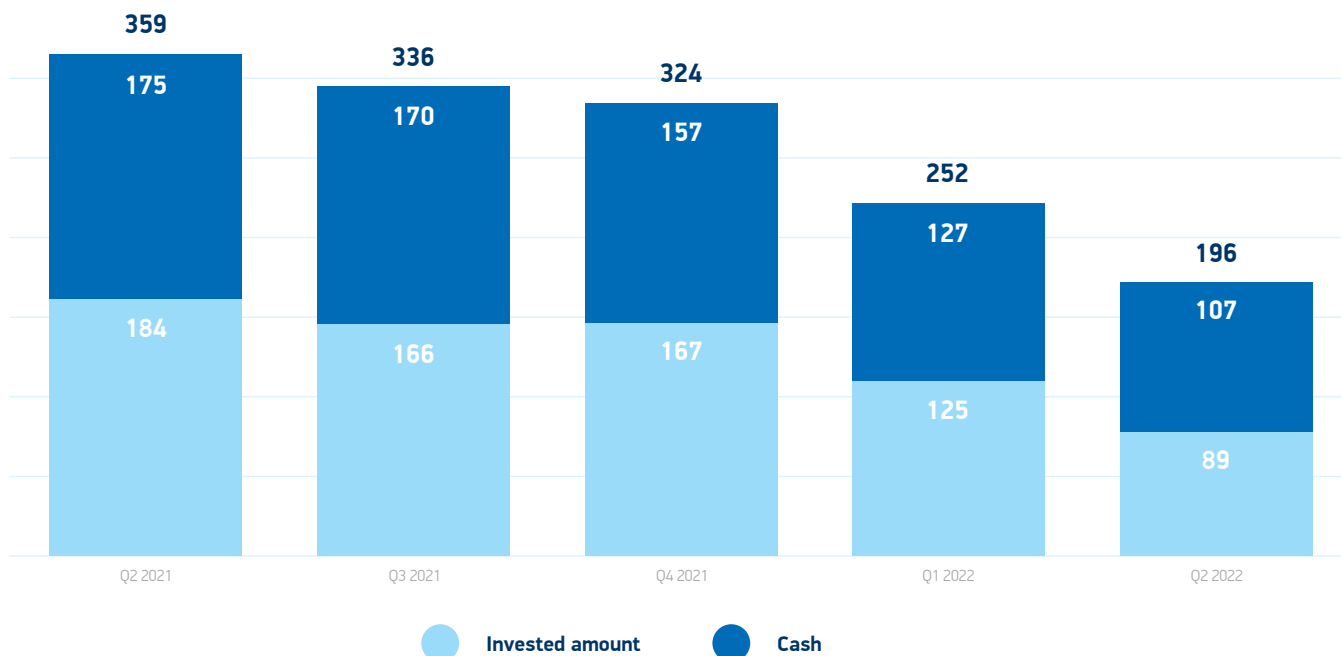


Months after termination	Principal at termination	No. of loans
24 months	6 977 100	2 183
27 months	6 162 128	1 946
30 months	5 399 929	1 682
33 months	4 475 977	1 398
36 months	3 672 957	1 156
39 months	2 883 283	917
42 months	2 233 416	735
45 months	1 726 112	579
48 months	1 185 740	418
51 months	879 039	332
54 months	696 857	275
57 months	436 744	195
60 months	272 552	134
63 months	151 459	80
66 months	53 017	34
69 months	21 670	14

Provision fund

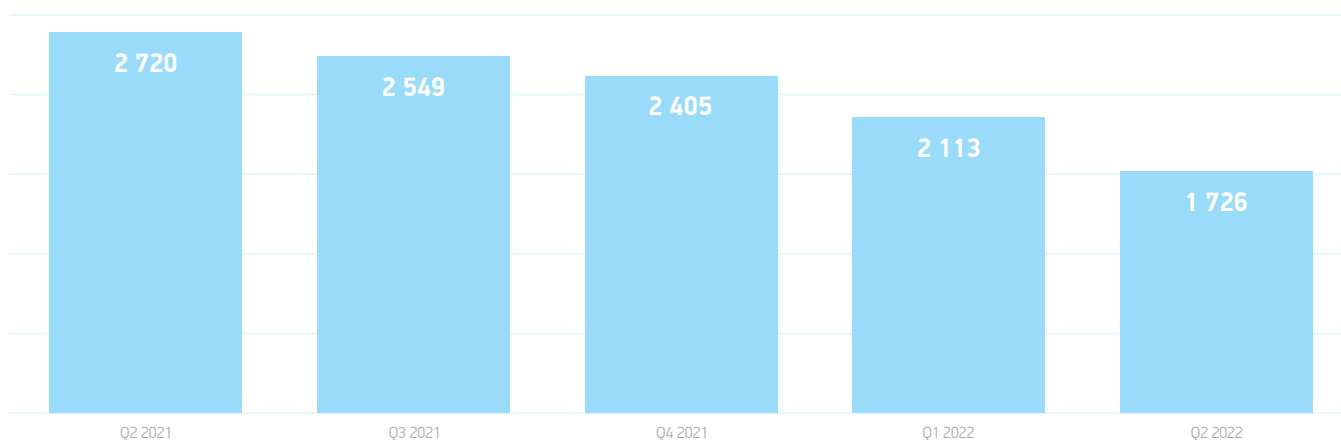
The provision fund lets lenders reduce investment risk. If a loan defaults, the provision fund secures the repayment of the invested amount. In H1 2022, EUR 202 301 was paid out to lenders from the provision fund.

Provision fund, K EUR



To manage liquidity risk, NEO Finance AB calculates the sufficiency of its funds for covering provision fund liabilities. Since Q3 2019, some of those funds have been invested in loans, with the remainder held in a separate bank account. The purpose of this account is to support the company's internal cash flow management. To fulfil its obligations to lenders, the company may, if necessary, use other of its assets. At the end of H1 2022, the amount accumulated in the provision fund account was EUR 196 000 and the total guaranteed amount was EUR 1.7 M. The coverage ratio was thus 11.5%.

Guaranteed amount, K EUR



Provision fund service for new investments abolished as of 1 March 2022.

Buyback service

When an agreement with a borrower is terminated, the buyback service gives lenders the opportunity, within 30 days, to sell their investment to NEO Finance AB at 50-100% of its remaining face value.

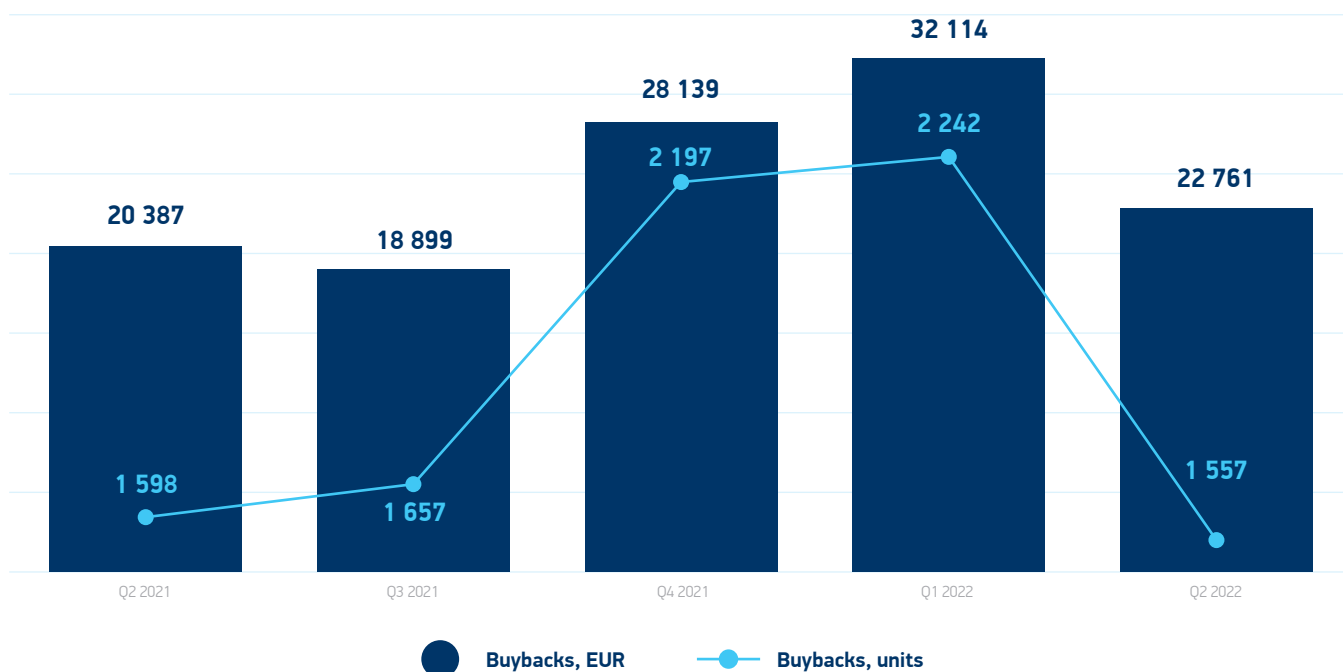


IN H1 2022, LENDERS SOLD

3 799

investments to NEO Finance AB for EUR 54 875.

Buybacks



Secondary market

In the secondary market, lenders can buy and sell investments. The secondary market allows lenders to actively manage investments along with credit and liquidity risks.

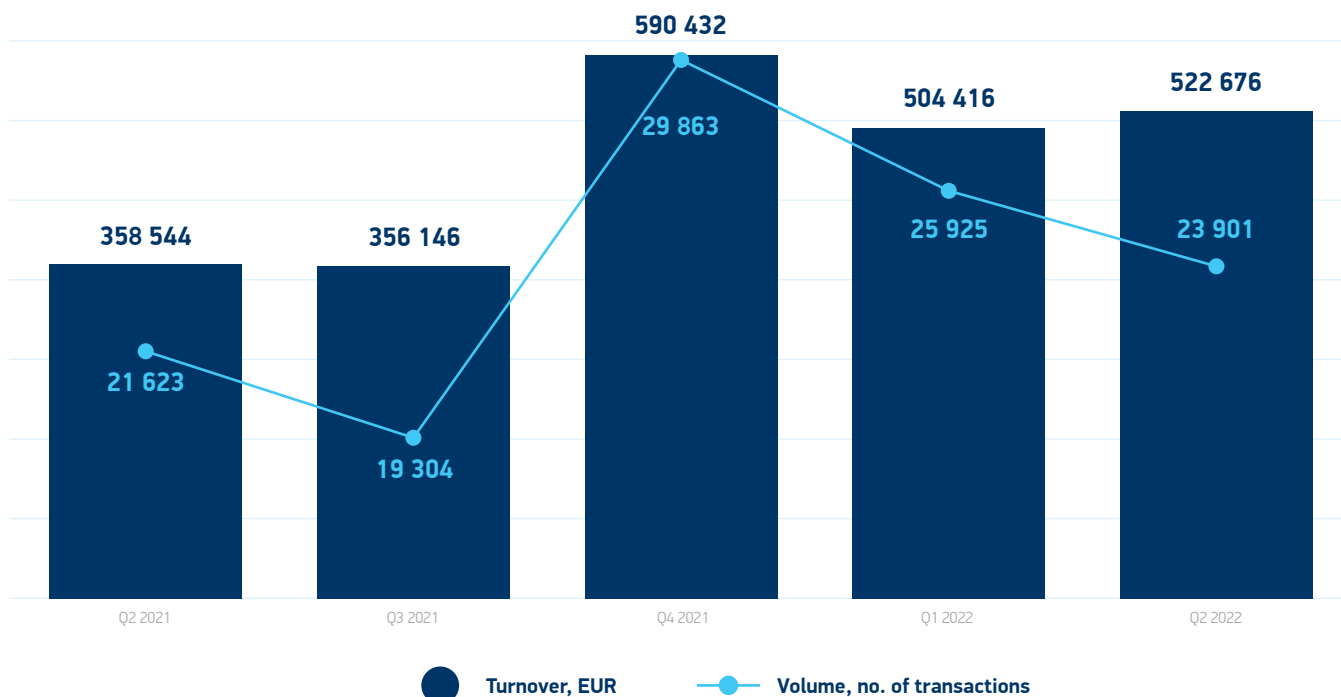
SECONDARY MARKET TURNOVER IN H1 2022 TOTALLED

EUR **1 027 092**

THE AVERAGE TRANSACTION AMOUNT WAS

EUR **20.61**

Secondary market



NEO Finance AB's investments

NEO Finance AB, as a provider of consumer credit, can also invest in loans on the Paskolų Klubas P2P lending platform along with other registered lenders. By investing in loans, the company aims to increase the speed with which loans are financed, thereby ensuring the platform's attractiveness for both borrowers and lenders.

As the amount of credit requests on the Paskolų Klubas market increases and in order to finance them faster, from May 20, 2022, a decision was made to increase the limit of NEO Finance, AB, which allows the company to invest in loans.

The investment limit of NEO Finance, AB has been increased from 50% up to 80% of initial amounts of consumer loan. When the borrower has a credit rating of A+ or A, NEO Finance, AB can immediately grant a consumer credit up to EUR 15 000, and if the borrower has a credit rating of B, up to EUR 8 800, but not more than 80 percent of the initial amount of the consumer credit. NEO Finance, AB may deviate from the above maximum investment amounts and grant consumer credit to borrowers of all credit ratings if the investors have already financed at least 20 percent of the amount of consumer credit and at least 24 hours have passed after the application for consumer credit has been submitted to the market.

NEO Finance AB can invest in C and C-rated loans only when other investors finance at least 20 percent of loan amount and at least 48 hours have passed from the submission of the application for consumer loan on the loan market.



IN THE FIRST HALF OF 2022 NEO FINANCE AB INVESTED IN LOANS

EUR **163 000**

**NEO Finance AB's
investments, K EUR**

Q1 2021

Q2 2021

Q3 2021

Q4 2021

Q1 2022

Q2 2022

311

293

187

36

78

85

The company's policy on avoiding conflicts of interest is available [here](#).

Institutional investor

In August 2021, the company began collaborating with the institutional investor nordIX, a German fixed income asset manager.



Under the agreement, nordIX invests by acquiring a portfolio of loans that NEO Finance AB forms on the P2P lending platform according to criteria pre-agreed with the institutional investor.



AS OF THE END OF H1 2022, THE PORTFOLIO THAT NORDIX
HAD ACQUIRED FROM NEO FINANCE AB HAD A TOTAL SIZE OF

EUR **6.7** M.

NordIX investments

1 670 210

Q3 2021

1 368 807

Q4 2021

1 523 144

Q1 2022

4 177 636

Q2 2022

Hamburg, Germany-based nordIX specializes in fixed income investments, with a focus on bonds and derivatives. The company manages several mutual and special funds and develops intelligent investment opportunities. Besides its asset management work, nordIX also advises institutional customers regarding bonds and other fixed income products. The company supports institutional investors in Germany, Austria and Switzerland and manages several hundred million euros in a variety of different investment funds.



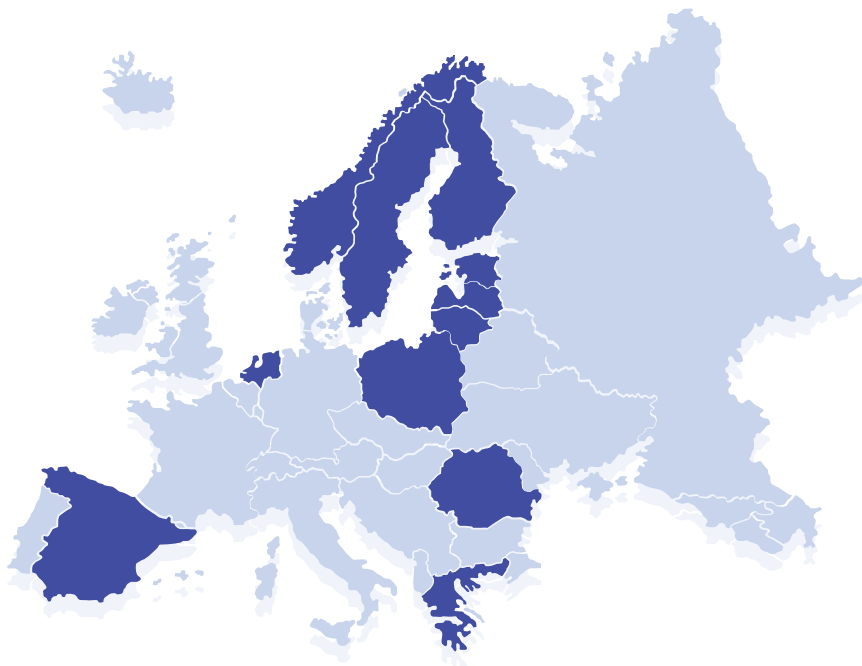
A photograph of a laptop on a desk in front of a large window. The window looks out onto a city at night, with blurred lights and building silhouettes. A dark blue semi-transparent rectangle is overlaid on the right side of the image, containing the word "Neopay" in white text.

Neopay

NEO Finance AB is a licensed provider of payment initiation and account information services. The company provides these services under the Neopay brand.

Neopay provides payment initiation and account information services through secure APIs with banks and other financial institutions as per the requirements of the Republic of Lithuania Law on Payments and the EU's Revised Payment Services Directive (PSD2).

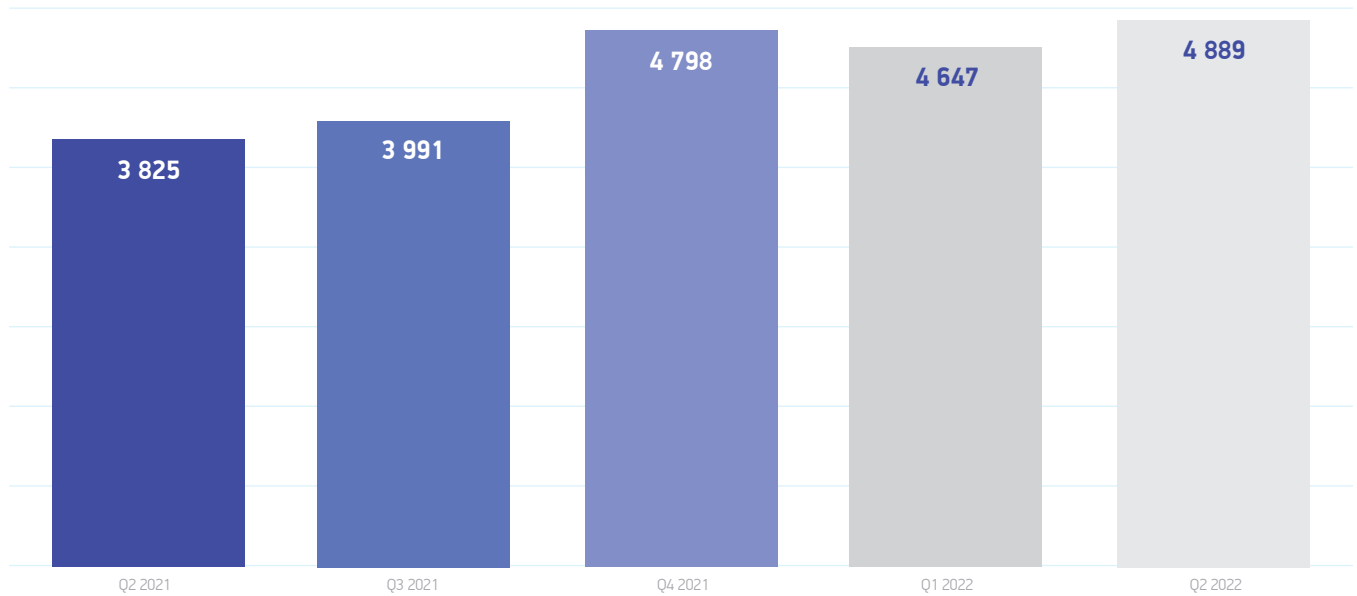
At the end of H1 2022, the Neopay service was available in Lithuania, Latvia, Estonia, Finland, Sweden, Norway and the Netherlands, as well as Poland, Greece, Romania and Spain, and was integrated with more than 200 financial institutions.



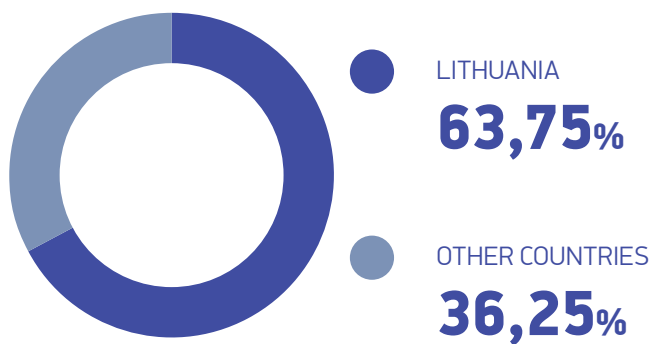
H1 2022 DEVELOPMENTS AT NEOPAY:

- In January, the municipal utilities Vilnius Šilumos Tinklai and Šiaulių Vandenys began using Neopay's services.
- In February, Olybet, the biggest gaming operator in the Baltics, began using Neopay's services.
- In April, Neopay's customer list exceeded 300 - gambling platform Party Casino, Brasta Glass, a company belonging to the international group of companies Brasta, which develops glass solutions for business and government organizations, financial brokerage company Orion Securities and 16 more customers.
- In June, two 2022 records were achieved - as many as 1 674 677 transactions per month and 112 096 transactions per day.

Payment initiation transactions, K



Payment initiation transactions by country



In addition to payment initiation and account information services, Neopay offers SEPA Instant Credit Transfers, bulk payments, recurring payments, fee collection and allocation, active payment links, ID verification, and 1-click payment capabilities. It offers 'white label' solutions, with a secure payment window tailored to the customer's brand design, and open banking interface testing for financial institutions. Some services are only provided in specific countries and/or through supporting banks.



A woman with long blonde hair, wearing a black blazer over a white top, stands in a modern office. She is holding a smartphone and appears to be in conversation with a man who is seated at a long wooden desk, facing away from the camera. The desk has several laptops and papers on it. The office has large windows in the background, letting in bright light, and there are indoor plants in the foreground. A blue rectangular overlay is positioned on the right side of the image, containing the text 'FinoMark'.

FinoMark

In February 2021, after assessing FinoMark UAB's business model, the Bank of Lithuania gave the platform permission to carry out crowdfunding activities.

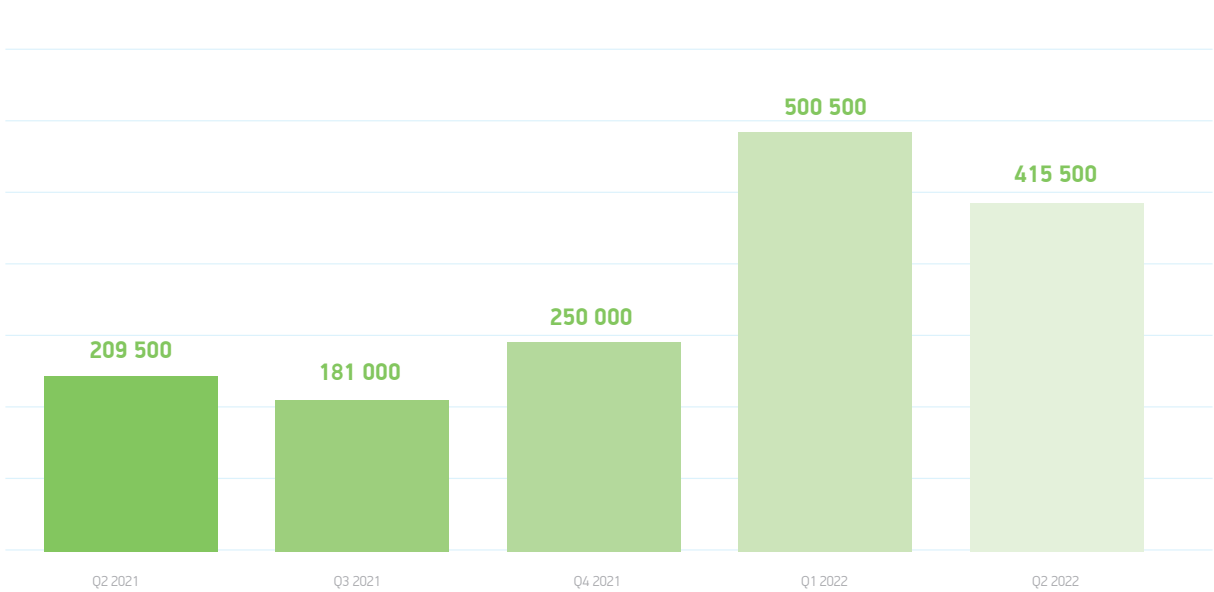
When it launched, VIP lenders from the Paskolų Klubas P2P lending platform were given an exclusive opportunity to get acquainted with projects published on the platform and invest in them. In June 2021, the crowdfunding platform was presented publicly and became accessible to all investors.

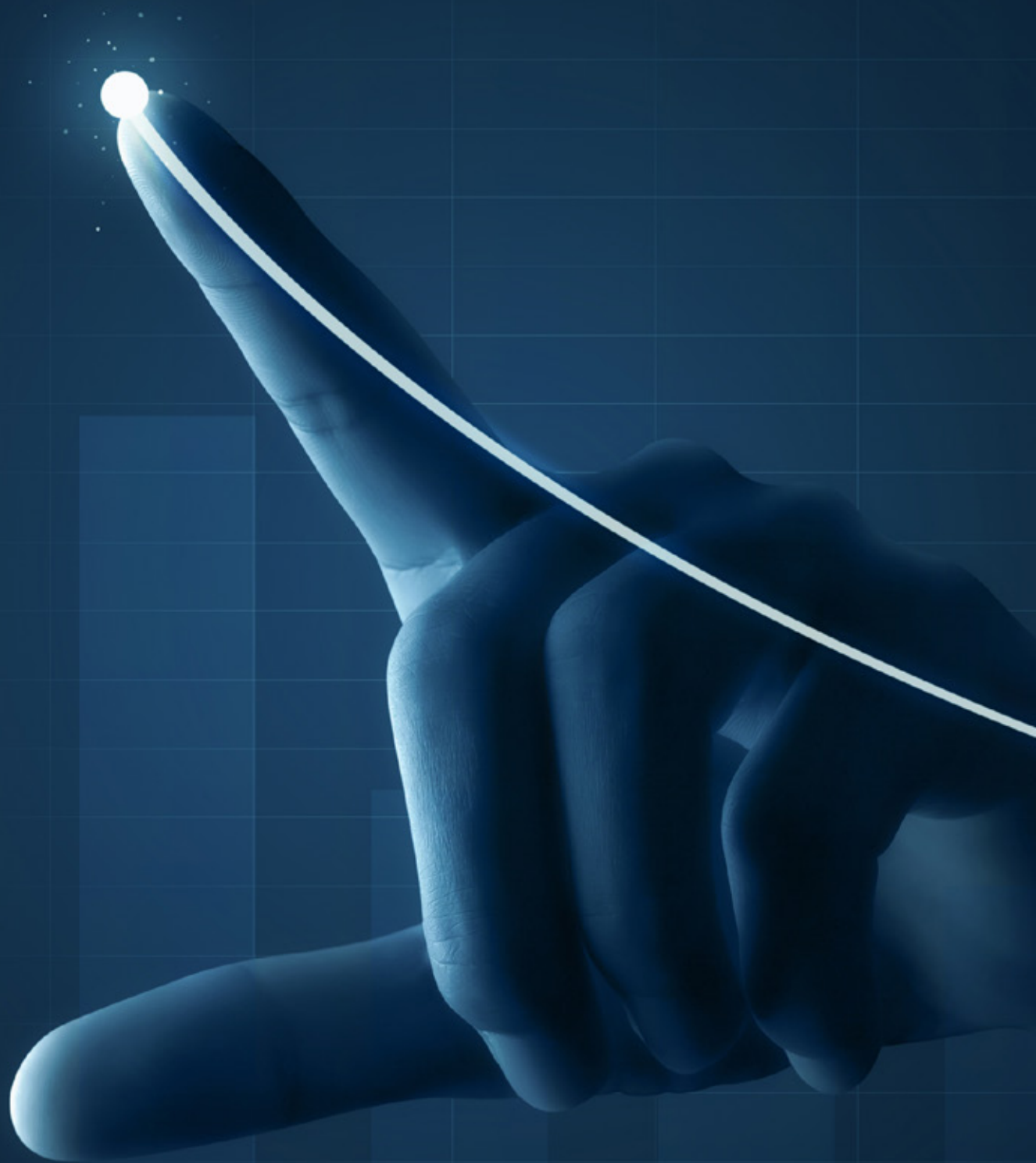


H1 2022 DEVELOPMENTS AT FINOMARK:

- In January, the platform began collaborating with the national business support organization Invega on the partial compensation of interest for businesses that take loans.
- In January, the company's mission, vision and values were approved.
- In March, less than a year after the first loan, more than one million euros of loans were financed on the FinoMark platform.
- In March, FinoMark set a record - issued 7 business loans for EUR 190 500.
- In March, the decision was made to discontinue the opening of accounts for FinoMark borrowers as of 28 April.
- In March, the charity project Aukok.lt was announced on the platform, encouraging FinoMark investors to contribute to humanitarian aid for the people of Ukraine.
- In June, a new function of the platform for investors was introduced - automatic investment.
- In June, an agreement was signed with INVEGA regarding collective loans, "Avietė".

FinoMark business loans issued, EUR





NEO Finance AB

FINANCIAL REPORTS

H1 2022 balance sheet, EUR

Item	H1 2022	H1 2021
ASSETS		
NON-CURRENT ASSETS	2 811 590	3 046 985
Intangible Assets	852 487	679 961
Tangible Assets	29 792	34 172
Financial Assets	1 599 105	1 957 202
Other Assets	330 206	375 650
CURRENT ASSETS	10 412 107	7 910 577
Inventories, Prepayments And Contracts In	124 871	51 471
Progress	419 092	729 154
Amounts Receivable Within One Year		
Other Currents Assets	9 868 143	7 129 952
Cash And Cash Equivalents	9 154	14 976
DEFERRED CHARGES AND ACCRUED INCOME	13 232 851	10 972 538
EQUITY AND LIABILITIES		
EQUITY	2 407 486	1 678 592
Capital	1 848 934	1 706 497
Share Premium	1 956 848	1 286 748
Revaluation Reserve (Results)	-	
Reserves	-	
Retained Earnings (Losses)	(1 398 296)	(1 314 653)
GRANTS AND SUBSIDIES	-	
PROVISIONS	130 544	222 706
AMOUNTS PAYABLE AND LIABILITIES	10 693 868	9 059 473
Non-Current Amounts Payable And Liabilities	724 592	1 054 324
Current Amounts Payable And Liabilities	9 969 276	8 005 149
ACCRUED EXPENSES AND DEFERRED INCOME	953	11 767
TOTAL EQUITY AND LIABILITIES	13 232 851	10 972 538

H1 2022 profit (loss) statement, EUR

Item	H1 2022	H1 2021
Sales revenue	1 544 972	1 583 262
Cost of Sales	(774 166)	(716 488)
GROSS PROFIT (LOSS)	770 806	866 774
General and administrative expenses	(781 482)	(671 860)
Other activities	(1 491)	(5 728)
Investment in the parent, subsidiaries and associated companies shares income	-	-
Other long-term investments and loan income	-	-
Other loans granted interest income	12	50
Financial asset and Short-term investment impairment costs	-	-
Interest expenses	(131)	(140)
PROFIT (LOSS) BEFORE TAX	(12 286)	189 096
INCOME TAX	-	-
NET PROFIT (LOSS)	(12 286)	189 096

H1 2022 changes in equity statement, EUR

Item	Paid up authorised or primary capital	Share premium account	Retained profit (loss)	Total
1. Balance at the end of the reporting (yearly) period before previous	1 706 497	1 286 748	(1 503 749)	1 489 496
2. Result of changes in accounting policies				-
3. Result of correcting material errors				-
4. Recalculated balance at the end of the reporting (yearly) period before previous	1 706 497	1 286 748	(1 503 749)	1 489 496
5. Net profit (loss) of the reporting period			117 739	117 739
6. Increase (decrease) of other authorised or primary capital	77 939	366 667		444 606
7. Balance at the end of the previous reporting (yearly) period	1 784 436	1 653 415	(1 386 010)	2 051 841
8. Net profit (loss) of the reporting period			(12 286)	(12 286)
9. Increase (decrease) of other authorised or primary capital	64 498	303 433		367 931
10. Balance at the end of the reporting period	1 848 934	1 956 848	(1 398 296)	2 407 486

H1 2022 cash flow statement, EUR

Item	H1 2022	H1 2021
Cash flows from operating activities		
Net profit (loss)	(12 286)	189 095
Depreciation and amortisation expenses	153 787	128 382
Elimination of results of financing and investing activities	119	90
Decrease (increase) in other amounts receivable after one year	(28 591)	(1 758)
Decrease (increase) in assets of the deferred tax on profit	-	-
Decrease (increase) in stocks, except advance payments	(3 058)	(14 844)
Decrease (increase) in advance payments	(105 611)	(6 848)
Decrease (increase) in trade debtors	(6 602)	(21 187)
Decrease (increase) in other debtors	184 280	75 726
Decrease (increase) in prepayments and accrued income	(9 017)	(14 037)
Increase (decrease) in provisions	(64 171)	(22 114)
Increase (decrease) in trade of long-term creditors and prepayments received on account	(8 298)	(22 983)
Increase (decrease) in trade with short-term creditors and prepayments received on account	71 418	(26 406)
Increase (decrease) in liabilities of tax on profit	(15 871)	(16 090)
Increase (decrease) in liabilities related to employment relations	8 797	219
Increase (decrease) in other amounts payable and liabilities	(1 147 747)	(63 368)
Increase (decrease) in accruals and deferred income	(14 227)	(6 846)
Net cash flows from operating activities	(997 078)	177 031
Acquisition of fixed assets (excluding investments)	(275 530)	(237 713)
Disposal of fixed assets (excluding investments)	1	2 056
Acquisition of long-term investments	(167 500)	(150 000)
Net cash flows from investing activities	(443 029)	(385 657)
Cash flows related to entity's owners	367 931	-
Issue of shares	367 931	-
Cash flows related to other financing sources	(78 554)	101 411
Increase in financial debts	-	505 000
Loans received	-	505 000
Decrease in financial debts	(78 554)	(403 589)
Loans returned	(78 554)	(400 000)
Net cash flows from financing activities	289 377	101 411
Adjustments due to exchange rates on the balance of cash and cash equivalents	(120)	(90)
Increase (decrease) of net's cash flows	(1 150 850)	(107 305)
Cash and cash equivalents at the beginning of the period	11 018 993	5 077 582
Cash and cash equivalents at the end of the period	9 868 143	4 970 277

