MOGO FINANCE REPORTS UNAUDITED RESULTS FOR THE NINE MONTHS ENDING 30 SEPTEMBER 2018

Loan portfolio up by 38.8% with strong performance in mature markets, further optimization of financing costs

OPERATIONAL AND STRATEGIC HIGHLIGHTS

- Significant growth in core business with Group loans issued increasing by approx. 75.5% equalling around EUR 93 million (9M 2017: approx.: EUR 53 million), of which EUR 63 million issued in mature markets[1] (9M 2017: EUR 43 million).
- Consolidated number of active customers up significantly by approx. 40.9% to over 62,000 (31 December 2017: approx. 44,000).
- Launch of operations in Albania, Belarus and Ukraine, steady growth in countries launched in 2017 – Bulgaria, Romania, and Moldova – with loan demand for the most part exceeding expectations.
- Operations in Armenia acquired with consolidation as of August 2018 already profitable on a monthly basis.
- Successful internal regional restructuring completed to deliver future focus, business and cost efficiencies.
- Improved management efficiencies by separating car sales management from financing activities.

FINANCIAL HIGHLIGHTS AND PROGRESS

- Interest and similar income significantly above previous year's period 54.4% to EUR 41.7 million (9M 2017: EUR 27.0 million).
- Harmonized EBITDA improved by 9.2% to EUR 16.6 million (9M 2017: EUR 15.2 million) with significant contribution from mature countries with harmonized EBITDA of EUR 20.1 million (9M 2017: EUR 15.1 million).
- Optimization of financing costs to 11.2% in Q3 2018 (6M 2018: 12.3%).
- Stable loan portfolio quality – NPL 14.5% (35+DPD) of gross portfolio with provision coverage ratio of 88.4%.
- Slight increase in overall cost to income ratio to 32.4% (9M 2017: 28.1%) impacted by new country launches and completed internal restructuring, mitigated partially by improved economies of scale in mature countries with cost to income ratio decreasing to 22.4% (9M 2017: 28.4%).
- Strong capitalization ratio that improved to 12.2% (31 December 2017: 11.8%).

[1] Mature markets are Latvia, Lithuania, Estonia and Georgia

Edgars Egle, CEO of Mogo Finance, commented:

“These strong results with revenues up by 54.4%, improved capitalization ratio and decreased effective funding costs reflect the strong foundation of Mogo Finance Group. The results are mainly driven by our mature and profitable countries in Latvia, Lithuania, Estonia and Georgia, while we have made a good progress and base for future improvements in profitability for countries launched in 2017 and 2018.

Investments in our people, IT, risk management and new countries have delivered the foundation for future profitability. These investments were critical for building sustainable and well-diversified business. We look forward to deliver our goals and continue to deliver best in class service to our customers."

CONTACT:

Mogo Finance (CFO), Email: **maris.kreics@mogofinance.com**
Maris Kreics +371 66 900 900

Aalto Capital, Email: **sven.pauly@aaltocapital.com**
Sven Pauly +49 89 8986777 0

CONFERENCE CALL:

A conference call in English with the Group's management team to discuss these results is scheduled for 23 October 2018, at 17:00 CEST.

Please register here.

ABOUT MOGO FINANCE:

Mogo Finance is one of the largest and fastest growing secured used car financing companies in Europe. Recognizing the niche in used car financing underserved by traditional lenders, Mogo Finance has expanded its operations to 12 countries issuing over EUR 320 million up to date and running a net loan portfolio over EUR 130 million. Mogo offers secured loans up to EUR 15,000 with maximum tenor of 84 months making used car financing process convenient, both for its customers and partners. Wide geographical presence makes Mogo unique over its rivals and diversifies revenue streams.

Mogo Finance operates through its own branch network, more than 1,500 partner locations and strong online presence. Physical footprint makes Mogo Finance top of mind brand in used car financing. Established in 2012, headquartered in Riga, Latvia Mogo Finance operates in: Latvia, Estonia, Lithuania, Georgia, Poland, Romania, Bulgaria, Moldova, Albania, Belarus, Armenia and Ukraine.

www.mogofinance.com

FINANCIAL REVIEW

Income Statement

The table below sets out the condensed consolidated statement of profit and loss for the nine months ending 30 September 2018 and 30 September 2017.

(in EUR million)	9M 2017	9M 2018	% change
Interest and similar income	27.0	41.7	54.4
Interest expense and similar expenses	(6.5)	(12.5)	92.3
Net interest income	**20.5**	**29.2**	**42.4**
Impairment expense	(5.1)	(13.3)	160.8
Operating expense	(7.6)	(13.5)	77.6
Profit before tax	**7.8**	**2.4**	**(69.2)**
Corporate income tax	(0.4)	-	(100.0)
Net profit for the period	**7.4**	**2.4**	**(67.6)**
Harmonized net profit for the period*	**7.4**	**6.2**	**(16.2)**
Harmonized net profit for the period (mature countries)	9.6	11.3	17.7
Harmonized net profit for the period (other countries)	(2.2)	(5.1)	131.8

*Net profit harmonized for internal restructuring costs for HUB employees as if accounted for the period ended 30 September 2018 as a whole.

Interest and similar income

(in EUR million or %)	9M 2017	9M 2018	% change
Interest and similar income	27.0	41.7	54.4
Interest and similar income (mature countries)	26.1	35.2	34.9
Average net portfolio	80.5	116.1	44.2
Average Income yield on net portfolio	44.7%	47.9%	3.2p.

Interest and similar income for the period was EUR 41.7 million, a 54.4% increase compared to EUR 27.0 million for the nine months ending 30 September 2017 reflecting the growth in the average net loan portfolio by 44.2% from EUR 80.5 million to EUR 116.1 million and a slight increase in income yield from 44.7% to 47.9%.

Interest expense and similar expense

Interest expense for the period was EUR 12.5 million, an increase by 92.3% compared to EUR 6.5 million for the nine months ending 30 September 2017. This increase was mainly due to the increase in total borrowings to EUR 137.5 million (EUR 96.6 million as of 31 December 2017). On 11 July 2018, Mogo Finance successfully issued a 4-year corporate bond (XS1831877755), listed in the Open Market of the Frankfurt Stock Exchange, oversubscribed for EUR 50 million at par with an annual interest rate of 9.5%. With proceeds from the EUR 2022 bond issue financing costs were optimized with a reduction to 11.2% in Q3 2018 (6M 2018: 12.3%) – further improvements are expected in 2019.

Impairment expense

Net impairment losses on loans and receivables for the period were EUR 13.3 million compared to EUR 5.1 million for the nine months ending 30 September 2017. The increase in impairment losses was primarily driven by the growth in the loan portfolio and a slight increase in the Non-performing loans (NPL) ratio primarily driven by non-mature countries. The NPL ratio remained stable at 14.5% (35+DPD, Days past due) of the gross portfolio with a provision coverage ratio of 88.4%.

Starting 1 January 2018, the Group has implemented IFRS 9 expected loss methodology for provisioning. Greater provisions are now made earlier in the life cycle of a loan.

Operating expense

The table below sets out a breakdown of the Group's total operating expenses.

(in EUR million)	9M 2017	9M 2018	% change
Employees' salaries	3.3	6.7	103.0
Marketing expenses	0.8	1.5	87.5
Office and branch maintenance expenses	0.8	1.3	62.5
Professional services	0.4	0.8	100.0
Amortization and depreciation	0.4	0.5	25.0
Currency exchange loss/(gain)	0.4	(0.1)	(125.0)
Other operating expenses	1.5	2.8	86.7
Total operating expense	**7.6**	**13.5**	**77.6**

Total operating expenses reported for the period were EUR 13.5 million, a 77.6% increase compared to EUR 7.6 million reported for the nine months ending 30 September 2017.

Employees' salaries comprised 49.6% of total operating expenses. An amount of EUR 1.2 million was due to internal restructuring. Not taking into account restructuring costs, the employees' salaries would have comprised 44.7% of total operating expenses.

Marketing efficiency remains high with effective cost per loan issued being EUR 38. For the nine months of 2018 and 2017, marketing expense accounted for 3.6% and 3.0%, respectively.

A slight increase in the overall cost to income ratio to 32.4% (9M 2017: 28.1%) due to new country launches and internal restructuring completed was partially mitigated by improved economies of scale in mature countries with the cost to income ratio decreasing to 22.4% (9M 2017: 28.4%).

Profit before tax

The consolidated profit before tax for the period was EUR 2.4 million (harmonized profit before tax was EUR 6.2 million), compared to EUR 7.8 million for the nine month period ending on 30 September 2017.

Corporate income tax

The following table sets out a breakdown of the Group's corporate income tax.

(in EUR million)	9M 2017	9M 2018	% change
Corporate income tax	0.8	0.6	(25.0)
Deferred tax	(0.4)	(0.6)	50.0
Total corporate income tax	**0.4**	**-**	**(100.0)**

Profit for the period

For the reasons stated above, the Group's profit for the period was EUR 2.4 million (harmonized profit was EUR 6.2 million), compared to EUR 7.4 million for the nine month period ending on 30 September 2017.

Non-IFRS figures – EBITDA and harmonized EBITDA

(in EUR million)	9M 2017	9M 2018	% change
Profit for the period	7.4	2.4	(67.6)
Corporate income tax and deferred tax	0.4	-	(100.0)
Interest expense	6.5	12.6	93.8
Net currency exchange loss/(gain)	0.5	(0.1)	(120.0)
Depreciation and amortization	0.4	0.5	25.0
EBITDA reported	15.2	15.4	1.3
EBITDA harmonized*	**15.2**	**16.6**	**9.2**

*EBITDA harmonized for internal restructuring costs for HUB employees as if accounted for the period ended 30 September 2018 as a whole.

Balance sheet

The table below sets out the Group's condensed consolidated statement of its financial position.

(in EUR million)	31 Dec. 2017	30 Sep. 2018
Intangible assets	2.7	3.2
Tangible assets	0.4	0.9
Finance lease receivables	96.0	132.3
Loans and advances to customers	1.2	2.6
Deferred tax asset	0.2	0.8
Inventories	0.8	1.9
Non-current assets held for sale	2.2	1.5
Other receivables	3.8	8.9
Cash and cash equivalents	5.2	6.5
Total assets	**112.5**	**158.6**

(in EUR million)	31 Dec. 2017	30 Sep. 2018
Share capital and reserves	0.1	0.1
Foreign currency translation reserve	(0.5)	(0.4)
Retained earnings	11.5	13.8
Non-controlling interests	0.4	0.4
Subordinated debt	-	2.5
Total equity	**11.5**	**16.4**
Borrowings	96.6	137.5
Other liabilities	4.4	4.7
Total liabilities	**101.0**	**142.2**
Total equity and liabilities	**112.5**	**158.6**

Assets

The Group had total assets of EUR 158.6 million as of 30 September 2018, a 41.0% increase compared to EUR 112.5 million as of 31 December 2017. The increase in assets reflects mainly the net loan portfolio growth.

Loan portfolio

As of 30 September 2018, the Group's net loan portfolio equalled EUR 134.9 million, compared to EUR 97.2 million as of 31 December 2017, representing an increase of EUR 37.7 million, or 38.8%.

(in EUR million)

	Net portfolio			
	31 Dec. 2017	**Total share (in %)**	**30 Sep. 2018**	**Total share (in %)**
Mature countries[2]	83.2	85.6	100.2	74.3
Mid-tier countries[3]	14.0	14.4	33.3	24.7
Start-up countries[4]	0.0	0.0	1.4	1.0
Total net portfolio	**97.2**	**100.0**	**134.9**	**100.0**

The loan portfolio of mature and profitable countries was EUR 100.2 million, an increase by EUR 17.0 million, or 20.4%, since 31 December 2017.

The following table sets out the classification of the Group's gross loan portfolio in terms of overdue buckets as well as the total impairment coverage ratio.

(in EUR million)

	Gross portfolio			
	31 Dec. 2017	**Total share (in %)**	**30 Sep. 2018**	**Total share (in %)**
Current	79.1	71.6	106.0	68.5
1-10 days overdue	9.4	8.5	13.6	8.8
11-30 days overdue	9.6	8.7	11.7	7.5
31-34 days overdue	1.0	0.9	1.1	0.7
35+ days overdue (NPL)	11.4	10.3	22.5	14.5
Total gross portfolio	**110.6**	**100.0**	**154.8**	**100.0**
NPL ratio	**10%**		**14%**	
Impairment coverage ratio	**83%**		**88%**	

[2] Mature markets are Latvia, Lithuania, Estonia and Georgia
[3] Mid-tier markets are Bulgaria, Armenia, Romania, Poland and Moldova
[4] Start-up markets are Belarus, Albania and Ukraine

The NPLs in the gross loan portfolio have slightly increased and so has the total impairment coverage ratio. This is in line with the profit maximization strategy of the Group for mature countries with improved scorecards as well as start-up and mid-tier countries that are in the process of further improving the scoring models.

Equity

Total equity amounted to EUR 16.4 million, an increase of EUR 4.9 million, or 42.6%, compared to 31 December 2017.

This is due to profits generated by the Group for the period and shareholders contributions by means of subordinated debt.

The capitalization ratio as of 30 September 2018 was 12.2% (11.8% as of 31 December 2017), providing good headroom for Eurobond covenants.

Liabilities

The Group had total liabilities of EUR 142.2 million as of 30 September 2018, compared to EUR 101.0 million as of 31 December 2017, representing an increase of EUR 41.2 million, primarily driven by the increase in loans and borrowings.

Loans and borrowings

The following table sets out loans and borrowings by type.

(in EUR million)	31 Dec. 2017	30 Sep. 2018
Loans from related parties	5.8	-
Loans from non-related parties	12.5	-
Loans from banks	-	8.3
Latvian Bonds	26.9	27.5
Eurobonds	-	50.0
Bonds acquisition costs and accrued interest	(0.3)	(2.0)
Financing received from P2P investors	51.7	53.7
Total loans and borrowings	**96.6**	**137.5**

Loans from banks comprise loans received by Mogo Armenia from a local bank. The loans are denominated in local currency, thus fully eliminating forex risk for the Group, with an interest rate of 12.0% and maturing on November 2020. Loans received by Mogo Georgia in the amount of EUR 1 million with an interest rate of 7.8% are maturing on March 2021.

On 17 March 2014, the Latvian entity (AS “mogo”) registered with the Latvian Central Depository a bond facility through which it could raise up to EUR 20 million. This bond issue is unsecured. The notes are issued at par, have a maturity of seven years and carry a fixed coupon of 10.0% per annum, paid monthly in arrears. The note type was changed to "publicly issued notes" on 11 November 2014 and the notes were listed on the regulated market of NASDAQ OMX Baltic.

On 1 December 2017, the Latvian entity (AS "mogo") registered with the Latvian Central Depository a bond facility through which it could raise up to EUR 10 million. This bond issue is unsecured. The notes are issued at par, have a maturity of three years and four months and carry a fixed coupon of 10.0% per annum, paid monthly in arrears. Bonds are listed on First North of NASDAQ OMX Baltic and are "privately issued notes".

On 11 July 2018, Mogo Finance successfully issued a 4-year corporate bond (XS1831877755), listed in the Open Market of the Frankfurt Stock Exchange, oversubscribed for EUR 50 million at par with an annual interest rate of 9.5%. The bond will mature in July 2022.

With the proceeds of the above-mentioned bonds issue, the Group has fully repaid the EUR 12.5 million mezzanine loan from Bonriki Holdings Limited. Such mezzanine loan had an annual interest rate of 12.5%, thus realizing efficiency in borrowing costs of 3 percentage points.

The proceeds from the Eurobonds issue were also used to fully repay EUR 2.5 million and EUR 2.5 million loan facilities from IN Finance SIA and IVN Finance SIA respectively, both with annual interest rate of 12.0%, realizing efficiency in borrowing costs of 2.5 percentage points.

The Eurobonds issue proceeds were also used to successfully reduce the average cost of borrowing in marketplace lending platforms. The average rate of borrowing in the marketplace lending platforms was 11.2% at the end of 30 September 2018 compared to 12.6% at the 31 December 2017. The borrowings from marketplace lending platforms have the same maturity profile as the underlying loans issued, thus providing the Group with a perfect asset and liability duration match.

Off-balance sheet arrangements

The Group does not have significant off-balance sheet arrangements.

Condensed consolidated statement of cash flow

(in EUR million)	9M 2017	9M 2018
Cash flows to/from operating activities		
Profit before tax	7.8	2.4
Adjustments for:		
Amortization and depreciation	0.5	0.6
Interest expense	5.4	13.8
Interest income	-	-
Loss/(Gain) on disposal of property, plant and equipment	(0.1)	-
Impairment expense	5.1	13.3
(Gain)/Loss from fluctuations of currency exchange rates	(0.2)	(0.0)
Operating profit before working capital changes	**18.5**	**30.1**
Increase in inventories	(0.2)	(1.1)
Increase/(Decrease) in payables	(0.3)	0.7
Operating cash flow before movements in portfolio	**18.0**	**29.7**
Increase in receivables	(25.7)	(55.4)
Cash generated to/from operating activities	**(7.7)**	**(25.7)**
Corporate income tax paid	(0.6)	(1.1)
Net cash flows to/from operating activities	**(8.3)**	**(26.8)**
Cash flows to/from investing activities		
Purchase of property, plant and equipment and intangible assets	(0.4)	(1.5)
Loan repayments received	0.2	-
Loans issued	(0.4)	-
Interest received	-	-
Net cash flows to/from investing activities	**(0.6)**	**(1.5)**
Cash flows to/from financing activities		
Proceeds from issue/(Repayment) of share premium	(5.9)	-
Proceeds from borrowings	21.1	45.4
Payments for borrowings acquisition costs	(0.1)	(6.0)
Interest paid	(5.1)	(9.8)
Dividends paid to non-controlling shareholders	-	-
Net cash flows to/from financing activities	**10.0**	**29.6**
Effect of exchange rates on cash and cash equivalents	-	-
Change in cash	**1.1**	**1.3**
Cash at the beginning of the year	2.2	5.2
Cash at the end of the year	**3.3**	**6.5**

The Group's operating cash flow before movements in the portfolio was EUR 29.7 million compared to EUR 18.0 million in the same period last year. Net cash flows generated by operating activities during the period were EUR (26.8) million compared to EUR (8.3) million in the same period last year, mainly due to increase in receivables related to the greater loan portfolio growth. The Group's cash flows from financing activities of EUR 29.6 million reflect the proceeds from the new EUR 2022 Eurobonds issue, compared to EUR 10.0 million during the same period of the previous year.

Eurobond covenant ratios

Capitalization (in %)	31 Dec. 2017	30 Sep. 2018	Change (in % p.)
Equity/Net finance loans and advances to customers	11.8%	12.2%	0.4 p.
Harmonized Equity/Net finance loans and advances to customers	11.8%	15.0%	3.2 p.

Profitability	2017	LTM 2018	Change (in % p.)
Interest coverage ratio (ICR)	2.22x	1.36x	(0.9)
Interest coverage ratio (ICR) harmonized	2.22x	1.80x	(0.4)

(in EUR million)	Mintos loans			Net portfolio			
	31 Dec. 2017	30 Sep. 2018	Change (in %)	31 Dec. 2017	Total share (in %)	30 Sep. 2018	Total share (in %)
Albania***	-	-	-	-	-	0.6	0.4
Armenia**	-	-	-	-	-	7.7	5.7
Bulgaria**	2.0	4.4	120.0	2.6	2.7	8.5	6.3
Belarus***	-	-	-	-		0.8	0.6
Estonia*	12.0	10.2	(15.0)	16.3	16.8	18.1	13.4
Georgia*	-	4.1	-	15.5	15.9	20.9	15.5
Lithuania*	15.0	11.5	(23.3)	19.5	20.1	23.6	17.5
Latvia*	16.0	16.3	1.9	31.9	32.8	37.6	27.9
Moldova**	-	1.5	100.0	1.6	1.6	4.2	3.1
Poland**	4.0	2.5	(37.5)	6.4	6.6	5.8	4.3
Romania**	3.0	3.5	16.7	3.4	3.5	7.1	5.3
Ukraine***	-	-	-	-	-	-	-
Total	**52.0**	**54.1**	**4.0**	**97.2**	**100.0**	**134.9**	**100.0**

* Mature markets are Latvia, Lithuania, Estonia and Georgia
** Mid-tier markets are Bulgaria, Armenia, Romania, Poland and Moldova
*** Start-up markets are Belarus, Albania and Ukraine

RECENT DEVELOPMENTS

Acquisitions and disposals

On 1 August 2018, the Group acquired Mogo Universal Credit Organization LLC (Mogo Armenia), an operational entity established in Armenia, initially outside of the Group.

On 1 October 2018, a share purchase agreement was signed to acquire Mogo Macedonia, an operational entity established in Macedonia, initially outside of the Group.

Changes in Management

On 25 July 2018, Caroline Goergen, Inna Horner, and Liviu Rusu resigned from their positions as Directors to pursue other interests effective as of the same day. Maris Kreics, Sebastian Koller, and Daniela Roca joined the Board of Directors on 25 July 2018 and for a period ending on and including the date of the annual general meeting of Mogo Finance to be held in 2022.

Regulatory Changes

Latvia – On 16 October 2018, the President of Latvia announced the Amendments of the Consumer Rights Protection Law. The adopted amendments provide for total costs of credit cap and implement limitation on financial service marketing. The above amendments will be applicable as of 1 July 2019.

The Parliament of Georgia in first hearing has approved a draft bill providing for amendments of the Civil Code that would result in leasing contracts being subject to an annual percentage rate (APR) cap of 50% p.a. There are no estimates if and when such amendments will enter into force.

As per management estimates, Mogo Finance will be able to continue its successful operations in Georgia and Latvia with its current product offerings and within limitations set by the amended laws.

There are no other regulatory changes taken place since 30 June 2018.

LATVIAN OPERATIONS ONLY - INTERIM CONDENSED FINANCIAL INFORMATION AS "MOGO" (SINGLE ENTITY)

Statement of Profit or Loss and Other Comprehensive Income

(in EUR million)	9M 2017	9M 2018
Interest and similar income	9.4	13.0
Interest expense and similar expenses	(1.9)	(4.9)
Gross profit	7.6	8.1
Impairment expense	(0.6)	(2.5)
Loss arising from cession of financial lease receivables	(1.1)	(1.5)
Selling expense	(0.3)	(0.5)
Administrative expense	(2.5)	(3.9)
Other operating income	0.0	0.0
Other operating expense	(0.0)	(0.0)
Other interest income and similar income	0.2	2.0
Other interest expense and similar expense	(0.0)	(0.0)
Profit before tax	**3.3**	**1.7**
Corporate income tax	(0.5)	(0.0)
Deferred corporate income tax	0.1	-
Total comprehensive profit for the period	**2.9**	**1.7**

Unaudited consolidated financial report
for the period ended 30 September 2018

Statement of Financial Position – Assets

(in EUR million)	31 Dec. 2017	30 Sep. 2018
NON-CURRENT ASSETS		
Intangible assets		
Intangible assets	1.2	0.0
Total intangible assets	**1.2**	**0.0**
Tangible assets		
Property, plant and equipment	0.1	0.1
Total tangible assets	**0.1**	**0.1**
Non-current financial assets		
Finance lease receivables	22.8	24.3
Loans and advances to customers	0.6	1.2
Loans to related companies	17.9	13.5
Other long-term receivables from related parties	0.0	0.4
Total non-current financial assets	**41.3**	**39.5**
TOTAL NON-CURRENT ASSETS	**42.6**	**39.6**
CURRENT ASSETS		
Inventories		
Finished goods and goods for resale	0.3	0.0
Total Inventories	**0.3**	**0.0**
Receivables		
Finance lease receivables	7.9	10.9
Loans and advances to customers	0.5	1.3
Receivables from related companies	0.2	3.1
Non-current assets held for sale	0.4	0.2
Other receivables	1.6	0.9
Prepaid expense	0.2	0.8
CIT receivables	-	0.1
Total receivables	**10.7**	**17.2**
Cash and cash equivalents	**0.7**	**0.7**
TOTAL CURRENT ASSETS	**11.7**	**17.9**
TOTAL ASSETS	**54.3**	**57.5**

Statement of Financial Position – Equity and Liabilities

(in EUR million)	31 Dec. 2017	30 Sep. 2018
EQUITY		
Share capital	**5.0**	**5.0**
Retained Earnings:		
brought forward	1.3	2.8
for the period	3.6	1.7
TOTAL EQUITY	**9.9**	**9.4**
LIABILITIES		
Provisions for liabilities and charges		
Other provisions	0.4	0.4
Total provisions for liabilities and charges	**0.4**	**0.4**
Non-current liabilities		
Borrowings	39.3	43.0
Total non-current liabilities	**39.3**	**43.0**
Current liabilities		
Borrowings	3.4	3.3
Prepayments received from customers	0.3	0.4
Trade payables	0.2	0.4
Payables to related companies	0.0	0.1
Corporate income tax payable	0.4	-
Taxes payable	0.1	0.1
Accrued liabilities	0.5	0.5
Total current liabilities	**4.8**	**4.7**
TOTAL LIABILITIES	**44.1**	**47.7**
TOTAL EQUITY AND LIABILITIES	**54.3**	**57.5**

IMPORTANT INFORMATION

The information contained herein is not for release, publication or distribution, in whole or in part, directly or indirectly, in or into the United States, Australia, Canada, Hong Kong, Japan, New Zealand, South Africa or any other countries or otherwise in such circumstances in which the release, publication or distribution would be unlawful. The information contained herein does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of, the bonds in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration, exemption from registration or qualification under the securities laws of any such jurisdiction. Persons into whose possession this announcement may come are required to inform themselves of and observe all such restrictions.

This announcement does not constitute an offer of securities for sale in the United States. The bonds have not been and will not be registered under the Securities Act or under the applicable securities laws of any state of the United States and may not be offered or sold, directly or indirectly, within the United States or to, or for the account or benefit of, U.S. persons except pursuant to an applicable exemption from, or in a transaction not subject to, the registration requirements of the Securities Act.

This announcement does not constitute a prospectus for the purposes of Directive 2003/71/EC, as amended (the "Prospectus Directive") and does not constitute a public offer of securities in any member state of the European Economic Area (the "EEA").

This announcement does not constitute an offer of bonds to the public in the United Kingdom. No prospectus has been or will be approved in the United Kingdom in respect of the bonds. Accordingly, this announcement is not being distributed to, and must not be passed on to, the general public in the United Kingdom. The communication of this announcement as a financial promotion may only be distributed to and is only directed at (i) persons who are outside the United Kingdom or (ii) investment professionals falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the "Order") or (iii) high net worth companies, and other persons to whom it may lawfully be communicated, falling within Article 49(2)(a) to (d) of the Order (all such persons in (i), (ii) and (iii) above together being referred to as "Relevant Persons"). Any invitation, offer or agreement to subscribe, purchase or otherwise acquire such securities will be engaged in only with, Relevant Persons. Any person who is not a Relevant Person should not act or rely on this announcement or any of its contents.

PROFESSIONAL INVESTORS ONLY – Manufacturer target market (MIFID II product governance) is eligible counterparties and professional clients only (all distribution channels). No PRIIPs key information document (KID) has been prepared as the bonds do not constitute packaged products and will be offered to eligible counterparties and professional clients only.