



Base Prospectus

mentos

Dated 30.08.2024

SIA Mintos Finance No. 38

(incorporated as a limited liability company and registered in the Republic of Latvia with registration number 40203404284 and LEI: 984500ED99657D3G6597)

EUR 20 000 000 Note Programme

Under this Programme, the Issuer may from time-to-time issue Notes denominated in any currency as determined by the Issuer. The Notes will be distributed by way of a public offer.

Notice of the aggregate nominal amount of the Notes, interest (if any) payable in respect of the Notes, the issue price of the Notes and any other applicable terms and conditions not contained in this Base Prospectus which are applicable to the Notes will be set out in the applicable Final Terms.

Notes will be issued in registered form. The maximum aggregate nominal amount of all Notes from time to time outstanding under the Programme will not exceed EUR 20 000 000 (or its equivalent in other currencies).

Any payment under the Notes is dependent on, and limited to, a pool of certain Loans.

This Base Prospectus has been approved as a base prospectus by the NCA, as competent authority under the Prospectus Regulation. The NCA has only approved this Base Prospectus as meeting the standards of completeness, comprehensibility and consistency imposed by the Prospectus Regulation. Such approval should not be considered as an endorsement of the Issuer or the quality of the Notes that are the subject of this Base Prospectus. Investors should make their own assessment as to the appropriateness and suitability of investing in the Notes.

The public offer of the Notes is made in Latvia, France, Germany, Italy, Poland, Netherlands, Czech Republic, Belgium, Austria and Spain under this Base Prospectus.

During the validity period of this Base Prospectus the Issuer plans to request that the NCA provides competent authorities under the Prospectus Regulation in Bulgaria, Croatia, Republic of Cyprus, Denmark, Estonia, Finland, Greece, Hungary, Iceland, Ireland, Liechtenstein, Lithuania, Luxembourg, Malta, Norway, Portugal, Romania, Slovakia, Slovenia and Sweden with a certificate of approval attesting that this Base Prospectus has been drawn up following the Prospectus Regulation. When such a certificate shall be obtained it will be permitted to make the public offer under this Base Prospectus in other Member States, and the Issuer shall ensure that Mintos provides information about it on the Platform. Such certificate, if and when received, should not be considered as an endorsement of the Issuer or the quality of the Notes.

This Base Prospectus will be valid for a period of up to 12 months after its approval by the NCA. The Issuer will, in the event of any significant new factor, material mistake or inaccuracy relating to information included in this Base Prospectus which is capable of affecting the assessment of any Notes, prepare a supplement to this Base Prospectus or publish a new Base Prospectus for use in connection with any subsequent issue of Notes. The obligation to prepare a supplement to this Base Prospectus or publish a new Base Prospectus in the event of any significant new factor, material mistake or inaccuracy will cease to apply upon the expiry of the validity period of this Base Prospectus.

The principal risk factors that may affect the abilities of the Issuer to fulfil its obligations under the Notes are discussed in the section entitled '2. RISK FACTORS' of this Base Prospectus.

Capitalised terms used in this Base Prospectus have the meaning given to them in the section entitled 'GLOSSARY' of this Base Prospectus.

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GLOSSARY

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| API | application programming interface to exchange and transmit information and data in a structured form between the Issuer, the Lending Company and Mintos. |
| Backup Servicer | the legal entity (if any) engaged by the Issuer to service and administer the Loans. |
| Base Prospectus | this base prospectus. |
| Borrower | the debtor or debtors of a Borrower's Loan. |
| Borrower's Loan | the principal amount outstanding under a Borrower's Loan Agreement. |
| Borrower's Loan Agreement | each consumer loan agreement between the Lending Company as the lender and a Borrower as specified in applicable SPV Loan Agreement and Final Terms, |
| Buyback Obligation | has the meaning set out in the section entitled '4. TRANSACTION OVERVIEW – THE DESCRIPTION OF THE TRANSACTIONS IN RELATION TO THE NOTES – The Buyback Obligation' of this Base Prospectus. |
| Cooperation Agreement | the cooperation agreement between the Issuer, the Lending Company, SPV and Mintos in relation to the Notes, and in relation to the notes issued under other programmes. |
| Cooperation Agreement on Issuance of Loans | the cooperation agreement on issuance of loans between the Lending Company as a borrower and SPV as a lender whereby the said parties agree on how SPV Loan Agreements are concluded and on the terms and conditions of disbursement and repayment of the Loans issued to the Lending Company thereunder. |
| Mozipo Group | the Lending Company and Moment Credit, jointly. |
| Final Terms | any duly completed final terms in the form set out in section 14 of this Base Prospectus. |
| Guarantee Agreements | the guarantee agreements by the Guarantors to guarantee the obligations of the Lending Company to the Issuer. Each separately as "Guarantee Agreement" as the context may require. |
| Guarantor | <p>UAB "Moment Credit", a private limited company established on 9 March 2007, in accordance with laws of the Republic of Lithuania with registration number 300657515 having its registered address at Kalvariju str. 2-19, Vilnius, Republic of Lithuania ("Moment Credit").</p> <p>Mozipo Holding LTD, a limited liability company incorporated on 30 December 2015 and existing under the laws of Cyprus registered with the Ministry of</p> |

Energy, Commerce, Industry and Tourism, Department of Registrar of Companies and Official Receiver Nicosia under no. HE 350731, having its registered address at Misiaouli & Kavazoglou, 41, Floor 2, Flat 203/B2, 3016, Lemesos, Cyprus (“Mozipo Holding”).

Each separately or both together “Guarantor”, as the context may require.

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| Investment Accounts | the separate accounts at Mintos of the Investor. |
| Investor | a person registered and accepted on the Platform as an investor. |
| Issuer | SIA Mintos Finance No.38 a limited liability company registered in the Commercial Register of the Register of Enterprises of the Republic of Latvia under unified registration number 40203404284 on 2 June 2022, having its registered address at 52 Skanstes Street, Riga, LV-1013, Latvia, a special purpose entity whose principal purpose is the issue of Notes and other financial instruments with respect to loans issued by lending companies affiliated to the Lending Company. |
| Issuer’s Account | the cash funds account of the Issuer opened with Mintos which is used solely for settling payments with the Lending Company, the Backup Servicer (if any), the Guarantor, and the Investors. |
| Lending Company | Mozipo IFN S.A., a joint stock company incorporated on 2 October 2014 and existing under the laws of Romania, registered with the Bucharest Trade Registry under no. J40/11461/2014, sole registration code 33651838, having its registered address at Bucharest, Calea Mosilor street 21, Sector 2, Romania. |
| Loan | the principal amount outstanding under the SPV Loan Agreement. |
| Loan Receivables | the receivables under the SPV Loan Agreement relating to the Loan that are assigned and to the extent that they are assigned to the Issuer under the Purchase Agreement. |
| Mintos | AS Mintos Marketplace, a joint stock company registered in the Commercial Register of the Register of Enterprises of the Republic of Latvia under unified registration number 40103903643 on 1 June 2015, having its registered address at 50 Skanstes Street, Riga, LV-1013, Latvia, an investment firm authorised by the NCA, which provides investment and related services to Investors through the Platform. |
| Mintos Group | AS Mintos Holdings, a joint stock company registered in the Commercial Register of the Register of Enterprises of the Republic of Latvia under unified registration number 40103902690 on 27 May 2015, having its registered address at 50 Skanstes Street, Riga, LV-1013, Latvia and any of its subsidiaries. |
| NCA | the Bank of Latvia (in Latvian: <i>Latvijas Banka</i>), national competent authority and the competent authority supervising investment services in the Republic of Latvia (https://www.bank.lv), and as competent authority under the Prospectus |

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| | Regulation. |
| Notes | the notes issued or to be issued under this Programme. |
| Noteholder | the holder for the time being of any Note. |
| Platform | sites created and serviced by Mintos, merged under the domain name www.mintos.com and software application to access it from a smartphone. |
| Pledge Agreement | the pledge agreement entered into by and between the Lending Company as pledgor and the SPV as pledgee to secure obligations of the Lending Company arising out of the Cooperation Agreement on Issuance of Loans. |
| Purchase Agreement | part of the Cooperation Agreement relating to the purchase by the Issuer and sale by the SPV of the Loans. |
| Prospectus Regulation | Regulation (EU) 2017/1129 of the European Parliament and of the Council of 14 June 2017 on the prospectus to be published when securities are offered to the public or admitted to trading on a regulated market, and repealing Directive 2003/71/EC and includes any commission delegated regulation under the Prospectus Regulation. |
| Programme | this EUR 20 000 000 Note Programme. |
| Repurchase | has the meanings set out in the section entitled '4. TRANSACTION OVERVIEW – THE DESCRIPTION OF THE TRANSACTIONS IN RELATION TO THE NOTES – Exercising of Repurchase' of this Base Prospectus. |
| Securities Act | the United States Securities Act of 1933, as amended. |
| Series | a series of Notes. |
| SPV Loan Agreement | each loan agreement concluded in line with the Cooperation Agreement on Issuance of Loans between the Lending Company as a borrower and the SPV as a lender as specified in the applicable Final Terms. In the Cooperation Agreement on Issuance of Loans the SPV Loan Agreement is defined as the "Disbursement Agreement". |
| SPV or Lender | SIA Mintos Finance, a limited liability company registered in the Commercial Register of the Register of Enterprises of the Republic of Latvia under unified registration number 40203022549 on 29 September 2016, having its registered address at 50 Skanstes Street, Riga, LV-1013, Latvia |
| Transaction Documents | the Cooperation Agreement, the Cooperation Agreement on Issuance of Loans, SPV Loan Agreements, the Transfer Documents, the Guarantee Agreements and the Pledge Agreement. |
| Transfer | the document generated by Mintos evidencing the transfer of Loan Receivables |

Document from the SPV to the Issuer in accordance with the Purchase Agreement.

1. GENERAL DESCRIPTION

○ What is Mintos?

Mintos provides solutions for investors looking to build wealth through long-term investing. With loans, bonds, ETFs, real estate, and Smart Cash, Mintos offers a unique mix of alternative and traditional investments for long-term investors. This one-of-a-kind offering enables retail investors to consolidate their portfolios and easily manage all their long-term investments from a single platform.

Mintos has over 500 thousand registered users, and manages more than EUR 600 million in assets under administration (as of 30 June 2024).

Mintos is an authorized investment firm in the European Union under MiFID (*Markets in Financial Instruments Directive*). For more information, see section '6. MINTOS' of this Base Prospectus.

○ What are Notes?

Notes are financial instruments issued by the Issuer via Mintos to Investors, which allows Investors to invest in Loans issued by the SPV to the Lending Company, which such Loans are linked to Borrowers' Loans issued by the Lending Company to the Borrowers.

The Issuer is a special purpose legal entity established for the purpose of:

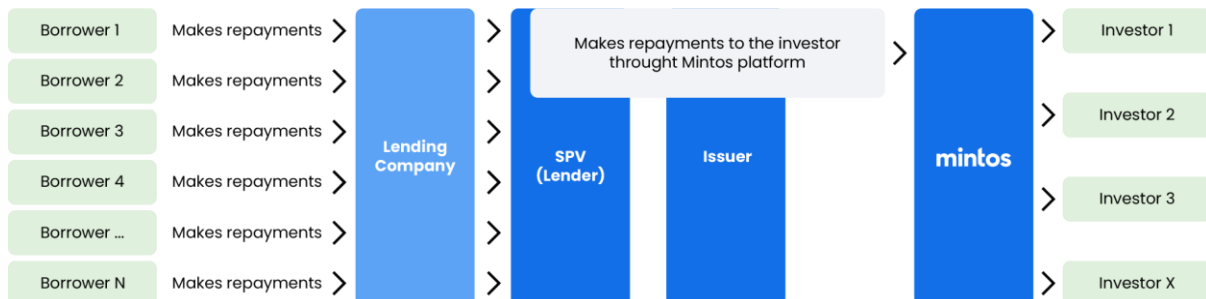
- purchasing Loan Receivables from the SPV;
- pooling those Loan Receivables for a particular Series of Notes; and
- issuing those Notes to Investors via Mintos.

The Issuer may issue financial instruments (notes) in cooperation with lending companies which are affiliates of the Lending Company.

See the sections entitled '5. THE ISSUER' and '8. THE LENDING COMPANY' of this Base Prospectus for more information.

○ *The flow of funds for repayment*

Each time a Borrower makes repayments to the Lending Company, the Lending Company makes repayments to the SPV and, upon receipt of repayments from the Lending Company, the SPV transfers the funds to the Issuer, which in turn makes repayments under the relevant Series of Notes to the relevant Investor via Mintos. The repayments are received into the relevant Investment Account.



This means that if the Borrower makes:

- the repayments to the Lending Company later than scheduled, the repayments to the Investor will also be correspondingly delayed; and

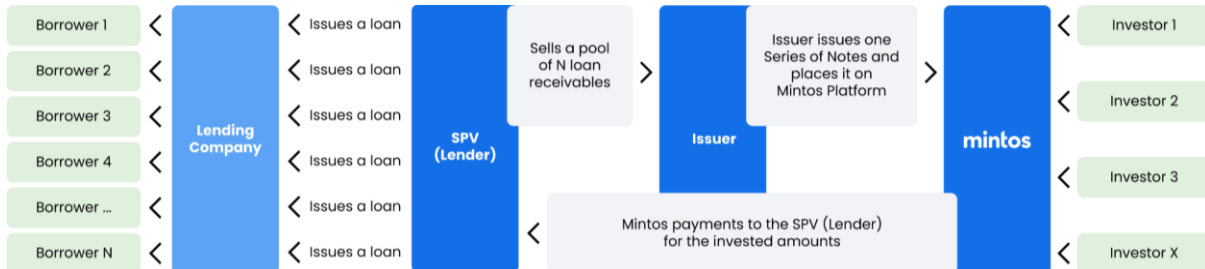
- no repayments at all and the Lending Company is not able to recover anything from the Borrower or repay the Loan from other means, no repayments will be received by the Investor.

Because the Loan is a loan that is issued to the Lending Company and not to the Borrower, the Lending Company is obliged to repay the Loan and pay interest and other ancillary payments with respect to it by the maturity date set forth in the Final Terms for the respective Loan or as extended according to this Base Prospectus and Final Terms, if extended, irrespective of the Borrower having or not having made payment under the Borrower’s Loan Agreement.

The Lending Company provides a Buyback Obligation for Loan Receivables, which means that if any repayment by the Borrower is delayed by more than 60 days, the Lending Company is obliged to repurchase the Loan Receivables together with any interest from the Issuer or to repay the Loan together with any interest to the SPV in full and then the SPV would transfer the received payments to the Issuer. In this situation, the Investor is exposed to the credit risk of the Lending Company. See section entitled ‘2. RISK FACTORS – RISKS SPECIFIC TO LOAN SERVICING – Insolvency of the Lending Company’.

○ *The flow of funds for investment*

The Lending Company issues Loans to Borrowers, then requests disbursement of a loan from the SPV in an amount that is no more than 90% of the principal amount of each Borrower’s Loan, and then the SPV sells the relevant Loan Receivables to the Issuer. The Issuer issues a Series of Notes corresponding to these Loan Receivables to Investors via Mintos. When an Investor purchases any Note of the Series, the Investment Accounts are credited with the Note and debited with the purchase price of the Note. The purchase price is transferred to the SPV. After receipt of the purchase price the SPV makes the disbursement of the Loan to the Lending Company.



2. RISK FACTORS

The Issuer believes that the factors listed in this section of the Base Prospectus may affect its ability to fulfil its obligations under the Notes. All of these risk factors and events are contingencies which may or may not occur and the Issuer is not in a position to express a view on the likelihood of any such contingency occurring. In addition, factors which are material for the purpose of assessing the market risks associated with the Notes are also described below.

Although the most material risk factors have been presented first within each category, the order in which the remaining risks are presented is not necessarily an indication of the likelihood of the risks actually materialising, the potential significance of the risks or the scope of any potential negative impact to the Issuer's, the SPV's or the Lending Company's business, financial condition, results of operations and prospects. The Issuer, SPV and/or the Lending Company may face a number of these risks described below simultaneously. While the risk factors below have been divided into categories, some risk factors could belong in more than one category and prospective investors should carefully consider all of the risk factors set out in this section.

The Issuer believes that the factors described below represent the material risks inherent to investing in the Notes, but the inability of the Issuer to pay interest, principal or other amounts on or in connection with any Notes or the inability of the SPV to pay any amounts to the Issuer and/or the inability of the Lending Company to pay any amounts to the SPV may occur for other reasons and the statements below regarding the risks of investing in any Notes are not exhaustive. Other risks, events, facts or circumstances not included in this Base Prospectus, not presently known to the Issuer, or that the Issuer at the date of this Base Prospectus deems to be immaterial could, individually or cumulatively, prove to be important and may have a significant negative impact on the Issuer's, SPV's or the Lending Company's business, financial condition, results of operations and prospects. Prospective investors should carefully review the entire Base Prospectus, and should form their own views before making an investment decision with respect to the Notes.

Before making an investment decision with respect to any Notes, prospective investors should consult their own lawyer, accountant or other financial, legal and tax advisers and carefully review the risks entailed by an investment in the Notes and consider such an investment decision in the light of the prospective investor's personal circumstances.

RISKS SPECIFIC TO THE UNDERLYING LOANS

1. The Borrowers may not make payments according to the agreed schedule or may default on their obligations altogether

The Notes are linked to the pool of underlying Loan Receivables, and the Loan Receivables are each linked to one Borrower's Loan which means that if any of the Borrowers of the linked Borrowers' Loans do not make a payment on time, given that the Borrower's Loan is the source of making payments by the Lending Company to the SPV under the SPV Loan Agreement, then the Noteholder has a risk not to receive a payment on time. For example, if a Borrower makes a repayment a week later than the agreed schedule, the Noteholder will also receive the repayment a week later.

The SPV may decide to offer additional compensation to the Noteholder in the form of interest income on delayed payments or penalty income that it receives from the Lending Company for its delay of making payments. A Borrower's Loan Agreement with the Borrower may contain a grace period, which is a period immediately after a scheduled payment date during which a late fee is waived provided that the obligation is satisfied during the grace period. If there is such a grace period for the Borrower's Loan, it will be applied in the same manner to the respective Loan. Interest income on delayed payments and penalty income would not be paid to the

Noteholder for the grace period.

The Loan Receivables come with the feature of Buyback Obligation which means that the Lending Company is obligated to repurchase the Loan Receivables if the Borrower has failed to pay more than 60 days after the scheduled repayment date. While this feature could reduce the potential loss for the Noteholder due to the Borrower failing to make repayments, the Buyback Obligation is only as strong as the company providing this obligation. If the Lending Company fails to honour its obligation, the Noteholder is still exposed to the risk of the underlying Borrower not making repayments.

While the probability of any Borrower missing repayments or defaulting depends on many factors, such as payment amount, the income of the Borrower, and repayment term, it is important to point out that these probabilities are never zero. Due to this, the Notes are only suitable investments for Investors who have the appropriate knowledge and experience and are in a financial situation that allows them to lose part or even all of the money invested in Notes.

Overall, a Borrower not making repayments in full or defaulting could be caused by a variety of factors, including, but not limited to:

- **The Borrower overestimates its ability to repay** - each Borrower should evaluate its current and future financial position itself and assess its ability to repay. For various reasons, the Borrower could overestimate its future cash flows and borrow more than it will be able to repay.
- **Limitations of initial risk scoring** - the Lending Company has developed its own method for scoring customer credit risk that relies on various information, which can be collected also from other parties than the Lending Company (e.g., credit rating agencies). There is a risk that the information could be wrong or outdated, or that the scoring method is not sufficient.
- **Unexpected events** - reasons why the Borrower could miss a repayment, include loss of employment, a delay in receiving expected income, unexpected costs, or even disability or death.
- **Macroeconomic factors** - the credit risk scoring of the Lending Company makes assumptions about the client's ability to repay during normal economic conditions. A sudden change in macroeconomic factors could significantly impact the Borrower's ability to make repayments.
- **Other liabilities** - the underlying Loans that are linked to the Note usually do not restrict the Borrower from incurring additional unsecured or secured debt. Additional debt may adversely affect the Borrower's creditworthiness and could result in financial distress, insolvency or bankruptcy of the Borrower.
- **Loan issued in a different currency than the Borrower's income** - in some cases, the Loan that has been issued to the Borrower is in a different currency than the currency in which the Borrower earns income. Significant changes in the exchange rates or a local currency devaluation could impact the Borrower's ability to make repayments.

2. The Lending Company for reasons other than Borrower failure to pay does not make payments as they become due or may default on its obligations altogether

The Loan Receivables come with the feature of a Buyback Obligation which means that the Lending Company is obligated to repurchase the Loan Receivables if the Borrower has failed to pay more than 60 days after the scheduled repayment date. While this feature could reduce the potential loss for the Noteholder due to the Borrower failing to make repayments, the Buyback Obligation is only as strong as the company providing this obligation. If the Lending Company fails to honour its obligation, the Noteholder is still exposed to the risk of the underlying Borrower not making repayments.

Also, the Lending Company has to meet the Repurchase obligation as may be required by the Transactional Documents and in such event the Lending Company is obliged to (i) repurchase the Loan Receivable from the Issuer or (ii) to repay to the SPV the respective Loan in full together with any Interest and Late Payment Interest accrued thereon.

While the probability of the Lending Company missing repayments or defaulting depends on many factors, such as payment amount, the revenues of the Lending Company, and the repayment term, it is important to point out that these probabilities are never zero.

Overall, a Lending Company not making repayments in full, or defaulting could be caused by a variety of factors, including, but not limited to:

- **Loss-making operations** - The Lending Company may experience losses due to various business events and factors, such as intense competition, higher than expected cost of client acquisition, high recovery costs, unexpected costs, reduction in the portfolio sizes, changes in local regulation with regards to new Borrowers' Loans and management errors.
- **Macro-environmental factors** - Various macro-environmental factors, such as recession, military conflict, natural disasters or pandemic, could significantly increase the non-performing Borrowers' Loans ratio.
- **Freezing, seizing or closing of the Lending Company's operational bank account** - The account that the Lending Company uses for operations might be seized, blocked, or closed for a number of reasons, including anti-money laundering and know your client breaches, sanctions violations, state authorities' arbitrary actions, or insolvency of a bank or payments services provider. Inability to use the bank account could restrict the Lending Company's ability to collect Borrowers' repayments and transfer funds to Mintos, the SPV and/or the Issuer for an indefinite time, or even lead to insolvency or bankruptcy of the Lending Company.
- **Currency control restrictions or lack of corresponding banks chain** - The local government could introduce certain currency control restrictions, leading to a situation where the Lending Company is not able to make payments in foreign currency and/or to the beneficiary that is a foreign entity and/or to an account in a foreign financial institution. Alternatively, corresponding bank relations of a bank or payments services provider which maintains the Lending Company's operational accounts could be dramatically amended or terminated, eliminating the Lending Company's ability to make payments towards the Issuer, to the SPV and/or Mintos. This may negatively affect payments to the Issuer and thus further distributions to the Noteholder.
- **Changes in local regulation with regards to Borrower's Loans already issued** - A

legislative body of the country where the Lending Company operates could introduce a Borrowers' moratorium (a legally authorised period of delay in the performance of a legal obligation or the repayment of a debt) or even full or partial debt (including interest and penalties) release.

- **Foreign exchange positions mismatch** - Loans are issued and are being repaid in one currency, but Notes promise repayments to Noteholders in another currency, for example, a Loan has been issued to the Lending Company in Romanian leu (RON), but the Investor invests in a Note denominated in euros. If such Loans make up a large amount of the total portfolio, and local currency devalues and the Lending Company has not properly hedged this risk, the Lending Company is subject to foreign exchange positions mismatch risk, leading to significant losses for the Lending Company and its inability to pay amounts due to the Issuer.
- **Other or sole funding sources** - Besides Mintos, the Lending Company may use other sources of funding, such as a bank credit line, corporate bonds issues, private equity or public shares offerings. In some situations, such as an economic downturn, it could be difficult for the Lending Company to attract funding from other sources to refinance the existing liabilities, thus leading to a liquidity crisis that could lead to the Lending Company having difficulties continuing operations. Furthermore, if the Lending Company uses the Platform as a major funding source and a significant number of investors decide to suddenly avoid investing in Notes corresponding to the Loans, the consequences can be the same.

3. The Lending Company may not be able to recover the full principal and interest owed by the Borrowers

While any recoveries from a Borrower are limited to the value of Borrower's assets (if any), some jurisdictions may, set a lower limit that creditors may claim from the Borrower or define a list of the estate which is not allowed to be alienated for recovery purposes, thus reducing the maximum amount that could be recovered from the Borrower.

The underlying Borrower's Loans that are linked to the Note do not restrict the Borrowers from incurring additional unsecured or secured debt. This means that if the Borrower's Loan is not secured by an asset and any funds from the Borrower are available for recovery, these funds could be allocated to various creditors, i.e., not only the Lending Company, but also other persons that the Borrower owes money to, such as local tax agency, state authorities, other lending companies and utility companies.

If the Borrower's Loan is secured by an asset, the proceeds from the sale of the asset would be allocated proportionally to the Noteholders of the same Series and all other creditors whose receivables are secured by that asset (unless another allocation order applies under applicable law). In addition, the pledged asset (e.g., car, property) might lose its value and could be sold for an amount that is less than the amount due to the Noteholder, or the asset could be stolen, hidden, alienated, missing or damaged. There is also a risk that any pledge securing the Borrower's obligations under the Borrower's Loan Agreement may become invalid or unenforceable due to a number of reasons, including, but not limited to, cases when legal relations arising from the loan documents are recategorised by the court of law, mistakes and omissions are made and/or due procedures are not followed when the pledge is formed. In that case, the obligations of the Borrower would become unsecured, and the credit risk significantly increases.

There could also be the case, especially where the amount of the Borrower's Loan is low, that

the expected collection and recovery costs might be higher than the debt itself, which means the collection and recovery is not economically reasonable, thus it would not be pursued.

In addition, the Borrower's Loan Agreement may, for a variety of reasons, be challenged and thus the ability of the Lending Company to exercise its rights under the Borrower's Loan Agreement may be delayed or otherwise hindered for an undefined term. The reasons for challenging the Borrower's Loan Agreement could include errors in agreements, electronic form of agreement (while the legal form requirement might be met in principle by such electronic signature, its value as evidence in court proceedings in some jurisdictions could be less compared to an actual signature made by hand on a physical document), compliance with regulations, such as consumer protection laws, as well as borrower identify fraud cases.

Due to the reasons described above the Noteholder may experience delayed repayments or partial or full loss of the amount invested in Notes.

4. The Borrower may repay the Borrower's Loan early

A Borrower may repay all or a portion of the remaining principal amount at any time without penalty. This may happen, for example, in cases where the Borrower can acquire lower cost financing from other sources and wishes to refinance the Borrower's Loan. The Borrower's Loan Agreement might also be terminated or cancelled in advance by the Lending Company, triggering the early repayment of the amounts due by the Borrower without penalty. While the Noteholder may invest the repaid money elsewhere, the return on the investments could be lower than the initially planned return.

5. The Borrower may face difficulties to repay the Loan in advance

A Borrower may breach the Borrower's Loan Agreement, for example, the Borrower takes out additional loans without permission from the Lending Company or alienates the collateral, and the Lending Company can therefore require early Borrower's Loan repayment in full. A Borrower may lack necessary financial resources to make such advance payment, so this could lead to Borrower's debt restructuring or debt collection and result in the Noteholder experiencing delayed repayments or partial or full loss of invested amount under Notes.

6. Insolvency of the Lending Company

Insolvency, bankruptcy, or other similar adverse events may significantly influence or even dismiss the ability of the Lending Company to repay the Loans, to meet its obligations under Transaction Documents, and among other things to execute the undertaken Buyback Obligation and Repurchase obligations. This means that if the Lending Company experiences significant problems, the Lending Company may not be able to make payments which would result in the Issuer not being able to make payments to the Noteholders.

In case of insolvency, an administrator is usually bound to consider which past transactions of the insolvent company have to be contested and which sold assets or transferred funds have to be clawed back. There is a risk that the administrator of the Lending Company takes action to claw back the Lending Company estate amounts paid to the Issuer, Mintos or the SPV. The Issuer, the SPV and/or Mintos would then have to take legal actions to protect their interests in the payments received that are clawed back and argue against the position of the administrator in judicial proceedings, which could be long and costly, and no assurance could be made of its successful outcome.

Eventually, the Noteholder may experience delayed repayments or partial or full loss of invested

amount under Notes.

RISKS SPECIFIC TO BORROWERS' LOAN SERVICING

1. The Lending Company is not able to continue servicing of the Borrowers' Loans

Various factors can negatively impact the Lending Company's ability to provide servicing of the Borrowers' Loans, which in turn could lead to delayed repayments to the Noteholder or even partial or full loss of the invested amount. Some of the factors are:

- **Loss-making operations** - The Lending Company may experience losses due to various business events and factors, such as intense competition, higher than expected cost of client acquisition, high recovery costs, unexpected costs, reduction in the portfolio sizes, changes in local regulation with regards to new Borrower's Loans and management errors.
- **Macro-environmental factors** - Various macro-environmental factors, such as recession, military conflict, natural disasters or pandemic, could significantly increase the non-performing loans ratio.
- **Freezing, seizing or closing of the Lending Company's operational bank account** - The account that the Lending Company uses for operations might be seized, blocked, or closed for a number of reasons, including anti-money laundering and know your client breaches, sanctions violations, state authorities' arbitrary actions, or insolvency of a bank or payments services provider. Inability to use the bank account could restrict the Lending Company's ability to collect Borrowers' repayments and transfer funds under the SPV Loan Agreements for an indefinite time, or even lead to insolvency or bankruptcy of the Lending Company.
- **Loss of the Lending Company's licence/authorization, if such is required by the local regulation** - Provision of lending services require a company to receive special approval/authorization. Licences can be revoked or otherwise lost for a number of reasons. Loss of a licence can negatively affect the Lending Company's ability to continue its operations and service the existing Loans.
- **Currency control restrictions or lack of corresponding banks chain** - The local government could introduce certain currency control restrictions, leading to a situation where the Lending Company is not able to make payments in foreign currency and/or to the beneficiary that is a foreign entity and/or to an account in a foreign financial institution. Alternatively, corresponding bank relations of a bank or payments services provider which maintains the Lending Company's operational accounts could be dramatically amended or terminated, eliminating the Lending Company's ability to make payments under the SPV Loan Agreements. This may negatively affect payments to the Issuer and thus further distributions to the Noteholder.
- **Changes in local regulation with regards to Borrower's Loans already issued** - A legislative body of the country where the Lending Company operates could introduce a Borrowers' moratorium (a legally authorised period of delay in the performance of a legal obligation or the repayment of a debt) or even full or partial debt (including interest and penalties) release.
- **Foreign exchange positions mismatch** - Quite often Borrowers' Loans are issued and are being repaid in one currency, but Loans are issued by the SPV and have to be

repaid by the Lending Company and Notes promise repayments to Noteholders in another currency, for example, a Borrower's Loan has been issued to a Borrower in Romanian Leu (RON), but the Investor invests in a Note denominated in euros. If such Loans make up a large amount of the total portfolio, and local currency devalues and the Lending Company has not properly hedged this risk, the Lending Company is subject to foreign exchange positions mismatch risk, leading to significant losses for the Lending Company and its inability to pay amounts due under the SPV Loan Agreement.

- **Other or sole funding sources** - Besides Mintos, the Lending Company may use other sources of funding, such as a bank credit line, corporate bonds issues, private equity or public shares offerings. In some situations, such as an economic downturn, it could be difficult for the Lending Company to attract funding from other sources to refinance the existing liabilities, thus leading to a liquidity crisis that could lead to the Lending Company having difficulties continuing operations. Furthermore, if the Lending Company uses the Platform as a major funding source and a significant number of investors decide to suddenly avoid investing in Notes that are backed Loans linked to the Borrower's Loans, the consequences can be the same.

2. No Backup Servicer may be available for servicing the Borrower's Loans if the Lending Company is not able to continue Loan servicing

One of the key roles of the Lending Company with respect to the Notes is to provide servicing of the Borrowers' Loans according to standards agreed with Mintos, the SPV and the Issuer. There might be no backup servicer that could be appointed to take over the servicing from the Lending Company if needed. If there is an event of default or other circumstance that disrupts the due servicing of the Borrower's Loans and administration of the Borrowers' debts by the Lending Company and if at the time no backup solution for Borrower's Loan servicing exists, the timeline and volumes of repayments could be significantly impacted, leading to a partial or full loss of amounts invested in Notes.

3. The Lending Company may intentionally or unintentionally breach its contractual obligations

There is a risk that the Lending Company performs actions that are in violation of the Transaction Documents, including the risk of fraud against the SPV, Issuer and Mintos, resulting in the partial or full loss of amounts invested in Notes. Contractual breaches that may happen include, but are not limited to:

- **False or incomplete information about the Lending Company** - All information in this Base Prospectus about and/or related to the Lending Company has been provided and certified by the Lending Company as actual, true, and complete. Material errors or omission of such information could initially affect the decision of the Noteholder to invest in a particular Note and eventually result in a negative outcome of the investment.
- **False Borrower data** - The Lending Company provides Mintos with information about the Loan status, the Borrowers, repayment schedules, repayments, extensions of the underlying Borrowers' Loans or changes to the Borrowers' Loan Agreements. While Mintos regularly asks the Lending Company to provide scanned copies of the documents as evidence for randomly selected Borrowers' Loans, Mintos does not check or verify all Borrowers' Loans linked to the Loans backing the Notes. There is a risk that the Lending Company intentionally or unintentionally has provided wrong

information to Mintos or fails to provide information to Mintos at all, and as a result, the payments under the Notes could be impacted.

- **The Lending Company stops cooperation with Mintos** - The Lending Company could for some reason suddenly stop cooperating with Mintos. This could mean not honouring its obligations under the existing agreements, including the Transaction Documents and breach of their provisions. The Lending Company could stop making payments to the Issuer, which means the Issuer would not be able to make payments to the Noteholder. The Lending Company might also stop providing Mintos with the necessary information or provide the information with significant delays.

4. The Lending Company's IT systems may fail or may be breached

IT systems are a crucial part of all financial services companies and if they are impacted, that could affect the Lending Company's ability to provide financial services to its customers and exchange information with Mintos. This could also result in loss or distortion of significant information and databases that are crucial for sound cooperation between the Lending Company, the SPV, the Issuer and Mintos, including for Notes issue servicing and administration.

Since IT systems play such a crucial role in the Lending Company's operation, the Lending Company typically devotes a substantial amount of resources to ensure stable and uninterrupted performance of the IT systems. Neither the Issuer, nor the SPV or Mintos audits the Lending Company's IT systems thus cannot ensure their soundness.

RISKS SPECIFIC TO GUARANTEES AND PLEDGES WHEN THOSE ARE PROVIDED TO THE SPV (LENDER)

1. The Guarantor or pledgor may not honour its obligations

There might be a Guarantee agreement or Pledge provided to secure the obligations of the Lending Company towards the SPV and/or the Issuer arising out of the Cooperation Agreement on Issuance of Loans and other Transaction Documents.

If there is a Guarantee Agreement, the Guarantor would be expected to pay the due amount if the Lending Company fails to pay when due. As there is a risk of any party not honouring its obligations under a contract, there is a risk that the Guarantor does not honour its obligations under the Guarantee Agreement. If this happens, the SPV and/or the Issuer or Mintos on their behalf may take legal action against the Guarantor. There is a risk that the enforcement of rights under the Guarantee Agreement does not result in recoveries for the SPV and/or the Issuer, and by extension for the Noteholder, in the anticipated amount, or that the recovery might be affected by lengthy and costly legal proceedings

If there is a pledge, the pledgor would be expected to allow the pledgee to enforce its pledge by taking over the object of the pledge or putting it up for sale. The procedure for enforcing the rights of the pledge is defined by law in the country of the pledge. There is a risk that the pledged assets might lose their value and could be sold for an amount that is less than the amount due under the Cooperation Agreement on Issuance of Loans or the asset could be stolen, hidden, alienated, missing or damaged. There is a risk, as with any pledge/security, that it is or becomes unenforceable or invalid (see 'The guarantee or pledge may become invalid or unenforceable' below).

2. The Guarantor or pledgor may default

The risk of default, for example, insolvency, is a risk that is present for any counterparty, the Guarantor or the pledgor included.

If the Guarantor defaults, the SPV and/or the Issuer cannot rely on receiving funds from the Guarantor even if the SPV and/or the Issuer or Mintos on their behalf decides to take legal action to recover due amounts from the Guarantor in or outside of the insolvency or bankruptcy proceedings. If the Guarantor defaults, the SPV might terminate cooperation with the Lending Company and request that the Lending Company repays the amount due under the Cooperation Agreement on Issuance of Loans.

If the pledgor defaults, as a general rule the pledge should not be affected, and the pledgee should be able to exercise its rights of pledge (to take over the pledge or to put it up for sale and receive all proceeds from the sale to cover the payments due from the Lending Company). However, the Issuer and SPV may decide to terminate cooperation with the Lending Company and request that the Lending Company repurchase all Loan Receivables before their term or to repay the Loans together with any interest.

3. The guarantee or pledge may become invalid or unenforceable

There is a risk that guarantees or pledges securing the Lending Company's obligations towards the SPV and/or the Issuer may become invalid or unenforceable for several reasons, including, but not limited to cases when legal relations arising from the Transaction Documents are recategorized by the court of law, mistakes and omissions are made and/or due procedures not being followed when guarantees or pledges are formed. In that case, the obligations of the Lending Company towards the SPV and/or the Issuer defined by the Transaction Documents become unsecured and the credit risk significantly increases, and that may trigger Mintos, the Issuer and SPV terminating cooperation with the Lending Company and requesting repurchase by the Lending Company of all the Loan Receivables or to repay the Loans together with any interest before their term. If there is no guarantee to enforce and no pledge to enforce against then the SPV and the Issuer are left with the Lending Company as the only debtor from which to expect the payment of monies due from the Lending Company.

RISKS SPECIFIC TO MINTOS

1. Various events and failures could cause situations where Mintos is not able to continue operations

As a relatively new service, Mintos operates in a complex and dynamic regulatory and competitive environment and various events and failures could lead to Mintos terminating the provisioning of services, including the operations of the Platform. These events include but are not limited to revocation of licence, weak financial performance, negative reputation, non-compliance events, dramatic changes in the applicable regulations impacting Mintos operating model or an economic downturn. If Mintos ceases operations, this could significantly impact the Noteholder's ability to receive repayment on time.

Should Mintos enter liquidation or insolvency, as a regulated and supervised entity, the process will be supervised by the NCA. The appointed liquidator or administrator will take over the functions of the management board. Mintos will continue servicing its clients and the Investment Accounts, and relevant financial instruments portfolios in line with what Mintos is permitted to do according to the applicable insolvency and liquidation rules. The process from the moment of the appointment would be led by the appointed administrator or liquidator. In some cases,

the Investors' Protection Law may apply. Such processes may significantly influence the investment's return times and make the return more complex to the Noteholder.

Furthermore, Mintos could for some reason suddenly stop honouring its obligations under the existing agreements, leading to delayed payments or partial or full loss of the amount invested in the Notes.

2. Non-compliance with regulations could lead to revocation of Mintos' licence

To provide services to clients, Mintos, as the operator of the Platform, has received an investment firm license from the NCA. The licence could be suspended or revoked due to non-compliance with regulations by Mintos. Loss of licence by Mintos could lead to delayed payments or partial or full loss of invested amount under the Notes.

3. Failure of IT systems or a security breach could lead to significant liabilities and harm relationships with customers

The technology that Mintos has developed over the years is a cornerstone of Mintos' future success. The satisfactory performance, reliability and availability of the Platform is critical to its operations, customer service and reputation.

While Mintos has taken steps to protect confidential information, the techniques used to obtain unauthorised, improper or illegal access to systems, data, or customer data, or to disable or degrade services are constantly evolving and may not be detected quickly.

As a result, Mintos' and Mintos' third-party vendor security measures might be breached, and these security breaches could result in confidential client information being stolen. Breaches of security measures because of third-party action, employee error, third-party vendor error, design flaws in the software, or interruptions in Mintos' systems and services could adversely impact our relationships with Mintos' clients, harm Mintos' reputation and expose Mintos to significant liability.

Furthermore, in the event of damage or interruption, existing insurance policies may not adequately compensate Mintos and Mintos' clients for any losses that may have been incurred. Nevertheless, as IT systems are crucial to Mintos' operations, a substantial amount of resources are devoted to ensuring the stable and uninterrupted performance of the IT systems.

4. Mintos' bank accounts could be frozen or closed and banks, where the Noteholder funds are held, can become insolvent

Mintos clients' funds, including the fund being deposited in the Issuer's Account for settlement under the Notes, are kept segregated from Mintos' own funds in several bank accounts marked as client funds accounts.

One or several of those bank accounts that Mintos uses might be blocked, seized or closed for a number of reasons, including insolvency of the banks, resulting in interruptions of fund transfers to the Lending Company and the Noteholder.

5. Significant problem or termination of the agreement with a Mintos partner may affect the provision of services to the clients

While providing its services, Mintos relies on several carefully selected partners (e.g., cloud computing providers), and any problems with the service providers could impact Mintos' ability to provide services to the Noteholder. Mintos has taken several steps to reduce the likelihood

and impact of such occurrences, such as having backup service providers where feasible, there is still a risk that the Noteholder may not be able to access the Platform or receive services.

6. Certain situations or actions may raise conflicts of interests

While the rights and the responsibilities of Mintos, the Issuer, the Lending Company are detailed in the Transaction Documents and this Base Prospectus, and Mintos has established policies and procedures to mitigate the risk, it is not possible to fully avoid the possibility of a conflict of interests between the parties that could impact the interests of the Noteholder.

While Mintos provides placement services to the Issuer with respect to the Notes, Mintos also provides the infrastructure services for the Lending Company and the Issuer to perform sales of the Loan Receivables to the Issuer, as well as to exercise the Buyback Obligations and Repurchases. Mintos receives fees from the Lending Company for placement services. Mintos has carefully set up the fees in a compliant manner and so that it would not violate the conflict-of-interest management rules. Such placement fees might qualify as inducements and Mintos would disclose information on these inducements to the Noteholder. In addition to inducement disclosures, Mintos has set up internal procedures to identify and manage conflicts of interest. Some conflicts of interest require disclosure and those are disclosed.

RISKS SPECIFIC TO THE SPV (LENDER)

1. The SPV could default on its obligations or become insolvent

The SPV is a wholly-owned Mintos Group company, and not engaged in any business activities other than those provided in this Base Prospectus. There is a risk that the SPV could suddenly stop effectively honouring its obligations under the existing agreements and breaching its provisions, resulting in missing repayments to the Noteholder. This could lead to delays in repayments and partial or full loss of invested amounts.

While the SPV is created, established and performs its operations as a special purpose undertaking, due to possible legal shortcomings of the applicable law and/or judicial practice, the SPV might be found insolvent. In such situations, if the SPV has received and holds money from the Lending Company that is payable to the Issuer, the Noteholder could experience delays in receiving its invested funds and the Issuer's priority as a creditor of the SPV might be changed by the rule of law, leading to receiving fewer amounts than due under the Notes, if any amounts at all are received and held by the SPV that are received from the Lending Company.

The Terms and Conditions of the Notes (in section 12 of this Base Prospectus) are set up and drafted as having legal force and addressing concerns as legally binding contractual obligations. There can be external circumstances that might influence such legal construction, including, but not limited to court ruling, and/or new or modified legal enactments.

2. The SPV is not able to continue Loan servicing

Various factors can negatively impact the SPV's ability to provide Loan servicing, which in turn could lead to delayed repayments for the Loan Receivables to the SPV and as a result, and, in turn to the Noteholder or even partial or full loss of the invested amount. Some of the factors are:

- **Macro-environmental factors** - Various macro-environmental factors, such as recession, military conflict, natural disasters or pandemic, could significantly increase

the amounts that can't be recovered from the Lending Company.

- **Freezing, seizing or closing of the SPV's operational bank account** - The account that the SPV uses for operations might be seized, blocked, or closed for a number of reasons, including anti-money laundering and know your client breaches, sanctions violations, state authorities' arbitrary actions, or insolvency of a bank or payments services provider. Inability to use the bank account could restrict SPV's ability to collect repayments from the Lending Company and transfer funds to the Issuer for an indefinite time, or even lead to insolvency or bankruptcy of the SPV.
- **Currency control restrictions or lack of corresponding banks chain** - The local government could introduce certain currency control restrictions, leading to a situation where SPV is not able to make payments in foreign currency and/or to the beneficiary that is a foreign entity and/or to an account in a foreign financial institution. Alternatively, corresponding bank relations of a bank or payments services provider which maintains the SPV's operational accounts could be dramatically amended or terminated, eliminating the SPV's ability to make payments towards the Issuer. This may negatively affect payments to the Issuer and thus further distributions to the Noteholder.
- **Changes in local regulation with regards to Loans already issued** - A legislative body of the country where the SPV operates or wherefrom the Lending Company is, could introduce a borrowers' moratorium (a legally authorised period of delay in the performance of a legal obligation or the repayment of a debt) or even full or partial debt (including interest and penalties) release.

3. **Cross-risks applicable to the SPV**

Considering the pass-through nature of the SPV, the SPV and its abilities to pay amounts due to the Noteholders under the Note are exposed to all the risks listed above in '*RISKS SPECIFIC TO THE UNDERLYING LOAN*', '*RISKS SPECIFIC TO LOAN SERVICING*', '*RISKS SPECIFIC TO GUARANTEES AND PLEDGES WHEN THOSE ARE PROVIDED TO THE SPV*'.

RISKS SPECIFIC TO THE ISSUER

1. **The Issuer could default on its obligations or become insolvent**

The Issuer is a wholly owned Mintos Group company, and not engaged in any business activities other than those provided in this Base Prospectus. There is a risk that the Issuer could suddenly stop effectively honouring its obligations under the existing agreements and breaching its provisions, resulting in missing repayments to the Noteholder. This could lead to delays in repayments and partial or full loss of invested amounts.

While the Issuer is created, established and performs its operations as a special purpose undertaking, due to possible legal shortcomings of the applicable law and/or judicial practice, the Issuer might be found insolvent due to the following reasons, including, but not limited to, a Noteholder or other creditor initiating the insolvency procedure against the Issuer in bad faith and the court not finding limited recourse and non-petition provisions defined by this Base Prospectus as a sufficient ground to reject such proceeding. In such situations, the Noteholder could experience delays in receiving its invested funds and its priority as a creditor of the Issuer might be changed by the rule of law, leading to receiving fewer amounts than due under the Notes.

The Terms and Conditions of the Notes (in section 12 of this Base Prospectus) are set up and

drafted as having legal force and addressing concerns as legally binding contractual obligations. There can be external circumstances that might influence such legal construction, including, but not limited to court ruling, and/or new or modified legal enactments.

2. Mintos may not be able to cover the maintenance and administrative costs of the Issuer

Considering the pass-through nature of the Issuer, the maintenance costs and administrative expenses of the Issuer are, in essence, covered by the Lending Company, either via direct compensation mechanism or indirectly via Mintos. If for any reason mentioned above in '*RISKS SPECIFIC TO MINTOS*', Mintos is not able to cover such costs, it could significantly influence the operations of the Issuer and its ability to service Notes and make payments to the Noteholder.

3. Information asymmetry

With a reference to risks described above in 'The Lending Company may intentionally or unintentionally breach its contractual obligations - False or incomplete information about the Lending Company' and '-False Borrower data', part of the information in this Base Prospectus as well as significant information being received during the term of the Notes is being sourced and received from the Lending Company. There is a risk that the Lending company can provide material information with delay or fails to provide information to the Issuer at all. As a consequence:

- the Issuer through Mintos acting as its authorised representative will not be able to timely enforce its rights provided in the Transaction Documents and to act in the interests of Noteholders; and
- the Issuer will not be able to prepare and publish supplements to this Base Prospectus in a timely manner, which could impact the Noteholders' judgement on purchasing the Notes being unaware of any significant new factor, material mistake or inaccuracy related to the information being sourced from the Lending Company.

4. Cross-risks applicable to the Issuer

Considering the pass-through nature of the Issuer, the Issuer and its abilities to pay amounts due to the Noteholders under the Note are exposed to all the risks listed above in '*RISKS SPECIFIC TO THE UNDERLYING LOAN*', '*RISKS SPECIFIC TO LOAN SERVICING*', '*RISKS SPECIFIC TO GUARANTEES AND PLEDGES WHEN THOSE ARE PROVIDED TO THE SPV*' and '*RISKS SPECIFIC TO MINTOS*'.

RISKS SPECIFIC TO NOTES

1. The Noteholder has no rights of recourse against the Borrowers, the Lending Company, the SPV, the Guarantor or the pledgor

The Noteholder has no direct right to the Loan Receivables. Instead, the Noteholder is acquiring Notes, which are backed by the corresponding Loan Receivables. The legal title in the Loan Receivables and relevant rights arising from them are vested in the Issuer. This means that the Noteholder will have no direct recourse against the Lending Company or the Borrowers and no ability to independently and in its discretion to pursue the Lending Company or any Borrower to collect payments under the relevant Borrower's Loan or the Lending Company to collect payments under the relevant SPV Loan Agreement. For the same reason the Noteholder will have no direct recourse against the SPV or the Lending Company, or the Guarantor and/or the

pledgor, and no ability to pursue the SPV or the Lending Company, or the Guarantor and/or the pledgor to enforce them to duly perform their duties and obligations due. All such actions are carried out by the Issuer as the legal owner of the Loan Receivables according to the provisions of this Base Prospectus and the Transaction Documents.

2. Change of creditors priority

The outcome of judicial or insolvency procedure could overrule the creditors' priority in this Base Prospectus due to requirements of the law, meaning that the Noteholders of one Series of Notes could become equal creditors to Noteholders of other Series of Notes, thus all the proceeds the Issuer receives from all the Loan Receivables is distributed on *pro rata* basis or otherwise.

3. Certain costs may rank higher than payments to the Noteholder

While it is the Issuer's responsibility to transfer to the Noteholder all payments that have been received from the SPV, including the payments received from the Lending Company by the SPV, there are certain costs, such as taxes, Mintos' fees and recovery costs that rank higher than payments to the Noteholder. This means that the Noteholder would only receive payment after the payment obligations of a higher priority have been settled.

Also, there is a risk that the outcome of judicial or insolvency procedure could define other priority of payments, which differs from the priority in this Base Prospectus.

4. Liabilities that are not Series specific will be allocated to all Series of Notes proportionally

If there are higher priority costs, i.e., taxes, fees and recovery costs, related to the specific Note, then these will be covered from the payments due to the Noteholders according to the Priority of Payments defined in this Base Prospectus. Where the liability is not Series-specific, for example, legal costs, the liability will be allocated to all Series of Notes proportionally unless otherwise defined by the Priority of Payments.

5. Event of default under another prospectus affecting Noteholders of this one

The Issuer has or could in future enter into transactional documentation to issue loans' backed and contingent notes with other lending companies, being part of the Mozipo Group.

If for some reason an event of default arises under another prospectus, it can lead to an event of default under this Base Prospectus, and as a consequence Noteholders can face similar risks as described in the paragraph 2, 3 and 4 of the RISKS SPECIFIC TO THE NOTES, for example, the outcome of judicial or insolvency procedure could overrule the creditors' priority due to requirements of the law, meaning that the noteholders under other prospectus could be treated *pari passu* with other unsecured creditors of the Issuer, including with the Noteholders of Notes issued under this Base Prospectus, and/or could define other priority of payments, which differs from the priority in this Base Prospectus, meaning that proceeds received from the Lending Company which otherwise would be attributable to Series Specific Loans could be diverted to make payments with respect to other prospectuses of the Issuer and/or with respect to such proceedings.

6. Due diligence and monitoring performed by Mintos and Mintos risk score allocated are limited in scope, do not address all material risks, and do not provide any assurance or indemnification

Before the Lending Company joins Mintos and during the cooperation, Mintos carries out due diligence and assigns Mintos risk score. It is important to point out that these processes are limited in scope and do not address all material risks relating to an investment in the Notes, but rather reflect the view of Mintos at the time the due diligence and monitoring are performed.

Even if Mintos continuously measures the accuracy of Mintos risk score and evaluates the need to adjust the methodology when new data is obtained, these processes might not guarantee any further performance of the investment.

Mintos neither provides any assurance or guarantee for the Noteholder nor indemnifies or holds Noteholder harmless for any loss or adverse consequence directly or indirectly arising from the Noteholder relying upon Mintos risk score or due diligence and monitoring performed. Basing investment decisions solely on Mintos risk score could lead to a partial or full loss of invested amounts.

7. No specific securitisation laws in Latvia

There are no dedicated laws and regime in Latvia addressing specific special purpose vehicle issuer insolvency or limited recourse concepts at the date of this Base Prospectus. Mintos believes the Terms and Conditions of the Notes are set up and drafted as having legal force and addressing such concerns as legally binding contractual obligations. There might be circumstances that influence such legal construction, including, but not limited to the court ruling, or new or modified legal enactments. Eventually, this could lead to delayed payments or partial or full loss of the amount invested in the Notes.

8. Repurchase could impact planned return

The Lending Company may repurchase the Loan Receivables from the Issuer at any time at their then outstanding principal value without any penalty or other compensation. This may happen, for example, in cases where the Lending Company can acquire lower cost financing from other sources and wishes to refinance the Loan.

The Lending Company not only has a right to repurchase, but also has an obligation to repurchase the Loan Receivables from the Issuer upon the occurrence of certain events specified in the Cooperation Agreement. The Lending Company may become obliged to repurchase one or several affected Loan Receivables, as well as there are certain events that may trigger the obligation to repurchase all the Loan Receivables. Occurrence of a Material Event of Default under the Cooperation Agreement triggers the obligation to repurchase all the Loan Receivables.

If the repurchase right is exercised by the Lending Company or if the repurchase obligation arises, the relevant Series of Notes will be redeemed early in full or in part once the Issuer has received the repurchase price from the Lending Company. The Noteholders' return on the investments in the Notes which are redeemed due to the repurchase will be lower than the initially planned return.

9. New regulations introduced in the future could impact the Noteholder and Mintos

Due to several reasons, such as improvements in computer technology, the financial crisis of the past decade and a greater focus on preventing the legalisation of illegally gained proceeds,

the financial industry over the last years has experienced the introduction of several new regulations. With further developments and adoption of technologies, jurisdictions, either where Noteholders or Mintos Group are domiciled are likely to introduce new regulations or administrative interventions that could relate to Notes or online marketplaces such as the Platform. Such regulation in the future, for example, could enhance investors' protection measures, limit access to Notes to only qualified or sophisticated Noteholders, limit the proportion of the portfolio that can be invested through Notes or introduce any other restricting measures.

Furthermore, the introduction of new regulations or significant changes to the existing regulations could impact the profitability, cost base and future operations of Mintos. Failure to comply with regulation could lead to, among other things, lawsuits, administrative enforcement actions, penalties, and revocation of licenses and authorisations. Eventually, this could lead to delayed payments or partial or full loss of invested amounts under Notes.

10. New regulation in relation to taxes could impact the expected return for the Noteholder

In the event that new regulation is introduced, or existing regulation or its interpretation changes so that the Issuer and/or Mintos needs to withhold additional taxes before making payments to the Noteholder, and the Issuer and/or Mintos is required to withhold any transfer tax, stamp duty and/or financial transactions tax, this could impact the expected return on investment for the Noteholder. Similar developments in the Noteholders' tax residence country can lead to the same consequences.

11. Notes have limited liquidity and transferability

The Notes are illiquid securities and there is no active market for them, and the Notes are not admitted to any trading venue. The potential buyers and transferees are limited only to other Mintos' clients who are registered on the Platform. Which all means that the Noteholder might need to offer the Notes with a significant discount and hence would not meet the expected return on the investment or might even be unable to sell them at all during shorter or longer period of time. Furthermore, to protect Noteholders that use automatic investment solutions from making investment decisions, Mintos may restrict the execution of orders to sell the Notes according to the terms and conditions of the agreements between the Investors and Mintos.

The Noteholder should therefore only invest in Notes that the Noteholder is comfortable with holding to maturity.

12. An undiversified investment portfolio may lead to greater exposure to the Lending Company and country-specific risks than a well-diversified portfolio

Investment in a single Note, Notes issued in relation to the Lending Company or Notes with underlying Loans related to one country means that the performance of the portfolio and risk exposure depends on that Note, the Lending Company, country and currency risk.

Mintos encourages its customers to build a well-diversified portfolio and provides several tools to automate investing in Notes, making this easier.

13. Investing in Notes issued in other currencies increase the Noteholder's exposure to currency risk

If a Noteholder invests in Notes denominated in a currency that is different from the currency that the Noteholder earns and/or spends, the return on the investment could be significantly

impacted by the fluctuations in the exchange rate between those currencies. This means that if the underlying currency depreciates significantly, the Noteholder could lose part of the investment, and if the currency appreciates significantly, the Noteholder could earn a higher return on investment.

14. Notes are not bank deposits

Investment in Notes does not have the status of a bank deposit in Latvia or elsewhere, and is not within the scope of the deposit protection or guarantee scheme operated by the Republic of Latvia or any other jurisdiction.

3. GENERAL INFORMATION

Important notices

THIS BASE PROSPECTUS MAY NOT BE FORWARDED OR DISTRIBUTED OTHER THAN AS PROVIDED BELOW AND MAY NOT BE REPRODUCED IN ANY MANNER WHATSOEVER. THIS BASE PROSPECTUS MAY ONLY BE DISTRIBUTED OUTSIDE THE UNITED STATES TO PERSONS THAT ARE NOT U.S. PERSONS AS DEFINED IN REGULATIONS UNDER THE SECURITIES ACT. ANY FORWARDING, DISTRIBUTION OR REPRODUCTION OF THIS BASE PROSPECTUS IN WHOLE OR IN PART IS UNAUTHORISED. FAILURE TO COMPLY WITH THIS DIRECTIVE MAY RESULT IN A VIOLATION OF THE SECURITIES ACT OR THE APPLICABLE LAWS OF OTHER JURISDICTIONS.

NOTHING IN THIS BASE PROSPECTUS CONSTITUTES AN OFFER TO SELL OR THE SOLICITATION OF AN OFFER TO BUY ANY SECURITIES IN ANY JURISDICTION. THE SECURITIES DESCRIBED IN THIS BASE PROSPECTUS HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE SECURITIES ACT OR WITH ANY SECURITIES REGULATORY AUTHORITY OF ANY STATE OR OTHER JURISDICTION OF THE UNITED STATES AND MAY NOT BE OFFERED OR SOLD WITHIN THE UNITED STATES OR TO, OR FOR THE ACCOUNT OR BENEFIT OF, U.S. PERSONS.

Any materials relating to any potential offering do not constitute, and may not be used in connection with, an offer or solicitation in any place where offers or solicitations are not permitted by law.

Under no circumstances will this Base Prospectus constitute an offer to sell or the solicitation of an offer to buy any securities in any jurisdiction other than provided on page 1 of this Base Prospectus.

Responsibility for this Base Prospectus

The Management Board of the Issuer:

| Title | Name |
|----------------------------------|-----------------|
| Chairman of the Management Board | Martins Sulte |
| Member of the Management Board | Martins Valters |

accepts responsibility for the information contained in this Base Prospectus (other than the information in the sections entitled '8. THE LENDING COMPANY', '10. THE BORROWER'S LOANS', '7. THE SPV (LENDER)', '9. THE LOANS', '11. THE GUARANTOR'). To the best of its knowledge, the information (other than the information in the sections entitled '8. THE LENDING COMPANY' and '10. THE BORROWERS' LOANS', '7. THE SPV (LENDER)', '9 THE LOANS', '11. THE GUARANTOR') contained in this Base Prospectus is in accordance with the facts and makes no omission likely to affect its import. Any information from third parties identified in this Base Prospectus as such has been accurately reproduced and that as far as the Issuer is aware and is able to ascertain from the information provided by a third party, no facts have been omitted which would render the reproduced information inaccurate or misleading.

The Management Board of the Lending Company accepts responsibility for the information contained in the sections entitled '8. THE LENDING COMPANY', '10. THE BORROWERS' LOANS' and '11. THE GUARANTOR' of this Base Prospectus. To the best of its knowledge, the information contained in

sections entitled '8. THE LENDING COMPANY', '10. THE BORROWERS LOANS' and '11. THE GUARANTOR' of this Base Prospectus is in accordance with the facts and makes no omission likely to affect its import.

The Management Board of the SPV (Lender) accepts responsibility for the information contained in the sections entitled '7. THE SPV (LENDER)' and '9. THE LOANS' of this Base Prospectus. To the best of its knowledge, the information contained in sections entitled '7. THE SPV (LENDER)' and '9. THE LOANS' of this Base Prospectus is in accordance with the facts and makes no omission likely to affect its import.

Final Terms

Each Series of Notes will be issued on the terms and conditions set out under the section entitled '12. TERMS AND CONDITIONS OF THE NOTES' of this Base Prospectus as completed by the applicable Final Terms. The Final Terms will be published on the website www.mintos.com. A form of applicable Final Terms is set out under the section entitled '14. APPLICABLE FINAL TERMS' of this Base Prospectus.

Other relevant information

This Base Prospectus must be read and construed together with any supplements to this Base Prospectus and with any information incorporated by reference in this Base Prospectus and, concerning any Series of Notes, must be read and construed together with the relevant applicable Final Terms.

Unauthorised information

No person has been authorised to give any information or to make any representation not contained in or not consistent with this Base Prospectus or any other document entered into concerning the Programme, any information supplied by the Issuer, or such other information as is in the public domain and, if given or made, such information or representation should not be relied upon as having been authorised by the Issuer.

Mintos has not authorised the whole or any part of this Base Prospectus and does not make any representation or warranty, or accept any responsibility as to the accuracy or completeness of the information contained in this Base Prospectus or any responsibility for the acts or omissions of the Issuer or any other person in connection with the issue and offering of the Notes, nor does Mintos or any of its shareholders, directors, affiliates, advisers or agents take any responsibility for the acts or omissions of the Issuer or any other person in connection with the issue, offering and sale of the Notes.

Restrictions on distribution

The distribution of this Base Prospectus and any Final Terms, and the offer, sale and delivery of the Notes in certain jurisdictions may be restricted by law. Persons into whose possession this Base Prospectus or any Final Terms comes are required by the Issuer and Mintos to inform themselves about and to observe any such restrictions. In particular, Notes have not been and will not be registered under the Securities Act. Subject to certain exceptions, Notes may not be offered, sold or delivered within the United States or to U.S. persons. Neither this Base Prospectus nor any Final Terms constitute an offer or an invitation to subscribe for or purchase any Notes and should not be considered as a recommendation by the Issuer, Mintos or any of them that any recipient of this Base Prospectus or any Final Terms should subscribe for or purchase any Notes. Each recipient of this Base Prospectus or any Final Terms will be taken to have made its own investigation and appraisal of the condition (financial or otherwise) of the Issuer. Mintos has not provided any financial or taxation advice in connection with the Programme or the Notes.

Programme limit

The maximum aggregate nominal amount of all Notes from time to time outstanding under the Programme will not exceed EUR 20 000 000 (or its equivalent in other currencies).

Language

The language of this Base Prospectus is English. Certain legislative references and technical terms have been cited in their original language so that the correct technical meaning may be ascribed to them under applicable law.

Ratings

No Series of Notes issued under the Programme will be rated by any credit rating agency.

Currencies

Unless otherwise indicated, the financial information contained in this Base Prospectus has been expressed in euro. The Issuer's functional currency is euro, and the Issuer prepares its financial statements in euro.

Third-party and market share data

This Base Prospectus contains information regarding business of the Issuer, Mintos, the Lending Company and others, and the industry in which they operate and compete. Where third party information has been used in this Base Prospectus, the source of such information has been identified. Statistical information included in this Base Prospectus has been derived from official public sources, including the statistical releases. All such statistical information may differ from that stated in other sources for a variety of reasons, including the use of different definitions and cut-off times. This data may subsequently be revised as new data becomes available and any such revised data will not be circulated by the Issuer to Investors who have purchased the Notes. In some cases, independently determined industry data is not available. In these cases, any market share data included in this Base Prospectus is referred to as having been estimated. All such estimates have been made by either the Issuer or the Lending Company using its information and other publicly available market information. Each of the Issuer and the Lending Company believes that these estimates of market share are helpful as they give prospective Investors a better understanding of the industry in which the Issuer or the Lending Company operates as well as its position within that industry. Although all such estimations have been made in good faith based on the information available and the Issuer's or the Lending Company's knowledge of the market within which it operates, neither the Issuer nor the Lending Company can guarantee that a third-party expert using different methods would reach the same conclusions. Where information has not been independently sourced, it is the Issuer's or the Lending Company's own information.

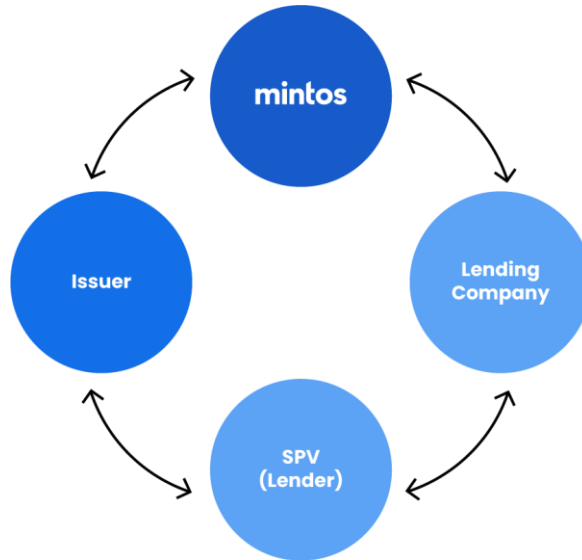
No incorporation of website information

The Issuer is affiliated with Mintos and their website is www.mintos.com. Unless specifically incorporated by reference into this Base Prospectus, information on the website or any other website mentioned in this Base Prospectus or any website directly or indirectly linked to these websites has not been verified, is not incorporated by reference into, and does not form part of, this Base Prospectus, and Investors should not rely on it.

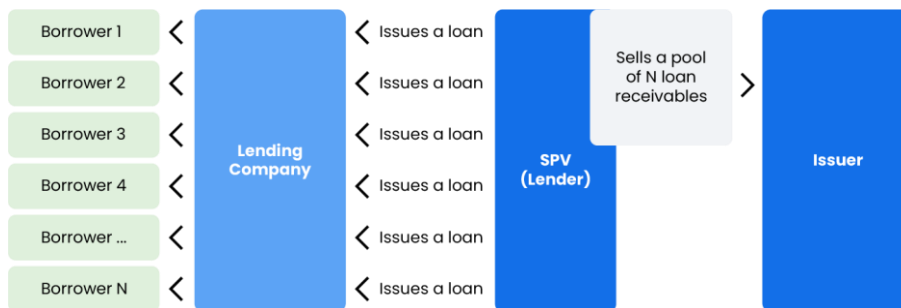
4. TRANSACTION OVERVIEW

- **THE DESCRIPTION OF THE TRANSACTIONS IN RELATION TO THE NOTES**
 - **The Issuer, Mintos, SPV (Lender) and the Lending Company**

The Issuer, Mintos, SPV (Lender) and the Lending Company have entered into the Transaction Documents for the issue and sale of the Notes as described in this Base Prospectus.



- **Issuance of loans and transfer of the Loan Receivables by the SPV to the Issuer**



The Lending Company issues loans to the Borrowers, and in the Base Prospectus, they are called the Borrowers' Loans. Once the Borrower's Loan is issued by the Lending Company, the Lending Company can request, by using the API connection setup with Mintos, a Loan from the SPV (Lender) within the maximum limit permitted by the Cooperation Agreement on Issuance of Loans.

Each loan requested from the SPV has to be for an amount not exceeding 90% of the principal amount of the Borrowers' Loan that the Lending Company has issued to the Borrower and that it provides as a source of repayment of the respective Loan. If the request for Loan meets the requirements under the Cooperation Agreement on Issuance of Loans, the request is approved and an SPV Loan Agreement is generated for that Loan. Mintos verifies the information provided through the API. The Borrower's Loans are required to meet certain eligibility criteria for the Loans that will be advanced against them to form a 'pool' of Loan Receivables to serve as the underlying assets for a particular Series of Notes and to satisfy other conditions precedent. Each SPV Loan Agreement has one Borrower's Loan linked to it as the source of repayment.

After the SPV Loan Agreement is concluded, the Loan Receivables arising out of the SPV Loan Agreement are in full sold to the Issuer.

The sale of the Loan Receivables to the Issuer is evidenced by Mintos generating the Transfer Document. The agreement on the terms and conditions of the sale of the Loan Receivables by the SPV to the Issuer is set out in the Cooperation Agreement, the Transfer Document evidences the fact of the sale having happened.

Payment for the acquired Loan Receivable is subject to placement of the Series of Notes.

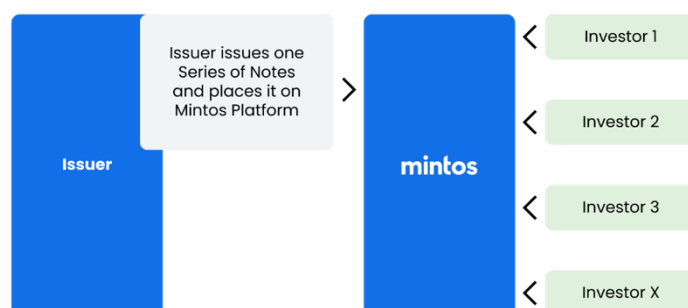
That means the Loan Receivables transferred to the Issuer and backing the Series have characteristics that demonstrate capacity to produce funds to service any payments due and payable on the Notes.

In relation to the Loan, the SPV does not retain any 'skin in the game'. The Lending Company, however, does economically retain a skin in the game in the Borrower's Loan due to the Loan that it can receive against the Borrower's Loan is no greater than 90% of the principal amount of the Borrower's Loan.

The Lending Company is notified of the transfer of the Loan Receivables, however the parties under the Cooperation Agreement have agreed that the Lending Company will continue to make payments to the SPV (Lender), unless the Issuer has not notified the Lending Company to do otherwise. The SPV continues to service the Loan Receivables.

The Lending Company meanwhile retains full title over the Borrowers' Loans that are linked to the Loans as their source of repayment.

- **Issue of Notes**



Once the Issuer has a pool of the Loan Receivables, Mintos publishes the Final Terms for the relevant Series of Notes on the Platform on behalf of the Issuer. This process is automated and takes place in real-time.

As of the Issue Date, the Notes are publicly offered by the Issuer through the Platform. Investors can purchase Notes from the Issue Date until the Maturity Date of the Notes provided in the Final Terms or until the time when the Notes are fully sold to Investors by the Issuer, whichever occurs earlier. Information about the offer results of the Notes is published on the website www.mintos.com in real time starting from the Issue Date of the Notes. Subscriptions will not be reduced, which means refund of amounts paid in excess does not apply. The Issuer does not expect any conditions to which offer of the Notes would be subject.

To purchase Notes from the Issuer, the Investor registered on the Platform submits an investment order using the "Primary market" section of the Platform, indicating the amount of money that the Investor wishes to invest in particular Notes. The Investor can also use automated portfolio management services provided by Mintos to purchase the Notes. The process for purchasing Notes is automated

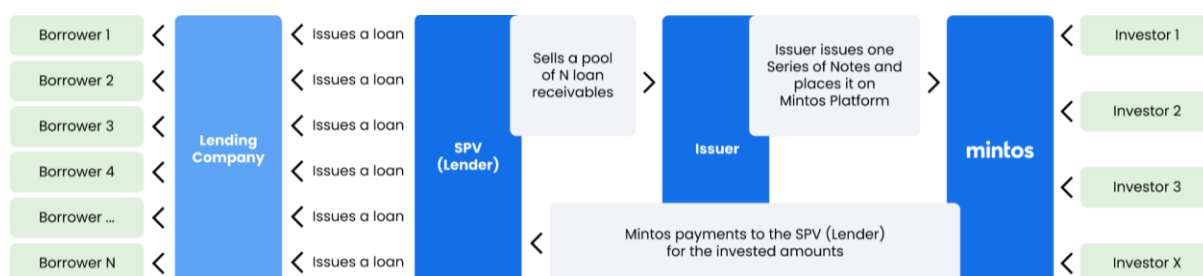
and takes place in real-time. When the investment order is accepted by the Platform, Mintos debits cash funds from the Investor's cash account with Mintos in exchange for delivery of the Notes to the Investor's financial instruments account with Mintos. Paying for the Notes and delivery of the Notes take place simultaneously. The Notes allotted are available as soon as the investment order is executed by Mintos, by means of the Investor's profile on the Platform. Further alienation of Notes could be done as soon as available on the Investor's Investment Accounts.

Minimum subscription amount is one Note. Maximum subscription amount is up to the Aggregate Nominal Amount for the relevant Series of Notes, but subject to the nominal amount of the Notes being available for purchase from the Issuer as at execution time of the investment order at Mintos.

No expenses are expected to be charged to the Investor by the Issuer when purchasing Notes. Currently there is no financial transaction tax to be applied by the Issuer and/or Mintos to the Investor in subscribing or purchasing any Note.

The Issuer expects that net proceeds of any Series of Notes will equal the Aggregate Nominal Amount of the relevant Series.

▪ **Payments under the Notes**



Interest specified in the Final Terms will begin to be calculated and accrued from (and including) the first day when the Investor has acquired the Notes from the Issuer and the Notes are booked by Mintos in the Investor's financial instruments account.

The Interest and principal payments under the Notes are linked and contingent on corresponding payment being made under the pool of the underlying Loan Receivables, and the payments being made under the pool of underlying Loan Receivables is dependent on the payments being made by the Borrowers under the Borrowers' Loans linked to that pool. Notes may have different payments which reflect the different Loans issued by the Lending Company, such as:

- fully amortising Notes – the principal amount outstanding of the Notes and interest are regularly paid during the term of the Notes so that the principal amount outstanding of the Notes is zero at maturity of the Notes;
- partially amortising Notes (or 'balloon' Notes) – the principal amount outstanding of the Notes and interest are regularly paid during the term of the Notes but, a 'balloon' of principal amount outstanding of the Notes remains which is paid at maturity of the Notes;
- interest only Notes – only the interest is regularly paid during the term of the Notes, whilst the principal amount outstanding of the Notes is paid at maturity of the Notes; and
- bullet Notes - both the outstanding principal value of the Notes and interest are paid at the maturity of the Notes.

▪ **The Buyback Obligation**

The **Buyback Obligation** is the obligation is the obligation for the Lending Company to (i) repurchase

the relevant Loan Receivables from the Issuer, provided that the Buyback Obligation is stated as being applicable in the Final Terms; or (ii) to make repayment to the SPV with respect to the affected Loan in full, if any payment under any of the relevant Borrower's Loan is delayed by more than 60 days. Whichever way the Buyback Obligation is performed, if the Lending Company fulfils the obligation, it achieves the same result – the Issuer receives either directly from the Lending Company or from the SPV full settlement for the respective Loan Receivables.

If the Buyback Obligation is triggered, the relevant Series of Notes will be partially redeemed early once the Issuer has received the buyback price from the Lending Company or the payment from the SPV of received repayment from the Lending Company. The buyback price or repayment is the nominal value of the Loan Receivable as it is at the time when the Buyback Obligation arose, which means the nominal value of the principal outstanding and the interest and other ancillary claims assigned to the Issuer that form part of the Loan Receivable up to the date when the Buyback Obligation was triggered.

- **Repurchase**

Repurchase is the right or obligation for the Lending Company to (i) repurchase the Loan Receivable(s) from the Issuer or (ii) to make repayment to the SPV with respect to the affected Loans in full on the occurrence of certain events specified in the Cooperation Agreement.

The Repurchase rights may be exercised by the Lending Company at any time with respect to any Loan Receivable(s). The repurchase price or the repayment is the nominal value of the Loan Receivable, which means the nominal value of the principal outstanding and the interest and other ancillary claims assigned to the Issuer that form part of the Loan Receivable up to the date when the Repurchase right was exercised, as it is at the time when the Repurchase right was exercised.

If during the validity of the Cooperation Agreement the Lending Company exercises its rights to Repurchase individual Loan Receivables that are linked to performing Borrowers' Loans (loans that are not delayed by the Borrower), the Lending Company shall be obliged to repurchase the same amount of the Loan Receivables that are linked to non-performing Borrowers' Loans with a delay of 1 to 59 days (if any) and to non-performing Borrowers' Loans with a delay of 60 and more days (if any). Namely, if the Lending Company repurchases 10% (ten per cent) of the Loan Receivables linked to performing Borrowers' Loans, the Lending Company shall be obliged to repurchase 10% (ten per cent) of the Loan Receivables linked to non-performing Borrowers' Loans with a delay of 1 to 59 days and 10% (ten per cent) of the Loan Receivables linked to non-performing Borrowers' Loans with a delay of 60 and more days. The Loan Receivables linked to non-performing Borrowers' Loans subject to the repurchase are randomly selected by the Lending Company at its own discretion. If Lending Company fails to repurchase the Loan Receivables of non-performing loans as per this clause, Mintos shall randomly select the Loan Receivables on non-performing loans subject to the repurchase by the Lending Company.

The Repurchase obligation arises either with respect to one or several Loan Receivables or it may as well arise with respect to all Loan Receivables.

Individual affected Loan Receivable(s) must be repurchased by the Lending Company according to the Cooperation Agreement if the following occurs:

- (a) termination by the Lending Company of a Borrower's Loan Agreement which is linked to the SPV Loan Agreement from which the Loan Receivable arises;
- (b) in case any of the following events occur:
 - if the SPV Loan Agreement from which the respective individual Loan Receivable arises is or shall for any reason and by any means become invalid or unenforceable whether in whole or in part or it becomes impossible or unlawful for any party to any

- such document to perform its obligations under such documents; or
 - if, in the reasonable opinion of Mintos and/or the Issuer and/or the SPV. the Lending Company's fraud or fraudulent misrepresentation has been established;
- (c) with respect to the affected Loan Receivable that is determined in the sole discretion of Mintos, in case if any of the following events occur:
 - if certain representations or warranties of the Lending Company provided in the Cooperation Agreement with respect to the Borrower's Loan is or proves to have been untrue when made or deemed to be made;
 - if a breach of an obligation of the Lending Company to comply with certain restrictions on amendments to the Borrower's Loan Agreements are not complied with or if the Lending Company breaches its duties as a servicer of the Borrower's Loans; or
 - if it is or becomes unlawful for the Lending Company to perform its obligations under the Cooperation Agreement or the Cooperation Agreement on Issuance of Loans according to the applicable laws(i.e. having a retroactive effect).

The above might not be a precise wording of the Cooperation Agreement provisions, however even if the wording is different the description of the essence remains correct.

In case a Material Event of Default under the Cooperation Agreement has occurred (see paragraph: THE TRANSACTION DOCUMENTS - The Cooperation Agreement - Material Events of Default), Mintos is entitled to request the Lending Company to repurchase all the Loan Receivables transferred to the Issuer or to make repayment to the SPV with respect to all the Loans. Mintos has the discretion to request or not to request the repurchase of all the Loan Receivables. If the full repurchase is requested, repurchase obligation must be met by way of (i) paying the repurchase price or (ii) by making repayment to the SPV with respect to the Loans in full within the time period, which in most cases is 5 (five) Business Days, but may be set as a longer period of time up to no more than 6 months, after the notice has been given to the Lending Company regarding the repurchase and the final calculation of the amounts payable is sent to the Lending Company.

The repurchase price for the Loan Receivable which the Lending Company is obliged to pay to the Issuer for the Repurchase of the Loan Receivable is equal to the total amount of the remaining principal amount of the Loan Receivable and accumulated and outstanding interest, and other ancillary claims assigned to the Issuer that form part of the Loan Receivable up to the date when the Repurchase was triggered.

If Repurchase rights or obligation is triggered, the relevant Series of Notes will be redeemed early in full or in part once the Issuer has received the repurchase price from the Lending Company or the payment from the SPV of received repayment from the Lending Company.

- **No credit enhancement**

The Notes have no credit enhancements and no liquidity support in relation to payment of interest or principal.

The Issuer, as a special purpose entity, has no obligation to make any payment on the Notes unless sufficient funds have been received from the SPV or the Lending Company. In turn, the SPV, is dependent on payments on the relevant Loans from the Lending Company, but the Lending Company, in turn, is dependent on payments on the relevant Borrowers' Loans from the Borrowers.

- **THE TRANSACTION DOCUMENTS**

The information in this section is a summary of certain features of the Transaction Documents provided for information purposes, and will not be treated as the full binding text of the relevant agreement.

- **The Cooperation Agreement**

General

The Cooperation Agreement contains the agreement between the Issuer, the SPV, the Lending Company and Mintos on the matters outlined in the above section entitled '*THE DESCRIPTION OF THE TRANSACTIONS IN RELATION TO THE NOTES*'.

Sample of the Borrower's Loan Agreement is provided in the schedule to the Cooperation Agreement. There are also other schedules to the Cooperation Agreement.

This Base Prospectus as submitted to the NCA for approval is not a schedule to the Cooperation Agreement but is agreed on in writing by the same parties as those of the Cooperation Agreement no later than on or about the date of submission of this Base Prospectus to the NCA for approval.

Mintos

Mintos acts as an assignment agent, placement agent, calculation agent, transfer agent and paying agent of the Issuer in relation to the Notes.

Loan servicing

The Issuer has appointed the SPV as the servicer with service rights which includes any and all rights to:

- (a) service the Loan Receivables;
- (b) all agreements or documents creating, defining or evidencing the servicing rights to the extent they relate to the servicing;
- (c) collect all payments under the SPV Loan Agreements; and
- (d) maintain and use any and all servicing files and other data and information about the Loan Receivables, and about the past, present or prospective servicing of the Loan Receivables.

Within the scope of servicing obligations, the SPV has undertaken certain obligations, including:

- (a) to collect and process payments from the Lending Company;
- (b) to transfer payments from the Lending Company to the Issuer;
- (c) not to assign, transfer or create any encumbrance over any Loan Receivables; and
- (d) to take all reasonable actions to ensure that the Loan Receivables are not treated as the SPV's property and any pledge rights, prohibitions or other encumbrances in favour of the SPV, its creditors or administrators would not be attributed to the Loan Receivables.

The appointment of the SPV as the servicer can be terminated by written mutual agreement between the Issuer, the SPV, the Lending Company and Mintos only when the Issuer has settled all obligations under the Notes towards the Noteholders.

Subject to certain terms and conditions, the Issuer may, by notice to the SPV, the Lending Company and Mintos terminate the appointment of the SPV as the servicer and appoint another person as the servicer of the Loan Receivables.

Extensions

The Lending Company may modify any of the Borrowers' Loan Agreements without approval of the Issuer, provided that payments from the relevant Borrowers remain unchanged.

If provided in the Final Terms, the Lending Company may extend the repayment schedule of one or more of the Borrower's Loan Agreements without the consent of the SPV, Issuer or the Noteholders provided that (a) there is no event of default under any of the Borrower's Loans Agreement, (b) any change is restricted by 'Limit on the number of Extensions' and 'Total maximum time limit of Extensions' as specified in the Final Terms and (c) any change is notified on the Platform to the Noteholders. If the Borrower's Loan Agreement is extended, the SPV Loan Agreement that it is linked to is extended for the same period of time.

The Lending Company may also extend the repayment schedule of one or more of the Borrower's Loan Agreements without the consent of the Issuer, the SPV or the Noteholders to comply with any new law or regulation, amendment of any existing law or regulation, or any decision of any government or municipal provided that any change is notified on the Platform to the Noteholders.

Representations and warranties

The Lending Company has made certain representations and warranties relating to the Borrowers' Loans including:

- (a) all necessary and required procedures, checks and assessments have been performed to ensure the validity and enforceability of each of the Borrowers' Loan Agreements;
- (b) information and documents provided regarding each of the Borrowers' Loans, the Borrowers' Loan Agreements are true, correct and complete,
- (c) the Lending Company is the sole owner of the Borrower's Loans being provided as the source of repayment of the Loans, they are free and clear of all liens, pledges or encumbrances, other than as required or permitted by the Cooperation Agreement.

The Lending Company has represented and warranted that it has all necessary licences, permits and authorisations to conduct its business activities.

The SPV has made certain representations and warranties relating to the Loans, including on the validity and enforceability of each of the SPV Loan Agreements.

Each of the Issuer, the Lending Company, the SPV and Mintos has ensured the truth, correctness and completeness of all the documents and information being provided by it, as well as its compliance with applicable regulatory requirements.

Covenants

The Lending Company has covenanted to comply with certain financial and other covenants.

Indemnities and penalties

The Lending Company has agreed to pay the contractual penalties to Mintos, to the SPV, or the Issuer, as required by the Cooperation Agreement, for breach of certain obligations indicated in the Cooperation Agreement.

Each of the Issuer, the SPV, the Lending Company and Mintos has indemnified the others against any

and all losses suffered by or incurred by the others arising out of or resulting from its breach under the Cooperation Agreement.

Material Events of Default

The Cooperation Agreement contains an exhaustive list of events that constitute Material Events of Default. Material Events of Default under the Cooperation Agreement include events like:

- (a) non-payment by the Lending Company or the Guarantor under the Transaction Documents;
- (b) the Lending Company's non-compliance with the adjusted equity ratio set in the Cooperation Agreement, and non-compliance by the Guarantor, if any, with the adjusted equity ratio set for it;
- (c) events with respect to various other obligations: failure to fulfil some other obligations of the Cooperation Agreement; occurrence of a material event of default under other obligations referred to in the Cooperation Agreement;
- (d) an event of default, as such term is defined in this Base Prospectus, occurs, which such event of default is caused by fault, action or failure to act of the Lending Company, the Guarantor and/or Pledgor;
- (e) any security documents (if any) having become invalid, unenforceable or likewise events occurring with respect to them as agreed in the Cooperation Agreement;
- (f) insolvency or insolvency proceedings of the Lending Company, the Guarantor or any Pledgor occurs;
- (g) a creditor's process as agreed in the Cooperation Agreement is taking place;
- (h) misrepresentation by the Lending Company with respect to the information in this Base Prospectus that is sourced from the Lending Company and the later is responsible for;
- (i) cross-default and cross-acceleration or certain financial liabilities;
- (j) occurrence of circumstances in the area of AML (Anti Money Laundering) or sanctions non-compliance that require termination of cooperation with the Lending Company;
- (k) cessation of business by the Lending Company, the Guarantor or the Pledgor.

The above is not a precise wording of the Cooperation Agreement provisions on the Material Event of Default, it is just a description of their essence.

If any Material Event of Default occurs, Mintos may stop:

- (a) stop generating SPV Loan Agreements and advancing the SPV Loans to the Lending Company;
- (b) the execution of sales of the Loan Receivables to the Issuer;
- (c) the placement of the Notes on the Platform; and
- (d) the processing of submitted but not yet executed orders for subscription of the Notes.

Upon occurrence of a Material Event of Default Mintos may require the Lending Company to Repurchase all the Loan Receivables transferred to the Issuer.

Also, if a Material Event of Default occurs Mintos may change the servicer of the Loan Receivables.

Whether to exercise any or all of the above rights that Mintos has if any Material Event of Default occurs, is a decision that Mintos makes, acting as an authorized representative of the Issuer and the SPV in their best interests. It may be that even if a Material Event of Default has occurred, it may be cured or does not negatively affect the ability of the Lending Company to comply with its obligations under the Cooperation Agreement, or there are other legitimate reasons why Mintos should not exercise the said

rights.

Term and termination

The Cooperation Agreement continues until all liabilities of the Issuer, the SPV, the Lending Company and Mintos according to its provisions are fully satisfied.

Governing law

The Cooperation Agreement and any non-contractual obligations arising out of, or in connection with it, is governed by and will be construed in accordance with the laws of the Republic of Latvia.

▪ **The Cooperation Agreement on Issuance of Loans and SPV Loan Agreements**

General

The Cooperation Agreement on Issuance of Loans is constructed as a revolving facility agreement whereunder the Lending Company may receive Loans from the SPV within a maximum limit which as of the date of first Notes' issue hereunder is set at 1 500 000 EUR. Each Loan under the SPV Loan Agreement cannot exceed 90% of the amount of the Borrower's Loan that is indicated by the Lending Company as the source of repayment of the Loan.

Given that there is another cooperation agreement on issuance of loans concluded between the SPV and the Lending Company, which was concluded to serve for the purpose of providing loans for investment under the setup of concluding the assignment agreements, maximum limit of the said EUR 2 000 000 is the maximum of all loans advanced by the SPV to the Lending Company that can be outstanding – under the Cooperation Agreement on Issuance of Loans, as well as any other agreement with the SPV.

Rights and obligations of the parties

The Lending Company is entitled to request disbursement of the Loans from the SPV with the available maximum limit, provided that the conditions precedent for such disbursements as agreed are met. Requests are made by the Lending Company sending information to Mintos according to the Cooperation Agreement through API about the Borrower's Loan it offers as the source of repayment. If the conditions precedent are not met, or other agreed circumstances occur, such as a Material Event of Default as such is defined in the Cooperation Agreement occurs, the SPV may refuse granting of Loans and hence the SPV Loan Agreement may not be concluded and the disbursement of the Loan would not take place.

When the SPV Loan Agreement is concluded the Loan is not immediately disbursed in full by the Lending Company. The Loan is advanced to the Lending Company in instalments. The instalments become committed by the SPV to the Lending Company when amounts are paid by the Noteholders for the Notes that the Loan is backing. On the Loan amount that is committed by the SPV, interest on reservation of the loan accrues, but on the Loan amount that is disbursed interest for use of the loan accrues. The rate for both interests is the same.

The SPV and the Lending Company have agreed that the Loans can be advanced to the Lending Company either by transfer to the SPV's bank account or by the SPV setting off the amounts that have become due and payable from the Lending Company against the Loans that the SPV has become obliged to advance.

Term and termination

The Cooperation Agreement on Issuance of Loans continues until all liabilities of the Lending Company according to its provisions are fully satisfied.

Governing law

The Cooperation Agreement on Issuance of Loans and the SPV Loan Agreements and any non-contractual obligations arising out of, or in connection with, it is governed by and will be construed in accordance with the laws of the Republic of Latvia.

▪ **The Guarantee Agreements**

General

Parties to the Guarantee Agreements (amended, restated and/or supplemented from time to time) are the Issuer, SPV and Mintos (hereinafter as the Creditors), and the Guarantors (each as a separate guarantor under the respective Guarantee Agreement) all together hereinafter referred to as the Parties.

The Guarantors guarantee the performance of Lending Company's obligations that may be incurred and arising from the Cooperation Agreement and all agreements on sale and purchase of the Loan Receivables according to the Cooperation Agreement, and the Cooperation Agreement on Issuance of Loans, and all SPV's Loan Agreements (hereinafter - Principal Agreements), where from the Creditors' monetary claims against the Lending Company arises, and agrees to be held liable for the performance of the said obligations of the Lending Company as the principal debtor itself.

The Guarantee Agreements define a list of covenants, including financial and negative covenants, that the Guarantors shall comply with during the term of the Guarantee Agreements.

Rights and obligations

According to the provisions of the Guarantee Agreements the Guarantors undertake before the Issuer the liability for the Lending Company's outstanding overdue obligations under the Principal Agreements with all of its present and future assets.

In the event that the Lending Company has not fulfilled its obligations on the payment date under the Principal Agreements and provided that any grace period as prescribed by the Principal Agreements has passed (if any), the Guarantors as the principal debtors (Lending Company) after the receipt of written notification from Mintos shall pay within 5 (five) Business Days of receipt of such notice to Mintos the whole amount of Lending Company's outstanding obligations indicated in the respective written notice.

The Guarantors ensure that the payment obligations assumed by the Guarantors under the Guarantee Agreements rank at least equally (*pari passu*) to other liabilities of the Guarantors and that position of the Issuer is not worsened against other creditors of the Guarantors neither in terms of payment priority, nor security.

Representations and warranties

The Guarantee Agreements contain several representations and warranties made by the Guarantors. The Guarantors have represented and warranted, including, but not limited to the Creditors, that:

(i) the representatives of the Guarantors have all rights, internal corporate approvals and powers for entering into the Guarantee Agreements;

(ii) neither the signing and performance nor the compliance by the Guarantors with the provisions of the Guarantee Agreements shall conflict with or result in a breach or violation of any of the provisions of its articles of association, any agreement, licence, commitment or permit to which the Guarantors are a party or any judgement, order, injunction, decree or ruling of any court or governmental or local authority, to which the Guarantors are subject to.

(iii) the Guarantors have ensured truth, correctness and completeness of the documents and provided information, as well as their compliance with applicable regulatory requirements.

Indemnities and penalties

Each Party shall indemnify the other Parties against any and all losses suffered by or incurred by the other Parties arising out of or resulting from a breach under the Guarantee Agreements or any representation given in the Guarantee Agreements not being true or correct in any material aspect.

The Guarantee Agreements also define in which cases the Guarantors shall pay the contractual penalties to the Issuer for the breach of obligations indicated in the Guarantee Agreements.

Term and termination

The Guarantee Agreements continue to be valid and in legal force until all liabilities under the Cooperation Agreement are fully settled in accordance with its provisions.

Governing law

The Guarantee Agreements and any non-contractual obligations arising out of, or in connection with, it is governed by and shall be construed in accordance with the laws of the Republic of Latvia.

▪ **The Pledge Agreement**

General

Parties to the Pledge Agreement (the official legal title - Movable Mortgage Agreement over Receivables) amended, restated and/or supplemented from time to time ("the Pledge Agreement") are the Lending Company as a Pledgor and the SPV as a Pledgee ("the Parties").

The Pledge Agreement is concluded in order to secure all current and future payment obligations of the Lending Company towards the SPV under or in connection with the Cooperation Agreement on Issuance of Loans, including, but not limited to the principal, related interests and fees up to the limit established under the Cooperation Agreement on Issuance of Loans (the "Pledge").

The Pledge is created over the existing and future receivables and any accessory receivables, as mentioned in all of the present and future Borrower's Loan Agreements concluded by the Pledgor with the Borrowers and which serve as an underlying basis for the repayment of the SPV Loan Agreements ("Pledged Receivables").

Representations and Warranties. Obligations of the Pledgor

The Pledgor represents and warrants among others that:

- (a) it is duly incorporated and operates in accordance with the law;
- (b) it has taken all actions and fulfilled all formalities required for obtaining the property in the Pledged Receivables and no other person is entitled to claim property in the Pledged Receivables;

- (c) it has and will have full property title in the Pledged Receivables, and the Pledged Receivables are and/or will be certain, liquid, and will have the value mentioned in the documents submitted to the Pledgee and shall not be mortgaged or assigned in favour of another person;
- (d) the Pledged Receivables are not subject to any liens, encumbrances and disputes on the docket of courts or subject to arbitration.

The Pledge Agreement contains several obligations of the Pledgor. Inter alia the Pledgor has committed to the following main obligations:

- (a) to take all measures required for the preservation of the Pledged Receivables in order to make sure that the amount of the Pledged Receivables shall be unconditionally due and payable upon the due date into the Pledgor's accounts and that no amount related to the Receivables is outstanding or subject to a dispute or subject to arbitration, and if such a case occurs, that Pledged Receivable shall be replaced with another receivable of equivalent value;
- (b) to guarantee and defend the Pledgee's rights arising out of the Pledge Agreement against any third party claims and requests and to forthwith inform the Pledgee about any claim or request from any person in relation to any Pledged Receivable;
- (c) to use its reasonable efforts to promptly take all other steps as are necessary in order to perfect the movable mortgage under the applicable laws;
- (d) to promptly inform the Pledgee about the occurrence of any situation de facto or de jure concerning the Pledged Receivables which jeopardises the fulfilment of the obligations of the Pledgor's obligations or the enforcement of the Pledge Agreement;
- (e) not to sell, pledge, assign or otherwise dispose or encumber the Pledged Receivables without the prior written approval of the Pledgee, except for the transactions between the group.

Enforcement of the Pledge

In case of the Pledgor's failure to fulfil of any of the payment obligations towards the Pledgee for no less than 10 (ten) days, the Pledgee is entitled to initiate enforcement against the Pledgor with respect to the security interest but only pro rata with the amount of the Loans granted, in any of the methods provided by the Romanian Civil Code and other relevant legislative acts. If the payment obligation secured by the Pledge is not performed, upon expiry of the deadline for the performance of such obligation, the Pledgor shall be in default by operation of law, no formal notice or any other formality being required in this respect.

By undertaking the enforcement, the Pledgee is entitled to (i) request and obtain the payment or, (ii) at its discretion, to sell the Receivables and to appropriate the proceeds, up to the amount of the Loans granted at that moment.

Pledgee is entitled to recover from the Pledgor, upon request, all expenses reasonably incurred by the Pledgee for the recovery of the amounts due.

Governing law

The Pledge Agreement and any non-contractual obligations arising out of, or in connection with, it is governed by and shall be construed in accordance with the laws of the Republic of Romania.

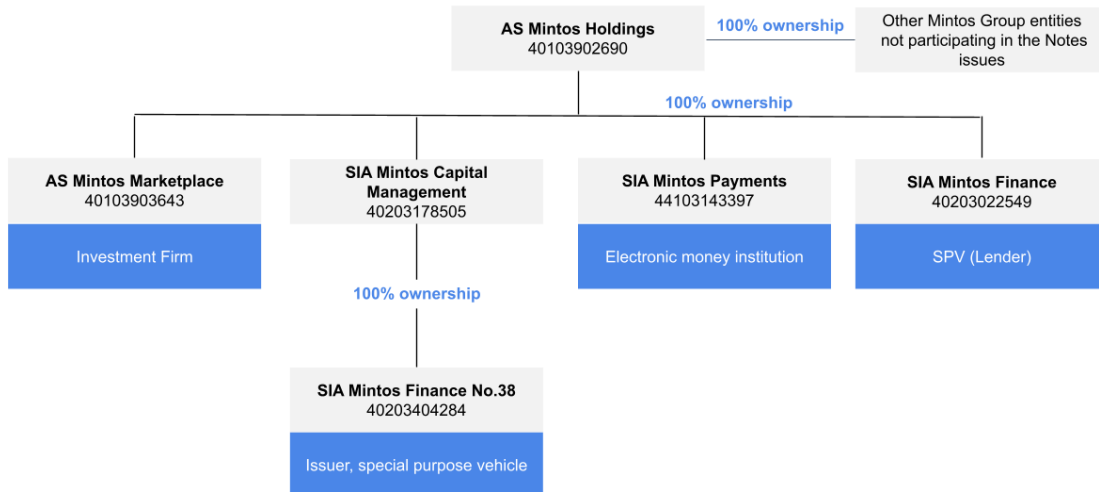
5. THE ISSUER

○ General

The Issuer is a special purpose undertaking established for the sole purpose of issuing and offering Notes to Investors on the Platform, which are backed by the Loan Receivables acquired from the Lending Company. The Issuer does not take part in any other business activities.

The Issuer is incorporated as a limited liability company and registered in the Commercial Register of the Enterprise Register of the Republic of Latvia on 2 June 2022 under the name SIA Mintos Finance No.38 with registration number 40203404284. It operates under the laws of the Republic of Latvia and has its registered office at Skanstes street 52, Riga, LV-1013, Latvia. The Legal Entity Identifier (LEI) of the Issuer is: 984500ED99657D3G6597.

The registered and paid up share capital of the Issuer is EUR 2800 consisting of 2800 shares each having a nominal value of EUR 1. Each share is entitled to one vote. The sole shareholder of the Issuer is SIA Mintos Capital Management, registration No 40203178505.



The Issuer has no subsidiaries and does not own any shares or equity. The Issuer is managed by the Management Board, the members being appointed by the sole shareholder of the Issuer.

| Title | Name | Other roles |
|----------------------------------|-----------------|---|
| Chairman of the Management Board | Martins Sulte | Chairman of the Management Board of AS Mintos Holdings, SIA Mintos Capital Management, SPV and Mintos |
| Member of the Management Board | Martins Valters | Member of the Management Board of AS Mintos Holdings, SIA Mintos Capital Management, SPV and Mintos |

For so long as the Notes of any Series remain outstanding or Notes may be issued under the Programme, the articles of association of the Issuer can be accessed on www.mintos.com.

- **Activities**

The activities of the Issuer are as follows:

- issue and publicly offer Notes to the Investors, including preparation, submission to the NCA and publication on the Platform of this Base Prospectus;
- purchases of Loan Receivables from the SPV arising from the Loans issued to the Lending Company;
- payments under the Notes through Mintos, subject to receiving relevant funds from the SPV and/or Lending Company; and
- publication of financial and other information to Investors in accordance with applicable law.

- **Financial information**

The Issuer has commenced its operations in 2022, and accordingly, financial statements for 2022 are prepared for its operations period.

The financial statements for 2022 and 2023 are prepared in accordance with the Latvian Generally Accepted Accounting Principles (GAAP).

For accounting purposes, Loan Receivables are classified as a pass-through of a financial asset under International Financial Reporting Standard (IFRS) 9 3.2.5.

The appointed auditors of the Issuer for the financial years 2022 and 2023 are "KPMG Baltics SIA", registered in the Republic of Latvia on 16 December 1994 with registration number 40003235171.

The Issuer's financial data

[Audited Financials 2022](#)

[Audited Financials 2023](#)

- **Authorisation**

The establishment of this Programme and the issue of Notes have been duly authorised by decisions of the sole shareholder of the Issuer on 30.08.2024.

- **Significant or material change**

At the date of this Base Prospectus, there has been no significant or material change in the financial position of the Issuer since the date of its last published audited financial statements.

- **Litigation**

The Issuer (whether as a defendant or otherwise) is not and has not been involved in any governmental, legal or arbitration proceedings (including any such proceedings which are pending or threatened of which the Issuer is aware) in the 12 months preceding the date of this Base Prospectus which may have, or have in such period had, a significant effect on the financial position or profitability of the Issuer.

6. MINTOS

Mintos, under the name AS Mintos Marketplace, was registered as a joint-stock company on 1 June 2015 in the Commercial Register, Enterprises Register of the Republic of Latvia with the unified registration number 40103903643.

All the shares in Mintos are held by AS Mintos Holdings.

Mintos has been authorised as an investment firm by the NCA on 17 August 2021 to provide following investment services and ancillary services:

- execution of orders on behalf of clients;
- dealing on own account;
- portfolio management;
- investment advice;
- placing of financial instruments without a firm commitment basis;
- holding of financial instruments;
- currency exchange services, if they are related to the provision of investment services;
- providing investment research, financial analysis or other general advice regarding transactions in financial instruments; and
- provision of services related to the initial placement of financial instruments.

Mintos provides services in Latvia, France, Germany, Italy, Poland, Netherlands, Czech Republic, Belgium, Austria and Spain. Mintos has not commenced provision of services in other countries as of the date of this Base Prospectus but may do so during the validity period of this Base Prospectus.

Cash funds of Investors are held by Mintos in regulated credit institutions, including but not limited to AS LHV Pank (Estonia), Signet Bank AS (Latvia), and money market funds.

Mintos owns and operates the Platform which is the technical infrastructure through which (a) companies sell loans and other receivables or other assets to issuers, (b) the issuers offer and sell asset backed securities to investors backed by the acquired receivables or other assets and (c) information exchange and money flows occur between Investors, issuers and originators and services of the assets and receivables. Notes which are backed up by bonds are one of the types of assets backed securities offered and available on the Platform. Also, Mintos offers and may offer other investment products or services to the Investors.

Key activities performed by Mintos with respect to Notes are as follows:

- Opens and services Investment Accounts for investors and (a) carries out anti-money laundering, combating the financing of terrorism and know your client policies and procedures, (b) carries out appropriateness and suitability tests, (c) responsible for compliance with product governance requirements and (d) informs Investors regarding the risks inherent in the products and services depending on the status of the Investor.
- Prepares this Base Prospectus and engages lawyers and other advisors and submits it to the

NCA for approval.

- Operates the Platform for (a) Investors to acquire Notes, exchange currencies related to investment services and transactions with Notes and receive automated portfolio management services and, including but not limited (b) the Issuer and the lending company or other originator to transfer title in the receivables and exchange information in relation to the receivables.
- Acts as an assignment, placement, calculation, transfer and paying agent for the Notes including (a) transfer of funds to the Issuer following placement of Notes, (b) settlement of payments due between the Issuer and other parties, (c) payments to the Investment Accounts, (d) provides information regarding Investors to the Issuer to calculate any withholding taxes on payments and (e) provides information on Payment Events through API from the involved parties.
- Maintains the register of Noteholders.
- Complies with the Transaction Documents including monitoring of compliance with the covenants and other provisions of the transaction documents. See the section entitled '4. TRANSACTION OVERVIEW – TRANSACTION DOCUMENTS' of this Base Prospectus for more information.
- Prepares and submits reports for legal and regulatory purposes to the NCA, the Latvian State Revenue Service and others.

7. THE SPV (LENDER)

○ Business overview

The SPV is a special purpose undertaking established for the sole purpose of issuing loans to the Lending Company as well as several other lending companies that Mintos cooperates with and selling those loans to the issuers for issuance of financial instruments as well as directly to the investors on Mintos Platform when the investors make investments by way of assignment agreements. Loan Receivables sold to the Issuer back the Notes issued and offered to Investors on the Platform. The SPV does not take part in any other business activities.

The SPV is incorporated as a limited liability company (in Latvian: *sabiedrība ar ierobežotu atbildību*) and registered in the Register of Enterprises of the Republic of Latvia on 29 September 2016 under the name SIA Mintos Finance with registration number 40203022549. It operates under the laws of the Republic of Latvia and has its registered office at Skanstes 50, Riga, LV-1013, Latvia.

The share capital of the SPV is EUR 2800 consisting of 2800 shares having a nominal value of EUR 1 per share, which are fully paid up. Each share is entitled to one vote. The sole shareholder of the SPV is AS Mintos Holdings.

The SPV has no subsidiaries and does not own any shares or equity.

The SPV is managed by the Management Board, the members being appointed by AS Mintos Holdings as the sole shareholder of the SPV.

| Title | Name | Other roles |
|----------|-----------------|--|
| Chairman | Martins Sulte | Chairman of the Management Board of AS Mintos Holdings, Mintos, SIA Mintos Capital Management and Issuer |
| Member | Martins Valters | Member of the Management Board of AS Mintos Holdings, Mintos, SIA Mintos Capital Management and Issuer |

○ Activities

The activities of the SPV are as follows:

- issue Loans to the Lending Company and loans to other lending companies that use Platform;
- sell Loan Receivables that arise from Loans to the Issuer;
- transfer Loan repayment received from the Lending Company to the Issuer;
- publication of financial and other information to Investors in accordance with applicable law.

○ Loans

The Lending Company issues Borrowers' Loans to Borrowers, then requests disbursement of a loan from the SPV in amount that is no more than 90% of the principal amount of each Borrower's Loan, and then the SPV sells the relevant Loan Receivables to the Issuer. The Issuer issues a Series of Notes corresponding to these Loan Receivables to Investors via Mintos. When an Investor purchases any Note of the Series, the Investment Accounts are credited with the Note and debited with the purchase

price of the Note. The purchase price is transferred to the SPV. After receipt of the purchase price the SPV makes the disbursement of Loan to the Lending Company.

Loans issued by the SPV to the Lending Company have the same schedule as the Borrowers' Loans to which the repayment of Loans is tied to. Hence, the average Loan term and its range are expected to be the same as described in the Section No 10. THE BORROWER'S LOANS. As the Loan cannot be more than 90% of the principal amount of the Borrower's Loan to which the repayment of the Loan is tied to, the average Loan amount and its term is expected to be no more than 90% of the values described in the Section No 4. TRANSACTION OVERVIEW.

Loans are secured by a pledge as described under the Transaction Documents section.

- **Financial information**

The available historical financial statements of the SPV are prepared in accordance with the law "On Accounting" and "Law on the Annual Financial Statements and Consolidated Financial Statements" in EUR currency and are available on Mintos website:

[Financial statements 2022 \(reviewed\)](#)

[Financial statement 2023 \(reviewed\)*](#)

**There is a difference in year 2022 financials due to: "After the launch of the notes product, a more significant part of the revenue comes from the leverage execution fee. A review of the Company's accounting policy for the recognition of revenue and expenses for the performance fee and an analysis of the data indicated that the Company should recognise a portion of the performance fee at a point in time and the remaining portion as a repayment obligation. As a result, management has decided to make an adjustment to the 2022 comparatives as a result of the misapplication of accounting principles relating to the recognition of revenue and expenses. The correction resulted in a decrease in "Net turnover" in the 2022 Income Statement. In the Income Statement, "Other operating expenses" decreased. In the "Balance Sheet", additional "Other loans and other long-term debtors" and "Deferred charges" as well as "Profit or loss for the year" and "Deferred income" as at 31 December 2022 were recognised. In the opinion of management, the impact on prior periods is not material given that the debenture product with the more common features of a leverage execution fee was only introduced in 2022."*

According to the *Law on the Annual Financial Statements and Consolidated Financial Statements*, SPV is categorised as a small undertaking, and requirement on audit (review) of the annual statement (Section 91) and requirement on limited review of the annual statement (paragraph 2 of Section 92) do not apply to it.

At the date of this Base Prospectus, there has been no significant or material change in the financial position of the SPV since the date of its last published financial statements.

- **Auditors**

The appointed auditors of the SPV for the financial years 2022-2023 are "KPMG Baltics SIA", registered in the Republic of Latvia on 16 December 1994 with registration number 40003235171.

- **Litigation**

The SPV (whether as a defendant or otherwise) is not and has not been involved in any governmental, legal or arbitration proceedings (including any such proceedings which are pending or threatened of which the SPV is aware) in the 12 months preceding the date of this Base Prospectus which may have, or have in such period had, a significant effect on the financial position or profitability of the SPV.

8. THE LENDING COMPANY

○ Business overview

The Lending Company is a financial company based in Bucharest, Romania, incorporated on October 2, 2014, and operates under the laws of Romania as a private limited liability company registered in the Republic of Romania. The Lending Company is registered in the commercial public registry under the Bucharest Trade Registry under no. J40/11461/2014, sole registration code 33651838. A formal licence is required to provide consumer lending services in Romania, and it is issued by the National Bank of Romania.

The Lending Company is a digital consumer lending company in Romania. Leveraging automation and data-driven insights across the business, it has issued over EUR 34 million of instalment and single payment loans since inception.

The Lending Company strives to offer simple, useful and transparent products to its customers. The Lending Company's goal is to quickly provide convenient products in a responsible way to the many consumers who are often underserved by conventional providers.

The creditworthiness of the Borrowers is evaluated, and an informed lending decision is made within seconds. Due to advanced process automation, it can take less than 15 minutes for the money to reach a Borrower's account. The business is driven by understanding customers' needs and offering a viable, accessible alternative to traditional banks.

The Lending Company believes there is still room for growth in the consumer financing segment in Romania. Through continuous investment in brand awareness and development of partners' networks that result in increasing both loan volumes and sizes, the management expects growing portfolio to lead to economies of scale and higher profitability.

The backbone of the Lending Company's growth is having access to diversified and efficient funding sources. The Lending Company believes diversification in the capital structure is the key to further growth in the future including funding through local and international banks as well as investments in Notes and Mintos Platform.

The Lending Company expects that the following lending company will enter and maintain legal relations with the Issuer during the term of this Base Prospectus with the aim of issuing loans' backed and contingent notes according to the relevant base prospectuses:

| No. | Legal name | Registration No. | Domicile | Lending products offered |
|-----|-------------------|------------------|-----------|--------------------------|
| 1. | UAB Moment Credit | 300657515 | Lithuania | Instalment loans |

○ Borrowers' Loans

The main product of the Lending Company is an unsecured instalment loan. The issuance is done through the Lending Company online sales channel and the underwriting is done by an in-house developed and fully automated self-learning scoring system. The average Loan amount is RON 5 300, and it ranges from RON 100 to RON 20 000 (approx. EUR 20 to EUR 4 000). The average term of the instalment loan product is 33 months, and the term range is till 60 months. The average Annual Percentage Rate (APR) for this loan product is 58%, and can range from 0% to 350%. The Borrower's Loan currency is Romanian Leu (RON).

- **Financial information**

The latest historical financial information of the Lending Company is available on Mintos website (the currency used in the financial reports is Romanian leu (RON)). The financial statements were prepared in accordance with the Order of the National Bank of Romania No. 6/2015 for the year 2022, and in accordance with IFRS for the year 2023.

[Audited financial statements 2022](#) (a copy of translation from Romanian language)

[Audited financial statements 2023*](#)

**There is a difference in year 2022 financials due to revaluation of impairment costs.*

[Unaudited financial statements 2024 H1](#)

- **Auditors**

The statutory auditors of audited financial statements since 2020 have been BDO Audit SRL, incorporated under the laws of Romania, having its registered office at 24 Invingatorilor Str, 030922, Bucharest, Romania, and registered with Bucharest Trade Registry of Romania under number J40/22485/1994, and in Public Electronic Report of financial auditors and audit firms with number FA18. For all the periods audited by BDO Audit SRL, the Lending Company has obtained a clean opinion.

- **Litigation**

The Lending Company (whether as a defendant or otherwise) is not and has not been involved in any governmental, legal or arbitration proceedings (including any such proceedings which are pending or threatened of which the Lending Company is aware) in the 12 months preceding the date of this Base Prospectus which may have, or have in such period had, a significant effect on the financial position or profitability of the Lending Company.

- **Loans issuance process**

The steps in the loans underwriting process include, in order: (i) borrower application for a financing product, (ii) borrower registration and identification, (iii) risk assessment and data driven scoring with respect to the borrower and, (iv) Borrower's Loan contract signing v) issuance (payout) of the financing product.

- **Loans underwriting**

Underwriting process is automated to the maximum possible extent. The issuance policy sets a detailed process overview including business "hard" rules (e.g., age limits, eligible customers, revenues, indebtedness levels), fraud mitigation rules and scoring models for decision making.

During the loan application processing, the preliminary data in each application are cross-checked and supplemented. If needed, the potential borrower is asked for further information, preliminary fraud and blacklists checks are performed. During the loan application processing, the most important steps are: the verification of the potential borrower's eligibility for the Lending Company's financing, based on the information related to the borrower's financial, economic, social and reputational information.

During the risk assessment and scoring evaluation stages, credit bureau and other available registers and databases are checked, potential borrower's income information analysed, customer indebtedness calculated and evaluated. The internally developed scoring tool, while taking into account parameters

designed for the local market and being in compliance with local regulatory requirements, gives a clear score that enables an informed granting decision. With the increase of the Loan portfolio, the scoring models are updated with newly available data.

- **Loans issuance and disbursement**

The loan documentation can be signed online, using e-signature. After the loan documentation is signed, the Loan is disbursed to the borrower's bank account.

- **Debt recovery management**

The Lending Company has established an efficient and effective debt collection process. Debt collection process is automated, following debt collection practices that are fully compliant with local regulations. The Lending Company's strategy is focused on maximising the dialogue with customers. When the Lending Company assesses that a customer can repay its loan, it offers various options and tailors the offers to such customers.

The Lending Company's debt collection system adjusts the approach based on the stage of the overdue Loan:

1) Before a loan becomes overdue, the Lending Company has an automated reminder process that ensures that the client is aware of the upcoming payment and payment details. All bank transfers are completed online and reminder emails and SMS are automatically processed and sent to the Borrower.

2) Since payment is 1 day overdue, the Lending Company launches its automated reminder system (auto-calls, texts, e-mails) with 3-4 days interval. The Borrower is informed about the overdue amounts, the further actions if payment will not be made, and the Lending Company's contacts to discuss the potential options.

4) Loans that have reached more than 120 days overdue are declared as due. With an exception of loans that made some payments or the client promised to pay the debt.

5) Once 100 days pass after the loan is declared due, it is handed over to the bailiff for the recovery.

- **Administrative, management and supervisory bodies**

The following table shows the main administrative, managerial and supervisory positions of the Lending Company:

| Name | Position / function (year since) | Education and business experience summary |
|-----------------------------|----------------------------------|--|
| Lorena – Cristina Băsmăluță | CEO, Board member / 2018 | BSc and MSc Business Administration from ASE. With a solid professional background and a Master degree of Business Administration, certificated on risk management and internal auditing, Lorena Basmaluta coordinated and trained banking teams focused on sales, users of core banking systems, including collection and recovery strategies. With 17 years of experience in the financial banking system, she has managed various units as well as acted as a CEO at such banking and non-banking institutions like Banca Transilvania, |

| | | |
|------------------------|---------------------|--|
| | | Credit Europe Bank Romania, Emporiki Bank Romania and Idea Bank. |
| Jolita Žukovienė | Board member / 2018 | BSc and MSc Law from Vilnius University, ACAMS. Jolita is an experienced lawyer and member of management bodies for entities, operating in the field of regulated financial services, both bank and non-banking financial institutions. She also has experience working with commercial matters concerning international relations, mergers and acquisitions, AML and data protection matters. |
| Vytautas Klumbys | Board Member / 2014 | BSc Business Administration and Management from Kaunas University of Technology. Vytautas has more than 10 years of experience in various business development roles operating in the field of credit bureau activity, and most recent and extended experience as a manager in entities operating in regulated financial services market, supervised by national banks (Denmark, Romania, Lithuania). Since 2014, he is also responsible for project management at one of the Lending Company's Guarantors. |
| Viktoras Milkevičius | Board Member / 2014 | BSc Political Sciences from Vytautas Magnus University, MSc Law from Mykolas Riomeris University. Viktoras has been running the Lending Company for 15 years. In parallel, he also serves on the boards of several finance and IT service companies as well as leads the Lithuanian Association of Consumer Leasing and Credit as the President. He also serves as a director at one of the Lending Company's Guarantors. |
| Aušrius Jonas Banaitis | Board Member / 2014 | BSc and MSc in Physics from Vilnius University, Associated Chartered Management Accountant (CIMA qualified, UK). Aušrius has almost 30-year long international experience in the industries ranging from finance and telecommunications to FMCG and retail. He has worked in the areas of financial control, accounting, treasury, internal audit, IT and procurement at such global organisations as Royal Dutch Shell, Pepsi-Cola and others from the Baltics to Asia Pacific Regions, Azerbaijan, Qatar and Switzerland. He also serves as a Director at one of the Lending |

| | | |
|--|--|-----------------------|
| | | Company's Guarantors. |
|--|--|-----------------------|

- **Shareholders**

The share capital of the Lending Company is RON 1 040 000, all of which are ordinary shares with voting rights, all of which are fully paid. The share capital consists of 10 400 shares, all having the nominal value of RON 100. The following table shows the Lending Company's shareholders, who have ownership exceeding 10%:

| Name | Share % | Registration no. | Form of control | Domicile |
|--------------------|----------------|-------------------------|------------------------|-----------------|
| Mozipo Holding Ltd | 99.4423 | HE 350731 | Direct ownership | Cyprus |

9. THE LOANS

○ **Legal nature, jurisdiction and the applicable law of the Loans**

The Loans are business loans made under the Cooperation Agreement on Issuance of Loans and the respective SPV Loan Agreements concluded thereunder. The Cooperation Agreement on Issuance of Loans is an agreement of the respective parties on a revolving credit line with a maximum amount that is permitted for the Loans thereunder.

The interest for the reservation of funds and interest for use of the Loan accrue at the same rate. The interest for the reservation of funds accrues from the day when the SPV Loan Agreement was concluded until the Loan is advanced to the Lending Company, and from when the Loan is advanced the interest for the use of the Loan applies.

The Cooperation Agreement on Issuance of Loans and the SPV Loan Agreements is in the English language.

For more information on the Cooperation Agreement on Issuance of Loans see section entitled '4. TRANSACTION OVERVIEW – *THE TRANSACTION DOCUMENTS* – The Cooperation Agreement on Issuance of Loans'

○ **Repayment and maturity**

The principal amount, the interest for the reservation of funds and interest for use of the Loan are payable when the Borrower of the Borrower's Loan that is the source of repayment of the respective Loan makes a payment thereunder to the Lending Company, however no later than until the maturity date set forth in the SPV Loan Agreement or as extended according to this Base Prospectus.

If before the final maturity date set forth in the SPV Loan Agreement the Repurchase obligation or rights are triggered or if the Buyback Obligation applies the Lending Company has to repay the Loan together with the interest and other ancillary payments accrued thereon when the respective obligation or right is triggered, irrespective of it being before the final maturity date.

For more information see section entitled '4. TRANSACTION OVERVIEW'.

○ **Security**

The obligations of the Lending Company arising out of the Cooperation Agreement on Issuance of Loans are secured by a pledge established under the law of the Romania over all receivables of the Lending Company against its borrowers arising out of the Borrowers' Loan Agreements up to certain amount prescribed by the Pledge Agreement.

For more information see section entitled '4. TRANSACTION OVERVIEW'.

○ **LTV (loan to value)**

The maximum LTV for the credit line issued under the Cooperation Agreement on Issuance of Loans is 85%.

10. THE BORROWERS' LOANS

○ Legal nature, jurisdiction and the applicable law of the Loans

The Borrowers' Loans are consumer loans made under the Borrowers' Loan Agreements.

The Borrowers pay to the Lending Company the principal amount and interest in monthly instalments.

If specified under the special terms of the Borrower's Loan Agreement, the Borrower together with the principal and interest might be obliged to pay file analysis fee and credit management fee.

The Borrower's Loan Agreement is concluded via the electronic channels. Before the finalizing credit agreement, Borrower must send the documents proving that he's an owner of the bank account, where the credit will be disbursed. These checks can also be done by the Lending Company (automatically checking the Borrower identity information data against IBAN owner data).

In order to receive the Borrower's Loan, the Borrower should send to the Lending Company an application for drawdown of the Borrower's Loan whereas the Borrower selects an amount of the Borrower's Loan to be disbursed for which the Borrower is eligible for.

Upon positive assessment of the creditworthiness of the Borrower, the Lending Company transfers an amount of the Borrower's Loan to the Borrower's bank account. The payments received from the Borrower shall be credited in the following manner: (i) to the costs related to the recovery of the payments (if any); (ii) to the penalty interest; (iii) to the instalments in accordance with the sequence of the maturity.

The Borrower shall be entitled to withdraw from the Borrower's Loan Agreement by notifying the Lending Company in writing within 14 calendar days from the moment of its conclusion by repaying all the Borrower's Loan together with applicable fees and costs not later than 30 calendar days from the date of the respective notice.

The Borrower's Loan Agreement is subject to the amendment and/or variation from time to time as provided in the section entitled '4. TRANSACTION OVERVIEW – *THE TRANSACTION DOCUMENTS* – Extensions' of this Base Prospectus.

The Borrower's Loan Agreement is in the Romanian language. The Lending Company has provided an English translation of the Borrower's Loan Agreement for informational purposes at www.mintos.com. Any discrepancy or difference due to the translation is not binding and has no legal effect. Neither the Issuer nor Mintos bears any responsibility for the accuracy of the English translation from the Loan Agreement in the Romanian language.

The Borrower's Loan Agreement is governed by the laws and regulations of Romania.

○ Repayment and maturity

Under the Borrower's Loan, the Borrower makes monthly payments of principal, interest and the applicable fees on a pre-agreed schedule. The Borrower shall make the payment on a specific day prescribed by the special terms and conditions of the Borrower's Loan Agreement. The annual percentage rate (APR) ranges from 0% to 350%. The term ranges till 60 months with the average term being 33 months.

The Lending Company may introduce the discounts on the repayment of the interest. In such a case, the discount shall be applicable to the total sum of interest (not to the interest rate), and the sum of discount shall be divided by decreasing each of the instalments in equal parts.

In case the Borrower fails to pay the instalment on time, then the Borrower shall be obliged to pay the penalty interest on sum of the Borrower's Loan that was not repaid on time and for the period starting from the payment day of such instalment and ending on the date when the respective instalment has been actually repaid. At the same time, if the Borrower is in delay up to 4 (four) days then it shall be considered as exempt from the payment of the losses.

Based on a written request addressed to the Lending Company, the Borrower shall be entitled at any time to discharge fully or partially its obligations under the Borrower's Loan Agreement. After receiving the request from the Borrower, the Lending Company shall provide a calculation of the repayment based on such early repaid amount. In such a case, the Borrower is entitled to a reduction in the total amount of the payment under the Borrower's Loan Agreement. The Lending Company shall be entitled to fair and objectively justified compensation for the costs directly linked to early repayment of Borrower's Loan provided that the early repayment falls within a period for which the borrowing rate is fixed.

The Lending Company may change the terms and conditions of the Borrower's Loan Agreement regarding the costs only with the prior 30 days' notice before they are applied, unless the Borrower requests changes to the Borrower's Loan Agreement regarding other costs, for example the extension of the credit period or the amendment of rates.

- **Economic environment in Romania**

Romania's GDP growth has slowed to 3.5% in 2024, down from 4.7% in 2023, influenced by rising energy costs and global supply chain disruptions. Inflation has risen to 9.4% in early 2024, impacting consumer purchasing power. The government has introduced fiscal measures, including subsidies and tax reliefs, to support key industries and mitigate the impact on vulnerable groups.

The labour market faces a shortage of skilled workers, particularly in technology and manufacturing. Unemployment remains low at 5.2%, with average wages increasing by 10% year-on-year due to talent competition. Foreign direct investment (FDI) has increased by 12%, especially in the automotive, IT, and renewable energy sectors, bolstered by government efforts to improve infrastructure and digitalization.

Romania's economic growth relies on managing inflation and maintaining fiscal discipline. Integration with the European Union provides access to funding and export opportunities. The government is focusing on economic diversification, sustainable energy investments, and improving the business environment to attract further international investments.

- **General description of the Borrowers**

The Borrowers are mainly consumers who are not financed by the conventional loan providers. The quick, convenient and responsible process offered by the Lending Company is highly valued by the customers who are looking for access to a regulated and fast financing solution.

By gender, the customer split is more dominated by males constituting around 56% of total loan portfolio with a diverse distribution of income levels and occupations. An average Borrower is around 21-37 years old, and ages can range from early 20s to late 70s. The loan issuance is country-wide without a particular focus on specific regions or cities. 100% of the Borrowers are residents of Romania.

- **Loan portfolio data**

As of 30 June 2024, the Lending Company's total portfolio of gross receivables was RON 27.6 million. The tables below show the Lending Company's portfolio in terms of Days Past Due (DPD). The current

part of the portfolio remained about 55%. The part of the portfolio that is overdue for longer than 60 days has been consistently below or equal 30%.

| | Q1 2023 | Q2 2023 | Q3 2023 | Q4 2023 | Q1 2024 | Q2 2024 |
|----------|----------------|----------------|----------------|----------------|----------------|----------------|
| Current | 60% | 59% | 58% | 57% | 58% | 56% |
| 1-30d | 9% | 11% | 10% | 10% | 9% | 11% |
| 31-60d | 3% | 3% | 4% | 4% | 3% | 4% |
| 61-90d | 3% | 3% | 3% | 3% | 3% | 2% |
| 90-120d | 1% | 2% | 2% | 2% | 2% | 2% |
| 121-150d | 2% | 1% | 2% | 2% | 2% | 1% |
| 151-180d | 2% | 2% | 2% | 2% | 1% | 1% |
| >180d | 20% | 19% | 20% | 21% | 23% | 22% |
| Total | 100% | 100% | 100% | 100% | 100% | 100% |

11. THE GUARANTOR

The Guarantor in accordance with the Guarantee Agreement guarantees the Lending Company's obligations towards the SPV, the Issuer and Mintos. The Guarantor is not guaranteeing Mintos, the SPV or the Issuer's obligations towards the Investors.

See the section entitled '4. TRANSACTION OVERVIEW – THE TRANSACTION DOCUMENTS – The Guarantee Agreement' of this Base Prospectus for more information on the Guarantee Agreement.

11.1. Guarantor - UAB Moment Credit

- **Business overview**

The Guarantor is a financial company based in Vilnius, Lithuania, incorporated on March 9, 2007, and operates under the laws of Lithuania as a private limited liability company registered in the Republic of Lithuania. It is registered in the commercial public registry under the registration number 300657515. A formal licence is required to provide consumer lending services in Lithuania, and it is issued by the Bank of Lithuania.

The Guarantor is a digital consumer lending company in Lithuania. Leveraging automation and data-driven insights across the business, it has issued over EUR 290 million of instalment and single payment loans since inception.

The Guarantor strives to offer simple, useful and transparent products to its customers. The Guarantor's goal is to quickly provide convenient products in a responsible way to the many consumers who are often underserved by conventional providers.

- **Business strategy description**

The Guarantor believes there is still room for growth in the consumer financing segment in Lithuania. Through continuous investment in brand awareness and development of partners' networks that result in increasing both loan volumes and sizes, the management expects growing portfolio to lead to economies of scale and higher profitability.

The creditworthiness of its customers is evaluated and an informed lending decision is made in seconds. Due to advanced process automation, it can take less than 15 minutes for the money to reach a borrower's account. The business is driven by understanding customers' needs and offering a viable, accessible alternative to traditional banks.

The backbone of the Guarantor's growth is having access to diversified and efficient funding sources. The Guarantor believes diversification in the capital structure is the key to further growth in the future including funding through local and international banks as well as investments in Notes and Mintos Platform.

- **Key financial information regarding the Guarantor**

The tables below present key selected audited financial information for the Guarantor Moment Credit as at and for the financial years ended 31 December 2021, 31 December 2022 and 31 December 2023.

Selected statement of comprehensive income data of the Guarantor (million EUR):

| | 2023 | 2022 | 2021 |
|--|------|------|------|
| | | | |

| | | | |
|--|-----|-----|------|
| Total comprehensive income (loss) for the year | 0.2 | 0.2 | -0.2 |
|--|-----|-----|------|

Selected statement of financial position data of the Guarantor (million EUR):

| | 2023 | 2022 | 2021 |
|----------------------|------|------|------|
| Net financial debt | 9.7 | 7.7 | 8.5 |
| Current ratio | n/a | n/a | n/a |
| Debt to equity ratio | 2.0 | 1.7 | 2 |
| Interest cover ratio | 1.5 | 1.45 | 0.8 |

Selected statement of cash flows data of the Guarantor (million EUR):

| | 2023 | 2022 | 2021 |
|---|------|------|------|
| Net cash flows from operating activities | -1.0 | 2.3 | 0 |
| Net cash flows to/from financing activities | 1.3 | -1.8 | 0.2 |
| Net cash flows from investing activities | -0.2 | -0.4 | -0.5 |

Audited financial data of the years ended on 31 December 2022 and 31 December 2023, and unaudited financial data of H1 2024 of the Guarantor (prepared according to IFRS in EUR currency) are available on Mintos website:

[Audited Financials 2022](#)

[Audited Financials 2023](#)

[Unaudited Financials 2024 H1](#)

- **Auditors**

The statutory auditors of audited financial statements since 2020 has been Grant Thornton Baltic, incorporated under the laws of Lithuania, having its registered office at Upės str. 21-1, LT-08128, Vilnius, Lithuania, and registered with the commercial public registry of Lithuania under number 300056169. For all the periods audited by Grant Thornton Baltic, the Guarantor has obtained a clean opinion.

- **Litigation**

The Guarantor (whether as a defendant or otherwise) is not and has not been involved in any governmental, legal or arbitration proceedings (including any such proceedings which are pending or threatened of which the Guarantor is aware) in the 12 months preceding the date of this Base Prospectus, which may have, or have in such period had, a significant effect on the financial position or profitability of the Guarantor.

- **Administrative, management and supervisory bodies**

The following table shows the main administrative, managerial and supervisory positions of the Guarantor:

| Name | Position / function (year since) | Education and business experience summary |
|------------------------|--|---|
| Viktoras Milkevičius | CEO / 2007 Chairman of the Board / 2009 | BSc Political Sciences from Vytautas Magnus University, MSc Law from Mykolas Romeris University. Viktoras has been running the Lending Company for 15 years. In parallel, he also serves on the boards of several finance and IT service companies as well as leads the Lithuanian Association of Consumer Leasing and Credit as the President. He also serves as a Director at one of the Lending Company's Guarantors. |
| Martynas Matekonis | Board Member / 2018 | <p>Mr. Matekonis has University Diploma in Finance and Banking from Vilnius University, Graduation Certificate in International Business from Aalborg University. He graduated from the Continuing Professional Education Program in Finance portfolio theory and derivatives at the World Bank in Washington D.C.</p> <p>Martynas has almost 30 year of experience in asset management and capital markets. Martynas held numerous positions in financial markets portfolio management in state and private financial institutions. He has also spent 6 years as a Chief Portfolio Manager at a venture capital seed fund and accelerator in the Baltics.</p> <p>In parallel to his responsibilities at the Lending Company, he also serves on several other boards of industry companies.</p> |
| Aušrius Jonas Banaitis | Board Member / 2014 | BSc and MSc in Physics from Vilnius University, Associated Chartered Management Accountant (CIMA qualified, UK). Aušrius has almost 30-year long international experience in the industries ranging from finance and telecommunications to FMCG and retail. He has worked in the areas of financial control, accounting, treasury, internal audit, IT and procurement at such global organisations as Royal Dutch Shell, Pepsi-Cola and others from the Baltic to Asia Pacific Regions, Azerbaijan, Qatar and Switzerland. He also serves as a Director at one of the Lending Company's Guarantors. |
| Skirmantė Klumbytė | Chairmen of the Supervisory Board / 2008 | MSc Law from Vilnius University. Skirmantė is an attorney at law as well as a lecturer of law. She also has education and experience as a pedagogue in a secondary school. |
| Vytautas Klumbys | Supervisory Board Member / 2013 | BSc Business Administration and Management from Kaunas University of Technology. Vytautas has more than 10 years of experience in various business |

| | | |
|------------------|---------------------------------|--|
| | | development roles operating in the field of credit bureau activity, and most recent and extended experience as a manager in entities operating in regulated financial services market, supervised by national banks (Denmark, Romania, Lithuania). Since 2014, he is also responsible for project management at the Guarantor. |
| Jurgis Petrošius | Supervisory Board Member / 2015 | BSc Applied Mathematics from Vilnius University, BSc Mathematical Science from City, University of London. Jurgis has a vast and diverse experience of almost 20 years from various international finance industry players such as Deutsche Bank and Credit Suisse. Since 2015, in addition to his service on the Supervisory Board, he has been advising the Lending Company on the strategic projects. Jurgis is a co-founding partner of Skycop. |

- **Shareholders**

The share capital of the Lending Company is EUR 5 050 002. The share capital consists of 1 520 940 ordinary shares and 662 394 preference shares with cumulative dividend rights, 1 683 334 shares total, nominal share value of EUR 3, all shares are fully paid.

| Name | Share % | Registration no. | Form of control | Domicile |
|------------------------|---------|------------------|--|-----------|
| UAB MC Progressio | 13.55 | 303295982 | Direct ownership | Lithuania |
| UAB Cedrus Investments | 17.98 | 304234352 | Direct ownership | Lithuania |
| Vytautas Dockus | 17.98 | N/A | Direct ownership | Lithuania |
| Aldona Petrošienė | 17.98 | N/A | Direct ownership | Lithuania |
| UAB Nucleus consulting | 18.00 | 302677527 | Direct ownership, ordinary shares | Lithuania |
| UAB ARCON INDUSTRY | 14.51 | 300113556 | Direct ownership, ordinary and privileged shares | Lithuania |

11.2. Guarantor - Mozipo Holding LTD

- **Business overview**

The Guarantor is a holding company based in Limassol, Cyprus, incorporated on December 30, 2015, and operates under the laws of Cyprus as a private limited liability company registered in the Republic of Cyprus. The Guarantor is registered in the commercial public registry (Ministry of Energy, Industry and Tourism Department of Registrar of Companies and Official Receiver Nicosia) under the registration number HE350731.

The Guarantor is a parent company of the other Guarantor Mozipo IFN S.A., and its activities include holding investments and providing business and asset management, also financing brokerage services. The Guarantor owns control or share parts the following subsidiaries:

- Mozipo Aps (Denmark) - consumer credit activities,
- Mozipo IFN S.A. (Romania) - consumer credit activities,
- PT Digital Credit (Indonesia),
- Kalfo UAB (LT) – debt, non-performing loan acquisition, credit risk swap service.

- **Business strategy description**

The Guarantor operates digital consumer lending companies across multiple markets by leveraging automation and data-driven insights across the business. It operates a portfolio of brands offering simple, useful and transparent products to customers. The group uses technology and data-driven insight to provide these services – quickly, conveniently and responsibly.

The technology used for efficient creditworthiness evaluation can make an informed lending decision in seconds while it can take less than 15 minutes for money to be transferred to a customer’s account. The efficiency and accuracy of this automated loan issuance process relies on an in-house developed effective risk scoring system. All the information required is gathered from the client, credit bureau, and other public registries. Based on it, the system calculates the maximum amount of obligations the client will be able to repay. Each customer has a unique scoring result which allows to adopt the product according to every single person’s needs and profile. By using artificial intelligence, the scoring system creates theoretical models, so-called neural networks, to classify data sets based on sociological, mathematical and other scientific methods. Then a self-study mechanism helps it predict the outcome more accurately every time.

The Guarantor believes there is still room for growth in the consumer financing segment in the countries where the group operates. Through continuous investment in brand awareness and development of partners’ network that result in increasing both loan volumes and sizes, the management expects growing portfolio to lead to economies of scale and higher profitability.

The backbone of the Guarantor’s growth is having access to diversified and efficient funding sources. The company believes diversification in the capital structure is the key to further growth in the future including funding through local and international banks as well as investments in Notes and Mintos Platform.

- **Key financial information regarding the Guarantor**

The tables below present key selected audited financial information for the Guarantor Mozipo Holding as at and for the financial years ended 31 December 2021, 31 December 2022 and financial information for the year ended 31 December 2023.

Selected statement of comprehensive income data of the Guarantor (in million EUR):

| | 2023 | 2022 | 2021 |
|---|------|------|------|
| Total comprehensive income for the year | -0.2 | -0.2 | -0.2 |

Selected statement of financial position data of the Guarantor (in million EUR):

| | 2023 | 2022 | 2021 |
|----------------------|----------|----------|----------|
| Net financial debt | 5.3 | 5.3 | 5.2 |
| Current ratio | 3.7 | 2.8 | 1.7 |
| Debt to equity ratio | 2.6 | 2.3 | 2.2 |
| Interest cover ratio | negative | negative | negative |

Selected statement of cash flows data of the Guarantor (in million EUR):

| | 2023 | 2022 | 2021 |
|--|------|------|------|
| Net cash flows from operating activities | -0.1 | -0.1 | -0.1 |
| Net cash flows from financing activities | 0 | -0.1 | 0.5 |
| Net cash flows from investing activities | 0.1 | 0.1 | -0.5 |

The latest historical financial information of the Guarantor is available on Mintos website (the currency used in the financial reports is Euro (EUR)). The financial statements of the Guarantor have been prepared in accordance with IFRS.

[Audited financial statements 2022](#)

[Audited financial statements 2023](#)

[Unaudited financial statements 2024 H1](#)

○ **Auditors**

The statutory auditors of the audited financial statements as of and for the financial years ended 31 December 2022 and 31 December 2023 are SPL Audit (Cyprus) Ltd, Certified Public Accountants and Registered Auditors, incorporated under the laws of Cyprus, having its registered office at 13 Kypranoros Str., 1061, Nicosia, Cyprus, and registered with the commercial public registry of Cyprus under number HR262641. For all the previous periods audited by SPL Audit (Cyprus) Ltd, the Guarantor has obtained a clean opinion.

- **Litigation**

The Guarantor (whether as a defendant or otherwise) is not and has not been involved in any governmental, legal or arbitration proceedings (including any such proceedings which are pending or threatened of which the Guarantor is aware) in the 12 months preceding the date of this Base Prospectus, which may have, or have in such period had, a significant effect on the financial position or profitability of the Guarantor.

- **Administrative, management and supervisory bodies**

The following table shows the main administrative, managerial and supervisory positions of the Guarantor:

| Name | Position / function (year since) | Education and business experience summary |
|------------------------|---|--|
| Jolita Žukovienė | Director / 2017 | BSc and MSc Law from Vilnius University, ACAMS. Jolita is an experienced lawyer and member of management bodies for entities, operating in the field of regulated financial services, both bank and non-banking financial institutions. She also has experience working with commercial matters concerning international relations, mergers and acquisitions, AML and data protection matters. |
| Viktoras Milkevičius | Board Member / 2016 | BSc Political Sciences from Vytautas Magnus University, MSc Law from Mykolas Riomeris University. Viktoras has been running the Lending Company for 15 years. In parallel, he also serves on the boards of several finance and IT service companies as well as leads the Lithuanian Association of Consumer Leasing and Credit as the President. He also serves as a director at one of the Lending Company's Guarantors. |
| Aušrius Jonas Banaitis | Board Member / 2016 | BSc and MSc Physics from Vilnius University, Associated Chartered Management Accountant (CIMA qualified, UK). Aušrius has almost 30-year long international experience in the industries ranging from finance and telecommunications to FMCG and retail. He has worked in the areas of financial control, accounting, treasury, internal audit IT and procurement at such global organisations as Royal Dutch Shell, Pepsi-Cola, and others from the Baltic to Asia Pacific Regions, Azerbaijan, Qatar and Switzerland. He also serves as a director at one of the Lending Company's Guarantors. |

- **Shareholders**

The share capital of the Guarantor is EUR 113 870 constituted of 113 870 shares with the nominal value of EUR 1, all shares are fully paid. The following table shows the Guarantor's shareholders, who have share ownership exceeding 10%:

| Name | Share capital % | Registration no. | Form of control | Domicile |
|---------------------|------------------------|-------------------------|------------------------|-----------------|
| UAB "Moment Credit" | 99.1 | 300657515 | Direct ownership | Lithuania |

12. TERMS AND CONDITIONS OF THE NOTES

The following are the terms and conditions of the Notes (the **Terms and Conditions**) which, together with the relevant Final Terms, will be applicable to the specified Series of Notes. The relevant Final Terms will complete the Terms and Conditions in relation to each Series of Notes.

Save where the context requires otherwise, references in the Terms and Conditions to **Notes** are to the Notes of one Series only, not to all Notes of other Series that may be issued under these Terms and Conditions.

In these Terms and Conditions, unless the context otherwise requires, words denoting the singular include the plural and *vice versa*.

In these Terms and Conditions, references to a specified Condition will be construed as a reference to that specific Condition of these Terms and Conditions as in force for the time being and as amended or supplemented from time to time.

The headings are inserted for convenience of reference only and will not affect the interpretation of these Terms and Conditions.

In these Terms and Conditions, reference to any other document will be construed as references to that document as in force the time being and as amended, supplemented or substituted.

The use of the word **including** means **including without limitation**.

Words and expressions used in these Terms and Conditions in capitals and not defined will have the meanings given to them in the Final Terms unless the context otherwise requires or unless otherwise stated.

DEFINITIONS

In these Terms and Conditions, unless the context otherwise requires, the following definitions will apply:

Aggregate Nominal Amount: the aggregate nominal amount of the Notes as specified in the Final Terms.

API: application programming interface to exchange and transmit information and data in a structured form between the Issuer, the Lending Company and Mintos.

Available Distribution Amount: the amounts received by the Issuer from the Series Specific Loans.

Backup Servicer: the legal entity (if any) engaged by the Issuer to service and administer the Loans.

Base Prospectus: the base prospectus in relation to the Notes.

Borrower: the debtor of a Borrower's Loan.

Borrower's Payments: any payments made by the Borrowers under the Borrowers' Loans linked to the Series Specific Loans.

Borrower's Loan: the principal amount outstanding under the Borrower's Loan Agreement.

Borrower's Loan Agreement: Each consumer loan agreement between the Lending Company as the lender and the Borrower as specified in applicable SPV Loan Agreement and Final Terms,

Business Day: any day on which banks in the Republic of Latvia are open for business, except for Saturdays, Sundays and national holidays of the Republic of Latvia.

Buyback Obligation: the obligation, if any payment under any of the relevant Loans is delayed by more than 60 days, for the Lending Company to (i) repurchase the relevant Loan Receivables from the Issuer or (ii) to repay the respective Loan to the SPV in full together with accrued Interest and any Late Payment Interest.

Lending Company's Collateral or Collateral: the pledge rights of the Lending Company over the real estate, movable property, or aggregation of property, third party guarantee or title to a vehicle, or any other legally permissible means of securing the fulfilment of the Borrower's obligations under the Borrower's Loan as specified in the Final Terms (if any).

Cooperation Agreement: the cooperation agreement between the Issuer, SPV, the Lending Company and Mintos in relation to the Notes, and in relation to the notes issued under other programmes.

Cooperation Agreement on Issuance of Loans: the cooperation agreement on issuance of loans between the Lending Company as a borrower and SPV as a lender whereby the said parties agree on how SPV's Loan Agreements are concluded and on the terms and conditions of disbursement and repayment of the Loans issued to the Lending Company thereunder.

Final Terms: the final terms of the Notes.

Guarantee Agreements: the guarantee agreements by the Guarantors to guarantee the obligations of the Lending Company to the Issuer

Guarantors: UAB "Moment Credit", a private limited company established on 9 March 2007, in accordance with laws of the Republic of Lithuania with registration number 300657515 having its registered address at Kalvariju str. 2-19, Vilnius, Republic of Lithuania ("Moment Credit"), and

Mozipo Holding LTD, a limited liability company incorporated on 30 December 2015 and existing under the laws of Cyprus, registered with the Ministry of Energy, Commerce, Industry and Tourism, Department of Registrar of Companies and Official Receiver Nicosia under number HE 350731 and having its registered address at Misiaouli & Kavazoglou, 41, Floor 2, Flat 203/B2, 3016, Lemesos, Cyprus.

Grace Period: the number of days specified in the Final Terms relating to any grace period in the Series Specific Loans for bank-to-bank payments, national holidays and specific debt collection policies of the Lending Company.

Interest: the interest under the Notes or the Series Specific Loans. Interest under the Series Specific Loans means both interest for the reservation of funds and interest for use of the Loan.

Interest Accrual Periods: the periods during which Interest accrues on the Notes as specified in the Final Terms.

Interest Payment Date: each date on which Interest is payable under the Notes as specified in the Final Terms.

Interest Rate: the rate at which Interest accrues on the Notes as specified in the Final Terms.

Investment Accounts: the financial instruments account and the cash account of the Investor opened with Mintos.

Issue Date: the issue date of the Notes being the date on which the Notes are first made available for subscription as specified in the Final Terms.

Issuer: SIA Mintos Finance No.38 a limited liability company registered in the Commercial Register of the Register of Enterprises of the Republic of Latvia under unified registration number 40203404284 on 2 June 2022, having its registered address at 52 Skanstes Street, Riga, LV-1013, Latvia.

Issuer's Account: the cash funds account of the Issuer opened by Mintos which is used solely for

settling payments with the Lending Company, the Backup Servicer (if any), the Guarantor and the Noteholders.

Late Payment Interest: the Interest on any principal amount due but not paid under any Series Specific Loan which is calculated at the rate (the **Late Payment Interest Rate**) specified in the Final Terms on the principal amount due (if any).

Lending Company: Mozipo IFN S.A., a joint stock company incorporated on 2 October 2014 and existing under the laws of Romania, registered with the Bucharest Trade Registry under no. J40/11461/2014, sole registration code 33651838, having its registered address at Bucharest, Calea Mosilor street 21, Sector 2, Romania.

Loan Final Repayment Date: the scheduled final repayment date of the Series Specific Loans as specified in the Final Terms.

Loan Interest Payment Date: each date on which Interest is payable under the Series Specific Loans as specified in the Final Terms.

Loan Interest Rate: the rate at which Interest accrues on principal amount outstanding of the Series Specific Loans as specified in the Final Terms.

Loan Receivables: the receivables of the SPV under the Series Specific Loans which have been assigned to the Issuer, being 100% of the principal amount outstanding of the relevant Series Specific Loan.

Loan Repayment Date: each date on which the Series Specific Loans are redeemed as specified in the Final Terms.

Maturity Date: the scheduled maturity date of the Notes as specified in the Final Terms.

Mintos: AS Mintos Marketplace, a joint stock company registered in the Commercial Register of the Register of Enterprises of the Republic of Latvia under unified registration number 40103903643 on 1 June 2015, having registered address: 50 Skanstes Street, Riga, LV-1013, Latvia.

Noteholder: each person who appears as a holder of any Note from time to time in the electronic register maintained by Mintos.

Notes: notes issued or to be issued by the Issuer.

Payment Event: the date on which (a) information on the Borrower's Payments received by the Lending Company is communicated to the Issuer and Mintos through API in accordance with the Transaction Documents, (b) the right or obligation arises under the Buyback Obligation or Repurchase, (c) any full or partial repayment of any of the Series Specific Loans occurs, (d) any breach of the repayment schedule of any of the Series Specific Loans occurs, (e) any extension of the repayment schedule of any of the Series Specific Loans pursuant to Condition 11.4 occurs and (f) any change to any of the Loan Interest Payment Date, the Loan Repayment Date and/or the Loan Final Repayment Date of one or more Series Specific Loan occurs.

Pledge Agreement: the pledge agreement concluded by and between the Lending Company as the pledgor and the SPV as the pledgee to secure the obligations of the Lending Company arising out of the Cooperation Agreement on Issuance of the Loans.

Principal Amount Outstanding: the Aggregate Nominal Amount multiplied by the Sink Factor.

Priority of Payments: the priority of payments set out in Condition 10.

Purchase Agreement: part of the Cooperation Agreement relating to the purchase by the Issuer and sale by the SPV of the Series Specific Loan.

Redemption Date: each date on which the Notes are redeemed as specified in the Final Terms.

Repurchase: the right or obligation for the Lending Company to repurchase the relevant Loan Receivables from the Issuer on the occurrence of certain events specified in the Cooperation Agreement (as outlined in the section entitled '4. TRANSACTION OVERVIEW – THE DESCRIPTION OF THE TRANSACTIONS IN RELATION TO THE NOTES – Exercising of Repurchase' of the Base Prospectus).

Series: Notes with the same Issue Date and the same Terms and Conditions (including as to the Series Specific Loans) and identified in the relevant Final Terms as forming a series.

Series Specific Loan: each loan agreement between the SPV as lender and the Lending Company as a borrower as specified in the applicable Final Terms.

Sink Factor: a fractional number between 0 to 1 (inclusive) up to 16 decimal figures as determined by the Issuer from time to time which reflects the then Principal Amount Outstanding taking into account any partial redemptions of the Notes.

Specified Currency: the currency of the Notes as specified in the Final Terms.

Specified Denominations: the specified denominations of the Notes as specified in the Final Terms.

SPV Loan Agreement: each loan agreement between the Lending Company as a borrower and the SPV as a lender as specified in the applicable Final Terms.

SPV: SIA Mintos Finance, a limited liability company (in Latvian: *sabiedrība ar ierobežotu atbildību*) existing under the laws of the Republic of Latvia, unified registration number 40203022549, having its registered address at Skanstes iela 50, Riga, LV-1013, Latvia.

Transaction Documents: the Cooperation Agreement, the Cooperation Agreement on Issuance of Loans, SPV Loan Agreement, the Transfer Document, the Guarantee Agreements, the Pledge Agreement.

Transfer Document: the document generated by Mintos evidencing the transfer of Loan Receivables from the SPV to the Issuer in accordance with the Purchase Agreement.

1. UNDERTAKINGS OF THE ISSUER

The undertakings in this Condition 1 remain in force for so long as any of the Notes are outstanding.

1.1 Authorisations and compliance with laws

The Issuer will promptly obtain, comply with and do all that is necessary to maintain in full force and effect any authorisation required under any law or regulation of Latvia to enable it to perform its obligations under the Notes or own title in the Loan Receivables, and carry on its business as it is being conducted. The Issuer will comply in all respects with all laws to which it is subject.

1.2 Negative covenants

Other than in connection with the Notes or as provided in the Base Prospectus, the Issuer will not:

- (a) sell, transfer, create any security over or otherwise dispose of any of the Loan Receivables;
- (b) incur or permit to be outstanding any financial indebtedness;

- (c) be the creditor in respect of any loan or any form of a credit to any person, other than the Lending Company or as permitted under the Transaction Documents;
- (d) give or allow to be outstanding any guarantee or indemnity to or for the benefit of any person in respect of any obligation of any other person;
- (e) carry on any business other than as a special-purpose pass-through undertaking established for the purpose of issuing and offering Notes, which are backed by the Loan Receivables, to Investors on the Platform; or
- (f) use the Issuer's Account for any purpose other than as provided in these Terms and Conditions and the Transaction Documents.

These provisions are without prejudice to the Issuer's right to have transactions with other lending companies of the Mozipo Group, with the aim of approving prospectuses and issuing loans' backed and contingent notes.

2. GENERAL

- 2.1 The Issuer under these Terms and Conditions together with the corresponding Final Terms has authorised the creation, issue and sale of the Notes to provide funds to the Issuer to purchase Loan Receivables in accordance with the Purchase Agreement. The issue of Notes on the Issue Date specified in the Final Terms will correspond to the Issuer obtaining title to the Loan Receivables with a total amount equal to the Aggregate Nominal Amount.
- 2.2 Subject to Condition 25, the Issuer will obtain the title to the Loan Receivables on the condition that Mintos has determined that it has all the data it requires in relation to the Loan Receivables in accordance with the Purchase Agreement and the Transfer Document. The condition in no case implies either the Issuer or Mintos has any obligation to examine, verify or assess such data, including, through the use of any documentary evidence.
- 2.3 In each case where amounts of principal, Interest, other return and additional amounts (if any) are payable in respect of the Notes, the obligations of the Issuer to make any such payment will constitute an obligation only to account to the Noteholders on each date on which such amounts are due, for an amount equal to amounts of principal, Interest, other return and additional amounts (if any) actually received by the Issuer in relation to the Series Specific Loans.
- 2.4 Neither the Issuer nor Mintos are liable to make any payments in respect of the Notes other than as expressly provided in these Terms and Conditions.
- 2.5 Save for any fees payable to the Lending Company, Mintos and the Backup Servicer (if any), so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer of the Notes.

3. STATUS

- 3.1 The Notes constitute direct, general, unsubordinated and limited recourse debt obligations of the Issuer, which rank *pari passu* among themselves; and at all times these obligations rank at least *pari passu* with all other present and future direct, general, unsubordinated and limited recourse obligations of the Issuer arising from the present and further Series, except for those obligations as may be preferred by applicable law.
- 3.2 No proprietary or other direct interest in the Issuer's rights under or in respect of any of the

Transaction Documents, the Purchase Agreement, the Transfer Document, the Guarantee Agreements, the Pledge Agreement and the Loan Receivables, exists for the benefit of the Noteholders. Subject to these Terms and Conditions, no Noteholder will and will have any right to enforce any of the Transaction Documents and the Loan Receivables, or any direct recourse to any of the Lending Company, the Borrowers, the Guarantor and the pledgor under the Pledge Agreement.

4. FORM

The Notes are issued by the Issuer in registered form which are deposited and held as book-entry with Mintos.

5. ISSUE OF NOTES

The Notes are issued on the Issue Date in the Aggregate Nominal Amount, the Specified Denominations and the Specified Currency as specified in the Final Terms.

6. REGISTER, TITLE AND TRANSFERS

6.1 Mintos maintains an electronic register of Noteholders in accordance with the Cooperation Agreement. No certificates will be issued to any Noteholder in respect of its holding.

6.2 Each Noteholder will (except as otherwise required by law) be treated as the absolute owner of any relevant Note for all purposes (whether or not it is overdue and regardless of any notice of ownership, trust, nomineehip or any other interest in the Note), and no person will be liable for so treating the Noteholder.

6.3 The Notes are held and freely transferred only between the financial instrument accounts at Mintos of Noteholders. No application has been or will be made to trade the Notes on any regulated market or any other trading venue, other than the Platform.

6.4 A transfer of any Note between the Noteholders may be affected by Mintos which may require as conditions to the transfer of (a) provision of documents and information, (b) payment of any transfer fee and (c) payment of any tax or other governmental charges, in each case, by the relevant Noteholder in accordance with terms and conditions of the Platform.

7. PRIORITY OF PAYMENTS

All funds received by the Issuer in relation to the Series Specific Loans, irrespective whether indicated as corresponding to the relevant Series Specific Loan or not, to the extent legally permitted, will be applied by the Issuer in the following order of priority:

- (a) *first*, in or towards payment of any amounts owed by the Issuer to any tax authority and required to be paid by the Issuer under or pursuant to the Notes;
- (b) *second*, in payment or satisfaction of all fees and penalty fees then due and unpaid to Mintos by the Lending Company under the Cooperation Agreement;
- (c) *third*, in or towards payment or satisfaction of all amounts then due and unpaid as commissions, fees, costs, charges, expenses and liabilities incurred or payable for servicing of the Loan Receivables if (i) the Issuer or any person designated by the Issuer has taken over the servicing of the Loan Receivables or (ii) any event of default of the Lending Company has occurred under any of the Transaction Documents and the Issuer acts for the purposes of recovery of funds includes filing a claim in the

liquidation, insolvency or other administrative proceedings of the Lending Company, or enforcing any legal rights;

- (d) *fourth*, in or towards payment or satisfaction of any costs, including legal fees, for any action to recover funds, collect or restructure payment obligations, or taking any other actions to receive the Loan Receivables;
- (e) *fifth*, in or towards payment or discharge of all amounts which are due to the Backup Servicer, if any;
- (f) *sixth*, to the Noteholders in or towards the payment or discharge of all amounts of Interest and principal (Late Payment Interest or penalty fee or other assigned claim, if any, in the order that is set forth with respect to the particular Loan Receivable) then due and payable under or in respect of Series, Repurchase prices and/or Buyback Obligation prices, unless the Buyback Obligation price is discharged next according to 7 (g) below. Such payment/discharge being done by placing Series Specific Loans of all Series outstanding in the chronological order from the Series Specific Loan having oldest Payment Event to the Series Specific Loan having newest Payment Event, and then applying pro rata approach on each particular Series level; and
- (g) *seventh*, to the Noteholders in or towards the payment of the Buyback Obligation price, if the Lending Company is late in making payments due to the Issuer for 14 (fourteen) days or another period that the Issuer finds material. Such payment/discharge being done by placing Series Specific Loans of all Series outstanding in the chronological order from the Series Specific Loan having oldest buyback related Payment Event to the Series Specific Loan having newest buyback related Payment Event, and then applying pro rata approach on each particular Series level; and
- (h) *eight*, to the Noteholders in or towards the payment of Notes' pro-rata portion of the Pending Payments Penalty Fee (if any). Such pro-rata proportion shall be applied towards all impacted Series.

Neither the Issuer nor Mintos will be liable for applying the Priority of Payments, including for any minor errors, pursuant to Condition 25.

8. INTEREST

8.1 *Payment of Interest*

Each Note bears Interest from (and including) the date on which the Note is subscribed by the Noteholder. Interest will be calculated in accordance with Conditions 8.2 and 8.3, and payable in the Specified Currency in arrears on each Interest Payment Date.

8.2 *Accrual of Interest*

The Interest payable on any Interest Payment Date in respect of each Note is as follows:

Loan Interest Rate X Series Specific Loan Principal Amount Outstanding X Day Count

Where:

Series Specific Loan Principal Amount Outstanding, is the principal amount of the Series Specific Loans which is scheduled to be outstanding (even if the principal amount is redeemed later) on the day immediately before the Loan Interest Payment Date which is immediately

before the Interest Payment Date.

Day Count, unless otherwise specified in the Final Terms, the actual number of days in the immediately preceding Interest Accrual Period, divided by 360.

8.3 *Accrual of Late Payment Interest*

The Late Payment Interest (if specified as being applicable in the Final Terms) payable on any day on which the Issuer receives the Principal Amount Due in respect of each Note is as follows:

Late Payment Interest Rate X Principal Amount Due X Day Count

Where:

Principal Amount Due, is the principal amount of a Series Specific Loan which was due on the Loan Repayment Date but not paid under the relevant Series Specific Loan provided that there will be no Principal Amount Due if paid within the Grace Period; and

Day Count, unless otherwise specified in the applicable Final Terms, the actual number of days from (but excluding) the day on which the Principal Amount Due becomes due to (but excluding) the day on which the Issuer receives the Principal Amount Due or, if the Buyback Obligation or Repurchase applies, the relevant Payment Event, divided by 360.

Any payment of Interest or Late Payment Interest will be made only in accordance with Conditions 7, 11 and 25, and will be subject to the relevant Payment Event having occurred and the Issuer having actually received the corresponding payment under the Series Specific Loans.

9. **PRINCIPAL REDEMPTION**

9.1 *Redemption at maturity*

Unless previously redeemed or purchased and cancelled as specified in these Terms and Conditions, each Note will be redeemed at the then Principal Amount Outstanding on the Maturity Date.

9.2 *Early Redemption*

A proportion of the Principal Amount Outstanding of the Notes will be redeemed *pro rata* on each Redemption Date and at any other time any principal payment from any of the Series Specific Loans is received by the Issuer, without any prior notice to Noteholders. The Principal Amount Outstanding of the Notes redeemed will be in the same proportion as the proportion that the principal payment received by the Issuer has to the total principal amount outstanding of all the Series Specific Loans immediately before the principal payment. Any accrued but unpaid Interest associated to that proportion of the Principal Amount Outstanding of the Notes being redeemed will be paid at the same time. For the avoidance of doubt if the Principal Amount Outstanding of the Notes is redeemed, the nominal amount of each Note (as specified in Final Terms) is constant and remains unchanged.

Any repayment of the Principal Amount Outstanding will be made only in accordance with Conditions 7, 11 and 25, and will be subject to the relevant Payment Event having occurred and the Issuer having actually received the corresponding payment under the Series Specific Loans.

10. INTEREST AND PRINCIPAL DETERMINATION

- 10.1 Mintos determines (a) the amount of Interest and the Late Payment Interest (if any) payable in accordance with Condition 8 for each Interest Payment Date and (b) the amount of principal payable in accordance with Condition 9 on each Redemption Date and the Maturity Date, on its review of the following information:
- (i) the Payment Events which have arisen;
 - (ii) aggregate payment amounts paid by the Borrowers which have been received from the Lending Company;
 - (iii) the Buyback Obligation and Repurchase which have arisen; and
 - (iv) the amounts then due and owed by the Issuer according to the Priority of Payments on the Interest Payment Date, the Redemption Date or the Maturity Date.
- 10.2 On each Interest Payment Date, each Redemption Date and the Maturity Date, Mintos on the Issuer's behalf will direct the payment of Interest and principal amounts to the Noteholders in accordance with Condition 11.
- 10.3 If after application of the Priority of Payments the Issuer has insufficient funds on any Interest Payment Date, any Redemption Date or the Maturity Date to make a payment of Interest or principal in full as required by Conditions 8 and 9, on behalf of the Issuer, Mintos at its sole discretion may decide that the Issuer pays part of the amount due or defers the payment until the full amount due is available, and such partial payment or deferral will not constitute an Event of Default under these Terms and Conditions.
- 10.4 All determinations, calculations and adjustments made by Mintos will be made in conjunction with the Issuer and will, in the absence of manifest error, be conclusive in all respects and binding upon the Issuer and all Noteholders.

11. PAYMENTS

11.1 Payments of Interest and principal

Subject to Conditions 7 and 12, the Issuer will, from any Available Distribution Amount:

- (a) pay the Interest on the Notes in accordance with Condition 8 on each Interest Payment Date; and
- (b) redeem the Notes in accordance with Condition 9 on each Redemption Date and the Maturity Date.

11.2 Notes contingent payments

All payments of Interest and principal by the Issuer under the Notes are dependent on the Issuer having received information on the Payment Event and the Available Distribution Amount being sufficient to make the relevant payments in accordance with the Priority of Payments. The Notes will not give rise to the Issuer having any payment obligation in excess of the foregoing.

Any overdue payment of Interest or principal under any of the Series Specific Loans that have been collected by the Lending Company (including by its external debt collection agency) will

be paid to the Issuer as an Available Distribution Amount which will be paid in accordance with the Priority of Payments on the date determined by the Issuer at its sole discretion.

11.3 *Pending Payments Penalty Fee*

Not applicable.

11.4 *Loan extension*

The Lending Company may modify any of the Borrowers' Loans linked to the Series Specific Loans without approval of the Issuer, the SPV and the Noteholders, provided that payments from the relevant Borrower remain unchanged.

If 'Extension possibility' is provided in the Final Terms, the Lending Company may extend the repayment schedule of one or more Borrowers' Loans linked to the Series Specific Loans by changing the Loan Interest Payment Date, the Loan Repayment Date and/or the Loan Final Repayment Date without the consent of the Issuer, the SPV or the Noteholders provided that (a) there is no event of default under any of the Borrowers' Loans linked to the Series Specific Loans, (b) any change is restricted by 'Limit on the number of Extensions' and 'Total maximum time limit of Extensions' as specified in the Final Terms and (c) any change is notified on the Platform to the Noteholders. The extension of Borrower's Loan leads to extension of the Loan that it is linked to.

The Lending Company may also extend the repayment schedule of one or more Borrowers' Loans linked to the Series Specific Loans by changing the Loan Interest Payment Date, the Loan Repayment Date and/or the Loan Final Repayment Date without the consent of the Issuer, the SPV or the Noteholders to comply with any new law or regulation, amendment of any existing law or regulation, or any decision of any government or municipal provided that any change is notified on the Platform to the Noteholders

11.5 *Loan Receivables subject to Buyback Obligation or Repurchase*

Any Loan Receivable subject to the Buyback Obligation or Repurchase (i) will be repurchased by the Lending Company at a price equal to the outstanding principal amount of the Loan Receivable together with any accrued but unpaid Interest and any Late Payment Interest up to (but excluding) the repurchase date, or (ii) the respective Loan will be repaid to the SPV in full together with any accrued but unpaid Interest and any Late Payment Interest up to (but excluding) the full repayment date.

11.6 *Insufficient funds on the Maturity Date*

If any amounts on the Notes are outstanding on the Maturity Date, the Maturity Date will be automatically postponed to the date that is the earlier of (a) the date on which all amounts due and payable under the Notes are paid and (b) the date referred to in Condition 11.7, and Interest will not accrue on the Notes (other than Pending Payments Penalty Fee, if applicable) and any Available Distribution Amount will be paid to the Noteholders on a date as reasonably determined by the Issuer in accordance with the Priority of Payments.

11.7 *After the Maturity Date*

If on any date following the Maturity Date

the Issuer, the SPV and Mintos determines in good faith that there is no realistic prospect of collecting any further funds from the Lending Company if the Issuer and/or the SPV

have not received the full amount due from the Buyback Obligation or Repurchase or, if earlier, on the 10th anniversary of the Maturity Date,

as of that date (i) all the Notes outstanding will be cancelled in full, (ii) the Issuer will be deemed to have fulfilled all its payment and other obligations to each of the Noteholders and (iii) no Noteholder will have any right in respect of any of the Notes.

11.8 *Payments to the Noteholders*

Any payments of Interest and redemption amounts in respect of the Notes will be made to the relevant Investment Account.

11.9 *Taxes*

All payments and/or deliveries in respect of the Notes made by or on behalf of the Issuer will be made subject to any withholding or deduction for any taxes, duties, assessments or governmental charges of whatever nature which may be required to be withheld or deducted.

The Issuer or Mintos will:

- (a) not be liable as a result for, or otherwise obliged to pay, any additional amount to any of the Noteholders in respect of, or compensation for, any such withholding or deduction or any other amounts withheld or deducted;
- (b) not be liable for or otherwise obliged to pay, and the relevant Noteholder will be liable for and/or pay, any tax, duty, charge, withholding or other payment whatsoever which may arise as a result of, or in connection with, the ownership, any transfer (or agreement to transfer), any payment and/or any delivery (or any agreement for delivery) in respect of the Notes held by such Noteholder; and
- (c) have the right but will not be obliged (unless required by law), to withhold or deduct from any amount payable or, as the case may be, any delivery due to the relevant Noteholder, such amount or portion as will be necessary to account for or to pay any such tax, duty, charge, withholding or other payment.

The Noteholders will agree to provide the Issuer and/or Mintos with all information and documentation required by the Issuer and/or Mintos, as the case may be, to satisfy any Latvian or other country tax or regulatory obligations at any time.

11.10 *Payments on Business Days*

If the due date for payment of any amount in respect of any Notes is not a Business Day, the Noteholder will not be entitled to payment of the amount due until the next succeeding Business Day in such place and will not be entitled to any further interest or other payment in respect of any such delay.

12. LIMITED RECOURSE AND NON-PETITION

12.1 Notwithstanding anything in the Base Prospectus, the obligations of the Issuer in respect of the Notes are limited recourse obligations which are payable solely from the sums of principal, Interest, other return and additional amounts (if any) actually received (and identified as such) in relation to the Series Specific Loans.

12.2 All payments to be made by the Issuer in respect of the Notes will be made only from and to

the extent of the sums received or recovered from time to time by or on behalf of the Issuer under the Series Specific Loans, subject always to the Priority of Payments.

- 12.3 In relation to any sums received or recovered, the Issuer (or Mintos on its behalf) will follow these Terms and Conditions in determining to which Series of Notes such sums relate and such determination will be binding on Noteholders of all Series in the absence of manifest error.
- 12.4 To the extent that the sums referred to in Condition 12.1 are less than the amount which the Noteholders may have expected and been entitled to receive (such difference being referred to as the **shortfall**), the shortfall will be borne by the Noteholders.
- 12.5 Each Noteholder, on subscribing or buying any Note directly, through a portfolio management service of the Platform or any other way, irrevocably accept and acknowledge that it is fully aware that:
- (a) only the sums referred to in this Condition 12, and Conditions 7 and 11 will be available for any payments to be made by the Issuer in respect of the Notes;
 - (b) the sums which are attributable to another Series of Notes are only available in satisfaction of the obligations of the Issuer to such Noteholder(c) the obligations of the Issuer to make payments in respect of the Notes will be limited to the sums and the Noteholders will have no recourse to the Issuer, Mintos or their respective shareholders, directors, officers, employees, affiliates, successors or assigns in respect of the Notes for the shortfall;
 - (d) no Noteholder is entitled to proceed against the Issuer, the SPV or Mintos for the shortfall;
 - (e) following the realisation and distribution of the net proceeds from the Loan Receivable corresponding to the Series Specific Loan in accordance with the Priority of Payments, the Noteholders or anyone acting on behalf of any of them will not be entitled to take any further steps against the Issuer or Mintos to recover any further sum and the right to receive any such further sum will be deemed as fulfilled; and
 - (f) no Noteholder will be entitled to petition or take any other step or join with any other person in bringing, instituting or joining, insolvency, winding-up, liquidation or bankruptcy proceedings (whether court-based or otherwise), or for the appointment of an examiner, liquidator or analogous person in relation to the Issuer, nor will it have any claim to, or in respect of any sum arising in respect of any assets of the Issuer.
- 12.6 Non-payment of the shortfall referred to in this Condition 12 will not constitute an Event of Default.
- 12.7 None of the shareholders of the Issuer, Mintos, the Lending Company, the Backup Servicer has any obligation to any Noteholder for payment of any amount by the Issuer in respect of the Notes.
- 12.8 The provisions of this Condition 12 will survive redemption of the Notes.
- 13. PURCHASE**
- 13.1 The Issuer may at any time purchase Notes at any price in the open market or otherwise.
- 13.2 Any Note purchased by the Issuer on the sole discretion of the Issuer may be either cancelled

or sold to any investor on behalf of the Issuer by Mintos.

14. CANCELLATION

All Notes which are redeemed or cancelled may not be re-issued or resold.

15. PRESCRIPTION

Any and all claims against the Issuer for payment in respect of the Notes will be prescribed and become void unless made within 10 years from the date on which payment in respect of the Notes first becomes due.

16. FURTHER ISSUES

The Issuer may from time to time without the consent of the Noteholders create and issue further Series and further tranches of existing Series of Notes. A further tranche of an existing Series will:

- (a) be fungible with the Notes of that existing Series;
- (b) have the same terms and conditions as the Notes of that Series except for the Aggregate Nominal Amount, the Issue Date, the Issue Price, the Interest Accrual Periods, the first Interest Payment Date and the first Redemption Date; and
- (c) be consolidated and form a single Series with that existing Series of Notes, and references in these Terms and Conditions to Notes will be construed accordingly.

The right of the Issuer from time to time without the consent of the Noteholders to create and issue further Series, includes also the Issuer's right to issue loans' backed and contingent notes according to the prospectuses and transaction documents for other lending companies of Mozipo Group.

17. EVENTS OF DEFAULT

17.1 Any of the following events will constitute an event of default under the Notes (each, an **Event of Default**):

- (a) if any order is made by any competent court or any resolution passed for the winding-up or dissolution (including any bankruptcy, insolvency, voluntary, forced or judicial liquidation, composition with creditors, a reprieve from payment, controlled management, fraudulent conveyance, general settlement with creditors or reorganisation proceedings or similar proceedings affecting the rights of creditors generally) of the Issuer (save for the purposes of amalgamation, merger, consolidation, reorganisation or other similar arrangements); or
- (b) formal notice is given of an appointment an administrator (including any receiver, liquidator, auditor, verifier), provisional administrator; or
- (c) any application is made, or petition is lodged, or documents are filed with the court or administrator in relation to the Issuer for the actions, proceeding or procedures specified in paragraphs (a) or (b) above, unless such proceedings or petitions are disputed in good faith and are discharged, stayed or dismissed within 90 calendar days of commencement.

- 17.2 The Issuer is obliged to inform Mintos immediately if any Event of Default should occur. Should Mintos not receive such information, Mintos is entitled to assume that no Event of Default exists or can be expected to occur, provided that Mintos does not have knowledge of any Event of Default. Mintos is under no obligation to make any investigations relating to any Event of Default. The Issuer will, at the request of Mintos, provide Mintos with details of any Event of Default and provide Mintos with all documents that may be of significance for the application of this Condition 17.
- 17.3 If Mintos has been notified by the Issuer or has otherwise determined that there is an Event of Default, Mintos will, within 20 Business Days of the day of notification or determination, notify the Noteholders according to Condition 20.
- 17.4 Upon the occurrence of an Event of Default, Notes are repaid according to the terms and conditions stipulated by this Base Prospectus and relevant Series Final Terms, unless otherwise required by a rule of the law.
- 17.5 Mintos, subject to the Noteholders indemnifying and holding Mintos harmless from any reasonable expenses, loss or liability, will take every reasonable measure necessary to recover the amounts outstanding under the Notes according to their terms and conditions and Transaction Documents. Mintos will in each case inform the Noteholders about the costs which should be compensated prior to requesting any indemnification. In any case Mintos will charge this compensation of costs only up to the recovered amount. Mintos will not ask for compensation of costs for its in-house staff and resources.
- 17.6 For the avoidance of doubt, if any payment is not made by the Issuer because the Issuer has not received the relevant amounts under the Series Specific Loans so that the Available Distribution Amount after application of the Priority of Payments is not enough to make payments due under the Notes in full, the occurrence of such event will, as such, not constitute an Event of Default.

18. MEETING OF NOTEHOLDERS

18.1 *General provisions*

The Issuer from time to time may convene a meeting of the Noteholders (the **Noteholders Meeting**) to adopt resolutions on certain matters. The Issuer at its own discretion decides which matters will be reserved for passing at the Noteholders Meeting.

These provisions permit defined majorities to bind all Noteholders including Noteholders who did not attend and vote at the Noteholders Meeting or in respect of the relevant resolution and Noteholders who voted in a manner contrary to the majority. As a result, Noteholders may be bound by a change to these Terms and Conditions or by some other decision that affects Noteholders' investment in the Notes even though they have not agreed to such change.

The Noteholders Meeting may adopt its resolutions in one of the two forms as chosen by the Issuer:

- (a) at a meeting held by attendance of the Noteholders to discuss the items on the agenda and pass resolutions on the matters put to the vote using ballots provided; or
- (b) by absentee voting (without attendance of the Noteholders to discuss the items on the agenda and pass resolutions on the matters put to the vote).

The Noteholders Meeting will be chaired, and minutes taken by a representative of Mintos.

18.2 *Resolutions of the Noteholders Meeting*

Matters put to the vote at a Noteholders Meeting and its agenda will be decided by the Issuer.

The Noteholders may neither pass resolutions on the matters not included in its agenda nor amend the agenda.

Resolutions passed by the Noteholders Meeting and voting results will be provided to the persons eligible to participate in the Noteholders Meeting in a report, which will be disclosed to the Noteholders as per the procedure prescribed with regard to sending notices of the Noteholders Meeting, within 5 Business Days after the closing date of the meeting or the final date for submitting the voting ballots in case of absentee voting. However, the failure to do so will not invalidate the resolution.

The resolution will be binding on all the Noteholders, whether or not present at the Noteholders Meeting and each of them will be bound to give effect to it accordingly.

18.3 *Information on holding a Noteholders Meeting*

The Issuer will notify the Noteholders about the Noteholders Meeting in accordance with the procedure below.

A notice of the Noteholders Meeting (the **Notice**) will be given according to Condition 20 no later than 10 days in advance.

The Notice will be given to the Noteholders registered on the date of the Notice in the electronic register of Noteholders maintained by Mintos.

The Issuer may decide not to publish the Notice on the Platform. In such a case within the time specified in this Condition 18.3 the Issuer will send the Notice to the Noteholders by email.

The Issuer may at its own discretion make available information to the Noteholders entitled to participate in the Noteholders Meeting as part of preparations for the Noteholders Meeting.

18.4 *Quorum at a Noteholders Meeting*

A Noteholders Meeting will be deemed quorate if attended by Noteholders aggregately holding more than 50% of:

- (a) the aggregate Principal Amount Outstanding of all Series of Notes towards the Lending Company on the date of the Notice if the decision is related towards all Series of Notes outstanding; or
- (b) the aggregate Principal Amount Outstanding of the relevant Series of Notes on the date of the Notice if the decision is related towards the relevant Series of Notes outstanding.

The number of votes for each Noteholder equals the Principal Amount Outstanding in the respective Series on the date of the Notice.

When a Noteholders Meeting is held by attendance of the Noteholders to discuss the items on the agenda and pass resolutions on the matters put to the vote, the Noteholders registered to participate in the Noteholders Meeting and the Noteholders whose ballots have been received no later than 2 days before the meeting will be deemed to have participated in the meeting.

When a Noteholders Meeting is held in the form of absentee voting, the Noteholders whose ballots have been received before the final date for submitting the ballots will be deemed to have participated in the meeting.

Where there is no quorum for a Noteholders Meeting, a second Noteholders Meeting will be held with the same agenda. Such second Noteholders Meeting will be deemed quorate if attended by Noteholders aggregately holding more than 30% of:

- (a) the aggregate Principal Amount Outstanding of all Series of Notes towards the Lending Company on the date of the Notice if the decision is related towards all Series of Notes outstanding; or
- (b) the aggregate Principal Amount Outstanding of the relevant Series of Notes on the date of the Notice if the decision is related towards the relevant Series of Notes outstanding.

Subject to the quorum being present, the decisions on the Noteholders Meeting agenda will be adopted per each item of the agenda by the majority from the total amount of votes provided.

18.5 *Voting ballots*

Ballots for voting at a Noteholders Meeting will be sent together with the Notice according to Condition 18.3.

Ballots for voting will be in the English language.

Voting could be convened as an e-voting through filling-out an electronic voting ballot through the interface of the Platform.

Noteholders included in the list of those entitled to participate in the Noteholders Meeting other than the Noteholders Meeting held in the form of absentee voting, or their representatives, may register to participate or forward their completed ballots to the Issuer. Voting ballots will be counted towards the calculation of the quorum and voting results if received by the company no later than 2 days before the Noteholders Meeting.

The voting ballot will contain the information about the Noteholders Meeting including but not limited to:

- information about the Issuer, including address and contact person;
- details identifying the Series of Notes;
- form of the Noteholders Meeting (attendance or by absentee voting);
- date, place and time of the Noteholders Meeting if it is held in the form of attendance of the Noteholders;
- Principal Amount Outstanding; and
- voting options for each item on the agenda, expressed as “for”, “against”, or “abstained”, and the indication that the voting ballot must be signed by a person entitled to participate in the Noteholders Meeting or its representative unless convened by e-voting.

When voting by ballots, only those voting ballots are counted where for each item only one

voting option is selected. The voting ballots completed in breach of the aforementioned requirement will be deemed invalid. However, if there are several items put to the vote on the voting ballot, breach of the aforementioned requirement with respect to one or several items will not affect the validity of the remaining ballot. If a voting ballot is rendered invalid with respect to voting on one, several or all items included in such ballot, the votes so cast in such ballot will not be excluded from the calculation of the quorum. If a voting ballot is rendered invalid, the votes on the items contained in the voting ballot will not be counted.

18.6 *Counting*

The counting functions will be performed by Mintos, which will check the powers of, and register the participants in a Noteholders Meeting, determine the quorum at a Noteholders Meeting, count the votes and determine the voting results, draw up the voting minutes and hand over the voting ballots to the archive.

19. SUBSTITUTION

19.1 The Issuer or any previous substitute company may be substituted by any other company as principal obligor under all of the Notes then outstanding provided that such substitution would not be materially prejudicial to the interests of the Noteholders and subject to the other Terms and Conditions being complied with, including with provisions of the Transaction Documents, and further provided that Latvijas Banka has given its prior consent to such substitution if any needed according to the applicable law.

19.2 By subscribing to, or otherwise acquiring, the Notes, the Noteholders expressly consent to the substitution of the Issuer and to the release of the Issuer from any and all obligations in respect of the Notes and any relevant agreements and are expressly deemed to have accepted such substitution and the consequences of such substitution.

19.3 Any such substitution will be notified to Noteholders in accordance with Condition 20.

20. NOTICES AND PROVISION OF INFORMATION

20.1 Notices to the Noteholders will be given upon sole discretion of the Issuer in the English language and/or any other language the Issuer deems fit for such purposes and will be given by using one or several communication channels:

- (a) emailed to respective email addresses in the register of Noteholders and deemed to have been given within 24 hours after the dispatch; and
- (b) delivered to Mintos for further communication to the Noteholder according to the services provision agreement between Mintos and the Noteholder (including times when deemed to have been duly given).

20.2 Any notices, demands, claims or other communication to the Issuer by any Noteholder will be in the English language and will be given by using one of the following communication channels:

- (a) delivered by hand or courier and deemed to have been given on the same day of delivery; and
- (b) delivered by registered mail and deemed to have been given on the 10th calendar day following the date indicated on the stamp by the postal service provider on the acceptance of a registered letter.

- 20.3. For the purposes of Condition 20.2 notices or other communications addressed to the Issuer will be given to Mintos, serving as an agent for this purpose:

AS Mintos Marketplace
50 Skanstes Street, Riga, LV-1013, Latvia
For the attention of SIA Mintos Finance No.38

21. AGENTS

- 21.1 Mintos acts solely as an agent of the Issuer and does not assume any obligation or duty to, or any relationship of agency or trust for or with, any Noteholder.
- 21.2 The Issuer subject to the provisions of the Transaction Documents reserves the right at any time to vary or terminate the appointment of Mintos, the Lending Company and any other party to any of the Transaction Documents.

22. FORCE MAJEURE

Neither the Issuer nor Mintos will be responsible for any failure to perform any of its respective obligations under these Terms and Conditions which is due to any reason that is independent of that person's will and has resulted from a *force majeure* event. A *force majeure* event will apply only and solely if that person has taken all steps that depend on it in order to perform the obligation. Once the *force majeure* event has finished, that person must immediately resume the performance of the obligation. The following circumstances will be considered as *force majeure* events:

- (a) extraordinary and unavoidable circumstances including natural disasters, fire, flood, earthquake, warfare, terror acts, riots and strikes;
- (b) technical failures, delays or malfunctions; failure of computers, communications systems, hardware and/or software; power supply malfunctions; or other critical infrastructure malfunctions, which neither the Issuer nor Mintos could have prevented or predicted;
- (c) decisions and/or activities of local and/or foreign public authorities, and/or international organisations;
- (d) entry into force, amendments and/or suspension of a statutory act binding on either the issuer or Mintos affecting the performance of obligations under these Terms and Conditions; and
- (e) any circumstance defined as a *force majeure* circumstance in any of the Transaction Documents.

23. GOVERNING LAW AND JURISDICTION

- 23.1 The Notes (and any non-contractual obligations arising out of or in connection with the Notes) are governed by, and will be construed in accordance with the law of the Republic of Latvia.
- 23.2 The courts of the Republic of Latvia are to have jurisdiction to settle any disputes which may arise out of or in connection with the Notes (including any disputes relating to any non-contractual obligations arising out of or in connection with the Notes) and accordingly any legal action or proceedings arising out of or in conjunction with the Notes may be brought in such courts. The Issuer and each of the Noteholders irrevocably submits to the jurisdiction of such

courts.

24. AMENDMENTS AND MODIFICATIONS

To comply with any applicable law, the Issuer may validly amend or supplement these Terms and Conditions by publishing the changed Terms and Conditions on the Platform without the consent of the Noteholders.

25. LIMITATION OF LIABILITY, AND REPRESENTATION AND WARRANTIES OF THE NOTEHOLDER

25.1 Notwithstanding anything in the Base Prospectus, other than with respect to gross negligence or wilful misconduct by the Issuer and/or Mintos, neither the Issuer nor Mintos will be held liable by any Noteholder for:

- (a) any material error, misrepresentation, omission or fraud by the Lending Company;
- (b) failure of the Lending Company for whatever reason to inform the Issuer and/or Mintos of the Payment Event having occurred or for the information being inaccurate or wrong;
- (c) the Loan Receivables; or
- (d) determinations and decisions when distributing amounts under the Notes, including, when applying the Priority of Payments, deciding whether to defer payment or make a partial payment, relying upon or deciding if and when there is no realistic prospect of collecting further funds under a Series Specific Loan, including in the event of default of the Lending Company.

25.2 In any and all cases liability of the Issuer and/or Mintos to any Noteholder under these Terms and Conditions will be limited to the amount invested in the impacted Notes by the Noteholder.

25.3 Each Noteholder, on subscribing or buying any Note directly, through a portfolio management service of the Platform or any other way, irrevocably accept and acknowledge that it is fully aware that:

- (a) the Issuer and Mintos do not make any representation or warranty in respect of, or will not at any time have any responsibility for, or, save as otherwise expressly provided in these Terms and Conditions, liability or obligation in respect of the performance and observance by any Borrower of its obligations under the relevant Series Specific Loan, the Lending Company of its obligations under the Cooperation Agreement, and/or by the pledgor of its obligations under the pledge agreement, or the recoverability of any sum of the principal, Interest, other return or any additional amounts (if any) due or to become due from any Borrower, the Lending Company, and/or the pledgor;
- (b) the Issuer and Mintos will not at any time have any responsibility for, or obligation or liability in respect of, the condition, financial or otherwise, covenant, creditworthiness, affairs, status or nature of any Borrower, the Lending Company, , the pledgor or any other person;
- (c) the Issuer and Mintos will not at any time be liable for any representation or warranty, or any act, default or omission of any Borrower, the Lending Company, the pledgor or other person;
- (d) the Issuer will not at any time have any responsibility for, or liability or obligation in

respect of, the performance and observance by Mintos of its obligations under the Transaction Documents or any other agreement entered or to be entered into by and between the Noteholders and Mintos;

- (e) financial servicing and performance of the terms of the Notes depend upon both the performance by each Borrower of its obligations under the Series Specific Loan, its duties to make payments under the Series Specific Loan and its credit and financial standing, and the performance by the Lending Company, the Guarantor and/or the pledgor of their respective contractual obligations towards the Issuer and Mintos as well as their respective credit and financial standing;
- (f) the Notes, which the Noteholder has or will acquire, reflect the performance of the relevant Series Specific Loans. The Noteholder has no direct recourse to any of the Series Specific Loans or the corresponding Loan Receivables. Once the Loan Receivables have been realised according to these Terms and Conditions, the Noteholder is not entitled to take any further steps against the Issuer or Mintos to recover any further sums due and the right to receive any such sum will be extinguished. The Noteholder accepts not to attach or otherwise seize any of the assets of the Issuer. In particular, the Noteholder will not be entitled to petition or take any step for the winding-up, the liquidation or the bankruptcy of the Issuer or any similar insolvency-related proceedings and such petition or action will be treated as null and void as from its initiation time; and
- (g) the Investment Accounts will be opened and held by the Noteholder fully operational with Mintos while the Noteholder holds any Notes.

13. TAXATION

The information provided in this section will not be treated as legal or tax advice; and prospective investors are advised to consult their own tax advisors as to the tax consequences of the subscription, ownership and disposal of the Notes applicable to their particular circumstances. The following is a general summary of certain tax considerations in the Republic of Latvia in relation to the Notes. It is not exhaustive and does not purport to be a complete analysis of all tax consequences relating to the Notes, as well as does not take into account or discuss the tax implications of any country other than the Republic of Latvia.

Tax laws of the Noteholder's country of residence for taxation purposes and of the Issuer's country of residence may have an impact on the income received from the Notes.

This summary is based on the laws of Latvia as in force on the date of this Base Prospectus and is subject to any change in the law that may take effect after such date, provided that such changes could apply also retroactively.

Latvia has entered into a number of tax conventions on elimination of the double taxation (hereinafter - DTT), which may provide a more favorable taxation regime. Therefore, if there is a valid DTT between Latvia and the country of tax residence of a prospective Noteholder, it should be also examined. The procedures for application of tax conventions are provided in the Republic of Latvia Cabinet of Ministers' Regulations No. 178 "Procedures for Application of Tax Relief Determined in International Agreements for Prevention of Double Taxation and Tax Evasion", adopted on 30 April 2001.

Taxation of the Issuer

The Issuer is a corporate income tax payer in Latvia. According to the Latvian tax law, the annual profit earned by entities in Latvia is not taxed. Instead, corporate income tax is paid on dividends, fringe benefits, gifts, donations, representation costs, non-business related disbursements and transfer pricing adjustments. The tax rate applicable is 20%, however, the taxable base is divided by the coefficient 0.8, thus the effective Corporate income tax rate is 25%.

Taxation of individual Noteholders

Resident individuals

An individual will be considered a resident of Latvia for taxation purposes if at least one of the following requirements is met:

- the declared place of residence of this person is in Latvia;
- the person stays in Latvia for at least 183 days for a period of 12 consecutive calendar months;
- the person is a Latvian citizen who is employed by the government of Latvia in a foreign country.

Following the Latvian tax laws the interest income received by the individual tax resident in Latvia is subject to tax at the rate of 20%. The interest income from the Notes for resident individuals will be subject to 20 % personal income tax that will be withheld by the Issuer before the Interest payment is made by the Issuer to the Noteholder. The tax withheld by the Issuer is a final tax liability on the interest income received.

The income from the sale of the Notes is treated as an income similar to the interest income for Latvian personal income tax purposes and will be subject to 20% personal income tax and the tax is payable by the individual him/herself.

Non-resident individuals

An individual would be considered a non-resident of Latvia for taxation purposes in all cases unless he/she is a tax resident of Latvia. Interest income from the Notes received by the non-resident individual

is subject to a 5% withholding tax rate for investors who invest as private persons and are tax residents of the EU/EEA. For other individual investors and those who have not confirmed tax residence and not investing as a private person 20% withholding tax rate is applied. According to the general practice the tax withheld in Latvia might be deducted from the tax payable by the investor in his/her residence country (as tax paid abroad). However, we recommend consulting with the respective country's tax administration or tax adviser to clarify the procedure and documents required to perform such a deduction (if any).

The tax rate might be reduced based on the Double Tax Treaty between Latvia and the respective country. The list of the Double Tax Treaties concluded by Latvia is available [here](#).

The income from the sale of the Notes will be subject to 20% tax and the tax would be payable by the individual him/herself, if the buyer of the Notes is an individual or legal entity non-resident of Latvia.

Taxation of legal entity Noteholders

Resident legal entities

A legal entity would be considered a resident of Latvia for tax purposes, if established pursuant to Latvian law. Interest payments on the Notes and proceeds from the disposal of the Notes received by Latvian resident legal entities will not be subject to withholding tax in Latvia. Under the Latvian tax law retained earnings are exempt from corporate income tax and only profit distributions are taxed. Distributed gross profits are subject to the 20% profit tax. Corporate income tax on the net amount of profit distribution is determined by dividing the net amount with a coefficient of 0.8 (i.e., the effective tax rate on net distributed profit is 25%).

Non-resident legal entities

A legal entity would be considered a non-resident of Latvia for taxation purposes in all cases unless it is a tax resident of Latvia. The interest income and capital gains from the sale of the Notes for non-resident legal entities will not be taxable in Latvia (i.e. gross income will be paid), except if the income recipient is located, registered, or incorporated in a no-tax or low-tax country (so-called "tax havens"; if this is the case - 20% tax will be withheld by the Issuer in Latvia). The list of "tax havens" according to the Latvian law includes UK Anguilla, Antigua and Barbuda, US Guam, US Samoa, US Virgin Islands, Belize, Russian Federation, Commonwealth of the Bahamas, Republic of Fiji, Republic of Palau, Republic of Panama, Independent State of Samoa, Republic of Seychelles, UK Turks and Caicos Islands, Republic of Trinidad and Tobago, Republic of Vanuatu. The list of mentioned countries and territories may be amended from time to time.

14. APPLICABLE FINAL TERMS

The form of Final Terms that will be issued in respect of each Series, subject only to the deletion of non-applicable provisions, is set out below. The completed Final Terms for each Series, which are described in this Base Prospectus as the "Final Terms" will be published on the website: www.mintos.com.

Final Terms dated [...] [...] [...]

SIA Mintos Finance No. 38

(incorporated as a limited liability company and registered in the Republic of Latvia with registration number: 40203404284)
LEI: 984500ED99657D3G6597

Series [...] EUR [...] Notes

relating to the Loans with the reference numbers:

[...]

issued by SIA Mintos Finance No.38 (the SPV) to Mozipo IFN S.A. (Romania) (the Lending Company) linked to loans issued by the Lending Company to its borrowers

Terms used herein will be deemed to be as defined in the Base Prospectus dated [...] for the purpose of the Prospectus Regulation, in respect of Notes issued by the Issuer. This document constitutes the Final Terms of the Notes described herein for the purposes of Article 8 (4) of the Prospectus Regulation and must be read in conjunction with the Base Prospectus. Full information on the Issuer and the offer of Notes is only available on the basis of a combination of these Final Terms and the Base Prospectus [as so supplemented]. The Base Prospectus [and the supplements, if any] is available for viewing on the website www.mintos.com/**. The summary of the individual issue of the Notes is annexed to these Final Terms as Appendix 1.

The Base Prospectus under which the Notes specified in these Final Terms are issued, loses its validity on [...] or by the publication of a new base prospectus for the Notes in the Programme currency related to the Lending Company immediately succeeding this Base Prospectus (the "New Base Prospectus") depending on which event occurs earlier (the "Expiry Date of the Base Prospectus"). Notwithstanding the above, the Notes specified in these Final Terms* shall continue to be subject to the terms and conditions of the Base Prospectus. From the Expiry Date of the Base Prospectus, these Final Terms must be read in conjunction with the New Base Prospectus. The New Base Prospectus will be available (no later than the Expiry Date of the Base Prospectus) on the website <https://www.mintos.com/en/>.

*Notes, which Maturity Date specified in the Final Terms exceeds Expiry Date of the Base Prospectus.

Part 1 - Contractual terms

1.1. Information concerning the Notes to be offered to the public:

| Number | Disclosure requirement | Details |
|--------|---------------------------|--|
| 1.1.1. | Series: | [...] |
| 1.1.2. | ISIN Code: | LV[...] |
| 1.1.3. | Specified Currency: | [...] |
| 1.1.4. | Aggregate Nominal Amount: | [...] |
| 1.1.5. | Specified Denominations: | The Series Aggregate Nominal Amount is divided into [...] Notes. Nominal amount of the Note is [...]. |

| | | |
|---------|----------------------------|--|
| 1.1.6. | Issue Price: | 100% of the Notes nominal amount |
| 1.1.7. | Offer Price of one Note: | [...] or Principal Amount Outstanding of one Note |
| 1.1.8. | Issue Date: | [...] |
| 1.1.9. | Maturity Date: | [...] |
| 1.1.10. | Interest Rate: | [...] % per annum |
| 1.1.11. | Interest Accrual Periods: | From the Notes purchase date up to, but not including the Loan Interest Payment Date for the first Interest payment. From the previous Loan Interest Payment Date up to, but not including the next Loan Interest Payment Date or Loan Repayment Date for the last Interest payment |
| 1.1.12. | Interest Payment Date (s): | Up to 10 Business Days after the corresponding Loan Interest Payment Date (1.2.22.) and subject to the actual receipt by the Issuer of the relevant payment in relation to the Loan from the Lending Company |
| 1.1.13. | Redemption Date (s): | Up to 10 Business Days after the corresponding Loan Repayment Date (1.2.22.) and subject to the actual receipt by the Issuer of the relevant payment in relation to the Loan from the Lending Company |
| 1.1.14. | Indication of Yield: | [...] % per annum |
| 1.1.15. | Buyback Obligation: | [...] |

1.2. Information relating to the Series Specific Loans

Information relevant to the pool of Series Specific Loans and the Borrowers' Loans linked to them

| Number | Disclosure requirement | Details |
|---------|--|---|
| 1.2.1. | Borrowers' Loan type: | [...] |
| 1.2.2. | Borrowers' Loan disbursement currency: | [...] |
| 1.2.3. | Total outstanding principal amount of Series Specific Loans transferred to the Issuer (EUR): | [...] |
| 1.2.4. | Series Specific Loans Interest rate (%): | [...] |
| 1.2.5. | Late Payment Interest (%): | [...] |
| 1.2.6. | Grace Period: | [...] days |
| 1.2.7. | Amortization method: | [...] |
| 1.2.8. | Extension possibility: | [...] |
| 1.2.9. | Limit on the number of Extensions: | [...] |
| 1.2.10. | Total maximum time limit of Extensions: | [...] calendar days as of the Loan Final Repayment Date |

Information on the Series Specific Loans and the Borrower's Loans linked to them

| | | | | | | | | | | |
|---|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Series Specific Loans | | | | | | | | | | |
| 1.2.11. Loan ID | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] |
| 1.2.12. Outstanding principal amount | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] |
| 1.2.13. Final Repayment Date* | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] |
| Borrower's Loans | | | | | | | | | | |
| 1.2.14. Loan ID | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] |
| 1.2.15. Outstanding principal amount | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] |
| 1.2.16. Final Repayment Date* | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] |
| 1.2.17. Initial Loan-to-Value (LTV) (%) | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] |
| 1.2.18. Current Loan-to-Value (LTV) (%) | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] |
| 1.2.19. Borrower' s details | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] |

| | | | | | | | | | | |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| 1.2.20. Collateral provided by the Borrower to the Lending Company | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] |
| 1.2.21. Collateral description | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] |

*Unless the early Loan repayment and/or the Loan term extension takes place. For more information, please see Section 12 “Terms and Conditions of the Notes” in the Base Prospectus.

1.2.22. Loan Interest Payment Dates and Loan Repayment Dates and amounts

| | | | | | | | | | | |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|---------------------|----------------------|
| Loan ID | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] | [...] |
| Loan Repayment Date and Loan Interest Payment Date | Principal / Interest | Principal / Interest | Principal / interest | Principal / Interest | Principal / Interest | Principal / Interest | Principal / Interest | Principal / Interest | Principal /Interest | Principal / Interest |
| [...] | [...]/[...] | [...]/[...] | [...]/[...] | [...]/[...] | [...]/[...] | [...]/[...] | [...]/[...] | [...]/[...] | [...]/[...] | [...]/[...] |

Part 2 - Responsibility and authorisation

The Management Board of the Issuer:

| |
|--|
| Title Name, surname |
| Chairman of the Management Board Martins Sulte |
| Member of the Management Board Martins Valters |

accepts responsibility for the information contained in these Final Terms which, when read together with the Base Prospectus referred to above, contains all information that is material to the issue of the Notes.

The information provided in the elements 1.2.1., 1.2.2., 1.2.14. – 1.2.21. above has been sourced from Mozipo IFN S.A. (Romania) (the “Lending Company”). The information provided in the elements 1.2.3. - 1.2.13., and 1.2.22. above has been sourced from SIA Mintos Finance (the “SPV”).

Hereby the Issuer confirms that this information has been accurately reproduced according to the process of information exchange via API, provided in the Transaction Documents and that as far as the Issuer is aware and is able to ascertain from information provided by the Lending Company and/or SPV, no facts have been omitted which would render the reproduced information inaccurate or misleading. For the aforesaid limitation of the Issuer's and Mintos liability provided in the Subsection 12.25. “Limitation of Liability” in the Base Prospectus applies.

This Notes Series issue is authorised by Meeting of the Management Board of the Issuer, Minutes No. [...] as of [...] [...] 202[...].