



Finance Company
FINMAK DOO Skopje

Unaudited interim financial statements

prepared in accordance with IFRS, as adopted by
the EU (Regulation (EC) No 1606/2002) and IAS34

for the period ended 30 June 2025

Interim Financial Statements

Statement of Profit or Loss

	Notes	01.01.2025. - 30.06.2025. MKD	01.01.2024. - 30.06.2024. MKD
Interest revenue	3	582 909 862	632 412 855
Interest expense	4	(75 256 857)	(48 091 536)
Net interest income		507 653 005	584 321 319
Fee and commission income related to financing activities	5	29 463 311	35 670 541
Impairment expense	6	(220 603 006)	(184 880 132)
Net gain/(loss) from de-recognition of financial assets measured at amortized cost		43 282 147	18 803 662
Expenses related to peer-to-peer platform services		(3 647 210)	(5 922 562)
Selling expense	7	(14 559 679)	(15 004 212)
Administrative expense	8	(124 881 286)	(114 957 825)
Other operating income	9	29 486	312
Other operating expense	10	(76 759 301)	(75 349 451)
Net foreign exchange result	11	(1 913 261)	(1 038 445)
Profit before tax		138 064 206	241 643 207
Corporate income tax	12	28 212 494	(45 985 660)
Profit for the period		166 276 700	195 657 547

Statement of Financial Position

ASSETS

NON-CURRENT ASSETS	Notes	30.06.2025. MKD	31.12.2024. MKD
Intangible assets			
Internally generated intangible assets		50 835 720	45 520 152
Other intangible assets		408 307	456 156
Total intangible assets	13	51 244 027	45 976 308
Tangible assets			
Right-of-use assets		45 238 980	47 999 214
Property, plant and equipment		6 790 081	8 014 519
Leasehold improvements		2 514 195	2 838 114
Total tangible assets	14	54 543 256	58 851 847
Non-current financial assets			
Loans and advances to customers	15	318 744 775	385 987 293
Loans to related parties	16, 21	776 865 599	-
Total non-current financial assets		1 095 610 374	385 987 293
TOTAL NON-CURRENT ASSETS		1 201 397 657	490 815 448
CURRENT ASSETS			
Receivables and other current assets			
Loans and advances to customers	15	1 004 467 580	1 005 316 529
Loans to related parties	16, 21	18 603 126	19 806 030
Other loans and receivables		3 237 131	21 872 071
Prepaid expense		2 294 903	2 826 779
Other receivables	17	79 363 141	4 540 552
Cash and cash equivalents	18	29 420 673	31 343 954
Total receivables and other current assets		1 137 386 554	1 085 705 915
TOTAL CURRENT ASSETS		1 137 386 554	1 085 705 915
TOTAL ASSETS		2 338 784 211	1 576 521 363

EQUITY AND LIABILITIES

EQUITY	Notes	30.06.2025. MKD	31.12.2024. MKD
Share capital	19	123 199 315	123 199 315
Reserve		128 920 431	128 920 431
Retained earnings/(losses)		497 138 743	527 982 045
brought forward		330 862 043	177 345 484
for the period		166 276 700	350 636 561
TOTAL EQUITY		749 258 489	780 101 791
LIABILITIES			
Non-current liabilities			
Borrowings	20	76 111 433	132 212 341
Total non-current liabilities		76 111 433	132 212 341
Current liabilities			
Borrowings	20	1 183 812 724	577 969 906
Trade payable		202 970 356	18 174 487
Corporate income tax payable		12 008 798	18 560 048
Taxes payable		32 776 364	18 989 723
Other liabilities		74 860 554	25 987 169
Accrued liabilities		6 985 493	4 525 898
Total current liabilities		1 513 414 289	664 207 231
TOTAL LIABILITIES		1 589 525 722	796 419 572
TOTAL EQUITY AND LIABILITIES		2 338 784 211	1 576 521 363

Consolidated Statement of Changes in Equity

	Share capital MKD	Currency revaluation reserve MKD	Retained earnings/ (Accumulated loss) MKD	Reserve MKD	Total MKD
Balance at 01.01.2024.	123 199 315		320 545 706	119 469 055	563 214 076
Profit for the period			350 636 561		350 636 561
Reserve			(9 451 376)	9 451 376	-
Dividends distribution			(133 748 846)		(133 748 846)
Balance at 31.12.2024.	123 199 315	-	527 982 045	128 920 431	780 101 791
Balance at 01.01.2025.	123 199 315	-	527 982 045	128 920 431	780 101 791
Profit for the reporting year	-	-	166 276 700	-	166 276 700
Dividends distribution	-	-	(197 120 002)	-	(197 120 002)
Balance at 30.06.2025.	123 199 315	-	497 138 743	128 920 431	749 258 489

Statement of Cash Flows

Cash flows to/from operating activities	01.01.2025. - 30.06.2025. MKD	01.01.2024. - 30.06.2024. MKD
Profit before tax	138 064 206	241 643 207
Adjustments for:		
Amortization and depreciation	19 031 913	18 596 766
Interest expense	75 256 857	48 091 536
Interest income	(582 909 862)	(632 412 855)
Loss on disposal of property, plant and equipment	47 787 778	-
Impairment expense	220 603 006	184 880 132
Loss/(gain) from fluctuations of currency exchange rates	1 913 261	1 038 445
Operating profit before working capital changes	(80 252 841)	(138 162 769)
Increase in finance lease receivables, loans and advances to customers and other current assets	(226 802 252)	(279 412 236)
Increase in accrued liabilities	2 459 595	4 084 016
Increase/(decrease) in trade payable, taxes payable and other liabilities	245 542 634	186 010 159
Cash generated to/from operations	(59 052 864)	(227 480 830)
Interest received	584 112 767	631 135 790
Interest paid	(74 112 069)	(52 188 123)
Corporate income tax paid	21 661 244	(34 421 696)
Net cash flows to/from operating activities	472 609 078	317 045 141
Cash flows to/from investing activities		
Purchase of property, plant and equipment and intangible assets	(67 778 819)	(10 614 352)
Loan repayments received	2 204 624 430	135 559 200
Loans issued	(2 962 855 090)	(242 044 750)
Net cash flows to/from investing activities	(826 009 479)	(117 099 902)
Cash flows to/from financing activities		
Proceeds from borrowings	1 285 115 562	898 787 367
Repayments for borrowings	(736 518 440)	(900 751 581)
Dividends paid	(197 120 002)	(133 748 846)
Net cash flows to/from financing activities	351 477 120	(135 713 060)
Effect of exchange rates on cash and cash equivalents	-	-
Change in cash	(1 923 281)	64 232 179
Cash at the beginning of the year	31 343 954	81 501 944
Cash at the end of the year	29 420 673	145 734 123

Notes to the Financial Statements

1. Corporate information

FD FINMAK DOO Skopje ("the Company") is a limited liability company, registered on September 11, 2017 in the Central Register of Republic of North Macedonia under registration number 7229712. The seat and the management address is Skopje, ul. Filip Vtori Makedonski br.3, Skopje, North Macedonia.

The Company is licensed and operates as a financial company by the Ministry of Finance of the Republic of North Macedonia on 25 August 2017 with Operating License No. 13-6093/4 in accordance with Article 13 of the Law on Trade Companies.

The main activity of the Company is other credit intermediation, with a focus on issuing consumer loans.

As of 30 June 2025 and until the date of approval of these financial statements, the majority owner of the Company is AS Eleving Consumer Finance Holding from Riga, Latvia. The ultimate controlling owner is SIA APPLES Capital, a limited liability company registered in Liepaja, Latvia.

2. Summary of significant accounting policies

Basis of preparation

The 6 months report of the Company is, to the best of the Directors' knowledge, prepared in accordance with the applicable set of accounting standards and gives a true and fair view of the assets, liabilities, financial position and profit or loss of the Company.

These interim financial statements for the period ended 30 June 2025 are prepared in accordance with IAS34.

The Company's interim financial statements and its financial result are affected by accounting policies, assumptions, estimates and management judgement, which necessarily have to be made in the course of preparation of the financial statements.

The Company makes estimates and assumptions that affect the reported amounts of assets and liabilities within the current and next financial period. All estimates and assumptions required in conformity with IFRS are best estimates undertaken in accordance with the applicable standard. Estimates and judgements are evaluated on a continuous basis, and are based on past experience and other factors, including expectations with regard to future events. Accounting policies and management's judgements for certain items are especially critical for the Company's results and financial situation due to their materiality. Future events occur which cause the assumptions used in arriving at the estimates to change. The effect of any changes in estimates will be recorded in the financial statements, when determinable.

The financial statements are prepared on a historical cost basis as modified by the recognition of financial instruments measured at fair value, except for inventory which is accounted in net realizable value and contingent consideration that has been measured at fair value.

The Company's presentation currency is denar (MKD). The financial statements cover the period from 1 January 2025 till 30 June 2025. Accounting policies and methods are consistent with those applied in the previous years.

3. Interest revenue

	01.01.2025. - 30.06.2025.	01.01.2024. - 30.06.2024.
	MKD	MKD
Interest income from unsecured receivables according to effective interest rate method	538 150 251	630 094 216
Interest income for borrowings to related parties	44 759 611	2 318 639
TOTAL:	582 909 862	632 412 855

4. Interest expense

	01.01.2025. - 30.06.2025.	01.01.2024. - 30.06.2024.
	MKD	MKD
<i>Interest expenses on financial liabilities measured at amortised cost:</i>		
Interest expenses for borrowings from related parties	45 061 702	11 153 353
Interest expenses for loans from P2P platform investors	28 966 193	35 730 458
Interest expenses for lease liabilities	1 228 962	1 207 725
TOTAL:	75 256 857	48 091 536

5. Fee and commission income related to financing activities

	01.01.2025. - 30.06.2025.	01.01.2024. - 30.06.2024.
	MKD	MKD
Revenue from contracts with customers recognized point in time:		
Income from penalties received	29 132 356	36 345 473
Income from commissions	1 935 557	2 497 764
TOTAL:	31 067 913	38 843 237

	01.01.2025. - 30.06.2025.	01.01.2024. - 30.06.2024.
	MKD	MKD
Revenue from contracts with customers recognized point in time where the Group acted as an agent:		
Gross expenses from debt collection activities	(1 604 602)	(3 172 696)
TOTAL:	(1 604 602)	(3 172 696)
Total fees and commissions income:	29 463 311	35 670 541

6. Impairment expense

	01.01.2025. - 30.06.2025.	01.01.2024. - 30.06.2024.
	MKD	MKD
Change in impairment in loans and advances to customers	220 603 006	184 880 132
TOTAL:	220 603 006	184 880 132

7. Selling expense

	01.01.2025. - 30.06.2025.	01.01.2024. - 30.06.2024.
	MKD	MKD
Online advertising	8 607 072	9 008 397
Radio advertising	1 412 902	371 181
Other marketing expenses	4 539 705	3 615 834
Total marketing expenses	14 559 679	12 995 412
Other selling expenses	-	2 008 800
TOTAL:	14 559 679	15 004 212

8. Administrative expense

	01.01.2025. - 30.06.2025.	01.01.2024. - 30.06.2024.
	MKD	MKD
Employees' salaries	76 220 108	68 058 227
Amortization and depreciation	19 031 913	18 596 766
Office and branches' maintenance expenses	7 284 850	7 358 909
Communication expenses	5 079 650	4 512 313
IT services	4 916 570	4 560 656
Credit database expenses	3 079 526	3 378 942
Bank commissions	2 246 981	1 702 462
Transportation expenses	1 907 173	1 861 595
Professional services	1 484 517	1 501 901
Other personnel expenses	1 297 381	1 396 045
Business trip expenses	653 566	727 393
Insurance expenses	179 669	154 288
Low value equipment expenses	162 713	266 739
Donations	61 695	-
Employee recruitment expenses	50 292	40 320
Other administration expenses	1 224 682	841 269
TOTAL:	124 881 286	114 957 825

9. Other operating income

	01.01.2025. - 30.06.2025.	01.01.2024. - 30.06.2024.
	MKD	MKD
Other operating income	29 486	312
TOTAL:	29 486	312

10. Other operating expense

	01.01.2025. - 30.06.2025.	01.01.2024. - 30.06.2024.
	MKD	MKD
Management services	63 315 772	63 390 154
Non-deductible VAT from management services	11 402 805	11 416 145
Provision expenses for possible withholding tax liabilities	1 032 249	-
Other operating expenses	1 008 475	543 152
TOTAL:	76 759 301	75 349 451

11. Net foreign exchange result

	01.01.2025. - 30.06.2025.	01.01.2024. - 30.06.2024.
	MKD	MKD
Currency exchange loss	1 913 261	1 038 445
TOTAL:	1 913 261	1 038 445

12. Corporate income tax

	01.01.2025. - 30.06.2025.	01.01.2024. - 30.06.2024.
	MKD	MKD
Current corporate income tax charge for the reporting year	(28 212 494)	45 985 660
Corporate income tax charged to the income statement:	(28 212 494)	45 985 660

13. Intangible assets

	Other intangible assets	Internally generated intangible assets	TOTAL
Cost	-	77 021 739	77 021 739
Accumulated amortization	-	(34 647 454)	(34 647 454)
As at 1 January 2024	-	42 374 285	42 374 285
2024			
Additions	478 485	15 415 913	15 894 398
Amortization charge	(22 329)	(12 270 046)	(12 292 375)
Cost	478 485	92 437 652	92 916 137
Accumulated amortization	(22 329)	(46 917 500)	(46 939 829)
As at 31 December 2024	456 156	45 520 152	45 976 308
Cost	478 485	92 437 652	92 916 137
Accumulated amortization	(22 329)	(46 917 500)	(46 939 829)
As at 1 January 2025	456 156	45 520 152	45 976 308
6 months 2025			
Additions	-	10 397 265	10 397 265
Amortization charge	(47 849)	(5 081 697)	(5 129 546)
Cost	478 485	102 834 917	103 313 402
Accumulated amortization	(70 178)	(51 999 197)	(52 069 375)
As at 30 June 2025	408 307	50 835 720	51 244 027

14. Property, plant and equipment and Right-of-use assets

	Right-of-use premises	Right-of-use motor vehicles	Total Right-of-use assets	Leasehold improvements	Other property, plant and equipment	TOTAL
Cost	78 564 726		76 564 726	7 811 114	27 021 176	111 397 016
Accumulated depreciation	(27 312 054)		(27 312 054)	(5 507 435)	(17 905 766)	(50 725 255)
As at 1 January 2024	51 252 672	-	51 252 672	2 303 679	9 115 410	62 671 761
2024						
Additions	435 904		435 904	1 809 581	2 760 472	5 005 957
Depreciation charge	(3 689 362)		(3 689 362)	(1 275 146)	(3 861 363)	(8 825 871)
Cost	79 000 630	-	79 000 630	9 620 695	29 781 648	118 402 973
Accumulated depreciation	(31 001 416)	-	(31 001 416)	(6 782 581)	(21 767 129)	(59 551 126)
As at 31 December 2024	47 999 214	-	47 999 214	2 838 114	8 014 519	58 851 847
2025						
Additions	56 366 275	-	56 366 275	-	1 015 279	57 381 554
Disposals (cost)	(79 000 630)	-	(79 000 630)	-	-	(79 000 630)
Depreciation charge	(11 338 731)	-	(11 338 731)	-	(2 563 636)	(13 902 367)
Disposals (depreciation)	31 212 852	-	31 212 852	-	-	31 212 852
Impairment						-
Cost	56 366 276	-	56 366 276	9 620 695	30 796 927	96 783 898
Accumulated depreciation	(11 127 296)	-	(11 127 296)	(6 782 581)	(24 330 765)	(42 240 642)
As at 30 June 2025	45 238 980	-	45 238 980	2 838 114	6 466 162	54 543 256

15. Loans and advances to customers

	Non-Current 30.06.2025. MKD	Current 30.06.2025. MKD	Non-Current 31.12.2024. MKD	Current 31.12.2024. MKD
<i>Loans and advances to customers, net</i>				
Loans and advances to customers (unsecured)	327 199 434	1 425 176 865	393 437 723	1 578 933 375
Impairment allowance for unsecured loans	(5 160 623)	(599 986 664)	(4 097 701)	(744 251 195)
Accrued interest and handling fee	-	193 625 155	-	184 089 427
Fees paid and received upon loan disbursement	(3 294 036)	(14 347 776)	(3 352 729)	(13 455 078)
	318 744 775	1 004 467 580	385 987 293	1 005 316 529

16. Loans to related parties

10. Loans to related parties					
Non current Loans to related parties		Interest rate per annum (%)	Maturity	30.06.2025. MKD	31.12.2024. MKD
Loans to related parties	ECFA Sh.a	13,5%	21.08.2028	776 865 599	-
TOTAL:				776 865 599	-

Current Loans to related parties		Interest rate per annum (%)	Maturity	30.06.2025. MKD	31.12.2024. MKD
Accrued interest	ECFA Sh.a	13,5%	21.08.2028	18 603 126	19 806 030
TOTAL:				18 603 126	19 806 030

17. Other receivables

	30.06.2025. MKD	31.12.2024. MKD
CIT paid in advance	75 545 720	7 194
Advances to employees	179 881	200 828
Other debtors	4 264 943	4 959 933
Impairment allowance for 'Other debtors'	(627 403)	(627 403)
TOTAL:	79 363 141	4 540 552

18. Cash and cash equivalents

	30.06.2025. MKD	31.12.2024. MKD
Cash at bank	21 445 190	25 195 994
Cash on hand	7 975 483	6 147 960
TOTAL:	29 420 673	31 343 954

The Company has not created an ECL allowances for cash and cash equivalents on the basis that placements with banks are of short term nature and the lifetime of these assets under IFRS 9 is so short that the low probability of default would result in immaterial ECL amounts (2024: MKD 0).

19. Share capital

Share capital of the Company is in amount of MKD 123 199 315.
The movements on the Share capital caption during the year are as follows:

	Share capital MKD	Number of class A Shares	Number of class B Shares	Total number of Shares
Opening balance as at 1 January 2024	123 199 315	-	-	-
Closing balance as at 31 December 2024	123 199 315	-	-	-
Opening balance as at 1 January 2025	123 199 315	-	-	-
Closing balance as at 30 June 2025	123 199 315	-	-	-

20. Borrowings

Non-current

Other borrowings	Interest rate per annum (%)	Maturity	30.06.2025. MKD	31.12.2024. MKD
Financing received from P2P investors	10.5% - 13.5%	31.12.2028	76 111 433	132 212 341
Loan acquisition costs			-	-
TOTAL:			76 111 433	132 212 341
TOTAL NON CURRENT BORROWINGS:			76 111 433	132 212 341

Current

Other borrowings	Interest rate per annum (%)	Maturity	30.09.2023. MKD	31.12.2022. MKD
Loan from related parties	13%	06.10.2026	801 528 001	-
Financing received from P2P investors	10.5% - 13.5%	31.12.2028	325 610 807	520 757 771
Lease liabilities for rent of premises	5%	up to 3 year	45 714 919	47 397 926
Accrued interest for financing received from P2P investors			1 893 939	3 710 831
Accrued interest for loans from related parties			9 065 058	6 103 378
TOTAL:			1 183 812 724	577 969 906
TOTAL CURRENT BORROWINGS:			1 183 812 724	577 969 906

21. Related party disclosures

The income and expense items with related parties were as follows:

		01.01.2025. - 30.06.2025. MKD	01.01.2024. - 30.06.2024. MKD
Interest income	ECFA Sh.a	44 759 611	2 318 639
Interest expenses	Eleving Group	(45 061 702)	(11 153 353)
Management services received from related parties	Eleving Consumer Finance AS	(63 315 772)	(63 390 154)

The receivables and liabilities with related parties as at 30.06.2025. and 31.12.2024. were as follows:

		30.06.2025. MKD	31.12.2024. MKD
Amounts owed by related parties			
Loans to related parties	ECFA Sh.a	795 468 725	19 806 030
Amounts owed to related parties			
Loans from related parties	Eleving Group	810 593 059	6 103 379
Payables to related parties	Eleving Consumer Finance AS	190 062 486	12 700 337

Movement in amounts owed by related parties	Amounts owed by related parties
Amounts owed by related parties as of 01 January 2024	47 750 098
Receivables covered in period	(27 944 068)
Amounts owed by related parties as of 31 December 2024	19 806 030
Amounts owed by related parties as of 01 January 2025	19 806 030
Receivables covered in period	775 662 695
Amounts owed by related parties as of 30 June 2025	795 468 725

Movement in amounts owed to related parties	Amounts owed to related parties
Amounts owed to related parties as of 01 January 2024	379 421 199
Loans received in period	997 121 780
Loans repaid/settled in period	(1 347 643 280)
Interest calculated in period	26 792 104
Interest repaid/settled in period	(25 407 612)
Management services received in period	151 726 058
Management services paid in period	(163 206 533)
Dividends calculated	122 438 097
Dividends paid	(122 438 097)
Amounts owed to related parties as of 31 December 2024	18 803 716
Amounts owed to related parties as of 01 January 2025	18 803 716
Loans received in period	1 146 242 135
Loans repaid/settled in period	(344 714 135)
Interest calculated in period	45 058 137
Interest repaid/settled in period	(42 096 457)
Management services received in period	63 315 772
Other services received in period	17 941 924
Management services paid in period	(82 764 128)
Dividends calculated	178 868 581
Amounts owed to related parties as of 30 June 2025	1 000 655 545

22. Events after balance sheet date

In 2023, the Government of North Macedonia introduced a Solidarity Tax aimed at taxing excess corporate profits during periods of crisis. In 2024, the Constitutional Court declared the tax unconstitutional, citing retroactive application, legal uncertainty, and potential discrimination. As a result, the government is obligated to refund all amounts collected under this tax.

Following the Court's decision, Finnak submitted refund requests to the Ministry of Finance, the Government, and the Public Revenue Office. Based on the legal obligation for repayment and the formal refund process initiated, Finnak has recognized the expected refund as income in 2025, although the amount had not yet been received as of the reporting date.

Subsequently, the Ministry of Finance issued a communication proposing that the refund be made in two instalments: the first in March 2026, and the second in March 2027.

As of the last day of the reporting period until the date of signing these financial statements there have been no other events requiring adjustment of or disclosure in the financial statements or Notes thereto.