

Consolidated statement of financial position*In millions of EUR*

	Note	31 December 2020	31 December 2019
ASSETS			
Cash and cash equivalents	E1	5,951	9,375
Investment securities	E2	2,775	2,105
Loans and receivables due from banks and other financial institutions	E3	466	553
Loans due from customers	E4	13,943	21,396
Trade and other receivables	E5	56	61
Current tax assets		16	26
Equity-accounted investees	E6	32	48
Property, plant and equipment	E7	229	327
Intangible assets and goodwill	E8	403	389
Deferred tax assets	E31.1	640	426
Other assets	E9	249	354
TOTAL ASSETS		24,760	35,060
LIABILITIES			
Financial liabilities at fair value through profit or loss	E10	635	353
Due to non-banks	E11	11,640	14,017
Due to banks and other financial institutions	E12	6,924	13,291
Debt securities issued	E13	1,683	2,389
Subordinated liabilities	E14	256	268
Current tax liabilities		15	39
Trade and other payables	E15	702	844
Provisions	E16	45	62
Deferred tax liabilities	E31.1	8	20
TOTAL LIABILITIES		21,908	31,283
EQUITY			
Issued capital*	E17	-	-
Share premium	E17	2,324	2,324
Additional paid-in capital	E18	80	80
Other reserves	E19	(879)	(542)
Retained earnings		1,121	1,609
Total equity attributable to owners of the Parent		2,646	3,471
Non-controlling interests	E20	206	306
Total equity		2,852	3,777
TOTAL LIABILITIES AND EQUITY		24,760	35,060

*Issued capital is EUR 45 thousand.

Consolidated income statement

For the year ended 31 December

In millions of EUR

	Note	2020	2019
Interest income		4,347	5,514
Interest expense		(1,316)	(1,665)
Net interest income	E23	3,031	3,849
Fee and commission income		447	675
Fee and commission expense		(185)	(197)
Net fee and commission income	E24	262	478
Net earned premiums		18	21
Net insurance benefits and claims		(1)	-
Acquisition costs		(3)	(4)
Net insurance income		14	17
Net gains/(losses) on financial assets/liabilities	E25	(28)	(18)
Other income	E26	83	143
TOTAL OPERATING INCOME		3,362	4,469
Net impairment losses on financial assets	E27	(2,406)	(1,816)
Personnel expenses	E28	(935)	(1,118)
Depreciation and amortisation	E29	(199)	(188)
Other operating expenses	E28	(489)	(569)
Net gains/(losses) on disposals/liquidations of subsidiaries and equity-accounted investees		(1)	(3)
Share of earnings of equity-accounted investees, net of tax	E6	(9)	(21)
PROFIT/(LOSS) BEFORE TAX		(677)	754
Income tax benefit/(expense)	E31.2	122	(247)
NET PROFIT/(LOSS) FOR THE PERIOD		(555)	507
Profit/(loss) attributable to:			
Owners of the Parent		(476)	481
Non-controlling interests	E20	(79)	26

Consolidated statement of comprehensive income

For the year ended 31 December

In millions of EUR

	2020	2019
NET PROFIT/(LOSS) FOR THE PERIOD	(555)	507
Other comprehensive income		
Valuation gains/(losses) on FVOCI equity instruments	3	-
Valuation gains/(losses) on FVOCI debt securities*	10	33
FVOCI revaluation (gains)/losses transferred to income statement*	(11)	(4)
Foreign operations - currency translation differences*	(381)	132
Cash flow hedge - effective portion of changes in fair value*	(1)	(2)
Disposal of subsidiaries*	7	-
Income tax relating to components of other comprehensive income*	1	(5)
Other comprehensive income/(expense) for the period (net of tax)	(372)	154
TOTAL COMPREHENSIVE INCOME/(EXPENSE) FOR THE PERIOD	(927)	661
Total comprehensive income/(expense) attributable to:		
Owners of the Parent	(815)	624
Non-controlling interests	(112)	37

*Items that are or will be reclassified to the income statement.

PPF Financial Holdings B.V.

Consolidated financial statements for the year ended 31 December 2020

Consolidated statement of changes in equity

In millions of EUR

	Issued capital*	Share premium	Additional paid-in capital	Revaluation reserve	Legal and statutory reserves	Translation reserve	Reserve for UCC	Hedging reserve	Other equity instr.	Retained earnings	Attributable to owners of the Parent	Attributable to NCI	Total
Balance as at 1 January 2020	-	2,324	80	22	143	(368)	(518)	(2)	181	1,609	3,471	306	3,777
Profit for the period	-	-	-	-	-	-	-	-	-	(476)	(476)	(79)	(555)
Currency translation differences	-	-	-	-	-	(348)	-	-	-	-	(348)	(33)	(381)
FVOCI revaluation gains/(losses) taken to equity	-	-	-	13	-	-	-	-	-	-	13	-	13
FVOCI revaluation (gains)/losses transferred to income statement	-	-	-	(11)	-	-	-	-	-	-	(11)	-	(11)
FVOCI revaluation (gains)/losses transferred directly to retained earnings	-	-	-	(4)	-	-	-	-	-	4	-	-	-
Effect of hedge accounting	-	-	-	-	-	-	-	(1)	-	-	(1)	-	(1)
Disposals and deconsolidation of subsidiaries	-	-	-	-	-	7	-	-	-	-	7	-	7
Tax on items taken directly to or transferred from equity	-	-	-	1	-	-	-	-	-	-	1	-	1
Other comprehensive expense for the period	-	-	-	(1)	-	(341)	-	(1)	-	4	(339)	(33)	(372)
Total comprehensive expense for the period	-	-	-	(1)	-	(341)	-	(1)	-	(472)	(815)	(112)	(927)
Net allocation to legal and statutory reserves	-	-	-	-	6	-	-	-	-	(6)	-	-	-
Dividends to shareholders	-	-	-	-	-	-	-	-	-	(5)	(5)	-	(5)
Contributions by NCI	-	-	-	-	-	-	-	-	-	-	-	13	13
Other changes in NCI	-	-	-	-	-	-	-	-	-	-	-	(1)	(1)
Other	-	-	-	-	-	-	-	-	-	(5)	(5)	-	(5)
Total transactions with owners of the Company	-	-	-	-	6	-	-	-	-	(16)	(10)	12	2
Balance as at 31 December 2020	-	2,324	80	21	149	(709)	(518)	(3)	181	1,121	2,646	206	2,852

*Issued capital is EUR 45 thousand.

PPF Financial Holdings B.V.

Consolidated financial statements for the year ended 31 December 2020

Consolidated statement of changes in equity

In millions of EUR

	Issued capital*	Share premium	Additional paid-in capital	Revaluation reserve	Legal and statutory reserves	Translation reserve	Reserve for UCC	Hedging reserve	Other equity instr.	Retained earnings	Attributable to owners of the Parent	Attributable to NCI	Total
Balance as at 1 January 2019	-	2,324	80	1	114	(491)	(518)	-	-	1,221	2,731	239	2,970
Profit for the period	-	-	-	-	-	-	-	-	-	481	481	26	507
Currency translation differences	-	-	-	-	-	123	-	-	-	-	123	9	132
FVOCI revaluation gains/(losses) taken to equity	-	-	-	31	-	-	-	-	-	-	31	2	33
FVOCI revaluation (gains)/losses transferred to income statement	-	-	-	(4)	-	-	-	-	-	-	(4)	-	(4)
FVOCI revaluation (gains)/losses transferred directly to retained earnings	-	-	-	(1)	-	-	-	-	-	1	-	-	-
Effect of hedge accounting	-	-	-	-	-	-	-	(2)	-	-	(2)	-	(2)
Tax on items taken directly to or transferred from equity	-	-	-	(5)	-	-	-	-	-	-	(5)	-	(5)
Other comprehensive income for the period	-	-	-	21	-	123	-	(2)	-	1	143	11	154
Total comprehensive income	-	-	-	21	-	123	-	(2)	-	482	624	37	661
Net allocation to legal and statutory reserves	-	-	-	-	29	-	-	-	-	(29)	-	-	-
Dividends to shareholders	-	-	-	-	-	-	-	-	-	(5)	(5)	-	(5)
Contributions by NCI	-	-	-	-	-	-	-	-	-	-	-	25	25
Other changes in NCI	-	-	-	-	-	-	-	-	-	(60)	(60)	5	(55)
Issue of AT1 subordinated bond	-	-	-	-	-	-	-	-	181	-	181	-	181
Total transactions with owners of the Company	-	-	-	-	29	-	-	-	181	(94)	116	30	146
Balance as at 31 December 2019	-	2,324	80	22	143	(368)	(518)	(2)	181	1,609	3,471	306	3,777

*Issued capital is EUR 45 thousand.

Consolidated statement of cash flows

For the year ended 31 December, prepared using the indirect method

In millions of EUR

	Note	2020	2019
Cash flows from operating activities			
Profit before tax		(677)	754
Adjustments for:			
Depreciation and amortisation		199	188
Impairment/(reversal of impairment) of current and non-current assets	E.27	2,418	(1,816)
(Profit)/loss on disposal of PPE, intangible assets, and goodwill		1	2
(Profit)/loss on sale of investment securities		(24)	(8)
(Gains)/losses on disposal of subsidiaries		1	3
Interest expense		1,316	1,665
Interest income		(4,347)	(5,514)
Net foreign exchange (gains)/losses		280	1,018
Other (income)/expenses not involving movements of cash		17	(3)
Gains on bargain purchase		-	(38)
Interest received		4,343	5,942
Change in loans and receivables due from banks and other financial institutions		21	(222)
Change in loans due from customers		3,657	(1,859)
Change in trade and other receivables		5	5
Change in other assets		99	(75)
Change in financial liabilities at FVTPL		200	(269)
Change in liabilities due to non-banks		(1,410)	1,528
Change in trade and other payables		(185)	26
Income tax paid		(146)	(303)
Net cash from/(used in) operating activities		5,768	1,024
Cash flows from investing activities			
Purchase of tangible and intangible assets	E.7, E.8	(179)	(221)
Purchase of financial assets at FVTPL		(602)	(442)
Purchase of financial assets at AC		(374)	(47)
Purchase of financial assets FVOCI		(2,135)	(1,452)
Acquisition of subsidiaries and equity-acc. investees, net of cash acquired (incl. capital increase)		(23)	(84)
Dividends received from equity-acc. investees		5	-
Proceeds from disposals of PPE and intangible assets		16	5
Proceeds from financial assets at FVTPL		260	572
Proceeds from financial assets at AC		18	87
Proceeds from sale of financial assets FVOCI		2,120	1,685
Proceeds from disposal of subsidiaries and equity-acc. investees, net of cash disposed		5	-
Net cash from/(used in) investing activities		(889)	103

PPF Financial Holdings B.V.*Consolidated financial statements for the year ended 31 December 2020*

	Note	2020	2019
Cash flows from financing activities			
Proceeds from the issue of debt securities		1,204	2,047
Proceeds from loans due to banks and other financial institutions		7,010	16,972
Repayment of debt securities		(1,787)	(1,569)
Repayment of loans due to banks and other financial institutions		(12,961)	(17,656)
Interest paid		(1,345)	(1,553)
Cash payments for principal portion of lease liabilities		(45)	(45)
Dividends paid to a shareholder		(5)	(5)
Proceeds from issue of other equity instruments		-	181
Payments related to other equity instruments		(15)	-
Contribution by NCI		13	-
Net cash from/(used in) financing activities	E.22	(7,931)	(1,628)
Net increase/(decrease) in cash and cash equivalents		(3,052)	(501)
Cash and cash equivalents as at 1 January		9,375	9,738
Effect of exchange rate movements on cash and cash equivalents		(372)	138
Cash and cash equivalents as at 31 December		5,951	9,375