

O.C.N. MICROINVEST S.R.L.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER
2022

PREPARED IN ACCORDANCE WITH INTERNATIONAL FINANCIAL
REPORTING STANDARDS



FOR IDENTIFICATION PURPOSES

ERNST & YOUNG

Signed.....

Date..... 29/05/23

O.C.N. MICROINVEST S.R.L.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2022

(All amounts are in Moldovan Lei (MDL), unless otherwise stated)

	Notes	2022	2021
Interest income	3	844,918,730	606,540,321
Interest expense	4	<u>(288,248,108)</u>	<u>(185,586,438)</u>
Net interest income		556,670,623	420,953,883
Provision for impairment of loans	5	(170,354,648)	(137,746,620)
Provision for impairment of other financial assets	6	<u>(8,304,101)</u>	<u>(2,599,204)</u>
Net interest income after provision for impairment of loans		378,011,874	280,608,059
Recoveries of loans previously written off	7	7,760,053	7,121,983
Other operating income	8	8,139,037	7,753,250
Salary expenses	9	(87,949,420)	(73,213,946)
Depreciation and amortization expenses	9	(11,817,415)	(10,223,467)
Other administrative costs	9	(51,172,006)	(41,539,554)
Regulatory fee		(3,732,119)	(2,729,287)
Net foreign exchange (loss)/ gains		<u>(335,677)</u>	<u>(2,763,920)</u>
Income/(Loss) before income tax		238,904,326	165,013,118
Income tax (expense)/ credit	10	<u>(53,407,800)</u>	<u>(21,085,008)</u>
Income/(Loss) for the year		<u>185,496,526</u>	<u>143,928,110</u>
Total comprehensive income/(loss) for the year		<u>185,496,526</u>	<u>143,928,110</u>

The financial statements were authorized for issue on 12 May 2023 by the Executives of the Company represented by:



Mr Dumitru Svinarencu
Administrator



Mr Dumitru Strogoteanu
Chief Financial Officer

O.C.N. MICROINVEST S.R.L.

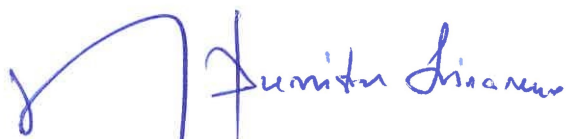
STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2022

(All amounts are in Moldovan Lei (MDL), unless otherwise stated)

	Notes	<u>31 December</u> <u>2022</u>	<u>31 December</u> <u>2021</u>
ASSETS			
Cash and cash equivalents	11	338,278,362	152,754,451
Due from banks and other institutions	12	502,186,337	363,744,456
Loans and advances to customers, net	13	3,483,893,491	2,750,640,261
Premises, equipment and right of use assets	14	29,124,308	26,703,835
Deferred tax assets	10	-	12,849,066
Intangible assets	15	7,804,594	5,305,501
Derivative financial instruments	16	7,462,279	168,629
Other assets	17	<u>2,540,344</u>	<u>3,835,466</u>
Total assets		<u>4,371,289,716</u>	<u>3,316,001,666</u>
LIABILITIES			
Interest-bearing borrowings	18	3,571,762,882	2,675,732,740
Grants for projects in process		89,742	139,417
Subordinated debts	19	30,614,942	30,124,075
Due to founders		-	616,620
Other liabilities	20	66,228,630	70,138,627
Lease liabilities	21	10,106,026	7,259,217
Total liabilities		<u>3,678,802,222</u>	<u>2,784,010,698</u>
SHAREHOLDERS' EQUITY			
Share capital	22	112,771,693	112,771,693
Secondary capital		(616,586)	(616,586)
Share premium		3,357,782	3,357,782
Statutory reserves		11,280,168	11,280,168
Accumulated deficit/profit		<u>565,694,437</u>	<u>405,197,911</u>
Total shareholders' equity		<u>692,487,494</u>	<u>531,990,968</u>
Total liabilities and shareholders' equity		<u>4,371,289,716</u>	<u>3,316,001,666</u>

The financial statements were authorized for issue on 12 May 2023 by the Executives of the Company represented by:



Mr Dumitru Svinarencu
Administrator



Mr Dumitru Strogoteanu
Chief Financial Officer

The notes from pages 5 – 92 are an integral part of these financial statements.

2 of 92

FOR IDENTIFICATION PURPOSES
ERNST & YOUNG
Signed.....
Date..... 12/05/23

O.C.N. MICROINVEST S.R.L.

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2022

(All amounts are in Moldovan Lei (MDL), unless otherwise stated)

	Share capital	Secondary capital	Share premium	Statutory reserves	Accumulated deficit/profit	Total shareholders' equity
Balance as at 1 January 2021	<u>112,771,693</u>	<u>(616,586)</u>	<u>3,357,781</u>	<u>11,280,168</u>	<u>274,169,802</u>	<u>400,962,858</u>
Dividends payment	-	-	-	-	(12,900,000)	(12,900,000)
Total comprehensive income for the year	-	-	-	-	143,928,110	143,928,110
Balance as at 31 December 2021	<u>112,771,693</u>	<u>(616,586)</u>	<u>3,357,781</u>	<u>11,280,168</u>	<u>405,197,912</u>	<u>531,990,968</u>
Balance as at 1 January 2022	<u>112,771,693</u>	<u>(616,586)</u>	<u>3,357,781</u>	<u>11,280,168</u>	<u>405,197,912</u>	<u>531,990,968</u>
Dividends payment	-	-	-	-	(25,000,000)	(25,000,000)
Total comprehensive income for the year	-	-	-	-	185,496,526	185,496,526
Balance as at 31 December 2022	<u>112,771,693</u>	<u>(616,586)</u>	<u>3,357,781</u>	<u>11,280,168</u>	<u>565,694,437</u>	<u>692,487,494</u>

Share premium represents the premium that BFSE Holding B.V. paid when it became Microinvest shareholder.

O.C.N. MICROINVEST S.R.L.**STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED 31 DECEMBER 2022****(All amounts are in Moldovan Lei (MDL), unless otherwise stated)**

	Notes	<u>2022</u>	<u>2021</u>
Cash flows from operating activities			
Interest receipts		801,581,064	572,891,938
Interest payments		(298,580,583)	(179,893,478)
Recoveries from loans previously written off		7,760,053	7,121,983
Other income received		8,139,037	7,753,250
Payment to employees and suppliers		(128,942,145)	(121,077,616)
Regulatory fee		(3,732,119)	(2,729,287)
Tax payments		<u>(43,434,481)</u>	<u>(35,628,267)</u>
		342,790,826	248,438,524
<i>(Increase) / decrease in assets:</i>			
Loans and advances to customers, net		(859,416,339)	(744,974,572)
Due from banks and other institutions		(147,889,039)	(201,753,504)
Other assets		31,439,601	17,515,443
Grants for projects in process		(49,675)	(1,755,674)
<i>Increase in liabilities:</i>			
Other liabilities		<u>(44,572,538)</u>	<u>10,968,504</u>
Net cash used in operating activities		(677,697,164)	(671,561,280)
Cash flows from investing activities			
Purchase of intangibles		(4,882,971)	(2,524,971)
Purchase of Premises and equipment		<u>(6,103,556)</u>	<u>(2,415,144)</u>
Net cash used in investing activities		(10,986,527)	(4,940,115)
Cash flows from financing activities			
Borrowings received		2,577,676,642	1,901,298,712
Borrowings repaid		(1,670,823,159)	(1,251,152,626)
Payment for finance lease		(6,982,767)	(2,333,657)
Dividends payment		<u>(25,616,620)</u>	<u>(12,283,380)</u>
Net cash from/(used in) financing activities		874,254,097	635,529,049
Foreign exchange difference		<u>(335,677)</u>	<u>(2,763,920)</u>
Net increase/(decrease) in cash and cash equivalents		185,234,729	(43,736,266)
Cash and cash equivalents at 1 January		<u>153,628,872</u>	<u>197,365,138</u>
Cash and cash equivalents at 31 December	11	<u>338,863,600</u>	<u>153,628,872</u>

The notes from pages 5 – 92 are an integral part of these financial statements.

4 of 92

FOR IDENTIFICATION PURPOSES
ERNST & YOUNG
Signed.....
Date.....12/05/23.....