

Translation from Romanian

EASY ASSET MANAGEMENT IFN S.A

**ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR
ENDED AS OF DECEMBER 31st, 2020**

Drawn up according to the Order NBR no. 6/2015 for approval of Accounting Regulations compliant with European directives, applicable to the credit institutions, the non-banking financial institutions and the Guarantee Fund of deposits in the banking system, as further amended

EASY ASSET MANAGEMENT IFN S.A
FINANCIAL STATEMENTS
December 31st, 2019

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EASY ASSET MANAGEMENT IFN S.A
BILANTUL CONTABIL
LA December 31st 2020

| ASSETS | Position code | Note | Fiscal year | |
|--|------------------|------|-------------------|-------------------|
| | | | 2019 | 2020 |
| A | B | C | 1 | 2 |
| Cash and other values | 010 | 2 | 549,264 | 417,192 |
| Receivables on credit institutions | 030 | 3 | 3,788,655 | 9,559,219 |
| - at sight | 033 | | 3,788,655 | 9,559,219 |
| - other receivables | 036 | | | |
| Receivables on customers | 040 | 4 | 58,778,740 | 44,326,498 |
| Debentures and other fixed-income securities | 050 | | | |
| - issued by public bodies | 053 | | | |
| - issued by other issuers, of which: | 056 | | | |
| - own debentures | 058 | | | |
| Shares and other variable-income securities | 060 | | | |
| Participation interests, of which: | 070 | | | |
| - participation interests in credit institutions | 075 | | | |
| Equity shares in affiliated companies, of which: | 080 | | | |
| - equity shares in credit institutions | 085 | | | |
| Intangible assets, of which: | 090 | 5 | 129,642 | 85,597 |
| - establishment expenses | 093 | | | |
| - goodwill, to the extent that it was purchased with onerous title | 096 | | | |
| Tangible assets, of which: | 100 | | 2,463,764 | 1,844,257 |
| - land and constructions used for carrying out own activities | 105 | | | |
| Unpaid subscribed capital | 110 | | | |
| Other assets | 120 | 6 | 16,459,857 | 19,216,304 |
| Accrued expenses and committed income | 130 | 7 | 5,743,516 | 4,396,037 |
| Total assets | 140 | | 87,913,438 | 79,845,104 |

DIRECTOR,
Alben Mitarev
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Economic Manager
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EASY ASSET MANAGEMENT IFN S.A
BILANTUL CONTABIL
LA December 31st 2020

| LIABILITIES AND SHAREHOLDERS' EQUITY | Position code | Note | Fiscal year | |
|---|---------------|------|-------------------|-------------------|
| | | | 2019 | 2020 |
| A | B | C | 1 | 2 |
| Liabilities regarding credit institutions | 300 | | | |
| - at sight | 303 | | | |
| - on term | 306 | | | |
| Liabilities regarding customers | 310 | 9 | 752,093 | 670,350 |
| - at sight | 317 | | 752,093 | 670,350 |
| - on term | 318 | | | |
| Liabilities created by securities | 320 | | | |
| - debentures | 323 | | | |
| - other securities | 326 | | | |
| Other liabilities | 330 | 10 | 30,898,864 | 19,956,063 |
| Deferred income and committed liabilities | 340 | 11 | 5,890,015 | 8,181,269 |
| Provisions: | 350 | | 2,088,190 | 1,424,952 |
| - provisions for pensions and similar obligations | 353 | | | |
| - provisions for taxes | 355 | | | |
| - other provisions | 356 | | 2,088,190 | 1,424,952 |
| Subordinated liabilities | 360 | | | |
| Subscribed share capital | 370 | 13 | 13,721,683 | 13,721,683 |
| Capital premiums | 380 | | | |
| Reserves | 390 | | 2,003,011 | 2,399,945 |
| - legal reserves | 392 | | 2,003,011 | 2,399,945 |
| - statutory or contractual reserves | 394 | | | |
| - other reserves | 399 | | | |
| Reevaluation reserves | 400 | | | |
| Own shares (-) | 410 | | | |
| Carried-forward result | | | | |
| - Profit | 423 | | 23,456,509 | 27,221,122 |
| - loss | 426 | | | |
| Result of fiscal year | | | | |
| - Profit | 433 | | 9,894,836 | 6,666,654 |
| - loss | 436 | | | |
| Allocation of profit | 440 | 14 | 791,763 | 396,934 |
| Total liabilities and shareholders' equity | 450 | | 87,913,438 | 79,845,104 |

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EASY ASSET MANAGEMENT IFN S.A
CONTUL DE PROFIT și LOSS
PENTRU EXERCITIUL FINANCIAR ÎNCHEIAT LA December 31st 2020

| Name of indicator | Position Code | Note | Fiscal year | |
|--|---------------|------|-------------|-------------|
| | | | 2019 | 2020 |
| A | B | C | 1 | 2 |
| Interests to be received and assimilated income of which: | 010 | 15 | 127,734,956 | 113,667,691 |
| - related to debentures and other fixed-income securities | 015 | | | |
| Interests to be paid and assimilated expenses | 020 | | 47,643 | 36,846 |
| Income regarding securities | 030 | | | |
| - income from shares and other securities with variable income | 033 | | | |
| - income from participation interests | 035 | | | |
| - income from equity shares in affiliated companies | 037 | | | |
| Income from commissions | 040 | | 0 | 0 |
| Expenses with commissions | 050 | 16 | 91,612 | 120,179 |
| Net profit or loss from financial operations | 060 | 17 | (384,741) | (259,660) |
| Other operating revenues | 070 | 18 | 9,326,013 | 169,262 |
| General administrative expenses | 080 | | 58,144,778 | 51,741,655 |
| - Expenses with staff, of which: | 083 | 19 | 38,165,252 | 34,620,356 |
| - Salaries | 084 | | 36,300,860 | 33,675,959 |
| - expenses with social security, of which: | 085 | | 1,864,392 | 944,397 |
| - expenses related to pensions | 086 | | (1,035) | 774 |
| - other administrative expenses | 087 | 20 | 19,979,526 | 17,121,299 |
| Corrections on the value of tangible and intangible assets | 090 | | 698,070 | 740,909 |
| Other operating expenses | 100 | 21 | 46,405,198 | 7,595,602 |
| Corrections on the value of receivables and provisions for contingent debts and commitments | 110 | 22 | 53,844,903 | 46,287,213 |
| Reversal of corrections on the value of receivables and provisions for contingent debts and commitments | 120 | 23 | 38,391,236 | 883,791 |
| Corrections on the value of transferable securities which have the nature of financial assets, participation interests and equity shares in affiliated companies | 130 | | | |
| Reversal of corrections of the value of transferable securities which have the nature of financial assets, participation interests and equity shares in affiliated companies | 140 | | | |
| Result of current activity | | | | |
| - Profit | 153 | 24 | 15,835,260 | 7,938,680 |
| - Loss | 156 | | | |
| Extraordinary income | 160 | | | |
| Extraordinary expenses | 170 | | | |
| Result of extraordinary activity | | | | |
| - Profit | 183 | | | |
| - Loss | 186 | | | |

EASY ASSET MANAGEMENT IFN S.A**CONTUL DE PROFIT și LOSS****PENTRU EXERCITIUL FINANCIAR ÎNCHEIAT LA December 31st 2020**

| Name of indicator | Position Code | Note | Fiscal year | |
|---|---------------|------|-------------|-------------|
| | | | Previous | Ended |
| A | B | C | 1 | 2 |
| Total revenues | 190 | | 175,587,450 | 114,738,021 |
| Total expenses | 200 | | 159,752,189 | 106,799,341 |
| Gross result | | | | |
| - Profit | 213 | | 15,835,261 | 7,938,680 |
| - Loss | 216 | | | |
| Profit tax | 220 | | 5,940,425 | 1,272,026 |
| Other taxes which do not appear in the elements above | 230 | | | |
| Net result of fiscal year | | | | |
| - Profit | 243 | | 9,894,836 | 6,666,654 |
| - Loss | 246 | | | |

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EASY ASSET MANAGEMENT IFN S.A
SITUAȚIA FLUXURILOR DE NUMERAR
PENTRU EXERCITIUL FINANCIAR ÎNCHEIAT LA December 31st 2020

| Name of indicator | Position code | Note | Fiscal year | |
|--|---------------|------|---------------|--------------|
| | | | Previous year | Ended |
| Cash flows from operating activities | | | | |
| + receipts of cash from interests and commissions | 01 | | 0 | 0 |
| - payments in cash representing interests and commissions | 02 | | (86,245) | (122,932) |
| + receipts in cash from recoveries of depreciated receivables | 03 | | | |
| - payments in cash to employees and suppliers of goods and services | 04 | | (62,462,841) | (57,519,823) |
| ± other received income/paid expenses in cash from operating activity | 05 | | 8,661,833 | 43,357 |
| Cash flows from operating activity, excluding the changes of assets and debts of operating activity and paid profit tax (row 01 to 05) | 06 | | (53,887,253) | (57,599,398) |
| <i>Increases/decreases of assets related to operating activity</i> | | | | |
| ± increases/decreases of securities which do not have nature of financial assets | 07 | | | |
| ± increases/decreases of receivables regarding credit institutions | 08 | | | |
| ± increases/decreases of receivables regarding customers | 09 | | 59,430,165 | 80,665,894 |
| ± increases/decreases of other assets related to operating activity | 10 | | | |
| <i>Increases/decreases of liabilities related to operating activity</i> | | | | |
| ± increases/decreases of debts regarding credit institutions | 11 | | | |
| ± increases/decreases of debts regarding customers | 12 | | | |
| ± increases/decreases of other liabilities related to operating activity | 13 | | | |
| Cash flows from operating activity, excluding the paid profit tax (row 06 to 13) | 14 | | 5,542,912 | 23,066,496 |
| - payments in cash representing profit tax | 15 | | (8,498,625) | (1,483,419) |
| Cash flows from operating activities (Row 14 + row 15) | 16 | | (2,955,713) | 21,583,077 |
| Cash flows from investments | | | | |
| - payments in cash for purchase of subsidiaries or other subunits | 17 | | | |
| + receipts in cash from sale of subsidiaries or other subunits | 18 | | | |
| - payments in cash for purchase of securities which have nature of financial assets | 19 | | | |
| + receipts in cash from sale of securities which have nature of financial assets | 20 | | | |
| + receipts in cash representing interests received | 21 | | | |
| + receipts in cash representing dividends received | 22 | | | |
| - payments in cash for purchase of land and plant assets, intangible assets and other long-term assets | 23 | | (170,908) | (72,952) |
| + receipts in cash from sale of land and plant assets, intangible assets and other long-term assets | 24 | | | |
| - other payments in cash related to investments | 25 | | | |
| - other receipts in cash from investments | 26 | | | |
| - cash flows from investments (row 17 to 26) | | | (170,908) | (72,952) |

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EASY ASSET MANAGEMENT IFN S.A
SITUAȚIA FLUXURILOR DE NUMERAR
PENTRU EXERCITIUL FINANCIAR ÎNCHEIAT LA December 31st 2020

| Name of indicator | Positi on code | Note | Fiscal year | |
|--|----------------------|------|--------------|--------------|
| | | | previous | ended |
| Cash flows from financing activities | | | | |
| + receipts in cash from debts created by securities and subordinated debts | 28 | | | |
| - payments in cash related to debts created by securities and subordinated debts | 29 | | | |
| + receipts in cash from issue of shares or equity shares | 30 | | | |
| - payments in cash for purchase of shares or equity shares | 31 | | | |
| + receipts in cash from sale of shares or equity shares | 32 | | | |
| - payments in cash representing dividends | 33 | | - | (5,338,457) |
| - other payments in cash related to financing activities | 34 | | (13,750,000) | - |
| + other receipts in cash from financing activities | 35 | | 13,174,015 | (10,533,178) |
| Cash flows from financing activities (Row 28 to 35) | 36 | | (575,985) | (15,871,635) |
| ± Effect of change of exchange rate on cash | 37 | | | |
| Cash flows – total (Row 16 + row 27 + row 36 + row 37) | 38 | | (3,702,606) | 5,638,490 |
| Cash at beginning of fiscal year | 39 | | 8,040,526 | 4,337,920 |
| Cash at end of fiscal year (Row 38 + row 39) | 40 | | 4,337,920 | 9,976,410 |

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EASY ASSET MANAGEMENT IFN S.A
SITUATIA MODIFICARILOR IN CAPITALURILE PROPRII
PENTRU ANUL INCHEIAT LA December 31st 2020

| Element of equity | Note | Balance as of January 1 st | Increases | | Write-down | | Balance as of December 31 st |
|------------------------|------|---------------------------------------|-------------------|-------------|-------------------|-------------|---|
| | | | Total, of which | by transfer | Total, of which | By transfer | |
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| Subscribed capital | | 13,721,683 | - | - | - | - | 13,721,683 |
| Capital premiums | | - | - | - | - | - | - |
| Legal reserves | | 2,003,011 | 396,934 | | | | 2,399,945 |
| Carried-forward result | | - | - | - | - | - | - |
| Unallotted profit | | 23,456,509 | 9,103,073 | | 5,338,460 | | 27,221,122 |
| Uncovered loss | | - | - | - | - | - | - |
| Credit balance | | - | - | - | - | - | - |
| Result of fiscal year | | - | - | - | - | - | - |
| Credit balance | | 9,894,836 | 6,666,654 | - | 9,894,836 | - | 6,666,654 |
| Allocation of profit | | - | - | - | - | - | - |
| Debit balance | | (791,763) | (396,934) | - | (791,763) | - | (396,934) |
| Total | | 48,284,276 | 15,769,727 | - | 14,441,533 | - | 49,612,470 |

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EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

REPORTING ENTITY

SC EASY ASSET MANAGEMENT IFN SA
Fiscal code 28042464
J40 / 1680/ 2011
BUCHAREST, district 3
Str Logofat Tautu nr. 67

1. PRINCIPLES, POLICIES AND ACCOUNTING METHODS

The main accounting policies adopted in drawing up of these financial statements are presented below:

A Bases of drawing up the financial statements

(1) General information

These financial statements were drawn up in compliance with:

- (i) Law no. 93/2009 for non-banking financial institutions;
- (ii) Order of the Governor of National Bank of Romania no. 6/2015 for approval of Accounting Regulations compliant with European directives, applicable to credit institutions, non-banking financial institutions and Guarantee Fund of deposits in banking system, as further amended ("Order of NBR no. 6/2015");
- (iii) Regulation of National Bank of Romania no. 5 of March 8th, 2012 for classification of loans and placements, and creation, settlement and use of specific credit-risk provisions, as further amended ("Regulation no.5/2012");
- (iv) Regulation of National Bank of Romania no. 20 of October 13th, 2009 for non-banking financial institutions, as further amended and supplemented ("Regulation 20/2009").

These financial statements were drawn up based on historical cost, except for the cases presented below in accounting policies.

(2) Use of estimates

The drawing up of financial statements according to the Order of NBR no. 6/2015 requires the company management to make estimates and hypotheses which affect the reported values of assets and liabilities, presentation of assets and contingent debts at the drawing up of financial statements and income and expenses reported for that period. Even if these estimates are made by the company management based on the best information available at date of financial statements, the results earned can be different from these estimates.

(3) Business continuity

These financial statements were drawn up based on business continuity principle which involves that the Company will continue its activity in predictable future. In order to evaluate the applicability of this assumption, the management analyses the forecasts regarding future entries of cash and the support received from shareholders.

Based on these analyses, the management considers that the Company will be able to continue its activity in the predictable future.

(4) Currency for presentation of financial statements

In accordance with Order no. 6/2015, the currency for presentation of financial statements is the Romanian Leu ("RON"), which is the functional currency of the Company.

The financial statements are drawn up and presented in RON, rounded-off to leu.

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

1 PRINCIPLES, POLICIES AND ACCOUNTING METHODS (to be continued)

B Conversion of transactions in foreign currency

The transactions of the Company in foreign currency are recorded at the exchange rates communicated by the National Bank of Romania ("NBR") on deduction date of transactions. At the end of each month, the balances in foreign currency are converted in lei at the exchange rates communicated by NBR for the last banking day of the month. The earnings and losses resulted from the deduction of transactions in a foreign currency and from conversion of monetary assets and liabilities expressed in foreign currency are recognized in the profit and loss account, in "Net profit or loss from financial operations".

The exchange rates as of December 31st, 2018, for the main currencies which had a significant impact on the financial statements of the Company were:

| <u>Foreign currency</u> | | <u>Exchange rate</u> <u>(lei for 1 unit of foreign currency)</u> December 31st, 2020 |
|-------------------------|-----|--|
| Euro | EUR | 4.8694 |
| American Dollar | USD | 3.9660 |

C Intangible assets

The intangible assets are initially measured at cost. After the initial recognition, the intangible assets are recorded at cost minus the cumulated amortization and cumulated loss from depreciation.

All the intangible assets in balance as of December 31st, 2020 are depreciated based on straight-line depreciation method.

(i) *Concessions, patents, licences, trademarks, similar rights and assets*

Concessions, patents, licences, trademarks, similar rights and assets are recorded at purchase cost or at contribution value.

The patents, licences, trademarks and similar assets are depreciated by using the straight-line depreciation method for a period of 3 years.

(ii) *Advances and other intangible assets*

In advances and other intangible assets, we record the advances given to suppliers of intangible assets, the software created by the entity or purchased from third parties for own needs of use, and other intangible assets.

D Tangible assets

(1) Cost/evaluation

The tangible assets are initially evaluated at acquisition cost. The acquisition cost includes the purchase price, the non-recoverable taxes, the transport expenses and other expenses necessary for the commissioning of asset.

The Company did not record revaluations of tangible assets, which are kept at historical cost.

The maintenance and repairs of tangible assets are recorded as expenses when they occur, and significant improvements brought to tangible assets, which increase their value or lifecycle, or which significantly increase the capacity of generating economic benefits by them are capitalized.

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

1 PRINCIPLES, POLICIES AND ACCOUNTING METHODS (to be continued)

(2) Amortization

The amortization is calculated at entry value, using the straight-line depreciation along the useful estimated lifecycle of assets, as follows:

| <u>Asset</u> | <u>Years</u> |
|--|--------------|
| Technical installations and machinery | 1 – 8 |
| Other installations, machinery and furniture | 3 – 10 |
| Means of transport | 4 – 5 |

Amortization is calculated since the month that follows the commissioning until the full recovery of their entry value.

(3) Sale/discarding of tangible assets

The tangible assets which are discarded or sold are eliminated from balance sheet with the adequate cumulated amortization.

Any profit or loss resulted as difference between the income generated by write-off and its undepreciated value, including the expenses incurred by such operation, is included in the profit and loss account in "Other operating income" or "Other operating expenses" , as applicable.

When the Company recognizes the cost of a partial replacement (replacement of a component) in the book value of a tangible asset, the book value of replaced part, with related amortization, is written-off.

E Depreciation of tangible assets

At the end of fiscal year, the value of elements of tangible and intangible assets is equalled to inventory results. For this purpose, the net book value is compared to the value established based on inventory, called inventory value. The differences noted in minus between the inventory value and the net book value of elements of fixed assets are recorded in accounting based on a supplementary amortization, in case of depreciable assets for which the depreciation is irreversible or an adjustment for depreciation or loss of value is made, when the depreciation is reversible. The inventory value is established based on utility of asset, its condition and market price.

F Financial assets

Financial assets are initially recognized in balance sheet at acquisition cost. The acquisition cost includes the trading costs. Later, the financial assets are evaluated at cost less cumulated adjustments for loss of value.

G Other receivables

The trade receivables are recorded in balance sheet at the invoiced amount less the provision for depreciation of these receivables. The provision for depreciation of trade receivables is created if there is objective evidence that the Company will not be able to collect all amounts at initial deadlines.

H Receivables on credit institutions

Receivables on credit institutions represent the placements of the Company in current accounts and deposits at banks.

1 PRINCIPLES, POLICIES AND ACCOUNTING METHODS (to be continued)

I Receivables on customers and specific credit-risk provisions

(i) Evaluation

The receivables on customers include the loans granted by the Company in loan contracts for consumer goods and under the form of loans and are recorded at cost minus the provision for depreciation. The cost of loans is defined as the funds advanced minus the total repayments. All the loans are recognized when the funds are made available to customers.

(ii) Provisions for credit risk

Provisions for credit risk are created based on the evaluation of portfolio of loans and advances, including interests and penalties not received. The provisions are recorded as expenses in the profit and loss account, and in the balance sheet they are deducted from total loans and interests not received.

The provisions for the credit risk are created based on Regulation no. 5/2012 for classification of loans and placements and creation, settlement and use of specific credit-risk provisions; Regulation no. 5/2012 for classification of loans and placements, and creation, settlement and use of specific credit-risk provisions; Regulation no. 5/2012 for reporting of situations regarding the classification of exposures from loans/placements and the necessity of specific credit-risk provisions.

The Regulation applicable to non-banking financial institutions regulates:

- a) Classification of loans given to customers from non-banking financial sector;
- b) Determination of the necessity of specific credit-risk provisions related to classified loans; and
- c) creation, settlement and use of specific credit-risk provisions.

(iii) Provisions for risk resulted from disputes against the company – creation of provisions based on the report received from the legal department which evaluates the payment risk of potential monetary damages, penalties and court costs.

(iv) Provisions for risk regarding the payment of non-taken leaves – creation of provisions based on the report received from the Human Resources Department who quantifies the number of leave days owed and not taken by all the company employees until the end of year. We calculate the value of these leave days and it is recorded as provision.

(v) Provisions for loans closed and suspicious of fraud - creation of provisions based on the report received from the legal department who evaluates the risk of not receiving these loans.

(vi) Provisions for bonus loyalty points - creation of provisions based on the report received from the colleagues from the group who provide the information about loans which accumulated bonus points and value of bonus points.

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

1 PRINCIPLES, POLICIES AND ACCOUNTING METHODS (to be continued)

I Receivables on customers and specific credit-risk provisions (to be continued)

The specific provisions are created for the granted loan contracts considered as bad according to internal norms and regulations in force. For the loan contracts, the procedure takes into account both the debt service history under the payment of interest and principal at due date and initiation of legal proceedings regarding the bad loans. Following such an evaluation, we have the classification of loans into five categories, as follows:

| Debt service | Initiation of legal proceedings | No legal proceedings were initiated | Receivable recovery proceedings were initiated S- |
|---------------------|--|--|--|
| 0 - 15 days | | Standard | Loss |
| 16 - 30 days | | Under observation | Loss |
| 31 - 60 days | | Substandard | Loss |
| 61- 90 days | | Doubtful | Loss |
| Minimum 91 days | | Loss | Loss |

The determination of the necessity of specific credit-risk provisions is made by applying the relevant provision ratio to the calculation base obtained, as follows:

| Classification category | Loans recorded in lei granted to debtors, individuals |
|--------------------------------|--|
| Standard | 0 |
| Under observation | 0,05 |
| Substandard | 0,20 |
| Doubtful | 0,50 |
| Loss | 1,00 |

The loans granted to a debtor are classified in only one category based on the principle of declassification by contamination, by taking into account the poorest of the individual categories of classification.

The calculation base of the necessity of provisions is determined by the deduction from the exposure of the Company to the debtor of the guarantees accepted to be taken into account, weighted by the deduction ratio, according to the provisions of Regulation no. 5/2012 ("adjusted exposure").

In the year 2020 there were guarantees which the company takes into account in the creation of provisions for the category of loans with mortgage.

The creation of specific credit-risk provisions is carried out by including in expenses the amount which represents the necessity level of specific credit-risk provisions.

The use of specific credit-risk provisions refers to the annulment of specific credit-risk provisions and **is made by resumption as income of the amount which represents the existing balance of specific credit-risk provisions related to loans for which one of the following conditions is fulfilled:**

- All the legal possibilities of recovery were exhausted or the statute of limitations was fulfilled;
or
- The contractual rights for that loan were transferred.

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

1 PRINCIPLES, POLICIES AND ACCOUNTING METHODS (to be continued)

J Cash and cash equivalences

Cash and cash equivalences are highlighted in balance sheet at historical cost. For the cash flow statement, the cash and cash equivalences include the cash at hand, bank accounts at banks and deposits at banks with an initial maturity below 3 months.

K Capital

Lei 13,721,684

L Loans

The short-term and long-term loans are initially recorded at the received amount, net of costs of obtaining loans.

M Loan contracts

The loan represents any commitment to pay an amount of money in exchange for the right to reimburse the amount paid, and the payment of an interest or other expenses related to this amount.

N Commercial debts

Commercial debts are recorded at the value of amounts to be paid for goods or services received.

O Provisions for risks and expenses

Provisions for risks and expenses are recognized when the Company has a legal or implicit obligation generated by a previous event, when for the extinction of obligation, it is likely to be necessary an exit of resources and when a credible estimate can be made regarding the value of obligation.

P Benefits of employees

Pensions and other benefits after retirement

In the normal course of activity, the Company makes payments to social insurances and health insurances funds in the account of its employees. All the Company employees are members of the pension scheme of the Romanian state. These costs are recognized in the profit and loss account with the recognition of salaries.

The Company does not operate any other pension scheme or benefits after retirement and so, does not have any other obligations regarding pensions.

Q Taxation

(i) Current profit tax

In accordance with the Romanian fiscal regulations, the calculation of current profit tax starts from the result of fiscal year, corrected with deductible and non-deductible elements to which tax quotas in force at the drawing up of balance sheet shall apply.

The annual loss established by the profit tax return is recovered from the taxable profits obtained in the following 7 consecutive years for the annual losses recorded since 2010. The recovery of losses will be made in the order of their recording, at each payment deadline of profit tax, according to the Romanian legal provisions in force in the year of their recording.

(ii) Deferred profit tax

The Company does not recognize deferred profit tax.

1 PRINCIPLES, POLICIES AND ACCOUNTING METHODS (to be continued)

R Revenues and expenses from interests

The revenues and expenses from interests are recognized in the profit and loss account according to the commitment accounting principle.

The revenues and expenses from interests include the amounts resulted from the scheduling of any premium or discount between the initially recognized value of an asset or debts contracted and their corresponding value at due date.

The revenues and expenses from interests include also the depreciated value of commissions for financial services using the effective interest method which is a method of depreciated cost of a financial asset or a financial liability and income respectively expense from interests for a relevant period of time. The effective interest rate is the exact rate which discounts the future cash flows estimated to be paid or to be received for the life of financial instrument.

The Company estimates the future cash flows by taking into account all the contractual terms of the financial instrument (for example, payments in advance, commissions and other) but does not take into account the future loan losses. The calculation method includes all the charges and commissions paid or received between the Parties, which are part of effective interest.

The commissions which are part of the effective interest rate of a financial instrument represent a compensation for activities such as evaluation of financial situation of debtor, evaluation and recording of guarantees, collaterals and other similar contracts, negotiation of clauses of financial instrument, drawing up and processing of documents and closing of transaction in case of granting loans, commitment commissions received for granting a loan, when the granting of a loan and other similar amount is probable. These commissions, together with the related transaction costs are deferred and recognized as an adjustment of interest income, by using the effective interest rate method. The undepreciated part of these commissions is reflected as income or accrued expenses.

The related transaction costs are costs directly attributed to granting loans which would not have appeared if the Company had not granted the loan. The transaction costs include the fees and commissions paid to third parties and do not include financing costs or internal administrative costs.

The interests to be received and similar income include interests from the main activity of the Company represented by "Granting consumer loans".

The revenues and expenses from interests include also the amounts resulted from the scheduling of any premium between the initially recognized value of an asset or contracted debts and their corresponding value at due date.

S Income and expenses from commissions

The income from commissions results from the financial services offered by the Company or from the fulfilment of requirements from customers.

The expenses with commissions include the expenses of services provided by third parties, such as commissions for the payment of commercial operations and other expenses or income, account administration expenses.

The recognition of income or expenses from commissions depends on their economic nature. Thus, by economic nature, the commissions classify into three categories:

- Commissions which are part of interest rate of a financial instrument (e.g., commission for granting loans), the accounting treatment applied to this type of commissions is described in "Revenues and expenses from interests".
- Commissions earned to the extent of providing services, recognized in the profit and loss account as the services are provided or during the commitment period. Such commissions include among other things, the commissions for administration of a loan.
- Commissions earned at the fulfilment of a main contractual obligation recognized in the profit and loss account at the fulfilment of significant service.

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

1 PRINCIPLES, POLICIES AND ACCOUNTING METHODS (to be continued)

T Other operating income and expenses

They are recorded based on commitment accounting, for the period to which they refer.

In these financial statements, the revenues and expenses are presented at gross value. In the balance sheet, the debts and receivables from the same partners are presented at net value when there is a compensation right.

U Contingent assets and liabilities

(i) Contingent assets

A contingent asset is a potential asset which appears after events prior to the balance sheet date and whose existence will be confirmed only by the appearance or non-appearance of one or more future uncertain events, which may not be under the control of the Company.

Contingent assets are not recognized in financial statements because they are not certain and their recognition would determine the recognition of an income which may never realize.

If the realization of an income is certain, the related asset is not a contingent asset and it is recognized in balance sheet for the period when changes occurred. The contingent assets, if they exist, are continuously evaluated to assure the adequate reflection of changes occurred in financial statements.

(ii) Contingent liabilities

A contingent liability is a potential obligation appeared as a result of past events prior to balance sheet date and whose existence will be confirmed only by the appearance or non-appearance of one or more future uncertain events, which are not under the control of the Company or a current obligation appeared as a result of past events prior to the balance sheet date, but which is not recognized because it is not certain that resources will be necessary, which incorporate economic benefits for the extinction of this debt or the value of debt cannot be sufficiently credibly evaluated. The contingent liabilities are not recognized in the balance sheet, they are presented in the off-balance sheet elements. If the Company has an obligation jointly committed with other Parties, the part undertaken by the other Parties is presented as a contingent liability.

The contingent liabilities are continuously evaluated to determine whether an exit of resources which incorporate economic benefits became likely. If it is likely that an exit of resources is necessary, resources which incorporate economic benefits for an element previously considered as contingent liability, a provision is recognized in the financial statements for the period when the change occurred, except for the cases when no credible estimate can be made and therefore, there will be a debt which cannot be recognized, but it will be presented as contingent obligation.

V Affiliated Parties

An entity is affiliated to the Company if it fulfils the following conditions:

- The Entity and the Company are part of the same group;
- The Entity is associated with the Company or a joint venture;
- Both of them are joint ventures of the same third party;
- It is a joint venture of a third party, and the other entity is associated with the third party;
- The Entity is a post-hiring benefits plan for the benefit of Company employees or the employees of an affiliated entity to the Company (if the Company itself is such a plan, the employers who fund the plan are affiliated to the Company);
- The Entity is controlled or jointly controlled by a person or close member of his/her family who (a) holds control or joint control of the Company or (b) has a significant influence on the Company or (c) is part of the key staff from the company management or from the management of a mother company of the Company.

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

1 PRINCIPLES, POLICIES AND ACCOUNTING METHODS (to be continued)

V Affiliated Parties (to be continued)

In taking into account each possible connection of affiliation, the attention is drawn to the substance of this connection and the legal form.

W Dividends

Dividends are treated as profit distribution for the period when they are declared and approved by the General Meeting of Shareholders, proportionally to the participation quota to share capital.

In accordance with the provisions of Law no. 31/1990 for Companies, if we notice a loss of net asset, the subscribed share capital must be completed or reduced because we can make any allocation or distribution of profit.

X Statutory reserves

The statutory reserves represent annual transfers accrued from carried-forward result, according to the Romanian legal regulations which specify that 5% of the gross accounting profit of the Company must be transferred to a non-distributable reserve account until the reserve reaches the level of 20% of the share capital of the Company. The statutory reserves are not distributed to shareholders.

Y Comparatives

Where it was necessary, the comparative amounts were adjusted and reclassified in order to reflect the changes of presentation from the current period according to Order no. 6/2015 as further amended and supplemented.

Z Events after the balance sheet

The effects of events after the balance sheet date, which provide further information about the financial position of the Company and which require adjustments are reflected in the balance sheet and in the profit and loss account, as applicable. The significant events which do not require adjustments are highlighted in notes to financial statements.

2 CASH AND CASH EQUIVALENCES

| | December 31st, 2019 | December 31st, 2020 |
|----------|---|---|
| Cash lei | 549,264 | 417,192 |

3 RECEIVABLES ON CREDIT INSTITUTIONS

| | December 31st, 2019 | December 31st, 2020 |
|---|---|---|
| Current accounts at banks in foreign currency | 23,459 | 45,337 |
| Current accounts at banks in lei | 3,765,196 | 9,513,882 |
| TOTAL | 3,788,655 | 9,559,219 |

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

| 4 RECEIVABLES ON CUSTOMERS | December 31 st , 2019 | December 31 st , 2020 |
|--|-------------------------------------|-------------------------------------|
| <u>a) Consumer loans for personal needs</u> | | |
| Consumer loans for personal needs | 100,761,036 | 109,506,439 |
| Expenses with provisions | (41,982,296) | (65,179,941) |
| Total | 58,778,740 | 44,326,498 |

b) Receivables of interests attached and penalties (note 7)

| | | |
|-----------------------------------|------------------|------------------|
| Receivables of interests attached | 30,511,893 | 46,275,427 |
| Penalties | 3,367,240 | 8,987,790 |
| Expenses with provisions | (28,490,862) | (51,294,066) |
| Total | 5,388,271 | 3,969,151 |

Movement of adjustments for depreciation of receivables:

| | 2019 | 2020 |
|---|---------------------|----------------------|
| Balance at beginning of period: | (54,901,915) | (70,473,159) |
| Expenses with adjustments for depreciation of receivables | (53,590,789) | (46,000,847) |
| Revenues from the reversal of adjustments for depreciation of receivables | 38,019,545 | - |
| Balance at the end of period: | (70,473,159) | (116,474,006) |
| Provision for principal | (41,982,296) | (65,179,940) |
| Provision for interest | (24,432,872) | (41,136,840) |
| Provision for penalties | (2,975,746) | (8,833,339) |
| Provision – criminal clause | (337,794) | (118,585) |
| Provision for commissions | (744,451) | (1,205,303) |

c) Other provisions

| | 2019 | 2020 |
|---|--------------------|--------------------|
| Balance at the beginning of period: | (2,170,815) | (2,088,190) |
| Expenses with adjustments for depreciation of receivables | (254,114) | - |
| Revenues from reversal of adjustments for depreciation of receivables | 336,739 | 663,238 |
| Balance at the end of period: | (2,088,190) | (1,424,952) |
| Other provisions – leave days | (1,898,406) | (1,257,198) |
| Other provisions – disputes | (131,100) | (116,900) |
| Other provisions – loyalty | (58,684) | (50,684) |

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

5 TANGIBLE AND INTANGIBLE ASSETS

At December 31st, 2020 the net accounting value was as follows:

| | | | | Write-down | | Final balance |
|--|----------------------|------------------------|-------------------|---------------|--|----------------------|
| GROSS VALUE OF FIXED ASSET ELEMENTS | Position code | Initial balance | Increase s | Total | Of which: dismemberments and discarding | (col.5=1+2-3) |
| A | B | 1(1) | 2(2) | 3(3) | 4(4) | 5(5) |
| INTANGIBLE ASSETS | | | | | | |
| Goodwill | 101 | - | - | - | - | - |
| Establishment expenses | 102 | 345 | | | X | 345 |
| Other intangible assets | 103 | 550,820 | 40,127 | | X | 590,947 |
| Advances and intangible assets in progress | 104 | 466 | (466) | | X | - |
| TOTAL (pos.101 to 104) | 105 | 551,631 | 39,661 | | X | 591,292 |
| TANGIBLE ASSETS | | | | | | |
| Land | 106 | - | - | - | - | - |
| Land arrangements | 107 | - | - | - | - | - |
| Constructions | 108 | - | - | - | - | - |
| Technological equipment (machinery and work installations) | 109 | - | - | - | - | - |
| Measurement, control and adjustment installations and devices | 110 | 924,339 | 57,943 | | - | 982,282 |
| Means of transport | 111 | 2,689,012 | - | 40,476 | | 2,648,536 |
| Furniture, office equipment, equipment for protection of human and material values and other tangible assets | 113 | 32,207 | - | - | - | 32,207 |
| Advances and tangible assets in progress | 114 | | | | X | |
| TOTAL (position 106 to 114) | 115 | 3,645,558 | 57,943 | 40,476 | | 3,663,025 |
| FINANCIAL ASSETS | | | | | | |
| Public effects and similar values | 116 | - | - | - | - | - |
| Debentures and other securities with fixed income | 117 | - | - | - | - | - |
| Equity shares in affiliated companies | 118 | - | - | - | - | - |
| Participation interests and portfolio activities | 119 | - | - | - | - | - |
| TOTAL (row 116 to 119) | 120 | - | - | - | - | - |

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

| | | | | | | |
|-----------------------------|------------|------------------|---------------|---------------|--|------------------|
| FIXED ASSETS - TOTAL | | | | | | |
| (rows 105+115+120) | 121 | 4,197,189 | 97,604 | 40,476 | | 4,254,317 |

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

5 TANGIBLE AND INTANGIBLE ASSETS (TO BE CONTINUED)

DEPRECIATION/AMORTIZATION/PROVISIONS

| AMORTIZATION RELATED TO FIXED ASSET ELEMENTS | Position code | Initial balance | Amortization during the year | Amortization for written-off fixed assets | Amortization at end of year (col.9=6+7-8) |
|--|----------------------|------------------------|-------------------------------------|--|--|
| A | B | 6(1) | 7(2) | 8(3) | 9(4) |
| INTANGIBLE ASSETS | | | | | |
| Goodwill | 131 | - | - | - | - |
| Establishment expenses | 132 | 345 | - | - | 345 |
| Other intangible assets | 133 | 421,644 | 83,706 | - | 505,350 |
| TOTAL (pos.131 to 133) | 134 | 421,989 | 83,706 | | 505,695 |
| TANGIBLE ASSETS | | | | | |
| Land arrangements | 135 | - | - | - | - |
| Constructions | 136 | - | - | - | - |
| Technological equipment (machinery and work installations) | 137 | 366,658 | 120,535 | - | 487,193 |
| Measurement, control and adjustment installations and devices | 138 | - | - | - | - |
| Means of transport | 139 | 815,136 | 536,668 | 20,229 | 1,331,575 |
| Furniture, office equipment, equipment for protection of human and material values and other tangible assets | 141 | - | - | - | 0 |
| TOTAL (pos.135 to 141) | 142 | 1,181,794 | 657,203 | 20,229 | 1,818,768 |
| AMORTIZATIONS - TOTAL (pos.134+142) | 143 | 1,603,783 | 740,909 | 20,229 | 2,324,463 |

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

6 OTHER ASSETS

| | December 31st, 2019 | December 31st, 2020 |
|---|---|---|
| CONTRIBUTIONS OF SICK LEAVES 0.75% | 377,665 | 1,137,331 |
| NON-RESIDENT TAX | 6,830 | 6,830 |
| ADVANCES GIVEN TO STAFF | 1,656 | 2,001 |
| DEPOSITS OF PAID GUARANTEES | 313,655 | 284,873 |
| OTHER SUNDRY DEBTORS * | 15,687,854 | 17,816,900 |
| SUNDRY DEBTORS | 324,126 | 320,036 |
| OTHER INVENTORIES | 2,292 | 2,272 |
| ADJUSTMENTS FOR DEPRECIATION OF RECEIVABLES | (254,222) | (320,035) |
| OTHER AMOUNTS RECEIVED AS SUBSIDIES | - | (33,905) |
| TOTAL | 16,459,857 | 19,216,304 |

*"Other sundry debtors" is composed of:

| | <i>December 31st, 2019</i> | <i>December 31st, 2020</i> |
|---|---|---------------------------------------|
| Transactions of affiliated parties (note 25) | 14,413,845 | 16,384,771 |
| Contract for assignment of receivables not received** | 1,199,920 | 1,199,920 |
| Advances of services*** | 74,089 | 232,209 |
| TOTAL | 15,687,854 | 17,816,900 |

** During the year 2019, we recorded sales of bad loans, under the form of receivable assignment contracts, the amount of Lei 1,199,920 represents the countervalue of the assignment contract left unreceived on 31.12.2020, Agency for Control of Outstanding Debts SRL.

*** Advances for services are composed of:

- amounts received from customers by the platform EuPlatesc.ro and not deducted to Easy Asset Management IFN on 31.12.2020 (Lei 108,161);
- amounts received from customers by consultants and not deducted to Easy Asset Management IFN on 31.12.2020 (Lei 45,435);
- Advances given to providers of online services (Google and Facebook) (Lei 27,265)
- Advances given to fuel suppliers (Lei 19,530)
- other advances given to suppliers for miscellaneous services (Lei 31,818)

7 ACCRUED EXPENSES AND COMMITTED REVENUES

| | December 31st, 2019 | December 31st, 2020 |
|---|---|---|
| ACCRUED EXPENSES | 355,245 | 426,885 |
| Attached receivables, of which: | 28,363,262 | 33,879,133 |
| Interests | 30,511,893 | 46,275,427 |
| Penalties | 3,367,240 | 8,987,790 |
| Specific adjustments for depreciation: | (28,490,862) | (51,294,066) |
| COMMITTED REVENUES | 5,388,271 | 3,969,151 |
| TOTAL | 5,743,516 | 4,396,037 |

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

8. LOANS RECEIVED FROM THE MOTHER COMPANY

| | December 31st, 2019 | December 31st, 2020 |
|--|---|---|
| Loans received from the mother company | - | - |
| Interest | - | - |
| Total | = | = |

9 OTHER LIABILITIES REGARDING CUSTOMERS

| | December 31st, 2019 | December 31st, 2020 |
|-------------------|---|---|
| Other liabilities | 752,093 | 670,350 |

10 OTHER LIABILITIES

| | December 31st, 2019 | December 31st, 2020 |
|-----------------------|---|---|
| Staff salary owed | 1,836,285 | 1,854,042 |
| Social insurances | 1,194,892 | 1,184,229 |
| Salary tax | 184,134 | 191,934 |
| VAT | 45,194 | 34,763 |
| Profit tax | 590,589 | 379,196 |
| SUNDRY CREDITORS * | 2,344,495 | 1,606,404 |
| Other loans (Note 25) | 24,703,274 | 14,705,492 |
| TOTAL | 30,898,863 | 19,956,063 |

*"Sundry creditors" is composed of:

| | <u>December 31st, 2019</u> | <u>December 31st, 2020</u> |
|---|---------------------------------------|---------------------------------------|
| <i>Transactions of affiliated Parties</i> <i>(note 25)</i> | 50,466 | 33,366 |
| Unpaid suppliers** | 1,587,044 | 975,311 |
| PFA invoices*** | 706,985 | 596,096 |
| <i>Total</i> | <u>2,344,495</u> | <u>1,606,404</u> |

** "Unpaid suppliers" is composed of:

- invoices representing media-marketing promotion services issued during the year 2020 unpaid until 31.12.2020 (Lei 612,328);
- invoices representing fuel issued during the year 2020 unpaid until 31.12.2020 (Lei 32,683)
- invoices representing receivable recovery services or other legal services issued during the year 2020 unpaid until 31.12.2020 (Lei 69,057);
- other invoices unpaid until 31.12.2020 (Lei 261,243);

*** "PFA invoices" represent the fees for contracts signed with self-employed persons left unpaid until 31.12.2020 and paid in the following month.

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

| 11 DEFERRED REVENUES AND COMMITTED LIABILITIES | December 31st, 2019 | December 31st, 2020 |
|---|---------------------------------------|---------------------------------------|
| Loan interest (Note 25) | 4,190,292 | 6,932,221 |
| Debts of leasing operations | 1,530,953 | 1,060,112 |
| EXPENSES TO BE PAID | 168,770 | 188,936 |
| TOTAL | 5,890,015 | 8,181,269 |

12 STATEMENT OF RECEIVABLES AND LIABILITIES

| a) Receivables | December 31st, 2020 | Liquidity deadline | |
|---|---------------------------------------|---------------------------|---------------------|
| | <1 year | 1 year - 5 years | over 5 years |
| Receivables on customers (Note 4 and Note 7) | 208,439,284 | - | - |
| Adjustments of value for receivables on customers (Note 4 and Note 7) | (116,474,006) | - | - |
| Net receivables on customers | 91,965,278 | - | - |
| Other receivables (Note 6) | 19,216,304 | - | - |
| Accrued expenses (Note 5) | 426,885 | - | - |
| Total | 111,608,467 | - | - |

b) LIABILITIES

| | December 31st, 2020 | Exigibility deadline | |
|---|---------------------------------------|-----------------------------|---------------------|
| | <1 year | 1 year - 5 years | Over 5 years |
| Loans and interests from the mother company | - | - | - |
| Other liabilities regarding customers | 670,350 | - | - |
| Other liabilities | 19,956,063 | - | - |
| Liabilities of leasing operations | 438,672 | 621,440 | - |
| Other provisions | 1,424,952 | - | - |
| Other liabilities | 7,121,157 | - | - |
| Total | 29,611,194 | 621,440 | - |

13 SUBSCRIBED SHARE CAPITAL

| | December 31st, 2019 | December 31st, 2020 |
|---------|---------------------------------------|---------------------------------------|
| Capital | 13,721,683 | 13,721,683 |

| 14 ALLOCATION OF PROFIT | December 31st, 2019 | December 31st, 2020 |
|--|---------------------------------------|---------------------------------------|
| Gross Profit/(loss) earned | 16,627,024 | 8,335,614 |
| Net Profit/(loss), of which allotted for: | 10,686,599 | 7,063,588 |
| Legal reserve | 791,763 | 396,934 |
| Net Profit/(loss), after allocation of legal reserve | 9,894,836 | 6,666,654 |

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

15 INTERESTS TO BE RECEIVED AND SIMILAR INCOME

| | December 31st, 2019 | December 31st, 2020 |
|------------------------------------|---------------------------------------|---------------------------------------|
| Interest income | 118,188,020 | 102,300,505 |
| Penalties | 7,223,348 | 9,492,406 |
| Income from file examination taxes | 2,323,588 | 1,874,780 |
| Total | 127,734,956 | 113,667,691 |

Interests to be received and similar values are composed of the interests applied to loan and the other similar income: penalties and income from file examination taxes.

16 EXPENSES WITH COMMISSIONS

| | 2019 | 2020 |
|----------------------------------|---------------|----------------|
| Bank charges | 89,822 | 120,179 |
| Commissions for leasing analysis | 1,791 | - |
| TOTAL | 91,612 | 120,179 |

17 RESULT FROM FINANCIAL OPERATIONS

| | 2019 | 2020 |
|--------------------|-------------|-------------|
| Net operating loss | (384,741) | (259,660) |
| Financial | | |

18 OTHER OPERATING INCOME

| | 2019 | 2020 |
|---------------------------------------|------------------|----------------|
| Income from other activities | 48,390 | 50,367 |
| Income from assignments | 9,123,977 | - |
| Income from indemnification | 8,461 | 101,708 |
| Income from damages of loan contracts | 140,129 | 8,373 |
| Other operating income | 5,057 | 8,815 |
| TOTAL | 9,326,014 | 169,262 |

19 INFORMATION ON EMPLOYEES AND MEMBERS OF MANAGEMENT AND SUPERVISORY BODIES

a) Indemnities given to members of management and supervisory bodies

| | 2019 | 2020 |
|---|-------------|-------------|
| Total expenses with salaries, of which: | 36,300,860 | 33,675,959 |
| Directors | 311,903 | 364,224 |
| Expenses with social insurances, of which: | 1,864,392 | 944,397 |
| Directors | 167,946 | 196,119 |
| Expenses with contributions for pensions, of which: | (1,035) | 774 |
| Directors | - | - |

b) Advances and loans given to members of management and supervisory bodies

No loans were given to managers or directors and there are no future obligations regarding guarantees undertaken by the Company in their names.

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

| c) Employees | 2019 | 2020 |
|--|-------------|-------------|
| The average number of employees during the year was: | 611 | 526 |

20 OTHER ADMINISTRATIVE EXPENSES

| | 2019 | 2020 |
|---|-------------------|-------------------|
| Expenses with inventory items | 204,952 | 201,037 |
| Expenses with consumables | 2,090,517 | 1,381,562 |
| Maintenance and utilities | 874,925 | 1,053,445 |
| Postal and telecommunication expenses | 1,759,254 | 1,512,022 |
| Travel expenses | 528,645 | 265,380 |
| Protocol and advertising expenses (i) | 4,453,489 | 3,289,993 |
| Other services provided by third parties (ii) | 10,067,744 | 9,417,859 |
| Total | 19,979,526 | 17,121,299 |

21 OTHER OPERATING EXPENSES

| | 2019 | 2020 |
|---|-------------------|------------------|
| Other taxes and duties | 53,536 | 67,551 |
| Expenses with rents | 4,289,910 | 3,848,859 |
| Accessories and penalties | 319,542 | 119,632 |
| Loan interests | 3,276,335 | 2,648,048 |
| Sponsorships | 350,197 | 427,462 |
| Expenses with assignment of fixed assets | 20,201 | 20,247 |
| Other miscellaneous operating expenses (receivable assignments) * | 38,024,154 | - |
| Other miscellaneous operating expenses | 71,323 | 463,802 |
| TOTAL | 46,405,198 | 7,595,602 |

*As for the miscellaneous operating expenses, we mention that during the year 2020, there were no assignments of receivables.
During the year 2019, assignments of bad loans were recorded under the form of receivable assignment contracts at the nominal value of Lei 38,024,154.

22 CORRECTIONS OF RECEIVABLES AND PROVISIONS FOR CONTINGENT LIABILITIES AND COMMITMENTS

| | 2019 | 2020 |
|---|-------------------|-------------------|
| Expenses with provisions for principal | 29,840,635 | 23,197,644 |
| Expenses with provisions for penalties | 4,484,538 | 5,857,593 |
| Expenses with provisions for interests | 19,031,103 | 16,703,968 |
| Expenses with provisions for commissions | 611,073 | 460,852 |
| Expenses with provisions for guarantee clause | (376,560) | 1,344 |
| Expenses with provisions for closed loans | - | 65,813 |
| Expenses with provisions for not taken leaves | 254,114 | - |
| Expenses with other provisions - disputes | - | - |
| Expenses with other provisions - loyalty | - | - |
| Expenses with loss of loans | - | - |
| Total | 53,844,903 | 46,287,213 |

EASY ASSET MANAGEMENT IFN S.A
NOTES TO ANNUAL FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED AS OF December 31st, 2020

23 REVERSALS OF CORRECTIONS OF RECEIVABLES AND PROVISIONS FOR CONTINGENT LIABILITIES AND COMMITMENTS

| | <u>2019</u> | <u>2020</u> |
|--|--------------------------|-----------------------|
| Income from reversal of provisions for assignments | 38,019,545 | 220,553 |
| Income from adjustments of other provisions | 371,690 | 663,238 |
| Total | <u>38,391,235</u> | <u>883,791</u> |

24 RECONCILIATION OF ACCOUNTING RESULT OF FISCAL YEAR WITH THE FISCAL RESULT

| | <u>2019</u> | <u>2020</u> |
|------------------------|-------------|-------------|
| Accounting Profit/loss | 15,835,261 | 7,938,680 |
| Profit tax | 5,940,425 | 1,272,026 |

Reconciliation of accounting result with fiscal result

| | |
|---------------------------------|-----------------------------|
| TOTAL INCOME, of which: | <u>114,738,021</u> |
| Total taxable income | 113,854,230 |
| Total non-taxable income | 883,791 |
| TOTAL EXPENSES of which: | <u>(165,692,614)</u> |
| Non-deductible expenses | (4,594,301) |
| Fiscal loss carried-forward | - |
| Legal reserve to be created | (396,934) |
| Profit tax quota | 16% |
| Profit tax 16% | <u>(1,272,026)</u> |
| Sponsorship within legal limit | (318,006) |
| Result | <u>6,666,654</u> |

