

**AFE S.A. SICAV-RAIF**

**For the period from 1 January 2025 to 30 June 2025**

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## General Information

### Fund

AFE S.A. SICAV-RAIF  
43-45, Allée Scheffer  
L-2520 Luxembourg  
Grand Duchy of Luxembourg

### Alternative Investment Fund Manager ("AIFM")

Carne Global Fund Managers (Luxembourg) S.A.  
3, rue Jean Piret  
L-2350 Luxembourg  
Grand Duchy of Luxembourg

### Custodian, Depositary Bank

RBS International Depositary Services S.A.  
40, Avenue John F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

### Portfolio Manager

Carne Global Fund Managers (Luxembourg) S.A.  
3, rue Jean Piret  
L-2350 Luxembourg  
Grand Duchy of Luxembourg

### Board of Directors

Audrey Lewis (resigned 31 July 2025)  
Christopher Ross-Roberts  
James Culshaw  
Gregory McKenzie  
Clarissa Steland

### Board of Directors of the AIFM and Portfolio Manager

Anouk Agnes  
John Alldis  
Veronica Buffoni  
Jacqueline O'Connor  
Glenn Thorpe (resigned 27 March 2025)

### Central Administrative, Registrar and Transfer Agent

Belasko Luxembourg S.a.r.l  
43-45, Allée Scheffer  
L-2520 Luxembourg  
Grand Duchy of Luxembourg

### Investment Advisor

AGG Capital Management Limited  
27 Esplanade  
St. Helier  
Jersey  
JE1 1SG

## Fund Performance Summary (Unaudited)

	1 January 2025 to 30 June 2025	1 January 2024 to 30 June 2024
	EUR '000	EUR '000
ERC	428,254	486,918
Purchases of loan portfolios and loan notes	10,353	29,203
Operating expenses	12,840	14,689
Core collections	38,141	35,020
Collection cost ratio	34%	42%
Adjusted EBITDA	25,615	21,652
Cumulative number of investments	66	66
YTD core collections	38,141	28,963
Last twelve months adjusted EBITDA	41,834	37,605
Last twelve months net interest expenses	41,869	10,019

### Net Debt

The Notes (in issue)	331,917	343,214
The Notes (held by AFE)	-	-
Revolving Credit Facility	167,042	140,739
Less:		
Cash at bank	(8,295)	(27,158)
Cash held on AFE's account at servicers' and others	(6,164)	(12,484)
Cash collected on behalf of secured loan note holders	168	1,120
<b>Net Debt</b>	<b>484,668</b>	<b>445,431</b>

### Key Facts

	30 June 2025	30 June 2024
<b>LTV ratio at period end</b>	<b>113.17%</b>	<b>91.48%</b>
<b>Adjusted EBITDA leverage ratio</b>	<b>11.59</b>	<b>11.84</b>
<b>Fixed charge cover ratio ("FCCR")</b>	<b>1.00</b>	<b>3.75</b>

## Consolidated Statement of Financial Position (Unaudited)

	As at 30 June 2025	As at 31 December 2024
	EUR '000	EUR '000
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	32	55
Investments in joint ventures at amortised cost	28,436	39,493
Investments in joint ventures at FVPL	128,453	121,638
Participation in joint ventures	5,669	15,462
Goodwill	-	770
<b>Total non-current assets</b>	<b>162,590</b>	<b>177,418</b>
<b>Current assets</b>		
Cash and cash equivalents	8,295	16,579
Trade and other Receivables	7,903	8,703
Tax receivable	277	-
Other assets	3,730	3,673
Purchased loan portfolios	58,775	59,900
Purchased loan notes	2,660	3,265
Investments in joint ventures at amortised cost	28,900	29,781
Inventory	8,946	12,462
<b>Total current assets</b>	<b>119,486</b>	<b>134,363</b>
<b>Total Assets</b>	<b>282,076</b>	<b>311,781</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Borrowings	489,776	487,947
Secured loan notes	6,212	8,055
<b>Total non-current liabilities</b>	<b>495,988</b>	<b>496,002</b>
<b>Current liabilities</b>		
Borrowings	5,498	6,203
Secured loan notes	1,688	549
Trade and other payables	4,798	6,096
Tax payable	-	-
<b>Total current liabilities</b>	<b>11,984</b>	<b>12,848</b>
<b>Total Liabilities</b>	<b>507,972</b>	<b>508,850</b>
<b>Equity</b>		
Share capital	1,250	1,250
Retained earnings	(227,146)	(198,426)
<b>Total equity</b>	<b>(225,896)</b>	<b>(197,176)</b>
<b>Total equity and liabilities</b>	<b>282,076</b>	<b>311,674</b>

## Consolidated Statement of Comprehensive Income (Unaudited)

	1 January 2025 to 30 June 2025	1 January 2024 to 30 June 2024
	EUR '000	EUR '000
<b>Revenue</b>		
Interest income calculated using the effective interest method	11,214	15,189
Other interest income	517	-
Fair value gain on investments in joint ventures at FVPL	-	-
Net foreign currency exchange (loss)/gain	(2,887)	2,511
Other income	3,888	1,321
<b>Total Revenue</b>	<b>12,732</b>	<b>19,021</b>
<b>Expenses</b>		
Collection activity costs	(5,711)	(6,118)
Impairment gain/(loss)	228	(24)
Impairment losses on goodwill	(770)	-
Loss on disposal of financial instruments	-	-
Other operating expenses	(6,587)	(8,571)
<b>Total Expenses</b>	<b>(12,840)</b>	<b>(14,713)</b>
<b>Operating (Loss)/Profit</b>	<b>(108)</b>	<b>4,308</b>
Finance income	152	170
Finance costs	(28,519)	(28,301)
Restructuring costs	-	(37,665)
Share of loss in investment in joint venture	(168)	(47,974)
<b>Loss Before Tax</b>	<b>(28,643)</b>	<b>(109,462)</b>
Tax charge	(77)	(247)
<b>Comprehensive Loss for the quarter</b>	<b>(28,720)</b>	<b>(109,709)</b>

## Consolidated Statement of Cash Flows (Unaudited)

	1 January 2025 to 30 June 2025	1 January 2024 to 30 June 2024
	EUR '000	EUR '000
<b>Cash flows from operating activities</b>		
Loss before tax	(28,643)	(109,462)
Adjustments for:		
Interest income calculated using the effective interest method	(11,214)	(15,189)
Other interest income	(517)	-
Fair value movement of investment in joint ventures at FVPL	-	23,584
Finance income	(152)	(170)
Impairment (gains)/losses on financial instruments	(228)	24
Impairment losses on goodwill	770	-
Finance costs	28,519	28,301
Restructuring costs	-	37,665
Unrealised foreign currency gain/(loss)	2,858	(2,644)
Share of loss in joint venture accounted for using equity method	168	24,390
<b>Operating cash flows before movements in working capital</b>	<b>(8,439)</b>	<b>(13,501)</b>
Change in trade and other receivables*	(3,365)	14,203
Change in trade and other payables*	(1,436)	(9,836)
<b>Cash used in operating activities before collections and purchases</b>	<b>(13,240)</b>	<b>(9,134)</b>
Taxes paid	(461)	(631)
Collections in the year - sale of inventory	3,729	7,088
Collections in the year - loans	12,049	24,656
Collections in the year - joint ventures	23,648	4,396
Acquisition of joint ventures	(10,353)	(29,113)
<b>Net cash generated from operating activities</b>	<b>15,372</b>	<b>(2,738)</b>
<b>Cash flows from financing activities</b>		
Senior Secured Notes repurchased	(4,313)	-
Repayment of secured loan notes	(1,107)	(1,212)
Finance income received	178	170
Finance costs paid	(18,385)	(17,304)
Exceptional items - restructuring costs paid	-	(35,646)
<b>Net cash used in financing activities</b>	<b>(23,627)</b>	<b>7,261</b>
Net (decrease)/increase in cash and cash equivalents	(8,255)	4,523
Effect of exchange rate changes on cash and cash equivalents	(29)	-
Cash and cash equivalents at the beginning of the period	16,579	22,635
<b>Cash and cash equivalents at the end of the period</b>	<b>8,295</b>	<b>27,158</b>

## Consolidated Statement of Changes in Equity (Unaudited)

	Share Capital	Retained Earnings	Total Equity
	EUR '000	EUR '000	EUR '000
Balance as at 1 January 2025	1,250	(198,426)	(197,176)
Comprehensive loss for the period	-	(28,720)	(28,720)
<b>Balance as at 30 June 2025</b>	<b>1,250</b>	<b>(227,146)</b>	<b>(225,896)</b>

Comparative figures from 1 January to 31 December 2024

	Share Capital	Retained Earnings	Total Equity
	EUR '000	EUR '000	EUR '000
Balance as at 1 January 2024	1,250	(43,521)	(42,271)
Comprehensive loss for the period	-	(154,905)	(154,905)
<b>Balance as at 31 December 2024</b>	<b>1,250</b>	<b>(198,426)</b>	<b>(197,176)</b>



## Reconciliation of Core collections to Normalised EBITDA (Unaudited)

	1 January 2025 to 30 June 2025	1 January 2024 to 30 June 2024
	EUR '000	EUR '000
Core Collections in the period	39,426	36,140
Other income	3,888	1,321
Operating expenses	(12,840)	(14,713)
Impairment gains on financial instruments	(228)	24
Impairment losses on goodwill	770	-
Fair value gain on bond buyback	(4,116)	-
Cash collected on behalf of secured loan noteholders	(1,285)	(1,120)
<b>Adjusted EBITDA</b>	<b>25,615</b>	<b>21,652</b>
<b>Normalised Adjusted EBITDA</b>	<b>25,615</b>	<b>21,652</b>