

# **Corporation Financière Européenne S.A.**

SOCIÉTÉ ANONYME

ANNUAL ACCOUNTS AND REPORT  
OF THE "REVISEUR D'ENTREPRISES AGRÉÉ"

AS AT 30 JUNE 2021

Corporation Financière Européenne S.A.  
32, Boulevard Royal  
L-2449 Luxembourg  
R.C.S. Luxembourg B 82.680

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	Pages
Audit report of the "Réviseur d'Entreprises Agréé"	1 – 2
 Annual Accounts	
- Abridged balance sheet	3 – 4
- Abridged profit and loss account	5 – 6
- Notes to the annual accounts	7 – 17

To the Administration of  
**Corporation Financière Européenne S.A.**  
32, Boulevard Royal  
L-2449 Luxembourg  
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## REPORT OF THE RÉVISEUR D'ENTREPRISES AGRÉÉ

### Opinion

We have audited the annual accounts of Corporation Financière Européenne S.A. (the "Company"), which comprise the balance sheet as at June 30, 2021, and the profit and loss account for the year then ended and notes to the annual accounts, including a summary of significant accounting policies.

In our opinion, the accompanying annual accounts give a true and fair view of the financial position of the Company as at June 30, 2021, and of the results of its operations as at June 30, 2021 in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts.

### Basis for Opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under those Law and standards are further described in the « Responsibilities of "Réviseur d'Entreprises agréé" for the Audit of the Annual Accounts» section of our report. We are also independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the annual accounts, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of the Board of Directors and Those Charged with Governance for the Annual Accounts

The Board of Directors is responsible for the preparation and fair presentation of these annual accounts in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts, and for such internal control as the Board of Directors determines is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

### Responsibilities of the "Réviseur d'Entreprises agréé" for the Audit of the Annual Accounts

Our objectives are to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of "Réviseur d'Entreprises agréé" that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law dated 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual accounts.

As part of an audit in accordance with the Law dated 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual accounts, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of "Réviseur d'Entreprises agréé" to the related disclosures in the annual accounts or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of "Réviseur d'Entreprises agréé". However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual accounts, including the disclosures, and whether the annual accounts represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**FIDUCIA AUDIT S. à r. l.**  
Cabinet de révision agréé



Réviseur d'entreprises agréé  
Robert ZAHLEN

Luxembourg, November 29, 2021

RCSL Nr. : 882680

Matricule : 2001 2215 712

eCDF entry date : 23/11/2021

**ABRIDGED BALANCE SHEET**Financial year from <sup>01</sup> 01/07/2020 to <sup>02</sup> 30/06/2021 (in <sup>03</sup> EUR )

Corporation Financière Européenne S.A.

32, Boulevard Royal  
L-2449 Luxembourg**ASSETS**

	Reference(s)	Current year	Previous year
<b>A. Subscribed capital unpaid</b>	1101	101	102
I. Subscribed capital not called	1103	103	104
II. Subscribed capital called but unpaid	1105	105	106
<b>B. Formation expenses</b>	1107	107	108
<b>C. Fixed assets</b>	1109	109	110
I. Intangible assets	1111	111	112
II. Tangible assets	1125	9.401,70	12.820,50
III. Financial assets	1135 <u>Note 3</u>	45.730.980,24	51.228.780,40
<b>D. Current assets</b>	1151	151	152
I. Stocks	1153	153	154
II. Debtors	1163 <u>Note 4</u>	163	164
a) becoming due and payable within one year	1203	203	204
b) becoming due and payable after more than one year	1205	205	206
III. Investments	1189 <u>Note 5</u>	189	190
IV. Cash at bank and in hand	1197	197	198
<b>E. Prepayments</b>	1199	199	200
<b>TOTAL (ASSETS)</b>	201	202	

The notes in the annex form an integral part of the annual accounts

RCSL Nr. : B82680

Matricule : 2001 2215 712

**CAPITAL, RESERVES AND LIABILITIES**

	Reference(s)	Current year	Previous year
<b>A. Capital and reserves</b>	1301 <u>Note 6</u>	301 <u>46.587.647,23</u>	302 <u>45.604.897,76</u>
I. Subscribed capital	1303 <u>Note 7</u>	303 <u>19.999.998,00</u>	304 <u>19.999.998,00</u>
II. Share premium account	1305 _____	305 <u>17.166.267,24</u>	306 <u>17.166.267,24</u>
III. Revaluation reserve	1307 _____	307 <u>647.570,24</u>	308 <u>647.570,24</u>
IV. Reserves	1309 <u>Notes8,9</u>	309 <u>4.644.249,04</u>	310 <u>3.651.638,93</u>
V. Profit or loss brought forward	1319 _____	319 <u>181.435,50</u>	320 <u>497.116,55</u>
VI. Profit or loss for the financial year	1321 _____	321 <u>3.948.127,21</u>	322 <u>3.642.306,80</u>
VII. Interim dividends	1323 _____	323 _____	324 _____
VIII. Capital investment subsidies	1325 _____	325 _____	326 _____
<b>B. Provisions</b>	1331 _____	331 _____	332 _____
<b>C. Creditors</b>	1435 <u>Note 10</u>	435 <u>270.652.703,83</u>	436 <u>199.947.939,59</u>
a) becoming due and payable within one year	1453 _____	453 <u>253.218.482,97</u>	454 <u>188.047.939,59</u>
b) becoming due and payable after more than one year	1455 _____	455 <u>17.434.220,86</u>	456 <u>11.900.000,00</u>
<b>D. Deferred income</b>	1403 _____	403 <u>0,00</u>	404 <u>50.000,00</u>
<b>TOTAL (CAPITAL, RESERVES AND LIABILITIES)</b>		405 <u>317.240.351,06</u>	406 <u>245.602.837,35</u>

The notes in the annex form an integral part of the annual accounts

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RCSL Nr. : B82680

Matricule : 2001 2215 712

eCDF entry date :

## ABRIDGED PROFIT AND LOSS ACCOUNT

Financial year from <sup>01</sup> 01/07/2020 to <sup>02</sup> 30/06/2021 (in <sup>03</sup> EUR )

Corporation Financière Européenne S.A.

32, Boulevard Royal  
L-2449 Luxembourg

	Reference(s)	Current year	Previous year
<b>1. to 5. Gross profit or loss</b>	1651	-569.242,45	-2.763.484,09
<b>6. Staff costs</b>	1605 <u>Note 13</u>	-288.316,65	-310.320,30
a) Wages and salaries	1607	-204.805,36	-233.470,97
b) Social security costs	1609	-83.511,29	-76.849,33
i) relating to pensions	1653		
ii) other social security costs	1655	-83.511,29	-76.849,33
c) Other staff costs	1613		
<b>7. Value adjustments</b>	1657	-3.418,80	-3.418,80
a) in respect of formation expenses and of tangible and intangible fixed assets	1659	-3.418,80	-3.418,80
b) in respect of current assets	1661		
<b>8. Other operating expenses</b>	1621	-531.699,85	-1.576.312,31

The notes in the annex form an integral part of the annual accounts

RCSL Nr. : B82680

Matricule : 2001 2215 712

	Reference(s)	Current year	Previous year
<b>9. Income from participating interests</b>	1715	<u>2.559.242,90</u>	<u>7.008.355,93</u>
a) derived from affiliated undertakings	1717 <u>Note 11</u>	<u>2.325.439,20</u>	<u>6.719.240,25</u>
b) other income from participating interests	1719	<u>233.803,70</u>	<u>289.115,68</u>
<b>10. Income from other investments and loans forming part of the fixed assets</b>	1721	<u>6.802.218,78</u>	<u>0,00</u>
a) derived from affiliated undertakings	1723		
b) other income not included under a)	1725	<u>6.802.218,78</u>	<u>0,00</u>
<b>11. Other interest receivable and similar income</b>	1727	<u>4.341.394,96</u>	<u>21.704.902,35</u>
a) derived from affiliated undertakings	1729	<u>3.038.962,61</u>	<u>19.794.090,59</u>
b) other interest and similar income	1731	<u>1.302.432,35</u>	<u>1.910.811,76</u>
<b>12. Share of profit or loss of undertakings accounted for under the equity method</b>	1663		
<b>13. Value adjustments in respect of financial assets and of investments held as current assets</b>	1665 <u>Note 3</u>	<u>-450.000,00</u>	<u>-1.475.449,78</u>
<b>14. Interest payable and similar expenses</b>	1627	<u>-7.949.808,32</u>	<u>-18.812.848,28</u>
a) concerning affiliated undertakings	1629	<u>-2.394.134,21</u>	<u>-1.473.922,04</u>
b) other interest and similar expenses	1631	<u>-5.555.674,11</u>	<u>-17.338.926,24</u>
<b>15. Tax on profit or loss</b>	1635		
<b>16. Profit or loss after taxation</b>	1667	<u>3.910.370,57</u>	<u>3.771.424,72</u>
<b>17. Other taxes not shown under items 1 to 16</b>	1637 <u>Note 14</u>	<u>37.756,64</u>	<u>-129.117,92</u>
<b>18. Profit or loss for the financial year</b>	1669	<u>3.948.127,21</u>	<u>3.642.306,80</u>



**Note 1. General information**

Corporation Financière Européenne S.A. (hereafter the « Company») was incorporated in Luxembourg on 27 June 2001, under the legal form of a public limited company (Société Anonyme) and is subject to the Luxembourg company law for an unlimited period.

On 21 March 2019, the Company moved its registered office from 37A, Avenue J-F Kennedy, L- 1855 Luxembourg to 32, Boulevard Royal, L-2449 Luxembourg, where it is now established.

The Company's financial year starts on 1 July and ends on 30 June of each year.

The object of the Company is to assist its customers in all their commercial transactions with foreign counterparties and to organize and manage their financings, in particular those related to exports and international trade.

The Company may act for its own account or on behalf of third parties. The Company may also conclude all ancillary transactions and contracts related to its core business mission.

The object of the Company is also the acquisition of participations, in Luxembourg or abroad, in any companies or enterprises in any form whatsoever and the management of such participations. The Company may in particular acquire by subscription, purchase, and exchange or in any other manner any stock, shares and other participation securities, bonds, debentures, certificates of deposit and other debt instruments and more generally any securities and financial instruments issued by any public or private entity whatsoever. It may participate in the creation, development, management and control of any company or enterprise. It may further invest in the acquisition and management of a portfolio of intellectual property rights of any nature or origin whatsoever.

The Company may borrow in any form. It may issue notes, bonds and debentures and any kind of debt and/or equity securities. The Company may acquire participations in loans and/or lend funds including the proceeds of any borrowings and/or issues of debt securities to its subsidiaries, affiliated companies or to any other company. It may also give guarantees and grant securities in favour of third parties to secure its obligations or the obligations of its subsidiaries, affiliated companies or any other company. The Company may further pledge, transfer, encumber or otherwise create security over all or over some of its assets.

Based on the criteria defined by Luxembourg law, the Company is exempt from the obligation to draw up consolidated accounts and a consolidated management report for the year that has ended 30 June 2021. Therefore, in accordance with the legal provisions, these annual accounts were presented on a non-consolidated basis for the approval of the shareholders during the Annual General Meeting.

**Note 2. Summary of significant accounting policies**

*a. Basis of preparation*

The annual accounts of the Company have been prepared in accordance with Luxembourg legal and regulatory requirements under the historical cost convention.

Accounting policies and valuation rules are, besides the ones laid down by the Law of 19 December 2002, as amended, determined and applied by the Board of the Directors.

The preparation of annual accounts requires the use of certain critical accounting estimates. It also requires the Board of Directors to exercise its judgement in the process of applying the accounting policies. Changes in assumptions may have a significant impact on the annual accounts in the period in which the assumptions changed. Management believes that the underlying assumptions are appropriate and that the annual accounts therefore present the financial position and results fairly.

The Company makes estimates and assumptions that affect the reported amounts of assets and liabilities in the next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In compliance with article 47 of the Law of 19 December 2002 governing the trade and companies register and the accounting and annual accounts of undertakings, the Company has derogated from the layout prescribed in article 46 of this Law by combining items in profit and loss account.

The undertakings referred to in article 35 of the law of 19 December 2002 (small-sized companies that have not issued transferable securities on a European regulated stock exchange) may draw up abridged notes to their accounts without the information required in article 65 paragraph (1) 5°, 10° to 12°, 14°, 15°a), 16° to 18°.

*b. Significant accounting policies*

The main accounting policies and valuation rules applied by the Company are the following:

i. Tangible assets

Tangible fixed assets are valued at purchase price including the expenses incidental thereto or at production cost. They are depreciated over their estimated useful economic lives.

Where the Company considers that a tangible fixed asset has suffered a durable depreciation in value, an additional write-down is recorded to reflect this loss. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

ii. Financial assets

Shares in affiliated undertakings and securities held as fixed assets are valued at purchase price value including the expenses incidental thereto.

In the case of durable depreciation in value according to the opinion of the Board of Directors, value adjustments are made in respect of financial fixed assets, so that they are valued at the lower figure to be attributed to them at the balance sheet date. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

iii. Debtors

Debtors are valued at their nominal value. They are subject to value adjustments where their recovery is compromised. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

iv. Investments

Investments are valued at fair market value, expressed in the currency in which the annual accounts are prepared.

The Company may also enter into short sales transactions, which are valued at fair market value and recorded in the caption "Creditors".

The market value corresponds to:

- the latest available quote on the valuation day for transferable securities listed on a stock exchange or traded on another regulated market;
- a realisation value determined by using the last available Net Asset Value based on assumptions made by the Board of Directors and market conditions existing at the balance sheet date;

The change in fair value of transferable securities and of short sales positions are recorded in the profit and loss account in the caption "Value adjustment in respect of financial assets and of investments held as current assets".

v. Provisions

Provisions are intended to cover losses or debts, the nature of which is clearly defined and which, at the date of the balance sheet, are either likely to be incurred or certain to be incurred but uncertain as to their amount or the date on which they will arise.

Provisions may also be created to cover charges that have originated in the financial year under review or in a previous financial year, the nature of which is clearly defined and which, at the date of the balance sheet, are either likely to be incurred or certain to be incurred but uncertain as to their amount or the date on which they will arise

vi. Creditors

Debts are recorded at their reimbursement value. Where the amount repayable on account is greater than the amount received, the difference is shown as an asset and is written off over the period of the debt based on a linear method.

vii. Prepayments

This asset item includes expenditures incurred during the financial year but relating to a subsequent financial year.

viii. Foreign currency translation

The Company maintains its books and records in EUR.

Transactions expressed in currencies other than EUR are translated into EUR at the exchange rate effective at the time of the transaction. Fixed assets expressed in currencies other than EUR are translated into EUR at the exchange rate effective at the time of the transaction. At the balance sheet date, these assets remain translated at historical exchange rates.

Cash at bank is translated at the exchange rate effective at the balance sheet date. Exchange losses and gains are recorded in the profit and loss account of the year.

Other assets and liabilities are translated separately respectively at the lower or at the higher of the value converted at the historical exchange rate or the value determined on the basis of the exchange rates effective at the balance sheet date. Solely the unrealised exchange losses are recorded in the profit and loss account. The exchange gains are recorded in the profit and loss account at the moment of their realisation.

Where there is an economic link between an asset and liability, these are valued in total according to the method described above and the net unrealised losses are recorded in the profit and loss account whereas the net unrealised exchange gains are not recognised

**Note 3. Financial assets**

The movements for the year are as follows:

	Shares in affiliated undertakings (EUR)	Participating interests (20-50%) (EUR)	Investments held as fixed assets (EUR)	Total (EUR)
<b>Gross book value – opening balance</b>	22.920.176,04	196.048,04	36.144.402,14	59.260.626,22
Additions for the year	-	-	-	-
Deduction of the year	(80.000,00)	(83.612,60)	(268.941,00)	(432.553,60)
<b>Gross book value - closing balance</b>	22.840.176,04	112.435,44	35.875.461,14	58.828.072,62
<b>Accumulated value adjustment</b>				
- opening balance	-	-	(8.031.845,82)	(8.031.845,82)
Allocation for the year	(450.000,00)	-	(4.615.246,56)	(5.065.246,56)
<b>Accumulated value adjustment - closing balance</b>	(450.000,00)	-	(12.647.092,38)	(13.097.092,38)
<b>Net book value -closing balance</b>	22.390.176,04	112.435,44	23.228.368,76	45.730.980,24
<b>Net book value - opening balance</b>	22.920.176,04	196.048,04	28.112.556,32	51.228.780,40

Moreover, the Company sold during the year 41.071 (i.e. a part of its) own shares for a total amount of EUR 143.748,50 (see note 6). The residual own shares are accounted for as financial assets under the caption of investments held as fixed assets.

Undertakings in which the Company holds at least 20% share capital or in which it is a general partner are as follows:

**Corporation Financière Européenne S.A.**  
Notes to the annual accounts as at 30 June 2021  
continued -

Name of undertaking (legal form)	Registered office	Ownership (%)	Last balance sheet date	Currency	Net equity at the balance sheet date	Profit or loss for the last financial year
CFE (SUISSE) S.A.	Switzerland	100%	31/03/2021	CHF	13.464.600,83	2.528.732,27
CFE CONSULTING & SERVICES S.A.	Switzerland	100%	31/12/2020	CHF	377.028,27	33.373,44
CFE (UK) LTD	United Kingdom	100%	31/12/2020	GBP	1.845.608,00	518.729,00
VFM LTD	Cayman Island	100%	31/12/2020	USD	1.225.950,00	(2.729.597,00)
CFE Investment Management Limited	Cayman Island	100%	31/12/2020	EUR	2.582.289,00	150.989,00
CFE SAM	Monaco	99.60%	31/12/2020	EUR	844.755,68	173.292,00
MF Partners S.A.	Luxembourg	100%	31/12/2020	EUR	62.776,61	198.353,32
EUROPEAN SERVICING COMPANY LTD	United Kingdom	100%	31/07/2020	GBP	4.204.392,00	3.825.316,00
Sovereign Credit Opportunities SA	Luxembourg	100%	31/12/2020	EUR	30.000,00	-
Key Capital Management DUBAI Limited	Dubai	40%	31/12/2020	USD	386.621,00	280.555,00
CFE Advisory Services SA	Luxembourg	100%	31/12/2020	EUR	790.672,50	331.682,37

**Corporation Financière Européenne S.A.**  
Notes to the annual accounts as at 30 June 2021  
continued -

**Note 4. Debtors**

Debtors becoming due and payable within one-year amounts to:

	<b>2021</b>	<b>2020</b>
	<b>EUR</b>	<b>EUR</b>
Trade debtors	294.952,68	2.101.982,31
Amounts owed by affiliated undertakings	17.712.342,33	16.623.980,86
Other debtors	2.330.280,76	-
<b>Total</b>	<b>20.337.575,77</b>	<b>18.725.963,17</b>

The caption "amounts owed to affiliated undertakings" is mainly composed by a principal amount of EUR 15.927.213,26 bearing interest at 0.55% per year and accrued interest for EUR 87.288,69 as at December 31, 2020 and payable after more than one year.

**Note 5. Investments**

	<b>2021</b>	<b>2020</b>
	<b>EUR</b>	<b>EUR</b>
Investments gross value	233.497.449,09	145.016.370,00
Cumulated value adjustments	-	(6.742.559,70)
Reversal for the year	158.008,63	-
<b>Investments fair market value</b>	<b>233.655.457,72</b>	<b>138.273.810,30</b>

The investments of the Company are recorded under the fair market value method.

Astrea 2 securitization junior notes held by the Company with healthcare receivables as underlying financial instruments, have been evaluated on a fair value basis in consideration of the residual short life of this product. The fair value is based on expected cash flows following the already scheduled mark-down of the product's underlying receivables.

All others junior notes held by the Company which have been recently subscribed have been kept at the historical cost. Management of the Company considers that their historical costs equal the fair value at the closing date.

**Note 6. Movements for the year on the reserves and profit/loss items**

The movements for the year are as follows:

	Subscribed capital	Share premium	Legal reserve	Net Wealth Tax reserve Available	Net Wealth Tax reserve Not available	Own shares Reserve	Revaluation reserves	Profit or loss brought forward	Profit and loss for the financial year
	(EUR)	(EUR)	(EUR)	(EUR)	(EUR)	(EUR)	(EUR)	(EUR)	(EUR)
As at 30 June 2020	19.999.998,00	17.166.267,24	1.209.103,08	527.173,50	1.037.516,85	877.845,50	647.570,24	497.116,55	3.642.306,80
Movements for the year:									
Allocations from previous years			182.115,34					460.191,76	(642.307,10)
Profit or loss for the year						34.621,96			3.948.127,21
Dividend distribution						(143.748,50)			(2.999.999,70)
Net Wealth Tax reserve				143.748,50					
As at 30 June 2021	19.999.998,00	17.166.267,24	1.391.218,42	670.922,00	1.037.516,85	768.718,96	647.570,24	957.308,31	3.948.127,21

(\* ) On 07 December 2020, the Board of Directors decided the distribution of a dividend for an amount of EUR 2.999.999,70.

Moreover, the Company sold during the year 41.071 own shares for an amount of EUR 143.748,50 (see also note 3).

**Note 7. Subscribed capital**

As of 30 June 2021 and 2020, the subscribed capital of the Company is set at EUR 19,999,998 shares with a nominal value of EUR 1.00 each, all of which are fully paid up.

**Note 8. Legal reserve**

The Company is required to allocate a minimum of 5% of its annual net income to a legal reserve, until this reserve equals 10% of the subscribed share capital. This reserve may not be distributed.

**Note 9. Net Wealth Tax reserves**

The Company allocates under non-available reserves an amount that corresponds to five times the amount of reduction of the Net Wealth Tax. This reserve is non-distributable for a period of five years from the year following that during which the Net Wealth Tax was reduced.

The condition was not met in 2021 to create a reserve corresponding to the fiscal year. The Net Wealth Tax Reserves has been allocated as follows:

	Total 2021	Total 2020
NWT reserve 2016:	157.795,60	157.795,60
NWT reserve 2017:	166.671,25	166.671,25
NWT reserve 2018:	713.050,00	713.050,00
<b>Total</b>	<b>1.037.516,85</b>	<b>1.037.516,85</b>

**Note 10. Creditors**

Amounts due and payable for the accounts shown under "Creditors" are as follows:

	within one year	after more than one year	Total 2021	Total 2020
	(EUR)	(EUR)	(EUR)	(EUR)
Non-convertible debenture loans	25.340.022,22	14.234.220,86	39.574.243,08	42.404.294,54
Amounts owed to credit institutions	43.125.525,62	-	43.125.525,62	5.000.000,00
Trade creditors	368.525,00	-	368.525,00	177.260,85
Other creditors	886.115,76	1.500.000,00	2.386.115,76	17.068.702,73
Amounts owed to affiliated undertakings	183.498.294,37	1.700.000,00	185.198.294,37	135.297.681,47
<b>Total</b>	<b><u>253.218.482,97</u></b>	<b><u>17.434.220,86</u></b>	<b><u>270.652.703,83</u></b>	<b><u>199.947.939,59</u></b>

The accrued interest on the bonds, becoming due and payable within one year, amount to EUR 190.022,22 at 30 June 2021 (as at 30 June 2020: EUR 1.238.414,54).



**Corporation Financière Européenne S.A.**  
Notes to the annual accounts as at 30 June 2021  
continued -

Amounts owed to credit institutions are composed of loans granted by:

- Global Prime for a total amount of EUR 3.928.430,36
- Deutsche Bank for a total amount of EUR 38.597.095,26
- Intesa Italia for a total amount of EUR 600.000

Non-convertible debenture loans due and payable are as follows:

Bonds issued by CFE Luxembourg	Date of the issue	Date of reimbursement	Interest per year (%)	Amount (EUR)
CFE ELTB	02.11.2017	02.11.2022	5.00	1.000.000,00
CFL ELTB	08.01.2018	08.01.2023	5.00	925.000,00
Corporation Financière	04.05.2017	04.11.2022	5.00	5.000.000,00
Bond CFE	22.04.2020	22.04.2022	4.00	25.150.000,00
Bond CFE UMTB	12.07.2020	12.07.2022	5.00	4.209.250,00
Bond CMTB	21.07.2017	21.07.2023	5.00	2.734.980,00
Accrued interests				555.013,08
<b>Total</b>				<b><u>39.574.243,08</u></b>

**Note 11. Dividend income from affiliated undertakings**

During the financial year, the Company received dividends from the following entities:

Entity	2021 Dividend amount (EUR)	2020 Dividend amount (EUR)
EUROPEAN SERVICING COMPANY LTD	-	3.931.515,00
CFE (SUISSE) S.A.	2.025.439,20	1.664.435,25
CFE UK	-	1.123.290,00
CFE Advisory Services	300.000,00	-
<b>Total</b>	<b><u>2.325.439,20</u></b>	<b><u>6.719.240,25</u></b>

**Note 12. Related parties transactions**

During the financial year, all the significant transactions have been concluded with related parties based on usual market terms.

**Note 13. Staff**

The head office of the company employed three employees during the financial year (2020: 3 employees).

**Note 14. Taxes**

The company is subject to all taxes applicable to a Luxembourg commercial company.

**Note 15. Advantages granted to board members**

An amount of EUR 160.000,00 (2020: EUR 160,000,00) has been paid to Board Members. No advances guaranty, loans or retirement engagements were granted to the Directors.

**Note 16. Subsequent events**

On July 30 2021, an early reimbursement of EUR 600.000 was made to Banca Intesa Italy in order to close the credit owed.

On July 21st 2021, the company invested in LFS Holding S.A., a company organized and existing under the laws of Luxembourg with registered office in 10, rue Antoine Jans, L-1820 Luxembourg for an amount of EUR 4.708.580,16. The subscribed shares represent 50% of the Company's outstanding issued shares.

In August 2021, the company invested EUR 500.000 in the company NewCleo Ltd, registered in United Kingdom.

On July 27th 2021, the company made a loan to RiverRock European capital Partners LLP for an amount of EUR 2.000.000 with an interest of 5 % per annum.

In July 2021, the company opened a bank account with Credinvest bank to manage its securities transactions.

**Note 17. Guarantees issued**

The Company has issued guarantees ("Facility") for Astrea 2 SPV s.r.l., Astrea 3 SPV s.r.l., Astrea 4 SPV s.r.l., Argo SPV s.r.l. and Chiron Due SPV s.r.l. which amount respectively to, EUR 10,000,000.00, EUR 10.000.000, EUR 10.000.000, EUR 10.000.000 and EUR 10.000.000.

The Liquidity Facility is intended for the purpose of funding any Liquidity Shortfall. Accordingly, the Issuer shall apply all amounts drawn down by it hereunder for such purpose in accordance with this Agreement and the Intercreditor Agreement and the Liquidity Facility Provider shall not be obliged to supervise the application of any such amounts.

In the context of the SPV Astrea Securitisation, the Company issued a first demand guarantee:

- on 13.07.2016 in the context of SPV PJT 2411,
- on 08.03.2018 in the context of SPV Astrea Due.

By means of the Guarantees, the Company guaranteed – fully, unconditionally and irrevocably – on an autonomous and first demand basis to the Issuers, the repayment by the respective originators of any amount due to the Issuers pursuant to article 8 of the relevant.

According to a provision of the Receivables Purchase Agreement, in case of termination of the Receivables Purchase Agreement or of the purchase of certain Receivables, the Receivables in relation to which the termination occurred have to be deemed as never transferred to the Issuers and the Originators shall return the relevant purchase price to the Issuers.

The PJT 2411 s.r.l. Guarantee is issued up to a maximum of EUR 77,400,000.00 and SPV Astrea Due s.r.l. up to a maximum of EUR 472.500.000 (each the Maximum Amount Guaranteed).

The Guarantees will cease their effectiveness the thirtieth day following the day in which the Receivables Purchase Agreement have been entirely fulfilled.

**Note 17. Guarantees issued – continued**

In accordance with the pledge and security agreement signed on October 10, 2019 and amount due to Deutsche Bank (see note 10), security assets are pledged in favour to Deutsche Bank.