

4finance S.A.
Société anonyme

Annual accounts
For the financial year ending
31 December 2014

Registered office:
6 rue Guillaume Schneider
L-2522 Luxembourg
Luxembourg Trade and Companies Register number: B173403

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RCSL Nr. : B173403

Matricule : 2012 2222 889

eCDF entry date :

BALANCE SHEET

Financial year from ⁰¹ 01/01/2014 **to** ⁰² 31/12/2014 (in ⁰³ EUR)

4finance S.A.

6, rue Guillaume Schneider
L-2522 Luxembourg

ASSETS

	Reference(s)	Current year	Previous year
A. Subscribed capital unpaid	1101 _____ 6	101 _____ 0,00	102 _____ 1.419.646,81
I. Subscribed capital not called	1103 _____	103 _____ 0,00	104 _____ 1.419.646,81
II. Subscribed capital called but unpaid	1105 _____	105 _____ 0,00	106 _____ 0,00
B. Formation expenses	1107 _____	107 _____	108 _____
C. Fixed assets	1109 _____	109 _____	110 _____
I. Intangible fixed assets	1111 _____	111 _____	112 _____
1. Research and development costs	1113 _____	113 _____	114 _____
2. Concessions, patents, licences, trade marks and similar rights and assets, if they were	1115 _____	115 _____	116 _____
a) acquired for valuable consideration and need not be shown under C.I.3	1117 _____	117 _____	118 _____
b) created by the undertaking itself	1119 _____	119 _____	120 _____
3. Goodwill, to the extent that it was acquired for valuable consideration	1121 _____	121 _____	122 _____
4. Payments on account and intangible fixed assets under development	1123 _____	123 _____	124 _____
II. Tangible fixed assets	1125 _____	125 _____	126 _____
1. Land and buildings	1127 _____	127 _____	128 _____
2. Plant and machinery	1129 _____	129 _____	130 _____

The notes in the annex form an integral part of the annual accounts

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Matricule : 2012 2222 889

	Reference(s)	Current year	Previous year
3. Other fixtures and fittings, tools and equipment	1131 _____	131 _____	132 _____
4. Payments on account and tangible fixed assets under development	1133 _____	133 _____	134 _____
III. Financial fixed assets	1135 _____	135 _____	136 _____
1. Shares in affiliated undertakings	1137 _____	137 _____	138 _____
2. Amounts owed by affiliated undertakings	1139 _____	139 _____	140 _____
3. Shares in undertakings with which the undertaking is linked by virtue of participating interests	1141 _____	141 _____	142 _____
4. Amounts owed by undertakings with which the undertaking is linked by virtue of participating interests	1143 _____	143 _____	144 _____
5. Securities and other financial instruments held as fixed assets	1145 _____	145 _____	146 _____
6. Loans and claims held as fixed assets	1147 _____	147 _____	148 _____
7. Own shares or own corporate units	1149 _____	149 _____	150 _____
D. Current assets	1151 _____	151 <u>261.990.974,63</u>	152 <u>99.753.424,89</u>
I. Inventories	1153 _____	153 _____	154 _____
1. Raw materials and consumables	1155 _____	155 _____	156 _____
2. Work and contracts in progress	1157 _____	157 _____	158 _____
3. Finished goods and merchandise	1159 _____	159 _____	160 _____
4. Payments on account	1161 _____	161 _____	162 _____
II. Debtors	1163 _____ <u>3</u>	163 <u>250.266.268,96</u>	164 <u>97.988.885,65</u>
1. Trade receivables	1165 _____	165 _____	166 _____
a) becoming due and payable within one year	1167 _____	167 _____	168 _____
b) becoming due and payable after more than one year	1169 _____	169 _____	170 _____
2. Amounts owed by affiliated undertakings	1171 _____	171 <u>247.297.823,44</u>	172 <u>97.750.453,85</u>
a) becoming due and payable within one year	1173 _____	173 <u>247.297.823,44</u>	174 <u>97.750.453,85</u>
b) becoming due and payable after more than one year	1175 _____	175 _____	176 _____
3. Amounts owed by undertakings with which the undertaking is linked by virtue of participating interests	1177 _____	177 _____	178 _____
a) becoming due and payable within one year	1179 _____	179 _____	180 _____
b) becoming due and payable after more than one year	1181 _____	181 _____	182 _____

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	Reference(s)	Current year	Previous year
4. Other receivables	1183 _____	183 <u>2.968.445,52</u>	184 <u>238.431,80</u>
a) becoming due and payable within one year	1185 _____	185 <u>2.968.445,52</u>	186 <u>238.431,80</u>
b) becoming due and payable after more than one year	1187 _____	187 _____	188 _____
III. Transferable securities and other financial instruments	1189 _____	189 _____	190 _____
1. Shares in affiliated undertakings and in undertakings with which the undertaking is linked by of participating interests	1191 _____	191 _____	192 _____
2. Own shares or own corporate units	1193 _____	193 _____	194 _____
3. Other transferable securities and other financial instruments	1195 _____	195 _____	196 _____
IV. Cash at bank, cash in postal cheque accounts, cheques and cash in hand	1197 _____	197 <u>11.724.705,67</u>	198 <u>1.764.539,24</u>
E. Prepayments	1199 _____ <u>5</u>	199 <u>22.125,30</u>	200 <u>267,81</u>
TOTAL (ASSETS)		201 <u>262.013.099,93</u>	202 <u>101.173.339,51</u>

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LIABILITIES

	Reference(s)	Current year	Previous year
A. Capital and reserves			
	1301 <u>6</u>	301 <u>85.794.725,69</u>	302 <u>101.037.313,99</u>
I. Subscribed capital	1303 _____	303 <u>100.000.000,00</u>	304 <u>100.000.000,00</u>
II. Share premium and similar premiums	1305 _____	305 _____	306 _____
III. Revaluation reserves	1307 _____	307 _____	308 _____
IV. Reserves	1309 _____	309 <u>51.865,70</u>	310 _____
1. Legal reserve	1311 _____	311 <u>51.865,70</u>	312 _____
2. Reserve for own shares or own corporate units	1313 _____	313 _____	314 _____
3. Reserves provided for by the articles of association	1315 _____	315 _____	316 _____
4. Other reserves	1317 _____	317 _____	318 _____
V. Profit or loss brought forward	1319 _____	319 <u>985.448,29</u>	320 <u>1.037.313,99</u>
VI. Profit or loss for the financial year	1321 _____	321 <u>-15.242.588,30</u>	322 _____
VII. Interim dividends	1323 _____	323 _____	324 _____
VIII. Capital investment subsidies	1325 _____	325 _____	326 _____
IX. Temporarily not taxable capital gains	1327 _____	327 _____	328 _____
B. Subordinated debts	1329 _____	329 <u>172.043.305,98</u>	330 _____
1. Convertible loans	1413 _____	413 _____	414 _____
a) becoming due and payable within one year	1415 _____	415 _____	416 _____
b) becoming due and payable after more than one year	1417 _____	417 _____	418 _____
2. Non convertible loans	1419 <u>7</u>	419 <u>172.043.305,98</u>	420 _____
a) becoming due and payable within one year	1421 _____	421 <u>7.312.229,44</u>	422 _____
b) becoming due and payable after more than one year	1423 _____	423 <u>164.731.076,54</u>	424 _____
C. Provisions	1331 _____	331 _____	332 _____
1. Provisions for pensions and similar obligations	1333 _____	333 _____	334 _____
2. Provisions for taxation	1335 _____	335 _____	336 _____
3. Other provisions	1337 _____	337 _____	338 _____
D. Non subordinated debts	1339 <u>8</u>	339 <u>4.175.068,26</u>	340 <u>136.025,52</u>
1. Debenture loans	1341 _____	341 _____	342 _____
a) Convertible loans	1343 _____	343 _____	344 _____
i) becoming due and payable within one year	1345 _____	345 _____	346 _____
ii) becoming due and payable after more than one year	1347 _____	347 _____	348 _____

The notes in the annex form an integral part of the annual accounts

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	Reference(s)	Current year	Previous year
b) Non convertible loans	1349	349	350
i) becoming due and payable within one year	1351	351	352
ii) becoming due and payable after more than one year	1353	353	354
2. Amounts owed to credit institutions	1355	355	356
a) becoming due and payable within one year	1357	357	358
b) becoming due and payable after more than one year	1359	359	360
3. Payments received on account of orders as far as they are not deducted distinctly from inventories	1361	361	362
a) becoming due and payable within one year	1363	363	364
b) becoming due and payable after more than one year	1365	365	366
4. Trade creditors	1367	3.812.494,87	76.615,94
a) becoming due and payable within one year	1369	312.494,87	76.615,94
b) becoming due and payable after more than one year	1371	3.500.000,00	
5. Bills of exchange payable	1373	373	374
a) becoming due and payable within one year	1375	375	376
b) becoming due and payable after more than one year	1377	377	378
6. Amounts owed to affiliated undertakings	1379	3.383,30	13.584,38
a) becoming due and payable within one year	1381	3.383,30	13.584,38
b) becoming due and payable after more than one year	1383	383	384
7. Amounts owed to undertakings with which the undertaking is linked by virtue of participating interests	1385	385	386
a) becoming due and payable within one year	1387	387	388
b) becoming due and payable after more than one year	1389	389	390
8. Tax and social security debts	1391	359.190,09	45.825,20
a) Tax debts	1393	359.190,09	45.825,20
b) Social security debts	1395	395	396

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	Reference(s)	Current year	Previous year
9. Other creditors	1397 _____	397 _____	398 _____
a) becoming due and payable within one year	1399 _____	399 _____	400 _____
b) becoming due and payable after more than one year	1401 _____	401 _____	402 _____
E. Deferred income	1403 _____	403 _____	404 _____
		405 _____	406 _____
	TOTAL (LIABILITIES)	262.013.099,93	101.173.339,51

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PROFIT AND LOSS ACCOUNT

Financial year from ⁰¹ 01/01/2014 to ⁰² 31/12/2014 (in ⁰³ EUR)

4finance S.A.

6, rue Guillaume Schneider
 L-2522 Luxembourg

A. CHARGES

	Reference(s)	Current year	Previous year
1. Use of merchandise, raw materials and consumable materials	1601 _____	601 _____	602 _____
2. Other external charges	1603 _____ <u>9</u>	603 _____ <u>7.597.124,07</u>	604 _____ <u>180.053,31</u>
3. Staff costs	1605 _____ <u>10</u>	605 _____ <u>14.204,86</u>	606 _____ <u>13.319,27</u>
a) Salaries and wages	1607 _____	607 _____ <u>14.204,86</u>	608 _____ <u>13.319,27</u>
b) Social security on salaries and wages	1609 _____	609 _____	610 _____
c) Supplementary pension costs	1611 _____	611 _____	612 _____
d) Other social costs	1613 _____	613 _____	614 _____
4. Value adjustments	1615 _____	615 _____	616 _____
a) on formation expenses and on tangible and intangible fixed assets	1617 _____	617 _____	618 _____
b) on current assets	1619 _____	619 _____	620 _____
5. Other operating charges	1621 _____	621 _____	622 _____
6. Value adjustments and fair value adjustments on financial fixed assets	1623 _____	623 _____	624 _____
7. Value adjustments and fair value adjustments on financial current assets. Loss on disposal of transferable securities	1625 _____ <u>3</u>	625 _____ <u>3.514.308,37</u>	626 _____ <u>6.529.863,89</u>
8. Interest and other financial charges	1627 _____ <u>11</u>	627 _____ <u>30.538.482,25</u>	628 _____ <u>836.996,72</u>
a) concerning affiliated undertakings	1629 _____	629 _____ <u>985.910,71</u>	630 _____
b) other interest and similar financial charges	1631 _____	631 _____ <u>29.552.571,54</u>	632 _____ <u>836.996,72</u>

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	Reference(s)	Current year	Previous year
9. Share of losses of undertakings accounted for under the equity method	1649 _____	649 _____	650 _____
10. Extraordinary charges	1633 _____	633 _____	634 _____
11. Income tax	1635 _____ <u>12</u>	635 _____ <u>18.913,92</u>	636 _____ <u>32.988,67</u>
12. Other taxes not included in the previous caption	1637 _____ <u>12</u>	637 _____ <u>22.435,50</u>	638 _____ <u>12.836,53</u>
13. Profit for the financial year	1639 _____	639 _____ <u>0,00</u>	640 _____ <u>1.037.313,99</u>
TOTAL CHARGES		641 _____ <u>41.705.468,97</u>	642 _____ <u>8.643.372,38</u>

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B. INCOME

	Reference(s)	Current year	Previous year
1. Net turnover	1701 _____	701 _____	702 _____
2. Change in inventories of finished goods and of work and contracts in progress	1703 _____	703 _____	704 _____
3. Fixed assets under development	1705 _____	705 _____	706 _____
4. Reversal of value adjustments	1707 _____	707 _____	708 _____
a) on formation expenses and on tangible and intangible fixed assets	1709 _____	709 _____	710 _____
b) on current assets	1711 _____	711 _____	712 _____
5. Other operating income	1713 _____	713 _____	714 _____
6. Income from financial fixed assets	1715 _____	715 _____	716 _____
a) derived from affiliated undertakings	1717 _____	717 _____	718 _____
b) other income from participating interests	1719 _____	719 _____	720 _____
7. Income from financial current assets	1721 _____ <u>3</u>	721 _____ <u>24.952.157,62</u>	722 _____ <u>8.628.115,79</u>
a) derived from affiliated undertakings	1723 _____	723 _____ <u>24.952.157,62</u>	724 _____ <u>8.628.115,79</u>
b) other income from financial current assets	1725 _____	725 _____	726 _____
8. Other interest and other financial income	1727 _____ <u>13</u>	727 _____ <u>1.510.723,05</u>	728 _____ <u>15.256,59</u>
a) derived from affiliated undertakings	1729 _____	729 _____	730 _____
b) other interest and similar financial income	1731 _____	731 _____ <u>1.510.723,05</u>	732 _____ <u>15.256,59</u>
9. Share of profits of undertakings accounted for under the equity method	1745 _____	745 _____	746 _____
10. Extraordinary income	1733 _____	733 _____	734 _____
13. Loss for the financial year	1735 _____	735 _____ <u>15.242.588,30</u>	736 _____ <u>0,00</u>
TOTAL INCOME		737 _____ <u>41.705.468,97</u>	738 _____ <u>8.643.372,38</u>

NOTE 1 GENERAL INFORMATION

4finance S.A.-hereafter the “Company” – was incorporated on December 6, 2012 as a “Société anonyme” within the definition of the Luxembourg Law of August 10, 1915, as amended, on commercial companies for an unlimited period of time. The Company’s registered office is established in Luxembourg.

The financial year of the Company runs from the 1st of January until the 31st of December of each year.

The purpose of the Company is the acquisition of ownership interests, in Luxembourg or abroad, in any companies or enterprises in any form whatsoever and the management of such ownership interests. The Company may in particular acquire by subscription, purchase, and exchange or in any other manner any stock, shares and other securities, bonds, debentures, certificates of deposit and other debt instruments and more generally any securities and financial instruments issued by any public or private entity whatsoever, including partnerships. It may participate in the creation, development, management and control of any company or enterprise. It may further invest in the acquisition and management of a portfolio of patents or other intellectual property rights of any nature or origin whatsoever.

The Company may borrow in any form. It may issue notes, bonds and debentures and any kind of debt which may be convertible and/or equity securities. The Company may lend funds including the proceeds of any borrowings and/or issues of debt securities to its subsidiaries, affiliated companies or to any other company. It may also give guarantees and grant security interests in favour of third parties to secure its obligations or the obligations of its subsidiaries, affiliated companies or any other company. The Company may further mortgage, pledge, and transfer, encumber or otherwise hypothecate all or some of its assets.

The Company may generally employ any techniques and utilize any instruments relating to its investments for the purpose of their efficient management, including techniques and instruments designed to protect the Company against creditors, currency fluctuations, interest rate fluctuations and other risks.

The Company may carry out any commercial, financial or industrial operations and any transactions with respect to real estate or movable property, which directly or indirectly further or relate to its purpose.

On January 23, 2013, the Company established a Malta Branch in accordance with the laws of Republic of Malta and with address at 40, Villa Fairholme, Sir Augustus Bartolo Street, Ta’Xbiex XBX1095, Republic of Malta.

The Company is not required to establish consolidated accounts as it is not a parent company according to Article 309 of the Luxembourg Law of August 10, 1915, as amended, on commercial companies.

The Company is included in the consolidated accounts of 4finance Holding S.A. RCS Luxembourg: B171.059, forming the largest body of undertakings of which the Company forms a part as a subsidiary undertaking. The registered office of 4finance Holding S.A. is located 6, rue Guillaume Schneider, L-2522 Luxembourg, where the consolidated accounts are available.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

General principles

The annual accounts have been prepared in accordance with Luxembourg legal and regulatory requirements under the historical cost convention except for the use of the fair value option for financial instruments.

Main valuation rules

The main valuation rules applied by the Company are the following:

Debtors

Debtors are stated at their nominal value.

A value adjustment is recorded when the estimated realizable value is lower than the nominal value. The realizable value is estimated on the basis of the information available to the Board of Directors. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

Derivative financial instruments

The Company is engaged into hedging activities. Derivative financial instruments are initially recorded at costs. In the case of hedging of an asset or a liability that is not recorded at fair value, unrealized gains or losses are deferred until the recognition of the realized gains or losses on the hedged item.

Foreign currency translation

The Company maintains its accounting records in euro (EUR) and the annual accounts are prepared in this currency. The transactions made in another currency than EUR are translated into EUR at the exchange rate prevailing at the transaction date.

- cash and cash equivalents are valued at the exchange rate applicable at the balance sheet date, considering exchange rate differences as realized;
- all other assets expressed in another currency than EUR are valued individually at the lower of the value determined using the historical exchange rate or the value determined using the exchange rate prevailing at the balance sheet date;
- all liabilities expressed in another currency than EUR are valued individually at the higher of the value determined using the historical exchange rate or the value determined using the exchange rate prevailing at the balance sheet date;
- Income and expenses expressed in currencies other than EUR are converted at the exchange rate applicable at the date of the transactions.

Consequently only realized foreign exchange gains and losses and unrealized foreign exchange losses are taken into account in the profit and loss account.

Prepayments

This asset item includes expenditures incurred during the financial year but relating to a subsequent financial year.

Provisions

Provisions are intended to cover losses or debts, the nature of which is clearly defined and which, at the date of the balance sheet, are either likely to be incurred or certain to be incurred but uncertain as to their amount or the date on which they will arise.

Provisions may also be created to cover charges that have originated in the financial year under review or in a previous financial year, the nature of which is clearly defined, at the date of the balance sheet, are either likely to be incurred or certain to be incurred but uncertain as to their amount or the date on which they will arise.

Current tax provision

Provisions for taxation corresponding to the tax liability estimated by the Company for the financial years are recorded under the caption "Tax debts".

NOTE 3 DEBTORS

	31.12.2014	31.12.2013
	EUR	EUR
Amounts owed by affiliated undertakings	247,297,823.44	97,750,453.85
Other debtors	25.52	235,221.80
Receivable from tax and social security	6,420.00	3,210.00
Option premiums paid	2,962,000.00	0.00
Net book value at the end of the period	250,266,268.96	97,988,885.65

The amounts owed by affiliated undertakings correspond to:

Since its incorporation, the Company granted various loans to the operating entities of the 4finance group (hereafter the 'Group'). The Company acts as a lender and all the loans bear interest at various rates. They all have a maturity of 5 years as from the effective date of each agreement. However, prior to the maturity, the lender may request the repayment of the loan or the borrower may repay it at any time.

As of 31 December 2014, the aggregate principal of the loans granted by the Company amounted to EUR 239,759,860.87 and the related accrued interest amounted to EUR 11,052,270.94

The interest income of the period in relation with these loans amounted to EUR 24,952,157.62

The Board of Directors decided to record a value adjustment amounting to an aggregate amount EUR 3,514,308.37 on the principals and accrued interest of some loans.

NOTE 4 DERIVATIVE FINANCIAL INSTRUMENTS

On 31 December 2014, the Company entered into foreign exchange contracts as detailed below:

Counterparty	Currency	Amount purchased	Currency	Amount sold	Maturity date	Fair value EUR
BNP Paribas Poland	USD	72,500,000.00		0.00	29.02.2016	655,759.32
BNP Paribas Poland	PLN	270,120,000.00		0.00	29.07.2015	4,660,450.46
G. Interactive	USD	8,500,000.00		0.00	14.08.2019	915,032.00
U.Arnicaņš	USD	8,500,000.00		0.00	14.08.2019	915,032.00
Mercalia Partners	USD	5,500,000.00		0.00	14.08.2019	613,633.00
				<u>0.00</u>		<u>7,759,906.78</u>

NOTE 5 PREPAYMENTS

Prepayments are mainly composed of following expenses:

	31.12.2014 EUR	31.12.2013 EUR
Legal fees	22,125.30	0.00
Other fees	0.00	267.81
Total	<u>22,125.30</u>	<u>267.81</u>

NOTE 6 CAPITAL AND RESERVES

Subscribed capital

As of 31 December 2014 the subscribed capital amounting to EUR 100,000,000.00 is represented by 100,000,000.00 shares of a nominal value of EUR 1.00 each.

	2014 EUR	Number of Shares	Total number of shares
Subscribed capital - opening balance	100,000,000.00	100,000,000.00	100,000,000.00
Subscriptions for the year	0.00	0.00	0.00
Redemptions for the year	0.00	0.00	0.00
Subscribed capital - closing balance	<u>100,000,000.00</u>	<u>100,000,000.00</u>	<u>100,000,000.00</u>

The subscribed capital, which was unpaid as at 31 December 2013, was paid in 2014.

Legal reserve

In accordance with Luxembourg Law of August 10, 1915, as amended, on commercial companies, the Company is required to transfer a minimum of 5% of its net profit for each financial year to a legal reserve. This requirement ceases to be necessary once the balance of the legal reserve reaches 10% of the issued share capital. The legal reserve is not available for distribution to the sole Shareholder.

Movements for the year on the reserves and profit/loss items

	Legal reserve	Reserve for own shares	Other reserves	Profit or loss brought forward	Profit or loss for the financial year	Interim dividends	Total
31 December 2013	0.00	0.00	0.00	1,037,313.99	0.00	0.00	1,037,313.99
<u>Allocation of the prior year's result:</u>							0.00
Appropriation to the legal reserve	51,865.70	0.00	0.00	(51,865.70)	0.00	0.00	0.00
Dividend distribution	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other movements	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Result for the financial year	0.00	0.00	0.00	0.00	(15,242,588.30)	0.00	(15,242,588.30)
31 December 2014	<u>51,865.70</u>	<u>0.00</u>	<u>0.00</u>	<u>985,448.29</u>	<u>(15,242,588.30)</u>	<u>0.00</u>	<u>(14,205,274.31)</u>

NOTE 7 SUBORDINATED DEBTS

Amounts due and payable for the accounts shown under "Subordinated debts" are as follows:

	Within one year	After one year and within five years	Total 31.12.2014 EUR	Total 31.12.2013 EUR
Convertible debts	0.00	0.00	0.00	0.00
Non-convertible debts	<u>7,312,229.44</u>	<u>164,731,076.54</u>	<u>172,043,305.98</u>	<u>0.00</u>
Total	<u>7,312,229.44</u>	<u>164,731,076.54</u>	<u>172,043,305.98</u>	<u>0.00</u>

On 15 August 2014 4finance S.A. listed USD 200,000,000.00 senior notes with coupon rate 11.75% in the Irish Stock Exchange, with maturity date 14 August 2019. These notes were used to refinance the Group's USD 170,000,000.00 notes which were due on 31 January 2015 and to facilitate the expansion of the Group's operations.

The accrued interest payable as at 31 December 2014 amounts to EUR 7,312,229.44.

NOTE 8 NON SUBORDINATED DEBTS

	Within one year	After one year and within five years	After more than five years	Total 31.12.2014 EUR	Total 31.12.2013 EUR
Trade creditors	312,494.87	3,500,000.00	0.00	3,812,494.87	76,615.94
Amounts owed to affiliated undertakings	3,383.30	0.00	0.00	3,383.30	13,584.38
Tax and social security	359,190.09	0.00	0.00	359,190.09	45,825.20
Total	675,068.26	3,500,000.00	0.00	4,175,068.26	136,025.52

The amounts owed to affiliated undertakings correspond to:

The amount of EUR 3,383.30 is owed to AS 4finance for services related to IT system administration and tax advisory expenses.

NOTE 9 OTHER EXTERNAL CHARGES

	2014 EUR	2013 EUR
Fees related to bonds issue	6,967,558.12	0.00
Legal fees	406,933.02	83,049.97
Audit and accounting fees	105,232.67	48,407.07
Bank fees	42,530.54	12,936.02
IT expenses	1,390.30	0.00
Tax advisory fees	32,839.88	0.00
Other professional fees	17,789.54	35,310.25
Contribution to professional organisations	350.00	350.00
Management and consulting fees	22,500.00	0.00
Total	7,597,124.07	180,053.31

NOTE 10 STAFF COSTS

During the period, the Company employed one part time employee as a Branch Manager for its Malta Branch.

NOTE 11 INTEREST AND OTHER FINANCIAL CHARGES

	2014	2013
	EUR	EUR
Interest expense on loans	408,138.86	0.00
Interest expense concerning affiliated undertakings	985,910.71	0.00
Interest expense on bonds	7,233,388.63	0.00
Loss on exchange differences	21,911,044.05	836,996.72
Total	<u>30,538,482.25</u>	<u>836,996.72</u>

4finance S.A. has bank accounts and issue loans in different currencies such us GBP; USD; PLN; GEL; SEK. In August 2014 company listed USD 200,000,000.00 senior notes with coupon rate 11.75% in the Irish Stock Exchange.

NOTE 12 TAXATION

The Company is fully taxable at an effective corporation tax rate amounting to 29.22% (with a minimum of EUR 3,210.00). This minimum amount of taxes of EUR 3,210.00 may be deducted of the tax charge payable by the Company in the future. However, this minimum amount will not be repaid to the Company.

It is also subject to a net worth tax amounting to 0.50% based on the net asset value of the company at the beginning of the calendar year.

Finally, the Company is liable to taxes in Malta through its Malta Branch.

The tax charges consist in the following:

	2014	2013
	EUR	EUR
Corporate Income	3,210.00	26,640.29
Municipal Business Tax	0.00	6,348.38
Net Wealth Tax	0.00	62.50
Malta tax on Malta Branch revenue	38,139.42	12,774.03
	<u>41,349.42</u>	<u>45,825.20</u>

NOTE 13 OTHER INTEREST AND FINANCIAL INCOME

	2014	2013
	EUR	EUR
Interest on bank account	531.01	221.80
Realized exchange gains	1,510,192.04	15,034.79
Total	<u>1,510,723.05</u>	<u>15,256.59</u>

NOTE 14 RELATED PARTIES TRANSACTIONS

In January 2014 the Company entered into short term Loan agreement with Group Company AS 4finance (the Lender), reg.No. 40003991692, legal address: Lielirbes iela 17a-8, Riga, Latvia, LV-1046. The Lender granted a loan with a maximum amount of EUR 20,000,000.00 and an interest rate of 13,25% per year. The Loan has been fully repaid in August 2014.

The Company has concluded derivative agreements with following related parties - G. Interactive, U.Arnicaņš and Mercalia Partners. For details of the respective derivative financial instruments refer to note 4.

NOTE 15 AUDITOR'S FEES

The total fees expensed by the Company and due for the current financial period to the audit firm are presented as follows:

	2014	2013
	EUR	EUR
Malta Deloitte	7,000.00	7,000.00
KPMG Luxembourg, Société coopérative	20,040.00	16,100.00
KPMG Baltics SIA	4,960.00	0.00
Auditors fees	32,000.00	23,100.00

NOTE 16 ADVANCES AND LOANS GRANTED TO THE MEMBERS OF THE MANAGEMENT AND SUPERVISORY BODIES

	2014	2013
	EUR	EUR
Management bodies	0.00	0.00
Supervisory bodies	0.00	0.00
Auditors fees	0.00	0.00

NOTE 17 SUBSEQUENT EVENTS

On 13 February 2015, the sole shareholder resolved to accept the resignation of Mr. Magsud AHMADKHANOV, director of the Company and to appoint as new director Mr. Marc CHONG KAN for a period until 2020 when the annual general meeting of the Company will be held.

In March 2015, 4finance S.A. issued SEK 225.0 million of 11.75% notes which are senior to all of the 4finance group's future subordinated debt. The notes will be listed on the corporate bond list of Nasdaq Stockholm within six months from the issue date. The notes will mature in March 2018.



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To the Shareholders of
4finance S.A.
6, rue Guillaume Schneider
L-2522 Luxembourg

REPORT OF THE REVISEUR D'ENTREPRISES AGREÉ

Report on the financial statements

We have audited the accompanying annual accounts of 4finance S.A, which comprise the balance sheet as at 31 December 2014 and the profit and loss account for the year then ended, and a summary of significant accounting policies and other explanatory information.

Board of Directors' responsibility for the annual accounts

The Board of Directors is responsible for the preparation and fair presentation of these annual accounts in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the annual accounts, and for such internal control as the Board of Directors determines is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

Responsibility of the Réviseur d'Entreprises agréé

Our responsibility is to express an opinion on these annual accounts based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the Commission de Surveillance du Secteur Financier. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the annual accounts are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual accounts. The procedures selected depend on the judgement of the Réviseur d'Entreprises agréé, including the assessment of the risks of material misstatement of the annual accounts, whether due to fraud or error. In making those risk assessments, the Réviseur d'Entreprises agréé considers internal control relevant to the entity's preparation and fair presentation of the annual accounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors, as well as evaluating the overall presentation of the annual accounts.

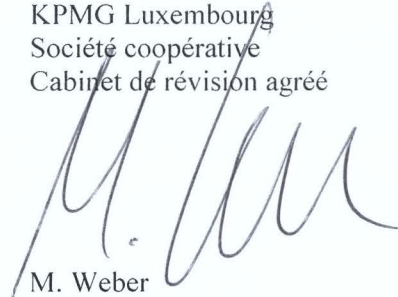
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the annual accounts give a true and fair view of the financial position of 4finance S.A. as of 31 December 2014, and of the results of its operations for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the annual accounts.

Luxembourg, 30 July 2015

KPMG Luxembourg
Société coopérative
Cabinet de révision agréé



M. Weber