

admirals

2024 the First 6 Months

Unaudited Consolidated Interim Report

Admirals Group AS



Admirals Group AS

Unaudited Consolidated Interim Report for the First 6 Months of 2024

Commercial Registry No.	11838516
Address	Maakri 19/1, Tallinn, 10145
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E-mail	info@admiralmarkets.com
Main area of activity	Holding company
Beginning and end date of financial year	1 January - 30 June
Chairman of the Management Board	Alexander Tsikhilov
Members of the Management Board	Andrey Koks Anton Tikhomirov Lauri Reinberg Eduard Kelvet
Chairman of the Supervisory Board	Anatolie Mihalcenco
Members of the Supervisory Board	Dmitri Lauš Priit Rohumaa Olga Senjuškina

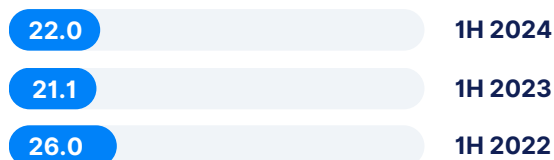
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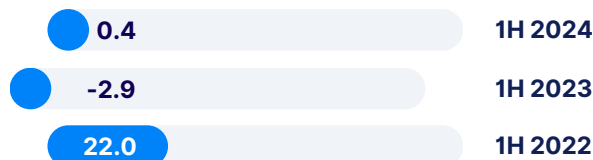
6 Month Highlights for 2024

- The Group's net trading income was EUR 22.0 million (6M 2023: EUR 21.1 million).
- EBITDA* was EUR 0.4 million (6M 2023: EUR -2.9 million).
- The EBITDA margin was 2% (6M 2023: -14%).
- Net profit (loss) was EUR -1.2 million (6M 2023: EUR -4.8 million).
- The net profit (loss) margin was -5% (6M 2023: -23%).
- The cost-to-income ratio was 104% (6M 2023: 119%).
- The number of active clients** in the Group decreased by 44% to 36,556 compared to the same period in 2023 (6M 2023: 56,636 active clients).
- The number of active accounts*** in the Group decreased by 41% to 41,156 compared to the same period in 2023 (6M 2023: 75,975 active accounts).
- The number of new applications in the Group decreased by 56% to 62,996 compared to the same period in 2023 (6M 2023: 143,414 new applications).

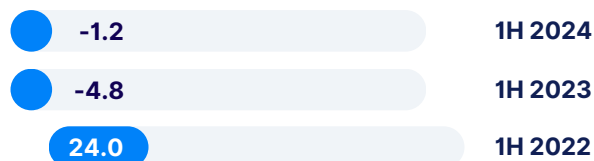
Net trading income EUR 22.0 million



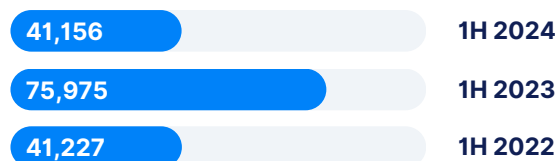
EBITDA* EUR 0.4 million



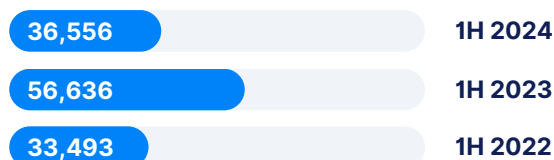
Net profit (-loss) -1.2 EUR million



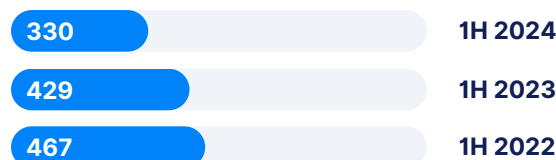
Active accounts*** 41,156



Active clients** 36,556



Value of trades EUR 330 billion



Admirals voluntarily decided in April 2024 to temporarily suspend the onboarding of new customers for Admirals Europe Ltd. This decision is related to Admirals Europe Ltd's efforts to comply with and adapt to the recommendations of the CySEC regulator and affects only operations in EU countries.

Admirals is actively working to implement the necessary changes to its processes and products to achieve full compliance with regulatory standards. By collaborating closely with CySEC, Admirals aims not only to resume attracting new clients in EU countries but also to strengthen its position in the market as a responsible and reliable partner.

*Earnings before interest, taxes, depreciation and amortization.

**Active clients represent clients who traded at least once in the respective of year.

***Active accounts represent accounts via which at least one trade has been concluded in the respective of year.

Management Report

The following chapter outlines the founding and licensing history and growth of Admirals Group AS and all of its constituent companies.



Our Company

Admirals, formerly known as Admiral Markets, is a leading online trading services provider, offering investment services for trading Forex and CFDs (Contracts for Difference). Founded in 2001, the company has grown into a global organization, offering its services worldwide through various regulated trading entities. The company's headquarters are located in Tallinn, Estonia.

In 2009, Admirals Group AS was established with the aim of consolidating financial companies across different countries under the unified Admirals brand, creating a strong international group. Over the years, Admirals has evolved into a global digital market leader, offering in-house software solutions for trading and investing in both the B2C and B2B segments. The Group primarily focuses on the development of trading and investment services, offering leveraged products to retail, professional, and institutional clients, covering a wide range of asset classes, including Forex, indices, commodities, digital currencies, stocks, and ETFs.

Admirals offers trading opportunities in over 8,000 financial instruments, including Forex pairs, stocks, indices, commodities, cryptocurrencies, ETFs, and bond CFDs. Additionally, the company allows investment in stocks and ETFs without using leverage. To deliver these services, Admirals uses popular trading platforms MetaTrader 4 and MetaTrader 5, complemented by exclusive tools such as the MetaTrader Supreme Edition plugin. Clients are provided with access to real-time quotes and charts, and a mobile app and web platform are available, enabling trading anytime and anywhere.

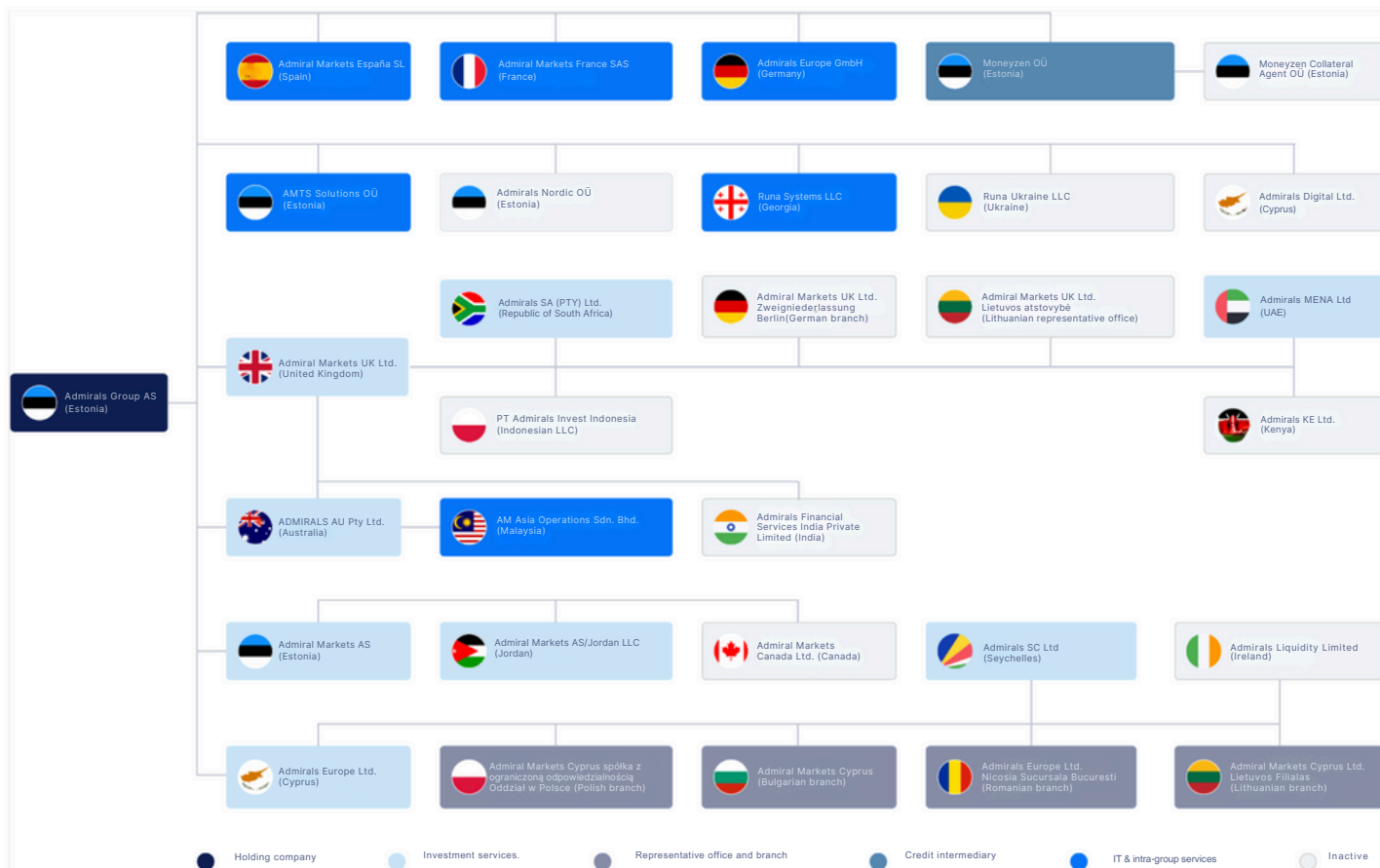
Admirals is regulated by several well-known financial supervisory authorities, including the UK's Financial Conduct Authority (FCA) and the Cyprus Securities and Exchange Commission (CySEC). Client funds are kept separate from the company's operational funds, providing additional protection in a volatile market. The Group's strategic goal is to offer financial freedom to 10 million people by 2030, focusing on both beginner and experienced clients. Educating seasoned traders and training new enthusiasts are also key parts of the Group's activities to expand into new client segments.

Admirals prioritizes functional software and quality assurance to ensure clients receive the best and most transparent trading experience. The company strives to be a reliable partner for responsible and active traders, offering support but not investment advice. Additionally, Admirals Group AS is committed to mitigating client risks by providing liquidity and other essential services. The companies within the Group support this activity by offering IT and other internal services. While several subsidiaries are currently inactive, they play a significant role in the Group's future strategic plans.

Admirals' success is based on its global presence, wide customer base, and strong strategic direction, enabling it to continue expanding and providing top-notch service to its clients in more than 130 countries. Currently, the company has over 36,550 active clients and more than 41,150 accounts, with 18 offices and representations worldwide and 273 employees supporting Admirals' mission and vision.

For more information about Admirals, including company news and detailed product information, visit their official website at www.admiralmarkets.com.

Admirals Group AS Structure



- Holding company
- Investment services.
- Representative office and branch
- Credit intermediary
- IT & intra-group services
- Inactive

Management of Admirals

At the time of the preparation of this report, the main shareholders of Admirals Group AS (holding over 10% of the voting rights represented by their shares) are:

- DVF Group OÜ (1,225,000 shares, representing 49.0% of the total number of shares), the sole shareholder of which is Alexander Tsikhilov;
- Alexander Tsikhilov (684,375 shares, representing 27.375% of the total number of shares);
- Laush OÜ (440,000 shares, representing 17.6% of the total number of shares), the sole shareholder of which is Dmitri Lauš.

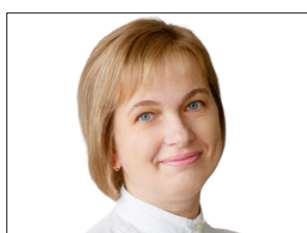
The rest of the shareholders hold less than 2% each of the total number of shares.

In the first six months of 2024, the remuneration of the management, including social security taxes, totalled EUR 313 thousand (6 months 2023: EUR 301 thousand). The group has concluded agreements with the board members, which do not provide for severance payments upon termination of the contracts.

Supervisory Board of Admirals Group AS



Anatolie Mihalcenco
Chairman of the Supervisory Board



Olga Senjuškina
Member of the Supervisory Board



Priit Rohumaa
Member of the Supervisory Board



Dmitri Lauš
Member of the Supervisory Board

Management Board of Admirals Group AS



Alexander Tsikhilov
Chairman of the Management Board



Anton Tikhomirov
Member of the Management Board



Andrey Koks
Member of the Management Board



Lauri Reinberg
Member of the Management Board



Eduard Kelvet
Member of the Management Board

Management Board declaration

The unaudited interim report of Admirals Group AS consists of the management report and financial statements.

The data and the additional information provided by Admirals Group AS in the 2024 interim report are true and complete.

The accounting policies adopted in the preparation of the financial statements are in accordance with the International

Financial Reporting Standards as adopted by the European Union and give a true and fair view of the financial position, financial performance, and cash flow of the entity. The financial statements of the interim report of 2024 are unaudited.

✓ digitally signed

Alexander Tsikhilov, CEO and Chairman of the Management Board of Admirals Group AS. Tallinn, 30.08.2024

Financial Review

Main Consolidated Financial Indicators of Admirals Group AS

Income statement (in millions of euros)	6 months 2024	6 months 2023	change	6 months 2022
Net trading income	22.0	21.1	4%	43.0
Operating expenses	22.9	25.2	-9%	20.4
EBITDA	0.4	-2.9	114%	26
Net profit	-1.2	-4.8	76%	24.0
EBITDA margin, %	2%	-14%	16.0	60%
Net profit margin, %	-5%	-23%	18.0	56%
Cost to income ratio, %	104%	119%	-15.0	47%

Business volumes (in millions of euros)	30.06.2024	31.12.2023	change	30.06.2023
Due from credit institutions and investment companies	61.8	60.0	3%	69.0
Debt securities	1.9	3.4	-45%	5.0
Shareholders' equity	69.9	70.4	-1%	75.6
Total assets	81.3	82.0	-1%	93.6
Off-balance sheet assets (client assets)	103.6	99.0	5%	102.0

Equations used for the calculation of ratios:

EBITDA margin, % = EBITDA / Net trading income

EBIT margin, % = EBIT / Net trading income

Net profit margin, % = Net profit / Net trading income

Cost to income ratio, % = Operating expenses / Net trading income

Net Trading Income

The Group earned EUR 22.2 million in revenue during the first six months of 2024, which is 4% more compared to the first half of 2023. The number of active clients decreased by 44% compared to the first half of 2023. The value of trades went down 26% in comparison to the first half of 2023, reaching EUR 330 billion. The number of trades went down 31% to 21 million compared to the first half of 2023.

During the first six months of 2024 Commodity CFDs products accounted for 32% of total gross trading income, Indices CFDs accounted for 47% of total gross trading income, Forex CFDs accounted for 18% of total gross trading income. The share of other products, such as stocks, ETFs, etc. generated income, which made 3% of total gross income in 2023.

Expenses

The Group's operating expenses decreased by 9% in the first half of 2024.

The largest share of total operating expenses (which includes payroll and depreciation expenses) for the Group in the first half of 2024 comes from personnel expenses. Personnel expenses decreased 6% year-on-year and reached EUR 7.06 million for the first half of 2024. Personnel expenses account for 31% of total operating expenses. In the first half of 2024 marketing expenses were EUR 5.22 million which is a 22% decrease year on-year and account for 23% of total operating expenses. IT expenses make up around 15% of total operating expenses and reached EUR 3.36 million for the first half of 2024. Other larger expense types for the Group are legal and audit services, other outsourced services, VAT and intra-group expenses.

The cost-to-income ratio decreased to 104% in the first half of 2024 (6 months 2023: 119%).

Net Profit (Loss)

EBITDA and net loss of the Group were EUR 0.4 million and EUR -1.2 million, respectively, in the first half of 2024. The return on equity of the Group was -1.6% in the first half of 2024 (first half of 2023: -6.1%).

Statement of Financial Position

The Group has a strong balance sheet, with EUR 69.9 million of shareholders' equity. The Group's balance sheet is liquid as 79% of its total assets consists of liquid assets.

As of 30 June 2024, the assets of the Group totalled EUR 81.3 million. Ca 76% of assets are balances due from credit institutions and investment companies. Balances due from credit institutions and investment companies have increased by 3% in during the first six months of 2024. The debt securities portfolio only consists of high-quality liquid assets and accounts for 2% of total assets.

The Group's non-current assets decreased in 2024 to EUR 10.2 million. There were no significant investments in intangible assets.

Group's long-term debt consists of subordinated debt securities and finance lease in total amount of EUR 6.4 million and makes up 8% of total assets. All other liabilities are short-term and are mainly liabilities to trade creditors and related parties, taxes payable, and payables to employees.

The off-balance sheet assets (client assets) of the Group increased by 5% to EUR 103.6 million during the first six months of 2024 (31.12.2023: EUR 99.0 million).

Key Financial Ratios

	6 months 2024	6 months 2023	change	6 months 2022
Net profit per share, EUR	-0.47	-1.9	1.43	9.73
Return on equity, %	-1.6%	-6.1%	4.5	33.8%
Equity ratio	1.2	1.2	0	1.2
Return on assets, %	-1.4%	-5.0%	3.6	28.4%
Short-term liabilities current ratio	14.2	11.3	2.9	12.4

Equations used for the calculation of ratios:

Net profit per share, in EUR = net profit / average number of shares

Return on equity (ROE), % = net profit / average equity * 100

Equity ratio = average assets / average equity

Return on assets (ROA), % = net profit / average assets * 100

Short-term liabilities current ratio = current assets / current liabilities

The ratios are calculated as an arithmetic average of closing balance sheet figures from the previous and current reporting period, and the indicators of the income statement are shown as at the end of the reporting period.

Client Trends

The number of active clients in the Group decreased by 44% year on year. The Group had 36,556 active clients (clients who have traded at least once in the past 6 months) in the first half of 2024. Active accounts also decreased by 41% and achieved 45,156 (accounts, which have traded at least once in the past 6 months).

	6 months 2024	6 months 2023	change
Active clients	36,556	65,636	-44%
Active accounts	45,156	75,975	-41%
New applications	62,996	143,414	-56%

Capitalisation

Risk management is part of the Group's internal control system, and its objective is to identify, assess, and monitor all the risks associated with Admirals to ensure the credibility, stability, and profitability of the company.

As of 30.06.2024, the own funds of Admirals amounted to 72.3 million EUR (31.12.2023: 70.9 million EUR). At the end of the reporting period, Admirals was well-capitalised, with a capital adequacy level of 511% (31.12.2023: 335%) and met all regulatory capital requirements in both 2024 and 2023.

Own Funds

(in thousands of euros)	30.06.2024	31.12.2023
Paid-in share capital	250	250
Own shares	-275	-315
Other reserves	138	-329
Retained earnings of previous periods	72,937	81,460
Intangible assets	-4,038	-4,890
Losses for the current financial year	-326	-9,081
Total Tier 1 capital	68,686	67,095
Subordinated debt securities	3,647	3,782
Own instruments	-4	-5
Total Tier 2 capital	3,643	3,777
Net own funds for capital adequacy	72,329	70,872

Capital Requirements

(in thousands of euros)	30.06.2024	31.12.2023
Fixed overheads requirement	11,832	10,359
Risk to client	827	967
Risk to market	6,245	12,224
Risk to firm	7,070	7,958
Total K-Factor requirement	14,142	21,149

Capital Adequacy

	30.06.2024	31.12.2023
Capital adequacy	511%	335%
Tier 1 capital ratio	486%	317%

Consolidated Interim Financial Statements

This chapter outlines the assets, liabilities, equity, income and cash flow of the Group.



Consolidated Statement of Financial Position

(in thousands of euros)	Note	30.06.2024	31.12.2023
Assets			
Cash and cash equivalents	3	45,939	41,025
Due from investment companies	3	15,820	18,961
Financial assets at fair value through profit or loss	4	3,527	5,062
Loans and receivables	5	4,821	4,772
Inventories		416	311
Other assets		2,444	2,137
Tangible fixed assets		1,721	1,950
Right-of-use assets		2,354	2,603
Intangible assets		4,240	5,147
Total assets		81,282	81,968
Liabilities			
Financial liabilities at fair value through profit or loss	4	444	224
Liabilities and accruals	6	4,053	4,318
Deferred tax liability		0	1
Subordinated debt securities	8	4,105	4,102
Lease liabilities	7	2,790	2,894
Total liabilities		11,392	11,539
Equity			
Share capital	10	250	250
Own shares		-274	-315
Statutory reserve capital		25	25
Currency translation reserve		-363	-834
Retained earnings		70,206	71,276
Total equity attributable to owners of the parent		69,844	70,402
Non-controlling interest		46	27
Total equity		69,890	70,429
Total liabilities and equity		81,282	81,968

Consolidated Statement of Comprehensive Income

(in thousands of euros)	Note	6 months 2024	6 months 2023
Net gains from trading of financial assets at fair value through profit or loss with clients and liquidity providers		23,003	22,906
Brokerage and commission fee revenue		785	814
Brokerage and commission fee expense		-1,793	-2,561
Other trading activity related income		290	243
Other trading activity related expense		-324	-342
Net income from trading	12	21,961	21,060
Other income similar to interest		37	118
Interest income calculated using the effective interest method		467	287
Interest expense		-234	-217
Other income		261	236
Other expenses		-264	-159
Net losses on exchange rate changes		-488	-300
Profit / (loss) from financial assets at fair value through profit or loss		-145	-78
Personnel expenses		-7,064	-7,479
Operating expenses	13	-13,864	-16,216
Depreciation of tangible and intangible assets		-1,406	-1,150
Depreciation of right-of-use assets		-392	-378
(Loss) / Profit before income tax		-1,131	-4,276
Income tax		-21	-546
(Loss) / Profit for the reporting period		-1,152	-4,822
Other comprehensive income:			
Items that subsequently may be reclassified to profit or loss:			
Currency translation adjustment		470	66
Total other comprehensive loss for the reporting period		470	66
Total comprehensive (loss) / income for the reporting period		-682	-4,756
Net (loss) / profit attributable to the owners of the parent		-1,170	-4,859
Net profit / (loss) attributable to non-controlling interest		19	25
(Loss) / Profit for the reporting period		-1,151	-4,834
Total comprehensive (loss) / income attributable to the owners of the parent		-700	-4,793
Total comprehensive income / (loss) attributable non-controlling interest		19	25
Total comprehensive (loss) / income for the reporting period		-681	-4,768
Basic and diluted earnings per share	10	-0.47	-1.93

Consolidated Statement of Cash Flows

(in thousands of euros)	6 months 2024	6 months 2023
Cash flow from operating activities		
Net loss for the reporting period	-1,151	-4,834
Adjustments for non-cash income or expenses:		
Depreciation of tangible, intangible and right of use assets	1,798	1,528
Interest and similar income	-504	-405
Interest expense	234	217
Corporate income tax expenses	21	546
Other financial income and expenses	38	380
Other adjustments	-3	0
Operating cash flows before changes in operating assets and liabilities	433	-2,568
Changes in operating assets and liabilities:		
Change in receivables and prepayments relating to operating activities	3,141	-6,754
Change in payables and prepayments relating to operating activities	-57	322
Change in derivative assets	-307	665
Change in the derivative liabilities	-97	-123
Change in amounts due from investment companies	38	3,653
Changes in inventories	221	-194
Change in other assets	-105	-122
Operating cash flows before interest and tax	3,267	-5,121
Interest received	435	195
Interest paid	-201	-182
Corporate income tax paid	-21	-546
Net cash from/used in operating activities	3,480	-5,654

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(in thousands of euros)	6 months 2024	6 months 2023
Cash flow from investing activities		
Purchase of tangible and intangible assets	-247	-743
Loans granted	0	-226
Repayments of loans granted	91	90
Acquisition of financial assets at fair value through profit or loss (investment portfolio)	-4	-7,129
Proceeds from disposal of financial assets at fair value through profit or loss (investment portfolio)	1,564	7,451
Net cash used in investing activities	1,404	-557
Cash flow from financing activities		
Dividends paid	0	-2,578
Payments from subordinated debt securities issued	0	-473
Payments for repurchase of own shares	-440	-407
Repayment of principal element of lease liabilities	1	0
Net cash used in financing activities	-439	-3,458
TOTAL CASH FLOWS	4,445	-9,669
Cash and cash equivalents at the beginning of the period	41,024	55,489
Change in cash and equivalents	4,445	-9,669
Effect of exchange rate changes on cash and cash equivalents	470	-75
Cash and cash equivalents at the end of the period	45,939	45,745

Consolidated Statement of Changes in Equity

(in thousands of euros)	Share capital	Own shares (-)	Statutory reserve capital	Retained earnings	Currency translation reserve	Total equity attributable to owners of the parent	Non-controlling interest	Total equity
Balance as at 31.12.2022	250	-315	25	83,600	-669	82,891	6	82,897
Dividends paid	0	0	0	-2,578	0	-2,578	0	-2,578
Net loss for the reporting period	0	0	0	-9,746	0	-9,746	21	-9,725
Other comprehensive loss for the reporting period	0	0	0	0	-165	-165	0	-165
Total comprehensive loss for the reporting period	0	0	0	-9,746	-165	-9,911	21	-9,890
Balance as at 31.12.2023	250	-315	25	71,276	-834	70,402	27	70,429
Sale of own shares	0	41	0	100	0	141	0	141
Net loss for the reporting period	0	0	0	-1,170	0	-1,170	19	-1,151
Other comprehensive loss for the reporting period	0	0	0	0	471	471	0	471
Total comprehensive loss for the reporting period	0	0	0	-1,170	471	-699	19	-680
Balance as at 30.06.2024	250	-274	25	70,206	-363	69,844	46	69,890

Notes to the Consolidated Interim Financial Statements

This chapter presents more detailed information of the Consolidated Financial Statements.



Note 1.

General Information

ADMIRALS GROUP AS (previous business name Admiral Markets Group AS) has been an active holding company since 30.12.2009. ADMIRALS GROUP AS was established in 2009 with the aim of incorporating financial companies from different countries to form a multinational group of companies operating under a joint trademark - Admirals (hereinafter collectively referred to as "Admirals" or "the Group").

Admirals Group AS is a limited liability company incorporated in and domiciled in Estonia. The address of its registered office is Maakri 19/1, Tallinn, Estonia. The condensed consolidated interim financial statements of Admirals Group AS have been prepared in accordance with the international financial reporting standard IAS 34 "Interim Financial Reporting", as adopted by the European Union.

The condensed consolidated interim financial statements should be read in conjunction with the Group's consolidated annual report as of 31 December 2023. The accounting policies used in the preparation of the condensed consolidated interim financial report are the same as the accounting policies used in the annual report for the year ended 31 December 2023.

The condensed consolidated interim financial statements are unaudited and do not contain all the information required for the preparation of consolidated annual financial statements. The condensed consolidated interim financial statements are presented in thousands of euros unless otherwise stated.

Note 2.

Risk Management

Admirals offers provision of trading and investment services to retail, professional and institutional clients. According to the risk management policies of Admirals, risks arising from derivatives are partly economically hedged through counterparties (liquidity providers).

Risk is defined as a potential negative deviation from the expected financial result. The objective of the risk management of Admirals is to identify, accurately measure and manage risks. Risks are measured according to their nature as follows: qualitatively (scale of impact and the probability of occurrence) or quantitatively (monetary or percentage impact). Ultimately, the objective of risk management is to increase the income of Admiral Markets through minimizing damages and reducing the volatility of results.

Risk management is part of the internal control system of Admirals. Risk management procedures and basis of assessment are set out in the Group's internal rules and internal risk management policy. In accordance with the established principles Admiral Markets must have enough capital to cover risks.

Specifically, risk management is built on the principle of the three lines of defence. The first line of defence, i.e. business units is responsible for risk taking and risk management. The second line of defence, i.e. risk management, performed by the Risk Management Unit, is responsible for the development of risk methodologies and risk reporting. The third line of defense, i.e. internal audit, carries out independent supervision of Admiral Markets.

As we are exposed to credit and market risk in connection with our retail trading activities, developing and maintaining robust risk management capabilities is a high priority. In addition, we actively monitor and assess various market factors, including volatility and liquidity, and take steps to address identified risks, such as proactively adjusting the required customer margin.

There have been no changes in the risk management policies since the year-end.

Note 3.

Due From Credit Institutions and Investment Companies

(in thousands of euros)	30.06.2024	31.12.2023
Cash*	17	7
Demand and term deposits with maturity less than 3 months*	45,539	40,338
Demand deposits on trading accounts	15,820	18,961
Cash in transit*	383	680
Total	61,759	59,986

* Cash and cash equivalents in the statement of cash flows

Note 4.

Financial Assets and Liabilities at Fair Value Through Profit or Loss

Instrument (in thousands of euros)	30.06.2024		31.12.2023	
	Asset	Liability	Asset	Liability
Bonds	1,894	0	3,368	0
Equity investments at fair value through profit or loss	790	0	1,035	0
Convertible loan	385	0	298	0
Currency pairs	16	17	33	21
CFD derivatives	294	9	243	12
Other derivatives	148	419	85	191
Total	3,527	445	5,062	224

All derivative instruments are carried as assets when fair value is positive and as liabilities when fair value is negative. The Group has only short-term derivatives.

Note 5. Loans and Receivables

(in thousands of euros)	30.06.2024	31.12.2023
Financial assets		
Trade receivables	560	1,272
Settlements with employees	184	169
Loans granted	70	161
Other short-term receivables	2,310	1,494
Other long-term receivables	1,697	1,676
Total	4,821	4,772

Note 6. Liabilities and Accruals

(in thousands of euros)	30.06.2024	31.12.2023
Financial liabilities		
Liabilities to trade creditors	2,173	2,347
Other accrued expenses	608	628
Subtotal	2,781	2,975
Non-financial liabilities		
Payables to employees	476	415
Taxes payable	796	928
Subtotal	1,272	1,343
Total	4,053	4,318

Note 7.

Leases

The Group leases office premises. From 1 January 2019, leases are recognised as a right-of-use asset and a corresponding liability from the date when the leased asset becomes available for use by the Group. Applying IFRS 16, the Group applied a single discount rate to its portfolio of leases with reasonably similar characteristics and used 2% incremental borrowing rate to all its lease liabilities as permitted by the standard.

For new lease agreements since 2023 applied a 5% borrowing rate, which was close to market price rates.

The right-of use asset and lease liability are recorded on separate lines in the statement of financial position.

Changes in lease liabilities are presented below:

(in thousands of euros)	Lease liabilities
Balance at 31.12.2022	3,435
Additions*	283
Adjustments (incl. terminations)	-2
Lease payments made during the year	-892
Interest expense	70
Balance at 31.12.2023	2,894
Additions*	303
Lease payments made during the year	-423
Capital lease payments	-16
Interest expense	32
Balance at 30.06.2024	2,790

* New lease contracts and extension of the lease period for existing contracts.

Breakdown of lease liabilities to current and non-current in subsequent are set below:

(in thousands of euros)	30.06.2024	31.12.2023
Short-term office lease liabilities	422	696
Long-term office lease liabilities	2,222	2,198
Short-term capital lease liability	17	0
Long-term capital lease liability	129	0
Total	2,790	2,894

Note 8.

Subordinated Debt Securities

In 2017, subsidiary Admiral Markets AS issued 18,268 subordinated debt securities and listed these on 11.01.2018 on the Nasdaq Tallinn Stock Exchange. The maturity date for bonds is 2027.

In 2021, Admirals Group AS issued 27,016 subordinated debt securities and listed these on 21.12.2021 on the Nasdaq Tallinn Stock Exchange. The maturity date for the bonds is 2031.

Subordinated debt	Issuance year	Amount	Interest rate	Maturity date
Subordinated bonds (ISIN:EE3300111251)	2017	1,354	8%	28.12.2027
Subordinated bonds (ISIN:EE3300001999)	2021	2,702	8%	05.02.2031

As of 30.06.2024, there were a total of 333 owners of Admiral Markets AS bonds and Admirals Group AS bonds 171 owners.

Bondholder structure according to the holders' groups as at 31.12.2023 was the following:

Subordinated debt	Private persons	Legal persons
Subordinated bonds (ISIN:EE3300111251)	59%	41%
Subordinated bonds (ISIN:EE3300001999)	68%	32%

During the reporting period, 29 transactions in the amount of EUR 30 thousand were made with Admiral Markets AS bonds and 79 transactions in the amount of EUR 156 thousand were made with Admirals Group AS bonds.

Interest expenses on subordinated bonds for each reporting period and accrued interest liabilities as at the end of each reporting period are disclosed in the table below. Interest liabilities are accounted in the statement of financial position using the effective interest rate.

Interest liability from subordinated debt (in thousands of euros)	
Accrued interest on subordinated debts as at 31.12.2022	88
Interest calculated for 2023	324
Paid out during 2023	-324
Accrued interest on subordinated debts as at 31.12.2023	88
Period interest calculated	162
Paid out during reporting period	-162
Accrued interest on subordinated debts as at 30.06.2024	88

Note 9.

Off-Balance Sheet Assets

Off-balance sheet assets are funds of these clients who use the trading systems mediated by Admirals. Because of the specific feature of the system, the Group deposits these funds in personalised accounts in banks and in other investment companies. The Group does not use client funds in its business operations and accounts for them off-balance sheet.

(in thousands of euros)	30.06.2024	31.12.2023
Bank accounts	68,521	65,382
Stock/shares	34,784	29,402
Crypto currencies	279	217
Cash in transit	0	3,750
Total	103,584	98,751

Note 10.

Share Capital

(in thousands of euros)	30.06.2024	31.12.2023
Share capital	250	250
Number of shares (pc)	2,500,000	2,500,000
Nominal value of shares	0.1	0.1
Basic earnings per share	-0.47	-3.95

As at 30.06.2024, the share capital of the Group's parent company consists of 2,500,000 ordinary shares with a nominal value of EUR 0.1 which have been fully paid for. The shares give the right to receive dividends on the basis of relevant decision as adopted by the shareholders.

To calculate basic earnings per share, net profit attributable to owners of the parent has been divided by the weighted average number of shares issued.

There are no diluting instruments and thus diluted earnings per share is the same as basic earnings per share.

Basic earnings per share are calculated as follows:

(in thousands of euros)	30.06.2024	31.12.2023
Profit attributable to the equity holders of the Company	-1,151	-9,725
Weighted average number of ordinary shares (pc)	2,500,000	2,500,000
Own shares (pc)	38,750	38,750
Weighted average number of shares used for calculating the earnings per shares (pc)	2,461,250	2,461,250
Basic earnings per share	-0.47	-3.95

Note 11.

Segment Reporting

The Management Board members are the Group's chief operating decision-makers (CODM). Management has determined the operating segments based on the information reviewed by the Management Board members for the purposes of allocating resources and assessing performance. The group's main business is the provision of investment services. The Group has defined operating segments based on the reports used regularly by the Management Board to make strategic decisions. The geographical segments are grouped according to the location of Admirals offices and the data for each significant legal entity are disclosed separately in annual report.

Note 12.

Net Income from Trading

(in thousands of euros)	6 months 2024	6 months 2023
Indices CFD's	10,803	9,157
Currency CFD	4,103	8,057
Commodities CFD's	7,277	6,191
Other (crypto, bonds, ETF, shares, others)	820	-499
Net gain from trading of financial assets at fair value through profit or loss with clients including hedging with liquidity providers	23,003	22,906
Commission fee revenue from clients	785	814
Brokerage and commission fee expense	-1,793	-2,561
Other trading activity related income	290	243
Other trading activity related expenses	-324	-342
Net income from trading	21,961	21,060

Note 13.

Operating Expenses

Type of expense (in thousands of euros)	6 months 2024	6 months 2023
Marketing expenses	-5,218	-6,648
IT expenses	-3,363	-3,075
Other outsourced services	-929	-153
VAT expenses	-166	-213
Rent of low-value leases and utility expenses	-305	-370
Legal and audit services	-1,942	-2,678
Regulative reporting services	-412	-213
Transport and communication costs	-191	-215
Travelling expenses	-39	-211
Other operating expenses	-859	-1,986
Small tools	-94	-127
Bank charges	-209	-208
Benefits for employees	-137	-119
Total operating expenses	-13,864	-16,216

Note 14.

Transactions with Related Parties

The following entities have been considered as related parties at the moment of preparing the financial statements of the Group:

- owners that have significant impact on the Group and the companies related to them;
- executive and senior management (members of the Management and Supervisory Board of companies belonging to the Group);
- close relatives of the persons mentioned above and the companies related to them;
- companies over which the persons listed in first point above have a significant influence.

Mr. Alexander Tsikhilov has ultimate control over the Group.

Revenue

(in thousands of euros)		6 months 2024	6 months 2023
Services	Key management and companies related to them	0	2
Interest income	Key management and companies related to them	1	2
Total transactions with related parties		1	4

Expenses

(in thousands of euros)		6 months 2024	6 months 2023
Services	Key management and companies related to them	200	618
Total transactions with related parties		200	618

Loans and receivables

(in thousands of euros)	30.06.2024	31.12.2023
Loans to key management and companies related to them	20	31
Receivables from key management and companies related to them	16	9
Total receivables from related parties	36	40

Payables

(in thousands of euros)	30.06.2024	31.12.2023
Payables to key management and companies related to them	6	12
Total receivables from related parties	6	12

Terms and conditions

All transactions were made on normal commercial terms and conditions and at market rates. Outstanding balances are unsecured.



**Markets go
up and down.
We are going
forward.**