



**ANNUAL REPORT**  
**2015**

**PROFI CREDIT Slovakia, s.r.o.**

## Selected indicators of PROFI CREDIT Slovakia, s.r.o.

<b>Loans Provided (Production)</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
Number of loans provided	21 799	28 485	24 377
Nominal value of loans provided (in EUR ths) *	61 218,01	78 233,98	73 216,27
Disbursed in total (in EUR ths)	25 177,54	31 083,12	29 216,16
Credit for employees – share in total production	80,69%	83,27%	73,44%
Loans for businessmen – share in total production	19,31%	16,73%	26,56%
<b>Human Resources</b>			
Number of external credit advisors	370	505	505
Number of external collection staff	124	129	145
Number of employees	118	119	107
<b>Financial Indicators (in EUR ths)</b>			
Total assets	131 559,71	142 658,04	121 434,88
Total revenues	41 122,80	56 016,25	46 013,05
Total costs	40 705,72	54 878,01	49 055,63
Profit/Loss before taxation	417,07	1 138,24	-3 042,58
Income tax**	152,65	354,79	-621,32
Profit/Loss after taxation	264,43	783,45	-2 421,26

\* the nominal value of a loan provided includes the disbursed amount and future interest income

\*\* deferred payable

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## 1. THE PROFIREAL GROUP

The PROFIREAL Group is a transnational financial group which operates on the financial markets of Central and Eastern Europe. The group is one of the most prominent providers of loans and credits in the Czech Republic, Slovakia, Poland, Bulgaria and Russia. The PROFIREAL Group consists of two divisions. The companies belonging to the PROFI CREDIT division operate in the area of financial loans and credits, while the companies falling under the PROFI INVESTMENT division deal with development of new investment projects.

PROFIREAL Group SE with registered office in the Netherlands is the parent company of the group. The group has been providing financial loans and credits since the year 2000, when it started this project in the Czech Republic and Slovakia.

Throughout its time in business PROFI CREDIT has succeeded in providing more than 1 075 000 loans and credits. The strongest position belongs to the division in the Czech Republic. The share of the Czech Republic of the total volume of provided loans and credits is 39 %. Currently the highest profitability is achieved in Poland.

The amount of provided loans and credits by division PROFI CREDIT achieved in 2015 year to year growth 7%. This result was mainly supported by growth in Profi Credit Poland almost 38 %. Nominal value of provided loans and credits by division PROFI CREDIT almost reached almost 332 million €.

One of the main priorities for all companies of PROFIREAL Group is also the quality of the client's portfolio. The group operationally reacts to economic states in particular countries and adapts its business, mainly risk management to actual situation.

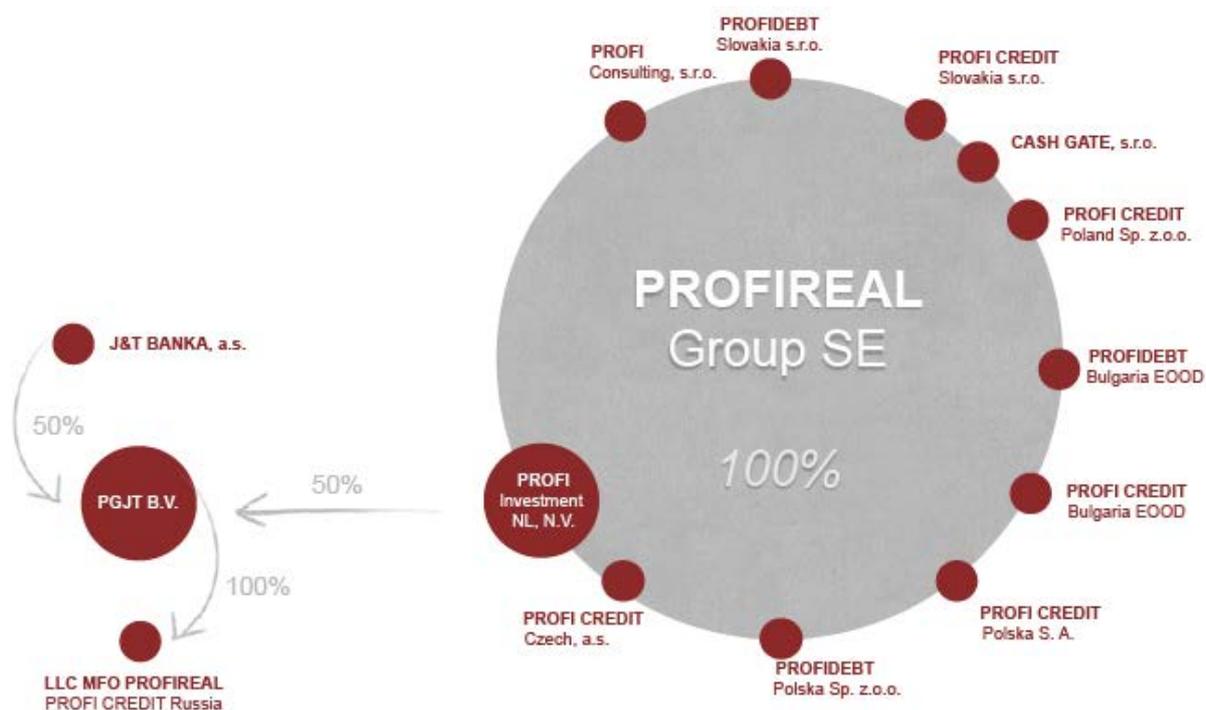
## PROFIREAL Group focuses on the countries of Central and Eastern Europe



The mission of the recently created PROFI INVESTMENT division is to support business operations of the PROFIREAL Group. PROFI INVESTMENT's main tasks include seeking investment opportunities and high-potential projects on both international and local scale. The firm not only acquires stakes in projects that are already under way, are established, and need a partner with a strong capital backing, but also offers start up capital for new ventures.

The goal of PROFIREAL Group is to develop the current activities and to permanently adjust them to the economic situation in the individual countries. The main emphasis will be placed on quality risk management, on the optimization of all processes inside the individual group companies, cost savings, and maintaining the shares in the market segment.

## PROFIREAL Group Structure



State as at 31.12.2015

## 2. EXECUTIVE DIRECTOR'S INTRODUCTORY SPEECH

Dear Business Partners and Employees,

I have the honor of speaking to you and informing you of a fundamental change, the achievement of the business and financial results of the company for 2015.

This year was marked by two significant milestones. The first milestone was historical, marked by the celebration of our 15th anniversary, the existence and success of the company PROFI CREDIT Slovakia on the Slovak financial market. The celebrations were exceptional in all respects and held 12 June in the form of a "Garden Party" in the pleasant surroundings of the Senec lakes in the presence of 240 invited guests and business partners. The celebrations were marked by good food, good humor, the unusual performances of the acrobatic Vertigo show and spectacular fireworks, which was unusually accompanied by heavy metal music.

The second milestone was business-related, which during 2015 obliged us, in accordance to applicable legislation of the Slovak Republic, to obtain a license, meaning the obtainment of a decision regulator NBS license to provide consumer credit, without limitation for the provision of consumer loans (hereinafter "Permits"). In other words " to gain the opportunity to continue to do business in the consumer credit segment of the Slovak financial market."

I am proud to say that we were among the first the regulator handed over for the assessment of an application to obtain a "Permit" to comprehensively process the materials provided and required by Slovak legislation. In the case of negotiations, queries and feedback we always responded promptly and professionally and we tried to deliver the required information and materials to the regulator as soon as possible. Based on excessively strict legislative conditions the regulator is already in the process of assessing our request and submitted materials to tighten conditions for individual consumer lending. The result of the whole process was that on 9.9.2015 the regulator National Bank of Slovakia granted the company PROFI CREDIT Slovakia, s.r.o. its written decision on the "Permit" issue.

On the one hand the obtained "Permit" authorizes us to do business in the consumer credit segment of the Slovak financial market; on the other hand, we have become a supervised entity by the National Bank of Slovakia and that obliges us to respect very strict legislation and authorization conditions in the provision of consumer loans. This phenomenon is a very negative social campaign against so-called non-banking companies, also reflected negatively in the business results of September to December, 2015.

In the business results in response to developments after obtaining the "Permit" we are rethinking our goals and in the incriminated months we adjusted our business plan also in the consumer and business segment. Although in August 2015 we fulfilled business results by 100%, we were not able to also have the above-mentioned facts accomplished and fulfill the modified business plans. In overall production our result achieved in 2015 was in amount €61 million. After years of regular success and achieving a historic record this year, we failed to achieve the best historical business results.

During the whole period of the company on the Slovak financial market, PROFIT CREDIT Slovakia, s.r.o. has reached a nominal value of loans worth more than € 562 million.

There was also a constant tightening of legislative conditions in the consumer loan area after the so-called licensing non-banking entities process, bordering with disproportionate consumer protection in the financial market, forcing us at the end of 2015 to deal with finding relevant ways out of the situation and looking at the possibility of a greater focus on the business segment.

In 2016 we expect a difficult year. We have a task that will determine our future. In early 2016, we want to significantly push the business segment through the modification of the business loans portfolio for all target groups of entrepreneurs. In the first half of 2016 we want to start lending to consumers with insurance to meet all strict legislative conditions and also be of interest to less risky segments of consumers. We are not concealing our ambition of focusing on the most creditworthy clients. We want to stabilize the managerial staff and business network as well as employees at

headquarters. We also want to provide all modified products for strict regulation and governance commensurate with the level of risk and profitability.

Despite the fact that the stated objectives are not easy, I firmly believe they are achievable and that by joining forces these objectives will be met and from non-banking licensed entities we will be the most stable and most trusted partner and provider of consumer and business loans in Slovakia.

Allow me in conclusion to express a huge gratitude to all of you for your patience, overcoming obstacles, for your confidence, believing in us when companies are struggling, for your support and efforts for the work done and the results achieved. At the same time, for 2016, I wish you as well as your relatives and families much personal and professional success, good health, happiness, and that whatever you do in life you do happily.

Sincerely,



**Ing. Miroslav Jurenka**

Executive Director and Managing Director

### 3. CHARACTERISTICS OF PROFI CREDIT SLOVAKIA, S.R.O.

#### 3.1. Company bodies



He graduated from the Faculty of Economics and Administration at the University of Pardubice. He has been operating in the company PROFI CREDIT Czech since 2000, while he was still studying at university he began working as a financial analyst. In 2001 he became Head of Administration of claims and then economic director of the company. Since July 2001 he has been member of the Board of PROFI CREDIT Czech. In the financial group Profireal Group he holds the position of General Director since 2003 and Chairman of the board of the Group since 2007. In December 2015 he became managing director of PROFI CREDIT Slovakia.

**Ing. David Chour**  
Managing Director



After graduating from the Secondary Vocational School, he started working for an international advertising agency. During his time at this company he worked for a large number of clients and actively participated in image of various international and local brands. He gained further professional marketing experience during his time abroad. He's been working at PROFI CREDIT Slovakia, s.r.o. since July 2008 as Marketing Director. Since 2012 he's also been the company's Managing Director.

**Richard Lörincz**  
Managing Director



He graduated from the Military Technical College in Liptovský Mikuláš with majors in communication and IT systems. His work experience was later connected with military service, where he held various specialist and management posts in the field of communication and information systems. After his military career, he worked in the private and public sectors for three years. In 2006, he joined PROFÍ CREDIT Slovakia, s.r.o., and held the position of Development Manager. Currently, he holds the position of CEO. Since 2010, he has also been acting as a managing director of PROFÍ CREDIT Slovakia.

### **Ing. Miroslav Jurenka**

CEO and Managing Director



After completing studies at the J. K. Tyl Grammar School in Hradec Králové, he graduated from the Czech Agricultural University, the Agronomy Faculty, in Prague in 1995, and then, from the Operations and Economy Faculty in 1998. He has worked at various managerial positions during his career, primarily in the fields such as logistics, purchase, and human resources management. In January 2007, he took up the post of the Collections Manager in Profidebt; he was in charge of all sections of the Collections Department. In 2013 he became member of the Board of Directors of PROFÍ CREDIT Slovakia.

### **Ing. Aleš Oborník**

Managing Director

## **Members of Management of PROFİ CREDIT Slovakia, s.r.o.**

Ing. Marcel Mešter – Head of Financial Department

Pavol Antálek – Head of Sales Department

PaedDr. Elena Moravčíková – Head of HR Department

Mgr. Martin Košťial – Head of IT Department

Richard Lörintz – Head of Marketing Department

Bc. Veronika Šustrová – Head of Operations Department

Jana Hricová – Head of Collections Department

Bc. Andrej Turňa – Head of the Audit Department

State as at 31 December, 2015

### **3.2. Company profile**

PROFI CREDIT Slovakia, s.r.o. was founded in 2000, when it was registered in the Commercial Register under its original name PROFIREAL SLOVAKIA spol. s r. o. The business name was changed in the middle of February 2008. The company was founded for the purpose of conducting business in the field of providing loans and credits to clients.

As a guarantee of the quality, the company acquired license on 09.09.2015 by the National Bank of Slovakia that allows PROFİ CREDIT Slovakia, s.r.o. to provide services in the field of providing loans and credits to clients.

The company has adopted knowledge and know-how from its parent company Profireal, a.s, adjusting it to the Slovak market conditions. First loans to natural persons were provided at the end of 2000.

The company's activities were successfully developed as early as in the first year of its operation, especially thanks to a strong demand in the Slovak market, poor

accessibility of banking products, and especially the unique terms under which the loans were provided by the company. Last but not least, the work of business network has also contributed to this; first area directorates were established and seated in three largest towns, corresponding to the initial division of the Slovak Republic into three regions.

During the first year of its operation in the market, the company acquired 10,000 clients. In 2002, system changes were adopted, leading to the overall stabilization in the year 2003. Business results improved, which is evidenced by the year-on-year production growth by 23%. This increase in production was also due to the introduction of loans for natural persons with a payment period longer than 2 years – specifically 30 and 36 months. In 2003, a loan for business entities was launched, too.

The ever-increasing number of competing businesses in 2004 and 2005 resulted in the introduction of new products. The first of these was the inclusion loan, later followed by the Bonus Loan, favoured loan, and Credit 6000 (Úver 6000). The expansion of the product portfolio manifested itself in an enlargement of the target client group.

PROFI CREDIT Slovakia, s.r.o. focuses on clients who prefer personal approach. It sells its products via a network of external co-workers – contracted financial agents. This quality business network is behind the success of the entire Company. Within the Slovak Republic, the clients have currently at their disposal over 500 contracted financial agents, who choose the most suitable product together with the credit applicant.

### **3.3. Product offer**

PROFI CREDIT Slovakia, s.r.o. has been providing loans and credits to its clients since 2000. Since then, the product portfolio has been gradually changing and developing. Among our basic products are: Employee Loan – designed for employees and retirees, Profi, and Bridge Loans – designed for business people, and provided since 1 April, 2012. In all cases funds are transferred to the client's account. The loan is repaid in the same way.

Due to legislative changes and the introduction of licensing of non-bank companies, in 2015 Employee loan passed several changes. In the matter of better protection of the client's entry into non-banking credit register (NRKI) assessment of the client's ability to repay the loan was improved, which will have in the coming years a positive impact on the quality of the client portfolio. There was also a significant cheapening of consumer credit at the end of the 2015.

The Employee Loan belongs among the company's basic products. This product is designed for natural persons who are employed, with a regular income. This loan is also for retirees who receive pension (retirement age pension, disability, and early retirement). It is a non-cash loan repaid by the client in regular monthly instalments. This consumer loan is provided for the purpose specified by the Borrower, or as a non-specified one. The employee loan is still the only one that can also be closed through an ONLINE application, which is processed preferentially. There is also the option of providing a cross-border loan to someone in the Czech Republic or Hungary. In October 2011 we extended the options to Austria and Germany for clients who have permanent residence in Slovakia but commute to work to the above-mentioned countries, where they have long-term employment.

The Profi Loan is designed for business people (natural and legal persons) who file their income-tax returns in Slovakia. The loan is also intended for business

people starting out. It is provided between the amounts of € 1,000 to € 33,000 with a payment period of 24 to 48 months.

The Bridge Loan is designed for business people (natural and legal persons) who file their income-tax returns in Slovakia. The conditions are an achieved gross annual amount of at least € 10,000 and the length of business performance at least 18 months. This loan is not intended for business people starting out. It is provided between the amounts of € 1,000 and € 33,000 with a payment period of 3 to 18 months.

In the case of both the Profi and Bridge loans, the applicant can choose from three types of credits, i.e.:

1. Collateral – the client submits a real estate as collateral – without providing evidence for their income (the price is the highest).
2. Creditworthiness – the client submits documents proving their economic solvency.
3. Creditworthiness + Collateral – the client submits a real estate as collateral and, at the same time, provides evidence for their income (the price is the lowest).

All applications for the provision of Profi and Bridge Loans are assessed individually. Of course, there is a free assessment for each application, whether the Employee, Profi, or Bridge Loan. The repayment is either in the form of regular monthly instalments using a standing order from a bank account, direct money deposits into the account, or payroll deductions. Even during 2015 we amended our contractual arrangements and forms in order to comply with applicable legislation.

## **Products of 2016**

PROFI CREDIT Slovakia, s.r.o. is planning to extend its line for new products in both the "Retail" and "Business" segments in 2016. When developing new products, we will take into account our customers' needs so that our products fully satisfy the current market need and meet the demanding requirements of our customers.

In the short-term, the company intends to launch onto the market a product offering loan repayment ability insurance.

## **3.4 Business results**

In 2015, PROFIT CREDIT Slovakia, s.r.o. provided loans and credits in an aggregate amount of approximately € 61,2 million.

In 2015, the company provided loans to 21 799 clients. The most frequently provided product was the Employee Loan, representing 80,69 % of the overall product portfolio.

In 2015, the Bratislava region, which operates in the self-governing regions of Bratislava and Trnava, became the most successful region, with the total production amounting to € 16,97 million. Ranked second was the Nitra region, which operates in the self-governing regions of Nitra and Trenčín, with the total production amounting to € 15,55 million. PROFIT CREDIT Slovakia, s.r.o., also operates in the other two regions, namely in the Košice region (self-governing regions of Košice and Prešov), where a total production of € 15,15 million was reached, and in the Banská Bystrica region (self-governing regions of Banská Bystrica and Žilina), with the production € 13,53 million.

June 2015 was a record-breaking month, in which PROFIT CREDIT Slovakia, s.r.o., provided loans and credits, including revolving credit facilities, in a total amount of € 7,1 million.

During the whole time that PROFÍ CREDIT Slovakia, s.r.o., has been operating in Slovakia's financial market, the nominal value of loans and credits provided has reached € 501 million and the total historic production, including revolving credit facilities, has exceeded an amount of € 562 million.

### Total production in 2015 by individual regions in EUR



BA stands for the Bratislava region, BB for the Banská Bystrica region, KE for the Košice region, and NR for the Nitra region.

### 3.5. Business outlook

Outstanding business results were achieved in 2015. Compared to 2014, reduction of 22% was reached in the total production, mainly due to legislative changes in the Slovak Republic, applied since September, 2015.

In 2016 we expect the total production of 45 million €. To ensure that our goal is achieved, we intend to increase the amount of loans and credits provided to businesses and sole traders so the ratio with respect to employee credit should be approximately 50%.

### **3.6. Sales network**

Having an efficiently functioning network of bound financial agents is crucial to the success of the whole company. The products of PROFIT CREDIT Slovakia, s.r.o., are offered by way of direct sale and through a network of external partners – bound financial agents, which considerably enhances their availability and promptness. An efficiently and properly functioning network of bound financial agents who personally present the company and its products to the clients is essential for the success of the whole company. We attach great importance to the development of the sales network, which has been gradually built since 2000, and its quality. To this end, there are ongoing processes aimed at increasing the efficiency of the sales network and training processes. In 2015, we realised a number of Mystery shopping waves, where we focused on checking the quality of services provided through our bound financial agents. We intend to continue carrying out such activities in 2016, with 4 Mystery shopping waves being planned.

The client's first contact with the products offered by our company is just through the network of bound financial agents, who choose a credit option that most suits the needs and possibilities of the client and, subsequently, prepare all documents that are necessary for a loan or credit to be disbursed to the client

Bound financial agents cooperate with PROFIT CREDIT Slovakia, s.r.o., on the basis of financial intermediation agreements. A commission for intermediated loans is a major motivator for them. PROFIT CREDIT's commissions system, which has been in place and modified, is rather generous. Despite modifications Profile CREDIT Slovakia preserve the uniqueness of the affiliate system and its bound financial agents remain the best rewarded in lending.

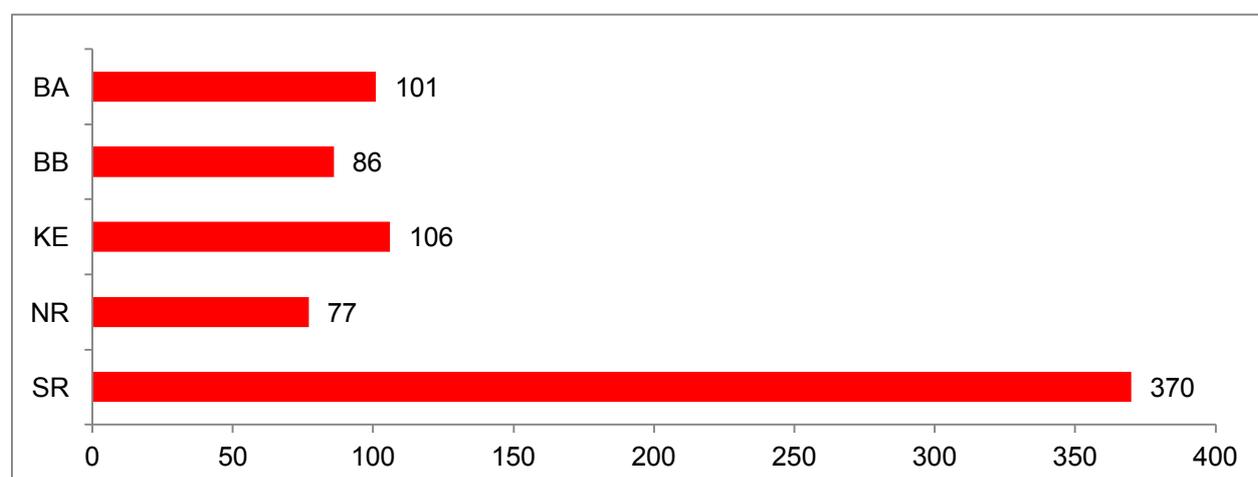
## Structure of the sales network

In 2015, there were 370 bound financial agents working for PROFIT CREDIT Slovakia, s.r.o. The company's sales network is divided into four regions – Bratislava, Nitra, Banská Bystrica and Košice - which have been set up with a view to ensuring the optimum availability of clients and bound financial agents as well as with regard to mutual competitiveness.

Each region has its regional directorate, which serves as an administrative base for bound financial agents. Regional sales directors and managers are responsible for the quality and quality of production as well as for the engagement of new bound financial agents in the given region.

Each region is composed of small teams - groups of managers. Those managers are involved in the operative management of bound financial agents and the planning, management and assessment of marketing activities and sales results of the manager groups. The company's interest in supporting the sales network is significant, which is shown by both the motivation scheme for the sales network and the cooperation with regional partners in training programs and support. One of the essential elements of the company's incentive system is the new ELITE CLUB. The main idea is to improve and expand the ranks of active workers in the business and collection network, increase their satisfaction and motivation, and subsequently on a regular basis to reward for being the best.

## Total number of bound financial agents by region



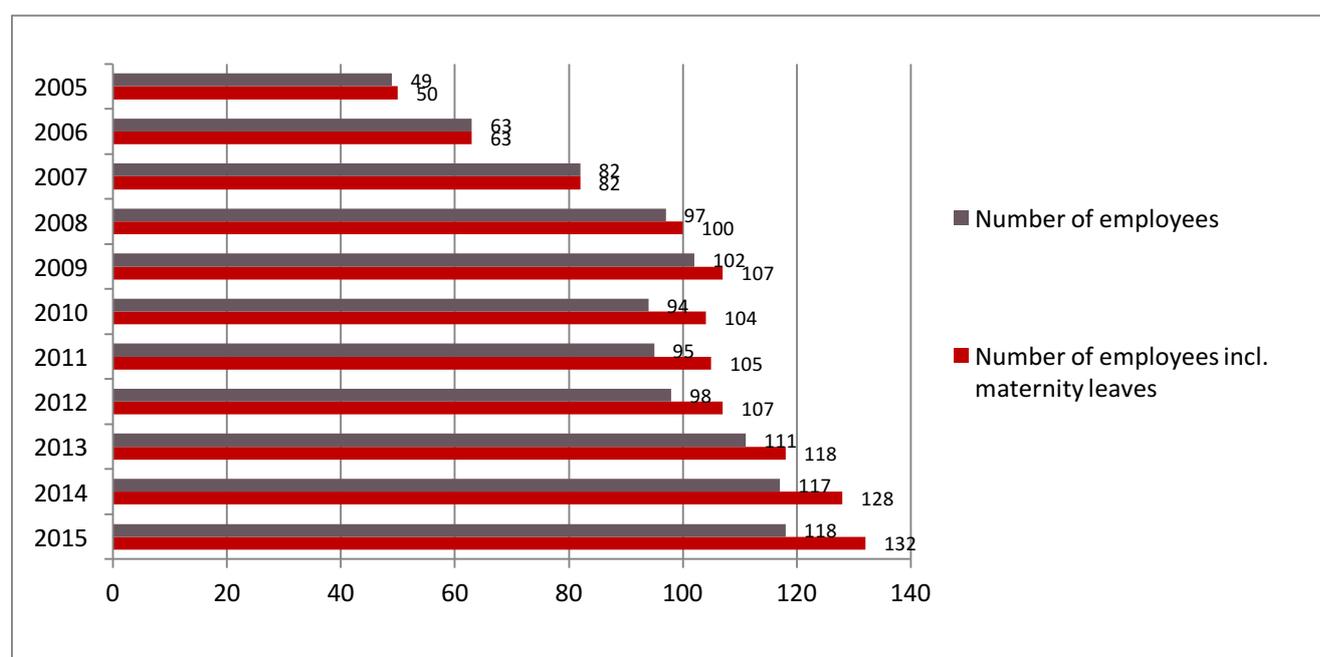
BA stands for the Bratislava region, BB for the Banská Bystrica region, KE for the Košice region and NR for the Nitra region.

### 3.7. Employees

Human resources are a key pillar for PROFÍ CREDIT Slovakia, s.r.o.; it is just people and their knowledge and skills that determine whether the company is successful or not.

As of 31 December 2015, the company had a total of 132 full-time employees, of whom 14 female employees were on maternity leave. Out of the total headcount, 64% are female employees and 36% are male employees. We are a young company with an average age of 35 years.

#### Headcount development between 2005 and 2015



During the year 2015, HR was established as an equal partner to all components of the "core business" and the principle of "HR Business Partnership" recorded significant achievements. HR has met the basic aim to be professional, confident and an indispensable consultant and advisor, manager of changes, expert in internal communications and relations, an expert on employment issues, the guarantor of ethics and non-discriminatory access. In the last quarter of 2015 was defined the new philosophy and operation of HR trends in company. There has been a change in the angle of view to present basic philosophical principles of human resource management "HR Business Partnership".

HR remains one of the key components of a company whose approach is based on the main goal of HR, to be a real support function unit whose role is to provide comprehensive support in all areas of HR recruitment and selection, through the preparation of legal documents labour, wage policies, benefits, measurable employee evaluation, further development and education to staff retention.

By applying a systematic approach in those areas, we have made the following achievements:

- HRD has better credit at the HQ – closer contact with people, solving problems, applying an "open door" strategy;
- building trust and not solving things "from the table";
- continual enhancement of the level of soft skills of managers;
- making the adaptation process systematic, employee care during the adaptation period;
- participation in sales network projects, HR Partner's communication with the sales network about change management;
- the involvement of HR processes in the sales network – support in the recruitment process (on-line carrier centres, support also in the recruitment of individuals for external positions, quality of briefing

meetings, quality of the adaptation of Profi juniors and of work with Profi juniors, quality of staff meetings).

In 2015, we continued to offer benefits to our employees. Such benefits as Sick Days (days off due to sickness) or the optional working regime Home Office were available to the employees. We regularly realised the PROFI BREAKFAST benefit, where the employees can get information about the company's results and news and informally communicate with the company's management and colleagues from the other departments. The company regularly conducted a semiannual assessment of employee work performance, the output of which is a report on work results for the given period, identification of development needs, and the setting of objectives for the next period. In June a company-wide team building event was held while in the autumn the loyalty of members of the individual departments and teams was built through the CAFE bonus benefit. We organised a Christmas party for the employees to make their pre-Christmas time more pleasant.

### **Training and development**

In 2015, we successfully continued in the development of our staff through the internal training system PROFI ACADEMY and JTP (Junior Trainee Program).

### **3.8. Sponsorship**

PROFI CREDIT Slovakia, s.r.o. has been a partner of the Orphanage in Liptovský Hrádok for ten years. Every year during the National Conference, the managers give the Orphanage a financial donation. The Orphanage representatives were also honoured guests at the 2015 National Conference, the Director of the Orphanage receiving a check for € 4,000.

The Orphanage in Liptovský Hrádok operates five homes – in Liptovský Mikuláš, Liptovský Hrádok, Kráľova Lehota, Liptovská Porúbka, and Liptovský Trnovec. All

the orphanages are of a family type – in the form of groups – with children between 3 and 25 years of age.

In 2015 company PROFIT CREDIT Slovakia, s.r.o started cooperation with UNICEF to help children around the world. Assistance in 2015 was focused on the fight against an insidious disease Ebola.

PROFIT CREDIT Slovakia, s.r.o. in 2015 became a partner of the Association of assistance to affected Adele. The company, in collaboration with APPA allowed rehabilitation of selected children patients through the project credit for a new beginning in this unique facility rehabilitation of selected children patients through the project credit for a new beginning. Providing financial support to assist the rehabilitation and treatment in top Adeli Medical Center, was for these pediatric patients more accessible.

In 2015 he took place between employees collection of children's clothing and toys that children were sent to a special school in South Africa. The school is supported by the company itself a financial donation.

## 4. EXECUTIVES' REPORT

This report is submitted the General Meeting by the executives of PROFÍ CREDIT Slovakia, s.r.o., having its registered office at Pribinova 25, 824 96 Bratislava, Company ID No.: 35 792 752, incorporated in the Companies Register of the Bratislava I District Court, Section Sro, File No. 22160/B. The company's core business in 2015 was the provision of loans and credits using its own capital.

The company's total assets in accounting period in 2015 amounted to EUR 131,500 thousand, compared to EUR 142,658 thousand in 2014. Current assets account for 98,5 % of the total assets, which represents an amount of EUR 129,592 thousand in 2015 and trade receivables amount to EUR 123,119 thousand. Non-current assets account for 0.69% of the total assets, which represents an amount of EUR 912 thousand.

The company's liabilities amount to EUR 79,619 thousand, of which long-term loans represent EUR 66,834 thousand.

The major share in the company's total revenues, which amounted to EUR 41,123 thousand in 2015, is attributable to financial revenues from contractual fees and adjustments to repayment schedules for loans and credits provided, which amounted to EUR 28,216 thousand, revenues from bonus packages and services in amount EUR 9,530 thousand, default and penalty interest income amounting to EUR 1,881 thousand, revenues from court and legal fees in amount EUR 681 thousand.

In 2015, the expenses amounted to EUR 40,706 thousand; the major cost items are loan interest amounting to EUR 11,487 thousand, provisions made for overdue debts and contractual penalties amounting to EUR 11,947 thousand, the costs of unsuccessful distraint procedures amounting to EUR 320 thousand, and personnel costs amounting to EUR 2,831 thousand.

As of 31 December 2015, the accounting entity recognised a pre-tax profit of EUR 417 thousand. After being adjusted by deductible and non-deductible items, the income tax base amounted to EUR 6,734 thousand for the reporting period. After accounting for a deferred tax liability of EUR 1329 thousand and the tax payable, the company's profit for 2015 amounted to EUR 264 thousand. The company's due tax liability for 2015 represents an amount of EUR 1,482 thousand.

The accounting profit recognised by the company for 2015 is EUR 264 thousand and will be carried to the account of accumulated losses from previous years.

The particular profit/loss items are given in more detail in the enclosed statements:

Balance Sheet

Profit and Loss Statement

Cash Flow Statement

Notes to the Financial Statements



.....  
Ing. Miroslav Jureňka  
výkonný riaditeľ a konateľ spoločnosti  
PROFI CREDIT Slovakia, s. r. o.



.....  
Richard Lörincz  
konateľ spoločnosti  
PROFI CREDIT Slovakia, s. r. o.



.....  
Ing. David Čheur  
konateľ spoločnosti  
PROFI CREDIT Slovakia, s. r. o.



.....  
Aleš Oborník  
konateľ spoločnosti  
PROFI CREDIT Slovakia, s. r. o.

## 5. FINAL REPORT OF SUPERVISORY BOARD

The final report of the Supervisory Board of PROFÍ CREDIT Slovakia, s.r.o. to the General Meeting

At its meeting, the Supervisory Board of PROFÍ CREDIT Slovakia, s.r.o., discussed the documents submitted by the company executives regarding the company's profit for the financial and taxation period of 2015, namely:

1. Balance Sheet for 2015
2. Executives' report on the company's assets and liabilities, the financial statements,  
and the proposal for distribution of the company's profit for 2015
3. Independent auditor's report on the audited financial statements as of 31 December 2015.

Pursuant to the provision of Section 198 of the Commercial Code, the Supervisory Board shall review the annual financial statements as well as the executives' proposal for the distribution of profits or settlement of losses from previous years, and shall submit its comments to the General Meeting.

The annual financial statements of PROFÍ CREDIT Slovakia, s.r.o., for 2015 had been audited by the audit company Deloitte Audit s.r.o., having its registered office at Einsteinova 23, 851 01 Bratislava.

**The company's after-tax profit for 2015 amounts to EUR 264,427.27.**

**Pursuant to the company's Articles of Association, it is proposed that the profit be distributed as follows:**

**- an amount of EUR 264,427.27 shall be carried to the account of accumulated losses from previous years.**

The Supervisory Board discussed the financial results for 2015, became familiar with the contents of the auditor's report on the audited financial statements, discussed and reviewed the annual financial statements for 2015 as well as the executives' proposal for distribution of the company's profit for 2015.

It is stated by the Supervisory Board that the financial statements had been prepared on the basis of accounting books and records properly kept, and that the profit distribution is in accordance with legal regulations.

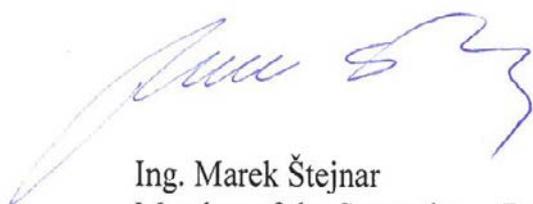
The Supervisory Board recommends that the company's annual financial statements for 2015 and the executives' proposal for distribution of the company's profit for 2015 to be approved by the General Meeting.



Ing. Zdeněk Lhotský  
Member of the Supervisory Board of PROFÍ CREDIT Slovakia, s.r.o.



Ing. Marcel Mešter  
Member of the Supervisory Board of PROFÍ CREDIT Slovakia, s.r.o.



Ing. Marek Štejnár  
Member of the Supervisory Board of PROFÍ CREDIT Slovakia, s.r.o.

## 6. INDEPENDENT AUDITOR'S REPORT



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Id. Nr.: 31 343 414  
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### PROFI CREDIT Slovakia, s.r.o.

#### INDEPENDENT AUDITOR'S REPORT

To the Partner and Executives of PROFIT CREDIT Slovakia, s.r.o.:

We have audited the accompanying financial statements of PROFIT CREDIT Slovakia, s.r.o. (the "Company"), which comprise the balance sheet as at 31 December 2015, and the income statement for the year then ended, and notes, which include a summary of significant accounting policies and other explanatory information.

#### **Statutory Body's Responsibility for the Financial Statements**

The Company's statutory body is responsible for the preparation and fair presentation of these financial statements in accordance with the Slovak Act on Accounting No. 431/2002 Coll. as amended (the "Act on Accounting"), and for such internal control as the statutory body determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements 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 Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the statutory body, as well as evaluating the overall presentation of the financial statements.

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 financial statements present fairly, in all material respects, the financial position of PROFIT CREDIT Slovakia, s.r.o. as of 31 December 2015, and its financial performance for the year then ended in accordance with the Act on Accounting.

#### **Emphasis of matters**

We draw attention to Note II.2 to the financial statements stating that as at 31 December 2015, the Company reported negative equity of EUR 8 420 230. The Company's ability to continue as a going concern depends on maintaining adequate financing from third parties and financial support from its parent company. The accompanying financial statements include no adjustments that would have been necessary if the Company were unable to continue as a going concern.

We also draw attention to Note II.12 to the financial statements stating that in 2015 the Company changed the recognition of revenues from contractual penalties.

We draw attention also to Notes II.7, II.10a) and III.2.3 to the accompanying financial statements. The Company records provisions for receivables based on the management estimates of the future recoverability of receivables. Actual results may differ from these estimates and the difference may be material.

Our opinion is not modified in respect of these matters.

Bratislava, 29 April 2016



Deloitte Audit s.r.o.  
Licence SKAu No. 014



Ing. Peter Longauer, FCCA  
Responsible Auditor  
Licence UDVA No. 1136

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited, a UK private company limited by guarantee, and its network of member firms, each of which is a legally separate and independent entity. Please see [www.deloitte.com/sk/about](http://www.deloitte.com/sk/about) for a detailed description of the legal structure of Deloitte Touche Tohmatsu Limited and its member firms.



**PROFI CREDIT Slovakia, s.r.o., DIČ: 2021509270**  
**Balance Sheet as at 31. December 2015**

Description	ASSETS	Line	Current Reporting Period			Immediately
			Gross	Correction	Net	Preceding
a	b	c	1 (part 1)	1 (part 2)	2	3
			(EUR)	(EUR)	(EUR)	(EUR)
	<b>Total assets (I. 02 + I. 33 + I. 74)</b>	<b>01</b>	<b>190 955 044</b>	<b>59 395 336</b>	<b>131 559 708</b>	<b>142 658 040</b>
<b>A.</b>	<b>Non-current assets (I. 03 + I. 11 + I. 21)</b>	<b>02</b>	<b>2 108 594</b>	<b>1 196 902</b>	<b>911 692</b>	<b>540 293</b>
<b>A.I.</b>	<b>Total non-current intangible assets (I. 04 to I. 10)</b>	<b>03</b>	<b>452 927</b>	<b>296 529</b>	<b>156 398</b>	<b>123 763</b>
A.I.1.	Capitalised development costs (012) - /072, 091A/	04	-	-	-	-
A.I.2.	Software (013) - /073, 091A/	05	211 912	205 558	6 354	13 032
A.I.3.	Valuable rights (014) - /074, 091A/	06	16 680	6 988	9 692	13 328
A.I.4.	Goodwill (015) - /075, 091A/	07	-	-	-	-
A.I.5.	Other non-current intangible assets (019, 01X) - /079, 07X, 091A/	08	162 992	83 983	79 009	30 319
A.I.6.	Non-current intangible assets in acquisition (041) - 093	09	61 343	-	61 343	67 084
A.I.7.	Advance payments for non-current intangible assets (051) - /095A/	10	-	-	-	-
<b>A.II.</b>	<b>Total non-current tangible assets (I. 012 to I. 020)</b>	<b>11</b>	<b>1 655 667</b>	<b>900 373</b>	<b>755 294</b>	<b>416 530</b>
A.II.1.	Land (031) - 092A	12	-	-	-	-
A.II.2.	Structures (021) - /081, 092A/	13	-	-	-	-
A.II.3.	Separate movable assets and sets of movables (022) - /082, 092A/	14	1 547 111	900 373	646 738	309 170
A.II.4.	Perennial crops (025) - /085, 092A/	15	-	-	-	-
A.II.5.	Livestock and draught animals (026) - /086, 092A/	16	-	-	-	-
A.II.6.	Other non-current tangible assets (029, 02X, 032) - /089, 08X, 092A/	17	-	-	-	-
A.II.7.	Non-current tangible assets in acquisition (042) - 094	18	108 556	-	108 556	107 360
A.II.8.	Advance payments for non-current tangible assets (052) - /095A/	19	-	-	-	-
A.II.9.	Correction item to acquired assets (+/- 097) +/- 098	20	-	-	-	-
<b>A.III.</b>	<b>Total non-current financial assets (I. 22 to I. 32)</b>	<b>21</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
A.III.1.	Shares and ownership interests in group companies (061A, 062A, 063A) - /096A/	22	-	-	-	-
A.III.2.	Shares and ownership interests with a participating interest except for group companies (062A) - /096A/	23	-	-	-	-

**PROFI CREDIT Slovakia, s.r.o., DIČ: 2021509270**  
**Balance Sheet as at 31. December 2015**

Description	ASSETS	Line	Current Reporting Period			Immediately
						Preceding
			Gross	Correction	Net	Net
a	b	c	1 (part 1)	1 (part 2)	2	3
			(EUR)	(EUR)	(EUR)	(EUR)
A.III.3.	Other held-for-sale securities and ownership interests (063A) - /096A/	24	-	-	-	-
A.III.4.	Loans to group companies (066A) - /096A/	25	-	-	-	-
A.III.5.	Loans within a participating interest except to group companies (066A) - /096A/	26	-	-	-	-
A.III.6.	Other loans (067A) - /096A/	27	-	-	-	-
A.III.7.	Debt securities and other non-current financial assets (065A, 069A, 06XA) - /096A/	28	-	-	-	-
A.III.8.	Loans and other non-current financial assets with remaining maturity of up to one year (066A, 067A, 069A, 06XA) - /096A/	29	-	-	-	-
A.III.9.	Bank accounts bound for period exceeding one year (22XA)	30	-	-	-	-
A.III.10.	Non-current financial assets in acquisition (043) - /096A/	31	-	-	-	-
A.III.11.	Advance payments for non-current financial assets (053) - /095A/	32	-	-	-	-
<b>B.</b>	<b>Current assets (I. 34 + I. 41 + I. 53 + I. 66 + I. 71)</b>	<b>33</b>	<b>187 790 062</b>	<b>58 198 434</b>	<b>129 591 628</b>	<b>140 858 735</b>
<b>B.I.</b>	<b>Total inventory (I. 35 to I. 40)</b>	<b>34</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B.I.1.	Raw materials (112, 119, 11X) - /191, 19X/	35	-	-	-	-
B.I.2.	Work-in-progress and semi-finished goods (121, 122, 12X) - /192, 193, 19X/	36	-	-	-	-
B.I.3.	Finished goods (123) - 194	37	-	-	-	-
B.I.4.	Livestock (124) - 195	38	-	-	-	-
B.I.5.	Merchandise (132, 133, 13X, 139) - /196, 19X/	39	-	-	-	-
B.I.6.	Advance payments for inventory (314A) - /391A/	40	-	-	-	-
<b>B.II.</b>	<b>Total non-current receivables (I. 42 + I. 46 to I. 52)</b>	<b>41</b>	<b>60 174 163</b>	<b>-</b>	<b>60 174 163</b>	<b>67 567 014</b>
<b>B.II.1.</b>	<b>Total trade receivables (I. 43 to I. 45)</b>	<b>42</b>	<b>54 733 108</b>	<b>-</b>	<b>54 733 108</b>	<b>65 214 992</b>
B.II.1.a.	Trade receivables from group companies (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	43	-	-	-	-
B.II.1.b.	Trade receivables within a participating interest except for receivables from group companies (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	44	-	-	-	-
B.II.1.c.	Other trade receivables (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	45	54 733 108	-	54 733 108	65 214 992
B.II.2.	Net contract value (316A)	46	-	-	-	-
B.II.3.	Other receivables from group companies (351A) - /391A/	47	-	-	-	-
B.II.4.	Other receivables within a participating interest except for receivables from group companies (351A) - /391A/	48	-	-	-	-
B.II.5.	Receivables from partners, members and participants in an association (354A, 355A, 358A, 35XA) - /391A/	49	-	-	-	-
<b>B.II.8</b>	<b>Deferred tax asset (481A)</b>	<b>52</b>	<b>5 441 055</b>	<b>-</b>	<b>5 441 055</b>	<b>2 352 022</b>
<b>B.III.</b>	<b>Total current receivables (I. 54 + I. 58 to I. 65)</b>	<b>53</b>	<b>126 609 387</b>	<b>58 198 434</b>	<b>68 410 953</b>	<b>71 822 076</b>
<b>B.III.1.</b>	<b>Total trade receivables (I. 55 to I. 57)</b>	<b>54</b>	<b>126 571 738</b>	<b>58 186 017</b>	<b>68 385 721</b>	<b>71 800 640</b>
B.III.1.a.	Trade receivables from group companies (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	55	23 092	-	23 092	-

**PROFI CREDIT Slovakia, s.r.o., DIČ: 2021509270**  
**Balance Sheet as at 31. December 2015**

Description	ASSETS	Line	Current Reporting Period			Immediately
			Gross	Correction	Net	Preceding
a	B	c	1 (part 1)	1 (part 2)	2	3
			(EUR)	(EUR)	(EUR)	(EUR)
B.III.1.b.	Trade receivables within a participating interest except for receivables from group companies (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	56	-	-	-	-
B.III.1.c.	Other trade receivables (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	57	126 548 646	58 186 017	68 362 629	71 800 640
B.III.2.	Net contract value (316A)	58	-	-	-	-
B.III.3.	Other receivables from group companies (351A) - /391A/	59	-	-	-	-
B.III.4.	Other receivables within a participating interest except for receivables from group companies (351A) - /391A/	60	-	-	-	-
B.III.5.	Receivables from partners, members and participants in an association (354A, 355A, 358A, 35XA, 398A) - /391A/	61	-	-	-	-
B.III.6.	Social security insurance (336A) - /391A/	62	-	-	-	-
B.III.7.	Tax assets and subsidies /341, 342, 343, 345, 346, 347) - /391A/	63	-	-	-	-
B.III.8.	Receivables from derivative transactions (373A, 376A)	64	-	-	-	-
B.III.9.	Other receivables (335A, 33XA, 371A, 374A, 375A, 378A) - /391A/	65	37 649	12 417	25 232	21 436
<b>B.IV.</b>	<b>Total current financial assets (I. 67 to I. 70)</b>	<b>66</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
B.IV.1.	Current financial assets in group companies (251A, 253A, 256A, 257A, 25XA) - /291A, 29XA/	67	-	-	-	-
B.IV.2.	Current financial assets excluding current financial assets in group companies (251A, 253A, 256A, 257A, 25XA) - /291A, 29XA/	68	-	-	-	-
B.IV.3.	Treasury stock and treasury shares (252)	69	-	-	-	-
B.IV.4.	Current financial assets in acquisition (259, 314A) - /291A/	70	-	-	-	-
<b>B.V.</b>	<b>Financial accounts I. 72 + I. 73</b>	<b>71</b>	<b>1 006 512</b>	<b>-</b>	<b>1 006 512</b>	<b>1 469 645</b>
B.V.1.	Cash on hand (211, 213, 21X)	72	12 932	-	12 932	15 386
B.V.2.	Bank accounts (221A, 22X, +/- 261)	73	993 580	-	993 580	1 454 259
<b>C.</b>	<b>Total accruals and deferrals (I. 75 to I. 78)</b>	<b>74</b>	<b>1 056 388</b>	<b>-</b>	<b>1 056 388</b>	<b>1 259 012</b>
C.1.	Non-current deferred expenses (381A, 382A)	75	780 000	-	780 000	975 000
C.2.	Current deferred expenses (381A, 382A)	76	276 388	-	276 388	284 012
C.3.	Non-current accrued income (385A)	77	-	-	-	-
C.4.	Current accrued income (385A)	78	-	-	-	-

**PROFI CREDIT Slovakia, s.r.o., DIČ: 2021509270**  
**Balance Sheet as at 31. December 2015**

Description	EQUITY AND LIABILITIES	Line	Current Reporting Period	Immediately Preceding Reporting Period
a	b	c	5	6
			(EUR)	(EUR)
	<b>TOTAL EQUITY AND LIABILITIES I. 80 + I. 101 + I. 141</b>	<b>79</b>	<b>131 559 708</b>	<b>142 658 040</b>
<b>A.</b>	<b>Equity I. 80 + I. 85 + I. 86 + I. 87 + I. 90 + I. 93 + I. 97 + I. 100</b>	<b>80</b>	<b>(8 420 230)</b>	<b>(2 937 660)</b>
<b>A.I.</b>	<b>Total registered capital (I. 82 to I. 84)</b>	<b>81</b>	<b>500 000</b>	<b>6 639</b>
A.I.1.	Registered capital (411 or +/- 491)	82	500 000	6 639
A.I.2.	Changes in the registered capital +/- 419	83	-	-
A.I.3.	Receivables for subscribed capital (-/353)	84	-	-
A.II.	Share premium (412)	85	-	-
A.III.	Other capital funds (413)	86	-	-
<b>A.IV.</b>	<b>Legal reserve funds I. 88 + I. 89</b>	<b>87</b>	<b>50 000</b>	<b>1 328</b>
A.IV.1.	Legal reserve fund and non-distributable fund (417A, 418, 421A, 422)	88	50 000	1 328
A.IV.2.	Reserve fund for treasury stock and treasury shares (417A, 421A)	89	-	-
<b>A.V.</b>	<b>Other funds from profit I. 91 + I. 92</b>	<b>90</b>	<b>-</b>	<b>-</b>
A.V.1.	Statutory funds (427, 42X)	91	-	-
A.V.2.	Other funds (427, 42X)	92	-	-
<b>A.VI.</b>	<b>Total revaluation reserves (I. 94 to I. 96)</b>	<b>93</b>	<b>-</b>	<b>-</b>
A.VI.1.	Asset and liability revaluation reserve (+/- 414)	94	-	-
A.VI.2.	Financial investments revaluation reserve (+/- 415)	95	-	-
A.VI.3.	Revaluation reserve from fusions, mergers and separations (+/- 416)	96	-	-
<b>A.VII.</b>	<b>Profit/loss from previous years I. 98 + I. 99</b>	<b>97</b>	<b>(9 234 657)</b>	<b>(3 729 075)</b>
A.VII.1.	Retained earnings from previous years (428)	98	-	-
A.VII.2.	Accumulated losses from previous years (-/429)	99	(9 234 657)	(3 729 075)
<b>A.VIII.</b>	<b>Profit/loss for the current reporting period after taxation +/- I. 01 - (I. 81 + I. 85 + I. 86 + I. 87 + I. 90 + I. 93 + I. 97 + I. 101 + I. 141)</b>	<b>100</b>	<b>264 427</b>	<b>783 448</b>
<b>B.</b>	<b>Liabilities I. 102 + I. 118 + I. 121 + I. 122 + I. 136 + I. 139 + I. 140</b>	<b>101</b>	<b>79 619 254</b>	<b>77 979 527</b>
<b>B.I.</b>	<b>Total non-current liabilities (I. 103 + I. 107 to I. 117)</b>	<b>102</b>	<b>66 833 551</b>	<b>61 275 965</b>
<b>B.I.1.</b>	<b>Total long-term trade payables (I. 104 to I. 106)</b>	<b>103</b>	<b>-</b>	<b>-</b>
B.I.1.a.	Trade payables to group companies (321A, 475A, 476A)	104	-	-
B.I.1.b.	Trade payables within a participating interest except for payables to group companies (321A, 475A, 476A)	105	-	-
B.I.1.c.	Other trade payables (321A, 475A, 476A)	106	-	-
B.I.2.	Net contract value (316A)	107	-	-
B.I.3.	Other payables to group companies (471A, 47XA)	108	-	-
B.I.4.	Other payables within a participating interest except for payables to group companies (471A, 47XA)	109	-	-
B.I.5.	Other long-term payables (479A, 47XA)	110	66 833 551	61 275 154
B.I.6.	Long-term advance payments received (475A)	111	-	-
B.I.7.	Long-term bills of exchange to be paid (478A)	112	-	-
B.I.8.	Bonds issued (473A/-/255A)	113	-	-
B.I.9.	Social fund payables (472)	114	-	811
B.I.10.	Other non-current payables (336A, 372A, 474A, 47XA)	115	-	-
B.I.11.	Long-term payables from derivative transactions (373A, 377A)	116	-	-
B.I.12.	Deferred tax liability (481A)	117	-	-

**PROFI CREDIT Slovakia, s.r.o., DIČ: 2021509270**  
**Balance Sheet as at 31. December 2015**

Description			Current Reporting Period	Immediately Preceding Reporting Period
EQUITY AND LIABILITIES		Line		
a	b	c	5 (EUR)	6 (EUR)
<b>B.II.</b>	<b>Long-term provisions for liabilities I. 119 + I. 120</b>	<b>118</b>	<b>126 188</b>	<b>120 655</b>
B.II.1.	Legal provisions for liabilities (451A)	119	-	-
B.II.2.	Other provisions for liabilities (459A, 45XA)	120	126 188	120 655
<b>B.III.</b>	<b>Long-term bank loans (461A, 46XA)</b>	<b>121</b>	<b>-</b>	<b>-</b>
<b>B.IV.</b>	<b>Total current liabilities (I. 123 + I. 127 to I. 135)</b>	<b>122</b>	<b>12 398 262</b>	<b>16 134 380</b>
<b>B.IV.1.</b>	<b>Total trade payables (I. 124 to I. 126)</b>	<b>123</b>	<b>2 744 165</b>	<b>2 625 804</b>
B.IV.1.a.	Trade payables to group companies (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	124	42 455	48 840
B.IV.1.b.	Trade payables within a participating interest except for payables to group companies (321A, 322A, 324A, 325A, 32XA, 475A, 476A, 478A, 47XA)	125	-	-
B.IV.1.c.	Other trade payables (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	126	2 701 710	2 576 964
B.IV.2.	Net contract value (316A)	127	-	-
B.IV.3.	Other payables to group companies (361A, 36XA, 471A, 47XA)	128	-	85 307
B.IV.4.	Other payables within a participating interest except for payables to group companies (361A, 36XA, 471A, 47XA)	129	-	-
B.IV.5.	Payables to partners and participants in an association (364, 365, 366, 367, 368, 398A, 478A, 479A)	130	-	-
B.IV.6.	Payables to employees (331, 333, 33X, 479A)	131	143 806	114 095
B.IV.7.	Social security insurance payables (336A)	132	92 155	81 502
B.IV.8.	Tax liabilities and subsidies (341, 342, 343, 345, 346, 347, 34X)	133	551 187	1 055 547
B.IV.9.	Payables from derivative transactions (373A, 377A)	134	-	-
B.IV.10.	Other payables (372A, 379A, 474A, 475A, 479A, 47XA)	135	8 866 949	12 172 125
<b>B.V.</b>	<b>Short-term provisions for liabilities I. 137 + I. 138</b>	<b>136</b>	<b>261 253</b>	<b>448 527</b>
B.V.1.	Legal provisions for liabilities (323A, 451A)	137	87 475	148 649
B.V.2.	Other provisions for liabilities (323A, 32X, 459A, 45XA)	138	173 778	299 878
B.VI.	Current bank loans (221A, 231, 232, 23X, 461A, 46XA)	139	-	-
B.VII.	Short-term financial assistance (241, 249, 24X, 473A, /-/255A)	140	-	-
<b>C.</b>	<b>Total accruals and deferrals (I. 142 to I. 145)</b>	<b>141</b>	<b>60 360 684</b>	<b>67 616 173</b>
C.1.	Non-current accrued expenses (383A)	142	-	-
C.2.	Current accrued expenses (383A)	143	866 834	731 848
C.3.	Non-current deferred income (384A)	144	29 287 440	35 995 553
C.4.	Current deferred income (384A)	145	30 206 410	30 888 772

**PROFI CREDIT Slovakia, s.r.o., DIČ: 2021509270**  
**Income Statement for the year ended 31. December 2015**

Description	ITEM	Line	Actual	
			Current Reporting Period	Immediately Preceding Reporting Period
			4	5
a	b	c	(EUR)	(EUR)
*	<b>Net turnover (a portion of Accounting Class 6 under the Act)</b>	<b>01</b>	<b>40 619 579</b>	<b>55 821 110</b>
**	<b>Total operating revenues (I. 03 to I. 09)</b>	<b>02</b>	<b>2 818 429</b>	<b>21 713 534</b>
I.	Revenues from the sale of merchandise (604, 607)	03	-	-
II.	Revenues from the sale of own products (601)	04	-	-
III.	Revenues from the sale of services (602, 606)	05	435 332	110 057
IV.	Changes in inventories (+/- Accounting Group 61)	06	-	-
V.	Own work capitalised (Accounting Group 62)	07	-	-
VI.	Revenues from the sale of non-current intangible assets, non-current tangible assets and raw materials (641, 642)	08	72 510	21 846
VII.	Other operating revenues (644, 645, 646, 648, 655, 657)	09	2 310 587	21 581 631
**	<b>Total operating expenses (I. 11 + I. 12 + I. 13 + I. 14 + I. 15 + I. 20 + I. 21 + I. 24 + I. 25 + I. 26)</b>	<b>10</b>	<b>26 484 630</b>	<b>43 772 297</b>
A.	Costs of the acquisition of merchandise sold (504, 507)	11	-	-
B.	Consumed raw materials, energy and other non-inventory supplies (501, 502, 503)	12	383 662	357 034
C.	Provisions for inventories (+/-) (505)	13	-	-
D.	Services (Accounting Group 51)	14	10 381 449	10 736 666
<b>E.</b>	<b>Total personnel expenses (I. 16 to I. 19)</b>	<b>15</b>	<b>2 830 775</b>	<b>2 955 375</b>
E.1.	Wages and salaries (521, 522)	16	2 061 778	2 175 094
E.2.	Remuneration of members of company bodies and co-operative (523)	17	20 864	17 422
E.3.	Social insurance expenses (524, 525, 526)	18	678 013	697 440
E.4.	Social expenses (527, 528)	19	70 120	65 419
F.	Taxes and fees (Accounting Group 53)	20	7 339	9 851
<b>G.</b>	<b>Amortisation and depreciation, and provisions for non-current intangible and non-current tangible assets (I. 22 + I. 23)</b>	<b>21</b>	<b>217 911</b>	<b>132 250</b>
G.1.	Amortisation and depreciation of non-current intangible and non-current tangible assets (551)	22	217 911	132 250
G.2.	Provisions for non-current intangible and non-current tangible assets (+/-) (553)	23	-	-
H.	Net book value of non-current assets and raw materials sold (541, 542)	24	-	27 333
I.	Provisions for receivables (+/-) (547)	25	11 947 346	27 981 516
J.	Other operating expenses (543, 544, 545, 546, 548, 549, 555, 557)	26	716 148	1 572 272
***	<b>Operating profit or loss (+/-) (I. 02 - I. 10)</b>	<b>27</b>	<b>(23 666 201)</b>	<b>(22 058 763)</b>
*	<b>Added value (I. 03 + I. 04 + I. 05 + I. 06 + I. 07) - (I. 11 + I. 12 + I. 13 + I. 14)</b>	<b>28</b>	<b>(10 329 779)</b>	<b>(10 983 643)</b>
**	<b>Total revenues from financing activities (I. 30 + I. 31 + I. 35 + I. 39 + I. 42 + I. 43 + I. 44)</b>	<b>29</b>	<b>38 304 366</b>	<b>34 302 715</b>
VIII.	Revenues from the sale of securities and ownership interests (661)	30	-	-
IX.	Total revenues from non-current financial assets (I. 32 to I. 34)	31	-	-
IX.1.	Revenues from securities and ownership interests from group companies (665A)	32	-	-

**PROFI CREDIT Slovakia, s.r.o., DIČ: 2021509270**  
**Income Statement for the year ended 31. December 2015**

Description	ITEM	Line	Actual	
			Current Reporting Period	Immediately Preceding Reporting Period
			4	5
a	b	c	(EUR)	(EUR)
IX.2.	Revenues from securities and ownership interests within a participating interest except for revenues from group companies (665A)	33	-	-
IX.3.	Other revenues from securities and ownership interests (665A)	34	-	-
<b>X.</b>	<b>Total revenues from current financial assets (I. 36 to I. 38)</b>	<b>35</b>	<b>-</b>	<b>-</b>
X.1.	Revenues from current financial assets from group companies (666A)	36	-	-
X.2.	Revenues from current financial assets within a participating interest except for revenues from group companies (666A)	37	-	-
X.3.	Other revenues from current financial assets (666A)	38	-	-
<b>XI.</b>	<b>Interest income (I. 40 + I. 41)</b>	<b>39</b>	<b>102</b>	<b>63</b>
XI.1.	Interest income from group companies (662A)	40	-	-
XI.2.	Other interest income (662A)	41	102	63
XII.	Foreign exchange gains (663)	42	1 315	3 404
XIII.	Gains on revaluation of securities and revenues from derivative transactions (664, 667)	43	-	-
XIV.	Other revenues from financing activities (668)	44	38 302 949	34 299 248
<b>**</b>	<b>Total costs of financing activities (I. 46 + I. 47 + I. 48 + I. 49 + I. 52 + I. 52 + I. 53 + I. 54)</b>	<b>45</b>	<b>14 221 092</b>	<b>11 105 716</b>
K.	Securities and ownership interests sold (561)	46	-	-
L.	Expenses related to current financial assets (566)	47	-	-
M.	Provisions for financial assets (+/-) (565)	48	-	-
<b>N.</b>	<b>Interest expense (I. 50 + I. 51)</b>	<b>49</b>	<b>11 487 024</b>	<b>8 895 675</b>
N.1.	Interest expense for group companies (562A)	50	-	-
N.2.	Other interest expense (562A)	51	11 487 024	8 895 675
O.	Foreign exchange losses (563)	52	17 715	4 697
P.	Expenses for revaluation of securities and expenses related to derivative transactions (564, 567)	53	-	-
Q.	Other costs of financing activities (568, 569)	54	2 716 353	2 205 344
<b>***</b>	<b>Profit/loss from financing activities (+/-) (I. 29 - I. 45)</b>	<b>55</b>	<b>24 083 274</b>	<b>23 196 999</b>
<b>****</b>	<b>Profit/loss for the reporting period before taxation (+/-) (I. 27 + I. 55)</b>	<b>56</b>	<b>417 073</b>	<b>1 138 236</b>
<b>R.</b>	<b>Income tax (I. 58 + I. 59)</b>	<b>57</b>	<b>152 646</b>	<b>354 788</b>
R.1.	Current income tax (591, 595)	58	1 481 578	1 045 602
R.2.	Deferred income tax (+/-) (592)	59	(1 328 932)	(690 814)
S.	Profit/loss of partnership transferred to partners (+/- 596)	60	-	-
<b>****</b>	<b>Profit/loss for the reporting period after taxation (+/-) (I. 56 - I. 57 - I. 60)</b>	<b>61</b>	<b>264 427</b>	<b>783 448</b>

**Note:**

The notes include information stipulated by the regulations relating to the content of the notes to the separate financial statements, for which the reporting entity has the content. All data and information disclosed in these notes arise from the bookkeeping and are linked to the separate financial statements. Value figures are in whole euros unless stipulated otherwise.

**GENERAL INFORMATION****Company Details**

<b>Business name and seat</b>	PROFI CREDIT Slovakia, s.r.o. Pribinova 25 824 96 Bratislava 26
<b>Date of establishment</b>	22 May 2000
<b>Date of incorporation</b> (according to the Commercial Register)	24 July 2000
<b>Business activities</b>	<ul style="list-style-type: none"> <li>- Factoring and forfaiting;</li> <li>- Non-banking provision of loans and borrowings from own funds;</li> <li>- Mediation and organisational activities in trade;</li> <li>- Training activities;</li> <li>- Economic and organisational advisory services;</li> <li>- Accounting advisory services;</li> <li>- Lease of motor vehicles, machines, equipment, IT, office equipment; and</li> <li>- Lease of real estate lease connected with supplementary services – procurement services related to the lease.</li> </ul>

**Employees**

<b>Item</b>	<b>2015</b>	<b>2014</b>
Full-time equivalent	118	117
Number of employees as at the reporting date	118	119
<i>Of which: managers</i>	9	9

**Unlimited Guarantee**

PROFI CREDIT Slovakia, s.r.o. (hereinafter also the "Company") is not an unlimited liability partner in any other reporting entities.

**Basis of Preparation for the Financial Statements**

These financial statements represent the annual separate financial statements of PROFIT CREDIT Slovakia, s.r.o. The financial statements were prepared for the reporting period from 1 January 2015 to 31 December 2015 in compliance with Slovak legislation, ie the Act on Accounting and Accounting Procedures for Businesses.

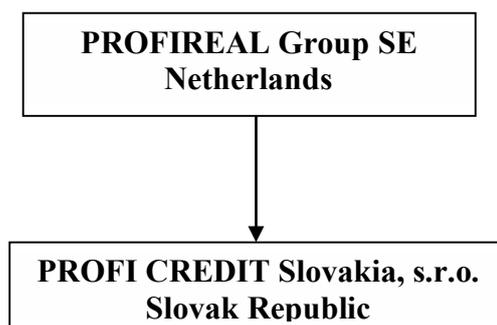
The financial statements are intended for general use and information; they are not intended for the purposes of any specific user or consideration of any specific transactions. Accordingly, users should not rely exclusively on these financial statements when making decisions.

**Approval of the 2014 Financial Statements**

The 2014 financial statements of PROFIT CREDIT Slovakia, s.r.o. were approved by the Annual General Meeting held on 11 June 2015.

**Members of the Company's Bodies**

<b>Body</b>	<b>Function</b>	<b>Name</b>
Management	Executive	Ing. Petr Vrba (until 31 October 2015)
	Executive	Aleš Oborník
	Executive – Executive Director	Ing. Miroslav Jurenka
	Executive	Richard Lőrincz
	Executive	Ing. David Chour (since 15 December 2015)
Supervisory Board	Member of the Supervisory Board	Ing. Marcel Mešter (since 20 February 2015)
	Member of the Supervisory Board	Ing. Marek Štejnár (since 20 February 2015)
	Member of the Supervisory Board	Ing. Zdeněk Lhotský (since 20 February 2015)

**Partner and Shareholder Structure and Shares in the Registered Capital**

<b>Partners</b>	<b>Share in Registered Capital</b>		<b>Voting Rights %</b>	<b>Other Share in Equity Other than in Registered Capital in %</b>
	<b>EUR</b>	<b>%</b>		
PROFIREAL Group SE, Martinus Nijhofflaan 2,2624ES Delft, Netherlands	500 000	100	100	-
<b>Total</b>	<b>500 000</b>	<b>100</b>	<b>100</b>	<b>-</b>

PROFI CREDIT Slovakia, s.r.o. is a fellow subsidiary of PROFIREAL Group SE (Netherlands), Profidebt Slovakia s.r.o. (Slovak Republic), PROFIREAL Group SE (seated in Delft, Martinus Nijhofflaan 2, 2624ES Netherlands), which owns a 100% share in the Company's registered capital. Profireal Group SE is the immediate consolidating entity.

**Consolidated Financial Statements**

PROFI CREDIT Slovakia, s.r.o. is a subsidiary of PROFIREAL Group SE (seated in Delft, Martinus Nijhofflaan 2, 2624ES Netherlands), which owns a 100% share in the Company's registered capital. Profireal Group SE is the immediate consolidating entity.

Profireal Group SE has a controlling influence and is the parent company with a 100% share in PROFIREAL Group SE (Netherlands), Profidebt Slovakia s.r.o. (Slovak Republic), PROFIREAL Group SE (seated in Delft, Martinus Nijhofflaan 2, 2624ES Netherlands), which owns a 100% share in the Company's registered capital. Profireal Group SE is the immediate consolidating entity.

	<b>Ultimate Parent Company</b>	<b>Direct Parent Company</b>
Business name	PROFIREAL Group SE	PROFIREAL Group SE
Seat or place where the consolidated financial statements are filed:	Martinus Nijhofflaan 2, 2624ES Delft, Netherlands	Martinus Nijhofflaan 2, 2624ES Delft, Netherlands

**ACCOUNTING PRINCIPLES AND METHODS APPLIED**

1. The Company applies accounting principles and procedures pursuant to the Act on Accounting and Accounting Procedures for Businesses effective in the Slovak Republic. The accounting books are kept in the monetary units of the Slovak currency, ie euros.
2. The 2015 financial statements were prepared based on the going-concern assumption. As at 31 December 2015, the Company reported negative equity in the amount of EUR 8 420 230 and a profit from ordinary activities after tax for the year then ended in the amount of EUR 264 427. The Company is dependent on financing from non-banking entities that are independent third parties. As at 31 December 2015, the liability arising from financing provided by non-banking entities amounts to EUR 75 347 500. The parent company has declared its commitment in writing to provide the Company with full financial support to maintain adequate liquidity over the next 12 months and to ensure that the Company will be able to continue as a going concern.
3. Revenues and costs are recognised as they are earned or incurred under the accrual basis of accounting. All revenues and costs related to the reporting period are used as a basis regardless of their settlement date.
4. When measuring assets and liabilities, the prudence principle is followed, ie all risks, losses, and impairments related to assets and liabilities and known as at the reporting date are used as a basis.

5. Recognition of granted borrowings and the moment of recognition of revenues – the Company accounts for a receivable from a client resulting from a provided loan at the face value of the receivable, including the agreed-upon contractual compensation (interest) against payables to the client in the amount of the actually-paid sum and contractual compensation credited to the account of deferred income. Once the loan is credited to the client's account, the Company's liability to the client ceases to exist. The Company's revenues include a processing fee for the loan provision and a gradual reversal of the contractual compensation over the loan repayment period. Contractual compensation is the difference between the amount receivable (face value of the loan) and the actual amount credited to the client's account (payable to a client). If the client falls behind the repayment schedule, the Company claims contractual fines and penalties, which are included in the Company's revenues at the moment they are enforced. The Company applies the same method for revolving loans.
6. Non-current and current receivables, payables, loans, and interest-bearing borrowings – receivables and payables are disclosed on the balance sheet as either non-current or current following their residual maturities as at the reporting date. Portions of non-current receivables and portions of non-current payables due within one year from the reporting date are disclosed on the balance sheet as current receivables and current payables, as appropriate.
7. Estimates made – when compiling financial statements, the Company's management is required to prepare estimates and assumptions that influence the recognised amounts of assets and liabilities, and the disclosure of contingent assets and liabilities as at the reporting date, and the disclosed amounts of revenues and expenses during the year. The estimates and the related assumptions have been based on prior experience and on various other factors regarded as appropriate in the circumstances. The actual results may differ from the estimates. The estimates and basic assumptions are re-assessed and the corrections of the accounting estimates are posted in the period in which the estimate was corrected, provided that the correction in question only has an impact on this period, or in the correction period and in the future periods if the correction has an impact on the current as well as future periods.

The most significant area requiring subjective judgment is the creation of provisions for assets. There are many uncertainties regarding the creation of provisions for losses incurred from granted loans relating to the results of the indicated risks and this requires subjective judgments to be made by the Company's management when estimating losses. The actual losses may significantly differ from the estimates.

8. Reported tax – Slovak tax legislation is relatively new, lacks precedents, and is subject to continuous amendments. Since various interpretations of tax laws and regulations in the application thereof to various transaction types exist, the amounts disclosed in the financial statements may later change, based on the ultimate opinion of the tax authorities.

## **9. Recognition of Individual Items of Assets and Liabilities – Initial Measurement**

Upon acquisition, the cost principle is applied (ie the historical cost convention) and individual items of assets and liabilities are measured as follows:

- a) Purchased non-current tangible and intangible assets – at cost. The cost includes the acquisition price and the related incidental costs (transportation costs and customs duties).
- b) Assets acquired under finance lease agreements are recognised in assets at their fair value as at the acquisition date (the total of agreed payments less unrealised finance costs). The related liability due to the lessor is recognised on the balance sheet under *Other Long-Term Payables* with its current portion recorded in *Other Payables*. Unrealised finance costs representing the difference between the total amount of agreed payments and the fair value of acquired assets are recognised in the income statement over the term of the lease, applying the effective interest rate method. Costs related to the acquisition of an asset under a finance lease increase its value.
- c) Receivables:
  - When originated or acquired for no consideration – at face value, which is the sum of the prescribed future instalments including future interest recognised with a counter entry in deferred income.
  - Where acquired (assigned) for consideration or through a contribution to the registered capital – at cost.

For non-current interest-bearing receivables and non-current interest-bearing borrowings, the provision is included in the *Correction* column where the values of the receivable and loan/borrowing are adjusted to their present value, for example, by using the effective interest rate method.

- d) Deferred expenses and accrued income – at the anticipated face value.
- e) Payables:
  - When incurred – at face value.
  - Where assumed – at cost.
- f) Provisions for liabilities – at the anticipated amount payable.
- g) Interest-bearing borrowings, and loans:
  - When originated – at face value.
  - Where assumed – at cost.

Interest on interest-bearing borrowings and loans is recorded on an accrual basis.
- h) Accrued expenses and deferred income – at the anticipated face value.
- i) Current income taxes – pursuant to the Slovak Income Tax Act, current income taxes are determined based on the pre-tax accounting profits at 22% after adjustments for certain items for tax purposes.
- j) Deferred income taxes are recognised when temporary differences arise between the carrying amount of assets and liabilities as disclosed on the balance sheet and their tax base, with the possibility of carrying forward tax losses and of transferring the unclaimed tax loss deductions into future periods. To determine the amount of deferred income taxes, the tax rate applicable in the subsequent reporting period was applied, ie 22%.

#### 10. Recognition of Individual Items of Assets and Liabilities – Subsequent Measurement

- a) Estimated risks, losses, and impairments related to assets and liabilities are reflected in provisions for liabilities, provisions for assets, and depreciation charges.
  - Provisions for liabilities are recognised at the anticipated amount payable. The Company creates provisions for audit services, energy consumption, Elite bonuses, tax advisory services, management bonuses, insurance payments related to management bonuses, unused vacation days, insurance payments related to unused vacation days, and collection process optimisation. A major item in provisions for liabilities is a provision for a 35% portion of the commission. The amount of provisions and the grounds for their recognition are assessed as at the reporting date.
  - Provisions for assets – are recognised for those receivables where there is a justified assumption of a partial or total default by the debtor. The provision applies to such doubtful receivables from debtors against which litigation for debt acknowledgment is pending, or for non-current receivables overdue. When assessing the recoverability of a receivable, the reporting entity carries out the assessment on a portfolio basis by type of receivable and by delay interval.

The Company records a provision for receivables in an amount that allows recognition of the estimated fair value of the recoverable receivables.

The estimates used to calculate provisions for losses from granted loans are reasonable projections of the future development of relevant risks that are available under the given circumstances. The amount of the provisions reflects an adequate amount required to cover losses from the impairment of granted loans.

The Company categorises its client portfolio by their default term and the provisions for individual categories are based on assumptions on and probabilities of the expected recovery of receivables in the given category.

The Company records provisions for the following categories of receivables:

- a) Borrowings and loans overdue by more than 360 days at 82.87% of the total amount of receivables in 2015 (2014: 84.62%);
- b) Borrowings and loans overdue by 180 to 360 days at 59.99% of the total amount of receivables in 2015 (2014: 61.67%);
- c) Borrowings and loans overdue by 90 to 180 days at 55.58% of the total amount of receivables in 2015 (2014: 57.08%);

- d) Borrowings and loans overdue by 0 to 90 days at 28.68% of the total amount of receivables in 2015 (2014: 28.87%); and
- e) Borrowings and loans that are within maturity at 0.755% of the total amount of receivables in 2015 (2014: 0.755%).

The percentage of additions to provisions for receivables is calculated annually based on historical experience and takes into account developments in the previous period.

- Depreciation plan

Non-current tangible and intangible assets are depreciated according to a depreciation plan that takes into account an estimate of the actual useful lives. Assets are depreciated over the expected useful lives corresponding to the consumption of future economic benefits arising from such assets. The straight-line accounting depreciation method is applied. Assets start to be depreciated in the month in which the assets were placed into service. The accounting depreciation plan for tangible and intangible assets is based on the depreciation method as stipulated by the Profireal Group's depreciation policy.

The average useful lives in the depreciation plan are as follows:

<i>Type of Assets</i>	<i>Useful Life</i>	<i>Annual Depreciation Rate</i>
Machines and equipment	5 years	20%
Transportation means	5 years	20%
Computers, notebooks, printers, servers	5 years	20%
Air conditioning	10 years	10%
Copy machines	5 years	20%
Other low-value assets	2 years	50%
Fixtures & fittings	5 years	20%
Software	5 years	20%

Tax depreciation rates are applied in line with the straight-line depreciation rates according to the Income Tax Act.

## 11. Translation of Amounts Denominated in Foreign Currency to Slovak Currency

Assets and liabilities denominated in a foreign currency are translated to euros using the reference exchange rate determined and announced by the European Central Bank (ECB) or the National Bank of Slovakia (NBS) on the date preceding the transaction date and also on the reporting date. Advances received and made in a foreign currency are not translated as at the reporting date. For foreign currency purchases and sales in euros, and upon the transfer of funds from an account established in a foreign currency to an account established in euros and from an account established in euros to an account established in a foreign currency, the exchange rates at which these amounts were purchased or sold were applied. If the sale or purchase of a foreign currency is performed at an exchange rate other than the one offered by a commercial bank in its foreign exchange list, the exchange rate offered by such a commercial bank in its foreign exchange list on the transaction settlement date is used. If the sale or purchase is not performed with a commercial bank, the reference exchange rate determined and announced by the ECB or the NBS on the date preceding the transaction settlement date is used.

## 12. Changes in Accounting Principles and Accounting Methods

The Company changed the method for the recognition of revenues from contractual penalties in 2015. According to a new accounting principle, revenues are recognised as they are collected, which reflects the fact that the likelihood of their collection is very low. In January 2015, there was a retroactive adjustment to receivable accounts in which claimed contractual penalties and related provisions adjusting the amount of penalties to the expected recoverable amount of contractual penalties were recorded as at 31 December 2014. Receivables from contractual penalties and the related provisions were derecognised through profit/loss of previous years. As a result of the change in the accounting method, deferred tax was also adjusted through profit/loss of previous years. The Company continues to keep supporting records of expected revenues from contractual penalties.

<i>DR</i>	<i>CR</i>	<i>Amount</i>	<i>Description</i>
481	429	1 760 101	Adjustment of deferred tax due to a change in the method as at 1 Jan 2015
429	315	95 256 907	Derecognition of receivables as at 1 Jan 2015
391	429	87 256 448	Derecognition of provisions as at 1 Jan 2015

**DATA DISCLOSED ON THE ASSETS SIDE OF THE BALANCE SHEET****Non-Current Intangible and Tangible Assets**

Movements on the Accounts of Non-Current Intangible Assets, Accumulated Depreciation, Provisions, and Net Book Value

31 December 2015

	<i>Capitalised Development Cost</i>	<i>Software</i>	<i>Valuable Rights</i>	<i>Goodwill</i>	<i>Other Non- Current Intangible Assets</i>	<i>Non-Current Intangible Assets in Acquisition</i>	<i>Advance Payments Made</i>	<i>Total</i>
<b>Initial Measurement</b>								
At 1 Jan 2015	-	211 912	16 680	-	80 183	67 084	-	375 859
Additions	-	-	-	-	3 116	79 692	-	82 808
Disposals	-	-	-	-	(5 740)	-	-	(5 740)
Transfers	-	-	-	-	85 433	(85 433)	-	-
At 31 Dec 2015	-	211 912	16 680	-	162 992	61 343	-	452 927
<b>Accumulated Depreciation</b>								
At 1 Jan 2015	-	198 880	3 352	-	49 864	-	-	252 096
Additions	-	6 678	3 636	-	34 119	-	-	44 433
Disposals	-	-	-	-	-	-	-	-
At 31 Dec 2015	-	205 558	6 988	-	83 983	-	-	296 529
<b>Provisions</b>								
At 1 Jan 2015	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
At 31 Dec 2015	-	-	-	-	-	-	-	-
<b>Net Book Value</b>								
At 1 Jan 2015	-	13 032	13 328	-	30 319	67 084	-	123 763
At 31 Dec 2015	-	6 354	9 692	-	79 009	61 343	-	156 398

31 December 2014

	<i>Capitalised Development Cost</i>	<i>Software</i>	<i>Valuable Rights</i>	<i>Goodwill</i>	<i>Other Non- Current Intangible Assets</i>	<i>Non-Current Intangible Assets in Acquisition</i>	<i>Advance Payments Made</i>	<i>Total</i>
<b>Initial Measurement</b>								
At 1 Jan 2014	-	205 757	6 000	-	58 217	15 313	-	285 287
Additions	-	-	-	-	2 778	87 794	-	90 572
Disposals	-	-	-	-	-	-	-	-
Transfers	-	6 155	10 680	-	19 188	(36 023)	-	-
At 31 Dec 2014	-	211 912	16 680	-	80 183	67 084	-	375 859
<b>Accumulated Depreciation</b>								
At 1 Jan 2014	-	186 340	250	-	36 611	-	-	223 201
Additions	-	12 540	3 102	-	13 253	-	-	28 895
Disposals	-	-	-	-	-	-	-	-
At 31 Dec 2014	-	198 880	3 352	-	49 864	-	-	252 096
<b>Provisions</b>								
At 1 Jan 2014	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-
At 31 Dec 2014	-	-	-	-	-	-	-	-
<b>Net Book Value</b>								
At 1 Jan 2014	-	19 417	5 750	-	21 606	15 313	-	62 086
At 31 Dec 2014	-	13 032	13 328	-	30 319	67 084	-	123 763

## Movements in the Accounts of Non-Current Tangible Assets, Accumulated Depreciation, Provisions and Net Book Value

31 December 2015

	<i>Land</i>	<i>Structures</i>	<i>Separate Movable Assets and Sets of Movables</i>	<i>Perennial Crops</i>	<i>Livestock and Draught Animals</i>	<i>Other Non-Current Tangible Assets</i>	<i>Non-Current Tangible Assets in Acquisition</i>	<i>Advance Payments Made</i>	<i>Total</i>
<b>Initial Measurement</b>									
At 1 Jan 2015	-	-	1 263 527	-	-	-	107 360	-	1 370 887
Additions	-	-	11 281	-	-	-	516 980	-	528 261
Disposals	-	-	(243 481)	-	-	-	-	-	(243 481)
Transfers	-	-	515 784	-	-	-	(515 784)	-	-
At 31 Dec 2015	-	-	1 547 111	-	-	-	108 556	-	1 655 667
<b>Accumulated Depreciation</b>									
At 1 Jan 2015	-	-	954 357	-	-	-	-	-	954 357
Additions	-	-	173 759	-	-	-	-	-	173 759
Disposals	-	-	(227 461)	-	-	-	-	-	(227 461)
At 31 Dec 2015	-	-	900 373	-	-	-	-	-	900 373
<b>Provisions</b>									
At 1 Jan 2015	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
At 31 Dec 2015	-	-	-	-	-	-	-	-	-
<b>Net Book Value</b>									
At 1 Jan 2015	-	-	309 170	-	-	-	107 360	-	416 530
At 31 Dec 2015	-	-	646 738	-	-	-	108 556	-	755 294

31 December 2014

	<i>Land</i>	<i>Structures</i>	<i>Separate Movable Assets and Sets of Movables</i>	<i>Perennial Crops</i>	<i>Livestock and Draught Animals</i>	<i>Other Non-Current Tangible Assets</i>	<i>Non-Current Tangible Assets in Acquisition</i>	<i>Advance Payments Made</i>	<i>Total</i>
<b>Initial Measurement</b>									
At 1 Jan 2014	-	-	1 153 201	-	-	-	75 607	-	1 228 808
Additions	-	-	-	-	-	-	224 890	-	224 890
Disposals	-	-	(82 811)	-	-	-	-	-	(82 811)
Transfers	-	-	193 137	-	-	-	(193 137)	-	-
At 31 Dec 2014	-	-	1 263 527	-	-	-	107 360	-	1 370 887
<b>Accumulated Depreciation</b>									
At 1 Jan 2014	-	-	885 029	-	-	-	-	-	885 029
Additions	-	-	131 453	-	-	-	-	-	131 453
Disposals	-	-	(62 125)	-	-	-	-	-	(62 125)
At 31 Dec 2014	-	-	954 357	-	-	-	-	-	954 357
<b>Provisions</b>									
At 1 Jan 2014	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-
At 31 Dec 2014	-	-	-	-	-	-	-	-	-
<b>Net Book Value</b>									
At 1 Jan 2014	-	-	268 172	-	-	-	75 607	-	343 779
At 31 Dec 2014	-	-	309 170	-	-	-	107 360	-	416 530

## Type and Amount of Insurance of Non-Current Intangible and Tangible Assets

Insured Item	Type of Insurance	Insured Amount (Net Book Value of Insured Assets)		Name and Seat of the Insurance Company
		2015	2014	
		Passenger vehicles	Motor hull, MTPL insurance	

## Receivables

## Ageing Structure of Receivables

31 December 2015

Item	Maturity		Total
	Within Maturity	Overdue	
<b>Non-Current Receivables</b>			
Trade receivables	54 733 108	-	54 733 108
Receivables from subsidiaries and the parent company	-	-	-
Other intercompany receivables	-	-	-
Receivables from partners, members and participants in an association	-	-	-
Other receivables	-	-	-
Deferred tax asset	5 441 055	-	5 441 055
<b>Total Non-Current Receivables</b>	<b>60 174 163</b>	<b>-</b>	<b>60 174 163</b>
<b>Current Receivables</b>			
Trade receivables	49 209 833	77 338 813	126 548 646
Receivables from subsidiaries and the parent company	23 092	-	23 092
Other intercompany receivables	-	-	-
Receivables from partners, members and participants in an association	-	-	-
Social security insurance	-	-	-
Tax assets and subsidies	-	-	-
Other receivables	25 232	12 417	37 649
<b>Total Current Receivables</b>	<b>49 258 157</b>	<b>77 351 230</b>	<b>126 609 387</b>

Non-current and current trade receivables comprise the amount of instalments of provided borrowings. The breakdown by maturity constitutes the breakdown by maturity of individual instalments, and instalments within maturity are instalments before the maturity date and overdue instalments are due but unpaid instalments.

31 December 2014

Item	Maturity		Total
	Within Maturity	Overdue	
<b>Non-Current Receivables</b>			
Trade receivables	65 214 992	-	65 214 992
Receivables from subsidiaries and the parent company	-	-	-
Other intercompany receivables	-	-	-
Receivables from partners, members and participants in an association	-	-	-
Other receivables	-	-	-
Deferred tax asset	2 352 022	-	2 352 022
<b>Total Non-Current Receivables</b>	<b>67 567 014</b>	<b>-</b>	<b>67 567 014</b>
<b>Current Receivables</b>			
Trade receivables	49 402 681	155 893 078	205 295 759
Receivables from subsidiaries and the parent company	-	-	-
Other intercompany receivables	-	-	-
Receivables from partners, members and participants in an association	-	-	-
Social security insurance	-	-	-
Tax assets and subsidies	-	-	-
Other receivables	21 436	12 417	33 853
<b>Total Current Receivables</b>	<b>49 424 117</b>	<b>155 905 495</b>	<b>205 329 612</b>

Non-current and current trade receivables comprise the amount of individual instalments of provided borrowings. The breakdown by maturity constitutes the breakdown by maturity of individual instalments,

and instalments within maturity are instalments before the maturity date and overdue instalments are due but unpaid instalments.

#### Receivables by Residual Maturity

<b>Item</b>	<b>2015</b>	<b>2014</b>
<b>Current Receivables</b>		
Overdue receivables	77 351 230	155 905 495
Receivables with residual maturity of up to 1 year	49 258 157	49 424 117
<b>Total Current Receivables</b>	<b>126 609 387</b>	<b>205 329 612</b>
<b>Non-Current Receivables</b>		
Receivables with residual maturity of between 1 year and 5 years	60 174 163	67 567 014
Receivables with residual maturity of over 5 years	-	-
<b>Total Non-Current Receivables</b>	<b>60 174 163</b>	<b>67 567 014</b>

The decrease in receivables in 2015 was associated with the decrease in the Company's business activities primarily in Q4 2015, and the change in the accounting policy to the cash principle of contractual penalties. The Company grants consumer loans with an average maturity period of 40 months.

#### Provision for Receivables

Balance sheet items for which provisions were recorded:

<b>Item</b>	<b>Balance as at 1 Jan 2015</b>	<b>Creation</b>	<b>Reversal Owing to a Change in Accounting Principles</b>	<b>Reversal Owing to the Derecognition of Assets</b>	<b>Balance as at 31 Dec 2015</b>
Trade receivables	133 495 119	12 267 618	(87 256 448)	(320 272)	58 186 017
Receivables from subsidiaries and the parent company	-	-	-	-	-
Other intercompany receivables	-	-	-	-	-
Receivables from partners, members and participants in an association	-	-	-	-	-
Other receivables	12 417	-	-	-	12 417
<b>Total</b>	<b>133 507 536</b>	<b>12 267 618</b>	<b>(87 256 448)</b>	<b>(320 272)</b>	<b>58 198 434</b>

The Company creates provisions for receivables based on their ageing structure. The Company's management believes that estimates applied to determining provisions for losses from granted loans represent the most reasonable prognoses for the future development of relevant risks available under the given circumstances. In the management's opinion, the reported sum of provisions is sufficient to cover losses incurred from the impairment of the extended loans. The total amount of provisions for receivables is recognised for a current portion of receivables in balance sheet line 047, as the Company is unable to allocate the created provisions to current and non-current receivables. The impact of a change in accounting principles is described in Note II.12 "Changes in Accounting Principles and Accounting Methods".

Provisions for losses from receivables require that the Company's management make significant estimates; however, the actual results may significantly differ from these estimates.

#### Assets Under Lien and Restricted Handling of Receivables

<b>Description of Asset under Lien</b>	<b>2015</b>		<b>2014</b>	
	<b>Value of Asset</b>	<b>Value of the Receivable</b>	<b>Value of Asset</b>	<b>Value of the Receivable</b>
Receivables secured by lien or another form of security	-	-	-	-
Amount of receivables under lien	-	200 547 266	-	218 612 735
Amount of receivables with restricted handling	-	-	-	-

The Company has pledged its receivables in favour of a foreign private company with its seat in the Netherlands, which provided a long-term loan to the Company. Both parties agreed that the present value of the pledged receivables will not drop below 150% of the non-current liability balance. As at 31 December 2015, the pledged receivables amounted to EUR 129 613 thousand (2014: EUR 137 322 thousand).

The Company has also pledged its receivables in favour of Dairewa Properties Limited, based in Cyprus, which provided a loan to the Company in 2011. The pledged receivables recorded in the central notary register as at 31 December 2015 amounted to EUR 64 737 thousand (2014: EUR 72 738 thousand).

Under the loan agreements from 2011 ("the existing production" and "new production"), the payables of PROFIT CREDIT Slovakia, s.r.o. to Dairewa Properties Limited were fully settled in August 2015 by the final loan instalment in line with the repayment schedule.

The Company has also pledged its receivables in favour of Rainor, s.r.o. based in the Czech Republic, which provided a long-term loan to the Company in 2012. As at 31 December 2015, pledged receivables amounted to EUR 6 197 thousand (2014: EUR 8 552 thousand).

The payables of PROFIT CREDIT Slovakia, s.r.o. to Rainor, s.r.o. were fully settled in November 2015 by the final loan instalment in line with the repayment schedule.

### Financial Accounts

<b>Item</b>	<b>2015</b>	<b>2014</b>
<b>Cash</b>		
Cash on hand, stamps and vouchers	12 932	15 386
Bank accounts – current	993 580	1 454 259
Bank accounts – term deposits	-	-
Cash in transit	-	-
<b>Total</b>	<b>1 006 512</b>	<b>1 469 645</b>

### Accruals and Deferrals

<b>Item</b>	<b>At 31 Dec 2015</b>	<b>At 31 Dec 2014</b>
Non-current deferred expenses	780 000	975 000
Current deferred expenses	276 388	284 012
Non-current accrued income	-	-
Current accrued income	-	-
<b>Total</b>	<b>1 056 388</b>	<b>1 259 012</b>

Deferred expenses mainly comprise rent paid for the leased premises in which the Company's regional offices are based, insurance of the members of the Board of Directors, liability insurance, the ProfiCredit.sk domain and training materials. In 2015, an amount of EUR 780 thousand comprises a fee for the extension of the loan's maturity to 2020.

### **DATA DISCLOSED ON THE LIABILITIES SIDE OF THE BALANCE SHEET**

#### **Equity**

##### Description of Equity

The registered capital was paid in full in the amount of EUR 6 639 upon the Company's establishment. In 2015, it was increased to EUR 500 000. The said monetary contribution to the registered capital was fully paid as at the date of filing a motion for recording an increase in the registered capital in the Commercial Register based on the General Meeting's decision to increase the registered capital dated 20 February 2015.

The legal reserve fund in the amount of EUR 50 000 is in the minimum amount in accordance with the Commercial Code.

Non-distributed profit or loss from previous years increased the "Accumulated loss" by EUR 734 776 based on the General Meeting's decision on the distribution of the 2014 profit/(loss).

## Distribution of Profit for 2014

<b>Item</b>	<b>2014</b>
Accounting Profit	783 448
<b>Distribution of Accounting Profit</b>	
Allotment to the legal reserve fund	48 672
Allotment to statutory and other funds	-
Allotment to the social fund	-
Allotment to increase the registered capital	-
Settlement of a loss from previous years	-
Transfer to accumulated loss from previous years	734 776
Distribution of share in profit to partners, members	-
Other	-
<b>Total</b>	<b>783 448</b>

## Provisions for Liabilities

## Legal and Other Provisions for Liabilities

31 December 2015

<b>Item</b>	<b>Balance as at 1 Jan 2015</b>	<b>Creation</b>	<b>Use</b>	<b>Cancellation</b>	<b>Balance as at 31 Dec 2015</b>
<b>Long-Term Provisions for Liabilities</b>					
Legal long-term provisions for liabilities	-	-	-	-	-
Other long-term provisions for liabilities	131 571	120 655	131 571	-	120 655
<i>Of which:</i>					
<i>Provision for a 35% portion of the commission</i>	131 571	120 655	131 571	-	120 655
<b>Short-Term Provisions for Liabilities</b>					
Legal short-term provisions for liabilities	148 918	148 649	148 918	-	148 649
<i>Of which:</i>					
<i>Unused vacation days, including health and social insurance payments</i>	89 768	106 362	89 768	-	106 362
<i>Audit and tax advisory services</i>	53 000	36 487	53 000	-	36 487
<i>Other</i>	6 150	5 800	6 150	-	5 800
Other short-term provisions for liabilities	689 905	299 878	689 905	-	299 878
<i>Of which:</i>					
<i>Unpaid bonuses, including health and social insurance payments</i>	145 982	122 941	145 982	-	122 941
<i>Provision for a 35% portion of the commission</i>	89 966	50 441	89 966	-	50 441
<i>Audit and tax advisory</i>	308 000	-	308 000	-	-
<i>Other</i>	145 957	126 496	145 957	-	126 496

The Company created a provision for the future payment of a portion of the commission for credit specialists, namely the payment of 35% of the total commission from the loans provided. The provision was created on the basis of estimated future commission and commission paid in the past to credit specialists. A provision recorded as at 31 December 2015 was related to the commissions paid for loans provided by credit specialists to clients by 2015.

The amount and justifiability of each provision is reassessed as at the reporting date. Short-term provisions for liabilities will be used in 2016.

31 December 2014

<b>Item</b>	<b>Balance as at 1 Jan 2014</b>	<b>Creation</b>	<b>Use</b>	<b>Cancellat- ion</b>	<b>Balance as at 31 Dec 2014</b>
<b>Long-Term Provisions for Liabilities</b>					
Legal long-term provisions for liabilities	-	-	-	-	-
Other long-term provisions for liabilities	131 571	120 655	131 571	-	120 655
<i>Of which:</i>					
<i>Provision for a 35% portion of the     commission</i>	131 571	120 655	131 571	-	120 655
<b>Short-Term Provisions for Liabilities</b>					
Legal short-term provisions for liabilities	148 918	148 649	148 918	-	148 649
<i>Of which:</i>					
<i>Unused vacation days, including health and     social insurance payments</i>	89 768	106 362	89 768	-	106 362
<i>Audit and tax advisory services</i>	53 000	36 487	53 000	-	36 487
<i>Other</i>	6 150	5 800	6 150	-	5 800
Other short-term provisions for liabilities	689 905	299 878	689 905	-	299 878
<i>Of which:</i>					
<i>Unpaid bonuses, including health and social     insurance payments</i>	145 982	122 941	145 982	-	122 941
<i>Provision for a 35% portion of the     commission</i>	89 966	50 441	89 966	-	50 441
<i>Provision for court fees</i>	308 000	-	308 000	-	-
<i>Other</i>	145 957	126 496	145 957	-	126 496

**Liabilities**Payables Within and After Maturity Including the Group and Breakdown of Payables by Residual Maturity

<b>Item</b>	<b>Total as at 31 Dec 2015</b>	<b>Total as at 31 Dec 2014</b>
<b>Non-Current Liabilities:</b>		
Liabilities with residual maturity of between 1 and 5 years	66 833 551	11 275 965
Liabilities with residual maturity of over 5 years	-	50 000 000
<b>Total non-current liabilities</b>	<b>66 833 551</b>	<b>61 275 965</b>
<b>Current Liabilities:</b>		
Overdue liabilities	-	-
Liabilities with residual maturity of up to 1 year inclusive	12 398 262	16 134 380
<b>Total current liabilities</b>	<b>12 398 262</b>	<b>16 134 380</b>

Deferred Tax Liability/Deferred Tax Asset

<b>Item</b>	<b>2015</b>	<b>2014</b>
Temporary differences between the carrying amount of assets and the tax base:		
<i>Tax-deductible</i>	24 278 689	105 027 949
<i>Taxable</i>	33 638	95 256 907
Temporary differences between the carrying amount of liabilities and the tax base:		
<i>Tax-deductible</i>	320 490	670 179
<i>Taxable</i>	-	-
Possibility of carrying forward tax loss	166 526	249 790
Possibility of transferring unclaimed tax deductions	-	-
Income tax rate (in %)	22 %	22 %
Deferred tax asset	5 441 055	2 352 022
Claimed tax asset:		
<i>Recognised as a decrease in costs</i>	-	-
<i>Recognised in equity</i>	-	-
Deferred tax liability	-	-
Change in a deferred tax liability:		
<i>Recognised as an expense/(revenue)</i>	(1 328 932)	(690 814)
<i>Recognised in equity</i>	(1 760 100)	-

The Company recognised a change in the deferred tax liability in equity due to a change in an accounting method. The change in the accounting method is detailed in Note II. 12 "Changes in Accounting Principles and Accounting Methods".

Social Fund Payables

	<b>2015</b>	<b>2014</b>
Initial balance	811	5 516
Creation of social fund debited to costs	39 675	11 397
Creation of social fund from profit	-	-
Other creations in the social fund	-	-
Total creation of the social fund	40 486	16 913
Drawing from the social fund	40 486	16 102
<b>Closing Balance</b>	<b>-</b>	<b>811</b>

### Accruals and Deferrals

<b>Item</b>	<b>31 Dec 2015</b>	<b>31 Dec 2014</b>
Non-current accrued expenses	-	-
Current accrued expenses	866 834	731 848
Non-current deferred income	29 287 440	35 995 553
Current deferred income	30 206 410	30 888 772
<b>Total</b>	<b>60 360 684</b>	<b>67 616 173</b>

Deferred income comprises deferred revenues from granted loans for the term of the loan agreement. In 2015, accrued expenses refer to due interest on loans provided by third parties.

### Obligations Under Finance Lease (Lessee)

The total amount of the agreed payments broken down by the principal amount and unrealised finance costs as at 31 December 2015 and 31 December 2014 is as follows:

	<b>31 Dec 2015</b>			<b>31 Dec 2014</b>		
	<b>Maturity</b>			<b>Maturity</b>		
	<b>Within 1 Year Inclusive</b>	<b>From 1 to 5 Years Inclusive</b>	<b>More than 5 Years</b>	<b>Within 1 Year Inclusive</b>	<b>From 1 to 5 Years Inclusive</b>	<b>More than 5 Years</b>
Principal	68 281	97 489	-	21 801	38 584	-
Finance cost	8 206	3 344	-	2 191	1 402	-
<b>Total</b>	<b>76 487</b>	<b>100 833</b>	<b>-</b>	<b>23 992</b>	<b>39 986</b>	<b>-</b>

## REVENUES

### Operating Revenues

#### Revenues from the Sale of Merchandise, Own Products and Services

Revenues from the Sale of Own Outputs and Merchandise by Major Business Segment and by Major Geographical Segment:

<b>Country</b>	<b>Lease of Workforce, Commission</b>		<b>Total</b>	
	<b>2015</b>	<b>2014</b>	<b>2015</b>	<b>2014</b>
Slovakia	435 332	110 057	435 332	110 057
<b>Total</b>	<b>435 332</b>	<b>110 057</b>	<b>435 332</b>	<b>110 057</b>

#### Net turnover

<b>Item</b>	<b>31 Dec 2015</b>	<b>31 Dec 2014</b>
Revenues from own products	-	-
Revenues from the sale of services	435 332	110 057
Revenues from merchandise	-	-
Revenues from construction contracts	-	-
Revenues from real estate for sale	-	-
Other revenues related to ordinary activities	40 184 247	55 711 053
<b>Total Net Turnover</b>	<b>40 619 579</b>	<b>55 821 110</b>

In 2015 and 2014, the Company's net turnover is based on an amendment to Act No. 333/2014 Coll. on Accounting and is in line with income statement line 01.

#### Revenues from the Capitalisation of Costs and Operating Revenues, Revenues from Financing Activities and Revenues of Extraordinary Scope or Occurrence

<b>Item</b>	<b>2015</b>	<b>2014</b>
Material items from the capitalisation of costs	-	-
Other material items of operating revenues	2 310 587	21 581 631
<i>Of which:</i>		
<i>Contractual fines, penalties and default interest</i>	1 746 072	18 935 146
<i>Revenues from agreements on debt acknowledgement</i>	135 226	2 476 660
<i>Revenues from recovered court fees</i>	195 567	58 958
<i>Other</i>	233 722	110 867
Revenues from financing activities		
<i>Foreign exchange gains, of which:</i>	1 315	3 404
<i>Foreign exchange gains as at the reporting date</i>	-	-
<i>Other material items of revenues from financing activities, of which:</i>	38 302 949	34 299 248
<i>Fees for contract conclusion</i>	28 216 331	29 726 414
<i>Service package</i>	7 512 769	1 321 838
<i>Other</i>	2 573 849	3 250 996
<i>Interest expense</i>	102	63
Revenues of extraordinary scope or occurrence	-	-

The major items of other operating revenues include paid contractual fines and penalties, revenues from agreements on debt acknowledgement, revenues from bill-of-exchange interest and revenues from recovered court fees from provided loans. The Company actively enforces its debt collection policy against debtors, which has a major impact on other operating revenues. The decrease compared to the preceding year is caused by a change in the recognition of contractual penalties, fines and default interest based on the cash principle since 2015. This change in the accounting method is detailed in Note II. 12 "Changes in Accounting Principles and Accounting Methods".

Other revenues from financial activities include revenues from provided loans and borrowings, in particular from fees for the conclusion of contracts and part of loan interest. Loan interest is released daily into revenues on a linear basis. The increase compared to the preceding year is caused by a greater volume of receivables from provided borrowings in 2015.

## **EXPENSES**

### **Operating Expenses**

#### Consumables and Services

<b>Item</b>	<b>2015</b>	<b>2014</b>
Cost of merchandise sold	-	-
Consumed raw materials	304 502	272 982
Energy consumption	79 160	84 052
Consumption of other non-inventory supplies	-	-
Services	10 211 699	10 859 020
<i>Of which:</i>		
<i>Repairs and maintenance</i>	33 461	38 389
<i>Travel expenses</i>	73 342	47 812
<i>Entertainment expenses</i>	62 989	56 512
<i>Commission</i>	4 750 193	4 451 857
<i>Rent</i>	503 851	457 954
<i>Notary, legal services</i>	512 831	478 462
<i>Consulting, economic, audit</i>	593 923	576 894
<i>Advertisement</i>	239 931	334 704
<i>Communication services</i>	389 858	366 212
<i>Other services</i>	3 051 320	3 927 870

Costs of Services, Other Operating Expenses, Finance Costs and Expenses of Extraordinary Scope or Occurrence

<b>Item</b>	<b>2015</b>	<b>2014</b>
Costs of services provided	-	-
<i>Cost of the auditor, audit firm, of which:</i>	59 721	60 590
<i>Costs of auditing separate financial statements</i>	42 131	52 980
<i>Other assurance audit services</i>	4 750	-
<i>Related audit services</i>	-	-
<i>Tax advisory</i>	5 230	7 610
<i>Other non-audit services</i>	7 610	-
Material items of operating expenses	716 148	1 572 272
<i>Of which:</i>		
<i>Write-off of receivables</i>	318 472	629 885
<i>Other</i>	397 676	942 387
Finance costs	-	-
<i>Foreign exchange losses, of which:</i>	17 715	4 697
<i>Foreign exchange losses as at the reporting date</i>	33	154
<i>Other material items of finance costs, of which:</i>	2 716 353	2 205 344
<i>Fees for guarantees</i>	1 788 667	1 539 329
<i>Other</i>	927 686	666 015
<i>Interest expense, of which:</i>	11 487 024	8 895 675
<i>On loans provided by a foreign private company based in the Netherlands</i>	9 814 968	7 025 953
<i>On loans provided by Dairewa Properties Limited, based in Cyprus</i>	1 643 563	1 759 375
<i>Other</i>	28 493	110 347
Expenses of extraordinary scope or occurrence	-	-

**INCOME TAX**

The income tax rate for 2015 amounts to 22%. The Company applied no tax relief.

Corporate income tax rate amounting to 22%, effective from 1 January 2014, was used for the deferred tax calculation.

<b>Item</b>	<b>2015</b>	<b>2014</b>
Amount of deferred tax assets recognised as expenses or revenues resulting from a change in the income tax rate	-	-
Amount of deferred tax liabilities recognised as expenses or revenues resulting from a change in the income tax rate	-	-
Amount of deferred tax assets related to tax losses carried forward, unclaimed tax deductions and other claims, as well as temporary differences from prior reporting periods, in respect of which no deferred tax assets were recognised in the prior periods	-	-
Amount of deferred tax liabilities originating due to non-recognition in the current period of a portion of the deferred tax assets recognised in previous reporting periods	-	-
Amount of unclaimed tax losses carried forward, unclaimed tax deductions and other claims, as well as deductible temporary differences, in respect of which no deferred tax assets were recorded	-	-
Amount of deferred income tax related to items recognised directly in equity accounts with no disclosure in revenues and expenses	-	-

Reconciliation of Income Tax

<b>Item</b>	<b>2015</b>	<b>2014</b>
Current income tax:		
<i>On ordinary activities</i>	1 481 578	1 045 602
<i>On extraordinary activities</i>	-	-
Deferred income tax:		
<i>On ordinary activities</i>	(1 328 932)	(690 814)
<i>On extraordinary activities</i>	-	-
<b>Total income tax</b>	<b>152 646</b>	<b>354 788</b>

	2015			2014		
	Tax Base	Tax	Tax in %	Tax Base	Tax	Tax in %
Profit/loss prior to taxation	417 073			1 138 237		
Of which:						
Theoretical tax	-	91 756		-	250 412	
Tax non-deductible expenses	359 841	79 165	22	309 266	68 039	22
Revenues exempt from taxation	(102)	(22)	22	(63)	(14)	22
Effect of an unrecognised deferred tax asset	-	-	-	-	-	-
Tax loss carried forward	(83 263)	(18 318)	22	(83 263)	(18 318)	22
Change in the tax rate	-	-	-	-	-	-
Other (additional tax/adjustment to deferred tax)	296	65	-	248 496	54 669	-
<b>Total</b>	<b>693 845</b>	<b>152 646</b>	<b>22</b>	<b>1 612 673</b>	<b>354 788</b>	<b>22</b>
Current income tax		1 481 578	-		1 045 602	-
		(1 328)				
Deferred income tax		932)	-		(690 814)	-
<b>Total Income Tax</b>		<b>152 646</b>	<b>-</b>		<b>354 788</b>	<b>-</b>

See also Note IV.3.2 on the deferred tax liability/deferred tax asset.

## **OTHER ASSETS AND OTHER LIABILITIES**

### **Contingent Liabilities**

Tax returns remain open and may be subject to a review over a five-year period. The fact that a certain period or tax return related to this period has been subject to review does not eliminate the possibility of this period being subject to a potential further review over the five-year period. Accordingly, as at 31 December 2015, the Company's tax returns for 2011 to 2015 remain open and may be subject to review.

Under current Slovak legislation, the Company is obliged to pay an average one-month salary to retiring employees. The Company has estimated that the amount of this obligation is insignificant. The financial statements do not include any adjustments in this regard.

## **INCOME AND BENEFITS OF MEMBERS OF STATUTORY, SUPERVISORY AND OTHER BODIES OF THE COMPANY**

Type of Income, Benefit	Amount of Income, Benefits of Current Members of						Amount of Income, Benefits of Former Members of					
	Statutory Bodies		Supervisory Bodies		Other Bodies		Statutory Bodies		Supervisory Bodies		Other Bodies	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
Monetary income	140 418	178 306	-	-	-	-	-	-	-	-	-	-
In-kind income	-	-	-	-	-	-	-	-	-	-	-	-
Monetary advance payments	-	-	-	-	-	-	-	-	-	-	-	-
In-kind advance payments	-	-	-	-	-	-	-	-	-	-	-	-
Loans provided	-	-	-	-	-	-	-	-	-	-	-	-
Guarantees issued	-	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-	-

**RELATED PARTIES**

Related parties include partners, executives, fellow subsidiaries and Group companies.

Transactions between the aforementioned parties and the Company are made on an arm's length basis and at market prices. The Board of Directors takes all decisions on related party transactions. These transactions are commented on in the relevant notes to the financial statements.

<b>Related Party</b>	<b>Transaction Type Code</b>	<b>Transaction Value</b>	
		<b>2015</b>	<b>2014</b>
PROFI CREDIT Polska, Sp. Z. o.o. (receivable)	11	-	-
PROFI CREDIT Polska SA (receivable)	11	4 859	-
PROFI CREDIT Bulgaria EOOD (receivable)	11	1 040	-
PROFI CREDIT Czech, a.s. (receivable)	11	17 193	-
PROFI CREDIT Czech, a.s. (payable)	11	43 598	48 340
Profidebt Slovakia, s.r.o. (payable)	11	-	500

<b>Subsidiary/ Parent Company</b>	<b>Transaction Type Code</b>	<b>Transaction Value</b>	
		<b>2015</b>	<b>2014</b>
Profireal Group SE (payable)	08	-	85 307
Profireal Group SE (payable)	10	148 619	140 991

The transaction type code:

01 – purchase, 02 – sale, 03 – provision of services, 04 – business representation, 05 – licence, 06 – transfer, 07 – know-how, 08 – loan and interest, borrowing, 09 – assistance, 10 – guarantee, 11 – other transaction

<b>Related Party</b>	<b>Transaction Type Code</b>	<b>Transaction Value</b>	
		<b>2015</b>	<b>2014</b>
PROFI CREDIT Polska, Sp. Z. o.o. (revenue)	11	17 647	-
PROFI CREDIT Polska SA (revenue)	11	108 442	-
PROFI CREDIT Bulgaria EOOD (revenue)	11	27 867	-
PROFI CREDIT Czech, a.s. (revenue)	11	56 088	-
PROFI CREDIT Czech, a.s. (expense)	05	112 983	101 017
PROFI CREDIT Czech, a.s. (expense)	11	554 131	498 708
Profidebt Slovakia, s.r.o. (expense)	11	6 774	44 798

<b>Subsidiary/ Parent Company</b>	<b>Transaction Type Code</b>	<b>Transaction Value</b>	
		<b>2015</b>	<b>2014</b>
Profireal Group SE (expense)	08	354	85 307
Profireal Group SE (expense)	10	1 788 667	1 539 329

The transaction type code:

01 – purchase, 02 – sale, 03 – provision of services, 04 – business representation, 05 – licence, 06 – transfer, 07 – know-how, 08 – loan and interest, borrowing, 09 – assistance, 10 – guarantee, 11 – other transaction

**EVENTS THAT OCCURED BETWEEN THE REPORTING DATE AND THE DATE ON WHICH THE FINANCIAL STATEMENTS WERE AUTHORISED FOR ISSUE**

As at the reporting date, there are no known subsequent events that would require adjustments to these financial statements in line with the accounting regulations.

**CHANGES IN EQUITY**31 December 2015

<i>Item</i>	<i>Balance as at 1 Jan 2015</i>	<i>Additions</i>	<i>Disposals</i>	<i>Transfers</i>	<i>Balance as at 31 Dec 2015</i>
Registered capital	6 639	-	-	493 361	500 000
Treasury shares and treasury stock	-	-	-	-	-
Change in the registered capital	-	493 361	-	(493 361)	-
Amounts receivable for subscribed capital	-	-	-	-	-
Share premium	-	-	-	-	-
Other capital funds	-	-	-	-	-
Legal reserve fund (non-distributable fund) from capital contributions	-	-	-	-	-
Revaluation reserve from the revaluation of assets and liabilities	-	-	-	-	-
Revaluation reserve from capital contributions	-	-	-	-	-
Revaluation reserve from fusions, mergers and separations	-	-	-	-	-
Legal reserve fund	1 328	-	-	48 672	50 000
Non-distributable fund	-	-	-	-	-
Statutory funds and other funds	-	-	-	-	-
Retained earnings of previous years	-	-	-	-	-
Accumulated loss from previous years	(9 969 433)	-	-	734 776	(9 234 657)
Profit/loss for the current period	783 448	264 427	-	(783 448)	264 427
Paid dividends	-	-	-	-	-
Other equity items	-	-	-	-	-
Account 491 – Sole proprietor's equity	-	-	-	-	-

The balance of accumulated losses from previous years as at 1 January 2015 includes the impact of a change in accounting principles amounting to EUR (6 240 358). More details on the change are given in Note II.12 "Changes in Accounting Principles and Accounting Methods".

31 December 2014

<i>Item</i>	<i>Balance as at 1 Jan 2014</i>	<i>Additions</i>	<i>Disposals</i>	<i>Transfers</i>	<i>Balance as at 31 Dec 2014</i>
Registered capital	6 639	-	-	-	6 639
Treasury shares and treasury stock	-	-	-	-	-
Change in the registered capital	-	-	-	-	-
Amounts receivable for subscribed capital	-	-	-	-	-
Share premium	-	-	-	-	-
Other capital funds	-	-	-	-	-
Legal reserve fund (non-distributable fund) from capital contributions	-	-	-	-	-
Revaluation reserve from the revaluation of assets and liabilities	-	-	-	-	-
Revaluation reserve from capital contributions	-	-	-	-	-
Revaluation reserve from fusions, mergers and separations	-	-	-	-	-
Legal reserve fund	1 328	-	-	-	1 328
Non-distributable fund	-	-	-	-	-
Statutory funds and other funds	-	-	-	-	-
Retained earnings of previous years	-	-	-	-	-
Accumulated loss from previous years	(1 307 810)	-	-	(2 421 266)	(3 729 075)
Profit/loss for the current period	(2 421 266)	783 448	-	2 421 266	783 448
Paid dividends	-	-	-	-	-
Other equity items	-	-	-	-	-
Account 491 – Sole proprietor's equity	-	-	-	-	-

**CASH FLOW STATEMENT**

The cash flow statement is included in Table 1 in the Appendix.

Cash comprises cash on hand, cash equivalents, and cash at bank, ie current accounts, overdraft facility, and a portion of cash in transit.

Cash equivalents comprise current financial assets that are readily convertible at an amount of cash known in advance and subject to an insignificant risk of changes in their value in the next three months, as at the reporting date.

Breakdown of cash and cash equivalents:

<b><i>Item</i></b>	<b><i>Account</i></b>	<b><i>31 Dec 2015</i></b>	<b><i>31 Dec 2014</i></b>
Cash	211	4 580	5 475
Stamps and vouchers	213	8 352	9 911
Bank accounts	221	993 580	1 454 259
Overdraft facility	221	-	-
<b>Total</b>		<b>1 006 512</b>	<b>1 469 645</b>

The Company used the indirect method of presenting cash flows from operations.

**Appendices:**

Table 1: Cash Flow Statement

Table 1 – Cash Flow Statement

		Actual amount in EUR	
Descriptor	Item	Current Reporting Period	Previous Reporting Period
<b>Cash flows from operating activities</b>			
<b>Z/S</b>	<b>Profit/loss from ordinary activities before income tax (+/-)</b>	<b>417 072</b>	<b>1 138 236</b>
A.1.	<b>Non-cash transactions affecting profit/loss from ordinary activities before income tax (+/-)</b>	<b>16 552 146</b>	<b>44 894 616</b>
	Amortisation and depreciation of non-current intangible and tangible assets (+)	217 911	132 250
	Change in provisions for liabilities (+/-)	(181 740)	(401 212)
	Change in provisions for assets (+/-)	11 947 346	27 981 515
	Change in expense and revenues accruals (+/-)	(7 187 850)	7 629 474
	Interest charged to expenses (+)	11 487 024	8 895 675
	Interest charged to income (-)	(102)	(63)
	Foreign exchange gain/loss quantified to cash and cash equivalents as at the reporting date (-/+)	34	154
	Profit/loss on sales of non-current assets except for those assets considered as cash equivalents (+/-)	(72 510)	5 487
	Other non-cash items (+/-)	342 032	651 336
A.2.	<b>Effect of changes in working capital on profit/loss from ordinary activities</b>	<b>(7 190 037)</b>	<b>(46 462 784)</b>
	Change in receivables from operations (-/+)	(6 375 070)	(47 944 450)
	Change in payables from operations (+/-)	(814 967)	1 481 666
	<b>Cash flow from operating activities, except for income and expenditures listed separately in other sections of the cash flow statement (+/-), (total Z/S+A.1.+A.2.)</b>	<b>9 779 181</b>	<b>(429 932)</b>
	Interest received (+)	102	63
	Interest paid (-)	(11 352 038)	(8 763 532)
	Income tax paid (-/+)	(1 981 863)	(54 680)
<b>A.</b>	<b>Net cash flow from operating activities</b>	<b>(3 554 618)</b>	<b>(9 248 081)</b>
	<b>Cash flow from investing activities</b>		
	Expenditures for acquisition of non-current intangible assets (-)	(82 809)	(90 572)
	Expenditures for acquisition of non-current tangible assets (-)	(528 261)	(224 890)
	Income on sale of non-current tangible assets (+)	72 510	21 846
<b>B.</b>	<b>Net cash flow from investing activities</b>	<b>(538 560)</b>	<b>(293 616)</b>
	<b>Cash flows from financing activities</b>		
C.1.	<b>Cash flows in equity</b>	<b>493 361</b>	<b>-</b>
	Income on subscribed shares and ownership interests (+)	493 361	-
C.2.	<b>Cash flows arising on non-current and current payables from financing activities</b>	<b>3 136 722</b>	<b>9 810 582</b>
	Income on other non-current and current payables resulting from financing activities of the Company (+)	20 288 222	25 964 947
	Repayment of other non-current and current payables resulting from financing activities of the Company (-)	(17 151 501)	(16 154 365)
<b>C.</b>	<b>Net cash flows from financing activities</b>	<b>3 630 083</b>	<b>9 810 582</b>
<b>D.</b>	<b>Net increase or net decrease in cash and cash equivalents (+/-) (aggregate A+B+C)</b>	<b>(463 095)</b>	<b>268 885</b>
E.	Cash and cash equivalents at the beginning of the reporting period	1 469 645	1 200 914
F.	Cash and cash equivalents at the end of the reporting period prior to reflecting foreign exchange gains/losses quantified as at the reporting date (+/-)	1 006 546	1 469 799
<b>G.</b>	Foreign exchange gains/losses quantified to cash and cash equivalents as at the reporting date (+/-)	(34)	(154)
<b>H.</b>	<b>Cash and cash equivalents at the end of the reporting period adjusted for foreign exchange gains/losses quantified as at the reporting date (+/-) (total of D + E + G)</b>	<b>1 006 512</b>	<b>1 469 645</b>

## 8. CONTACTS

**Company Name:**

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**Legal Form:**

limited liability company

**Company ID No.:**

35 792 752

**Tax ID No.:**

SK2021509270