

4finance Group

Tax Charter

1 Purpose and scope

This document sets out 4finance Group's (4finance or the Group) approach towards the management and control of its tax affairs and sets out the general framework within which the Group will operate when considering tax related issues.

The principles defined herein are followed by the all Group entities and its employees, and are part of the Group's Tax Policy.

2 General principles of tax matters in 4finance Group

The taxes 4finance pays are an important part of its wider economic and social impact and play a key role in the development of countries in which the Group operates. 4finance regards this as a critical part of our commitment to grow in a sustainable, responsible and socially inclusive way. Therefore, proper tax management is essential for the Group, its shareholders and other stakeholders affected by its activities.

4finance is committed to comply with all applicable tax laws, rules and regulations, irrespective of whether they are local, national or supranational. The Group fosters a culture of compliance with tax laws, even by persons who do not carry out their work closely related to tax, finance or accounting.

As a basic rule of our day-to-day business, the Group's tax strategy is aligned with its business and commercial strategy. The Group believes its obligation is to pay the amount of tax legally due in any jurisdiction, in accordance, in form and substance, with rules set by governments and where economic value is created. In order to optimise value for all stakeholders, 4finance Group may seek to take steps to use reliefs and incentives available under applicable laws and double tax treaties to maintain the Group's global tax efficiency, avoiding double taxation and reducing unnecessary tax burden.

All transactions must have a business purpose and commercial rationale, consistent with the Group's commitment to be a good corporate fiscal citizen.

3 Tax risk management and tax compliance

4finance has established policies which govern our approach to identify, manage and mitigate tax risks. These include following OECD Transfer Pricing Guidelines in conjunction with local requirements applicable in jurisdictions where the Group operates for transactions between Group entities.

Tax risks are actively managed within an appropriate framework and control procedures. Significant risks are reported to the Executive Committee and the Supervisory Board. Potential material risks are assessed for the likelihood of occurrence and the negative financial or reputational impact on the Group.

Due consideration is given to the Group's reputation and its corporate and social responsibilities when considering tax issues and this forms part of the overall decision-making and risk assessment process within the Group.

4finance does not tolerate tax evasion of any kind, including facilitation of tax evasion by any person employed or contracted to Group or acting on the Group's behalf.

In situations where applicable tax laws and/or practice are unclear, the Group will engage with external tax advisers to ensure compliance and that statutory and legislative tax obligations are met. However, as tax legislation is often complex and its application may be unclear, it is impossible to ensure that our interpretation of our obligations will always be accepted by tax authorities. Therefore, 4finance aims to ensure it is aware of all relevant tax risks, including in relation to compliance matters, financial reporting, tax management, tax audits and legislative developments.

4 Relationships with tax authorities

4finance recognises the important role of all tax authorities in the various jurisdictions in which the Group operates, acknowledging them as stakeholders in its business. It is the Group's policy to be transparent and proactive in all interactions with tax authorities.

Therefore, all 4finance companies seek to maintain constructive, collaborative and professional relationships with local tax authorities based on transparency and trust. The Group will comply with relevant legal disclosure and approval requirements and all information will be clearly presented to the tax authorities or other relevant bodies, as appropriate.