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Terms and Conditions of Portfolio Management

These Terms and Conditions of Portfolio Management are an integral part of the Terms and Conditions of Mintos Investment Platform (“Terms and Conditions”).

General part

Investment management within Mintos Portfolios or Custom Portfolios is a portfolio management service offered to the Investors by Mintos.

When the Investor activates a Mintos Portfolio (discretionary portfolio management), Mintos invests in Notes on behalf of the Investor, using the Portfolio Settings specified by Mintos. When the Investor activates a Custom Portfolio (non - discretionary portfolio management), Mintos invests in Notes on behalf of the Investor, using the Portfolio Settings specified by the Investor.

Mintos Portfolios are currently those that on Mintos Platform are titled ‘*Mintos Core*’ (ex -‘*Diversified*’), ‘*High-Yield*’ and ‘*Conservative*’. Mintos may not offer all Mintos Portfolios to all Investors.

This document explains how Mintos manages Investors’ Portfolios, be those Mintos Portfolios or Custom Portfolios.

When a term is capitalized, it has been used in accordance with the definition provided in the [Terms and Conditions of Mintos Investment Platform](#).

By activating any Portfolio on the Platform, the Investor:

- (i) agrees to these Mintos Terms and Conditions of Portfolio Management, and that they are an integral part of the Terms and Conditions;
- (ii) irrevocably authorizes Mintos to manage their Portfolio according to the respective Portfolio Settings and for that purpose on behalf of the Investor to execute transactions, including but not limited to purchase or sell any Note, execute any Transaction Order, deduct or credit from the Cash Account any Notes Price;

By activating any Mintos Portfolio on the Platform, the Investor also acknowledges that Mintos is unilaterally entitled to change the settings of any Mintos Portfolio in any way according to the Terms and Conditions.

Mintos encourages Investors to carefully read the [Disclosure of risks](#) before making any investments on the Platform.

Amendments to these Terms and Conditions of Portfolio Management may be done in the same manner as the amendments to the Terms and Conditions.

Types of instruments included, and types of transactions carried out for Portfolios

When managing the Portfolio, Mintos invests in one type of financial instrument: Notes.

To provide diversification and reduce the risk that investments with Mintos Portfolios are made in Notes consisting of loan receivables originated by only one Lending Company, diversification limits are used. For each Mintos Portfolio, Mintos’ proprietary diversification algorithm considers which Notes are available on the Platform at any given moment, and which Notes the Investor has already invested in. Diversification limits are calculated from the respective Mintos Portfolio target that is set by the Investor, or from the sum of the Investor’s account balance and outstanding investments in the respective Mintos Portfolio, whichever

is lower. For example, if the Investor sets a target of €50 000, outstanding investments are €5 000, and account balance is €7 000, the diversification limits will be calculated from the total of €12 000.

When managing a Portfolio with Mintos Portfolio Settings, Mintos is authorized to purchase and sell Notes (including fractional parts of Notes, if any) at the discretion of Mintos. Mintos will only sell Notes if the Investor requests (i) a cash amount to be paid out from the Portfolio or (ii) a reduction in the respective Mintos Portfolio limit for investments.

When managing a Portfolio with Custom Portfolio Settings, Mintos is authorized to purchase Notes (including fractional parts of Notes, if any) for the Portfolio according to the preferences specified by the Investor. To sell Notes, the Investor will have to manually list them on the secondary market.

Summary of Portfolios' Settings

Summarized information on each Mintos Portfolio Settings and on Custom Portfolio Settings is specified in the table below:

	Mintos Portfolios Settings			Custom Portfolio Settings
	Conservative	Mintos Core	High-yield	
<i>Purpose of the strategy</i>	risk reduction	diversification	returns	Investor's preferences
<i>Mintos Risk Score</i>	10 to 7	10 to 4	10 to 4	10 to 2 available, as set by the Investor
<i>Notes selection¹</i>	Notes related to the Lending Companies with a portfolio that is at least 80% current, and it has less than 3% pending payments	Notes related to all Lending Companies	Notes with top 60% interest rate on the Platform	Notes related to all Lending Companies selected by the Investor
<i>Max. late loan exposure</i>	20%	20%	20%	0-100%, as set by the Investor
<i>Max. pending days</i>	10	10	10	10
<i>Max. Notes under one Prospectus</i>	15%	15%	15%	15% or set by the Investor
<i>Investment currency</i>	EUR			multiple currencies, as set by the Investor

¹ Notes offered on the Platform.

Custom Portfolio Settings may have more options than provided in the table above.

Each Mintos Portfolio's Settings aim is to provide the best Portfolio diversification available on Mintos. When managing the Portfolio with Mintos Portfolio Settings, Mintos will also invest in Notes related to Lending Companies and relevant Prospectuses which have not been part of the Mintos Portfolio Settings at its activation time, but qualify for the respective Portfolio later. Mintos will neither ask the Investor's permission, nor notify the Investor in advance when a Lending Company and/or Prospectus is added to the Mintos Portfolio Settings.

Custom Portfolio Settings are a way to manage a Portfolio in an automated manner according to the Investor's selected preferences. Mintos will ensure that the Portfolio management service is being provided by Mintos technological solutions investing in Notes that match the investment criteria selected by the Investor, and selling the Notes according to the criteria selected by the Investor.

If the Investor has more than one active Portfolio, Mintos will execute transactions for making investments in any Notes for the Portfolio in the following order:

- (a) firstly, the investments will be made for the Portfolio titled by Mintos '*Conservative*';
- (b) secondly, the investments will be made for the Portfolio titled by Mintos '*Mintos Core*' (ex-'*Diversified*');
- (c) thirdly, the investments will be made for the Portfolio titled by Mintos '*High yield*'; and
- (d) fourthly, the investments will be made in the Portfolios according to Custom Portfolio Settings, provided that if the Investor has more than one Portfolio created according to Custom Portfolio Settings, in the order determined by the Investor.

Method and frequency of valuation of Notes in the Investor's portfolio

Mintos ensures the assessment of assets in each Portfolio on at least a weekly basis. The Investor also receives a quarterly report from Mintos free of charge through email or on the Platform. The assets in each Portfolio are assessed by their market or fair value in line with *Mintos Procedure for accounting of financial instruments and financial instruments transactions*.

Delegation of Investor's portfolio management

Mintos does not delegate discretionary management of all or part of financial instruments (Notes) or cash funds in the Portfolio. Mintos does not apply any specific investment performance benchmark agreed between Investors and Mintos, therefore no performance comparisons are performed.

List of the Prospectuses for the Notes offered on the Platform is available [here](#).

List of Key Information Documents (KIDs) for the Notes offered on the Platform is available [here](#).