



**Unaudited consolidated
financial report
for the three months ending
31 March 2026**

28 May 2026

4FINANCE HOLDING S.A. REPORTS RESULTS FOR THE THREE MONTHS ENDING 31 MARCH 2026

*Q1 reflects the Group's shift to a focus on online consumer lending
Early repayment of EUR 2026 bonds in April strengthens the Group's capital structure
Strong liquidity supports future growth while providing financial flexibility*

28 May 2026. 4finance Holding S.A. (the 'Group' or '4finance'), one of Europe's largest digital consumer lending groups, today announces unaudited consolidated results for the three months ending 31 March 2026 (the 'Period').

Operational highlights

- TBI Bank sale in February 2026 marks a key operational milestone for the Group and enhances its financial flexibility.
- Online loan issuance totalled €112.4 million for the Period, down 12% year-on-year, reflecting a more selective and disciplined lending approach.
- Early-stage launch of operations in South Africa and Uzbekistan in Q1 2026.

Financial Highlights

- The following highlights relate to continuing operations. TBI Bank is presented separately as discontinued operations.
- Adjusted EBITDA for the Period amounted to €13.7 million, with a margin of 33%. The interest coverage ratio as of the date of this report is 3.5x.
- Group's net profit from continuing operations on a proforma basis amounted to €2.9 million for the Period.
- Interest income amounted to €41.7 million in the Period, compared with €47.0 million in the prior year period.
- Cost to income ratio for the Period improved to 33.5% compared with 35.0% in the prior year period.
- Net impairment charges of €18.0 million in the Period, down 10% year-on-year, reflecting a focus on portfolio quality.
- Net receivables amounted to €141.0 million as of 31 March 2026, reflecting the Group's shift to an online-only business model.
- Gross NPL ratio at 11.0% as of 31 March 2026, indicating stable asset quality.

Liquidity and funding

- Strong liquidity position, with over €250 million of cash at the end of the Period.
- Early redemption of EUR 2026 bonds completed in April 2026, reducing near-term maturities.
- Dividends of €26 million (2024) and €11 million (2025) declared in March and May, respectively.

Kieran Donnelly, CEO of 4finance, commented:

"Q1 2026 marks an important step for the Group following the completion of TBI Bank sale in February, increasing our financial flexibility and sharpening our strategic focus on online consumer lending.

"With a simplified balance sheet and greater financial capacity, we are well positioned to pursue our growth priorities. The early repayment of our EUR 2026 bonds in April reflects our proactive management of the Group's funding profile.

"We remain focused on operational efficiency, credit discipline and delivering sustainable growth."

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Conference call

A conference call with management to discuss these results is scheduled for **Thursday, 4 June at 14:00 UK time**. To register, please visit www.4finance.com.

The conference call will be recorded for transcription and reference purposes. For those participating in the Q&A session, please note that name and institution details provided in the call registration process may appear in the transcript of the conference call that will be made available at www.4finance.com.

About 4finance

Established in 2008, 4finance is one of Europe's largest digital consumer lending groups with operations in 11 countries.

Leveraging a high degree of automation and data-driven insights across all aspects of the business, 4finance has grown rapidly, issuing over €11 billion since inception in single payment loans, instalment loans and minimum-to-pay loans.

4finance operates a portfolio of market leading brands, through which, as a responsible lender, the firm offers simple, convenient and transparent products to millions of customers who are typically underserved by conventional providers.

4finance has group offices in Riga (Latvia) and Luxembourg.

Forward looking statements

Certain statements in this document are "forward-looking statements". These statements are based on management's current expectations and are subject to uncertainty and changes in circumstances. Actual results may differ materially from those included in these statements.

Rounding

Some numerical figures included in this report have been subject to rounding adjustments. Accordingly, numerical figures shown for the same category presented in different tables may vary slightly, and numerical figures shown as totals in certain tables may not be an arithmetic aggregation of the figures that precede them.

Inside information

This announcement contains inside information as stipulated under the Market Abuse Regulation.

Key financial ratios

The change in capitalisation ratios reflects the Group's balance sheet composition following the disposal of TBI Bank.

	3 months to 31 March		Year Ended
	2026	2025	31 December 2025
Capitalisation			
Net receivables (€m)	141.0	165.2	150.6
Total assets (€m)	592.7	2,157.8	2,442.3
Total equity (€m)	261.9	309.2	315.7
Equity / assets	44.2%	14.3%	12.9%
Tangible common equity/tangible assets ⁽¹⁾	41.3%	48.4%	49.2%
Equity / net receivables	185.7%	187.1%	209.6%
Interest coverage ratio ⁽²⁾	3.5x	2.1x	2.2x
Profitability			
Net interest margin ⁽³⁾	85.0%	87.2%	88.0%
Cost / income ratio ⁽⁴⁾	33.5%	35.0%	37.7%
Post-provision operating profit margin ⁽⁵⁾	17.8%	22.5%	19.0%
Normalised Profit before tax margin ⁽⁶⁾	14.0%	20.7%	16.9%
Normalised Return on average equity ⁽⁷⁾	6.4%	10.4%	7.8%
Normalised Return on average assets ⁽⁸⁾	3.1%	5.2%	3.9%
Asset quality			
Net impairment / interest income ⁽⁹⁾	40.7%	40.4%	38.9%
Gross NPL ratio ⁽¹⁰⁾	11.0%	12.8%	11.0%
NPL coverage ratio ⁽¹¹⁾	154.8%	146.7%	152.6%
Loan loss reserve / gross receivables	17.0%	18.7%	16.7%

Definitions and Notes below. For further definitions please see the appendix.

Normalised ratios are adjusted to remove the effect of non-recurring items, discontinued operations, net FX and one-off adjustments to intangible assets.

1. Tangible equity is Total Equity less Intangible Assets. Tangible Assets are Total Assets less Intangible Assets
2. Calculated as described later in the report
3. Annualised net interest income / average gross loan principal
4. Operating costs / operating income (revenue)
5. Post-provision operating profit (which does not include non-recurring items, net FX and D&A) / operating income (revenue)
6. Profit before tax / interest income
7. Annualised net profit / average equity (total equity as of the start and end of each period divided by two)
8. Annualised net profit / average assets (total assets as of the start and end of each period divided by two)
9. Net impairment charges on loans and receivables / interest income plus relevant fee income (interest income and other income from contracts with customers in Philippines and Lithuania under IFRS 15)
10. Non-performing receivables (including accrued interest) with a delay of over 90 days / gross receivables (including accrued interest)
11. Overall receivables allowance account / non-performing receivables

FINANCIAL REVIEW

Proforma Income Statement

Presented here for illustration is the proforma income statement for the three months ending 31 March 2026 and 31 March 2025. The proforma presentation reflects management's view of the Group's performance from continuing operations, adjusting for the interest expense related to TBI acquisition to better reflect the underlying performance of the business during the Period. The reported income statement is included in the appendix.

	3 months to 31 March		
	2026 (unaudited)	2025 (unaudited)	% change
	<i>(in millions of €)</i>		
Interest Income	41.7	47.0	(11)%
Interest Expense	(5.6)	(5.4)	+4%
Net Interest Income	36.1	41.7	(13)%
Other operating income	2.8	5.3	(48)%
Non-Interest Income	2.8	5.3	(48)%
Operating Income (Revenue)	38.9	47.0	(17)%
Total operating costs	(12.3)	(16.4)	(25)%
Pre-provision operating profit	26.5	30.5	(13)%
Net impairment charges	(18.0)	(20.0)	(10)%
Post-provision operating profit	8.6	10.6	(19)%
Depreciation and amortisation	(0.7)	(0.8)	(12)%
Non-recurring income/(expense)	(4.5)	(2.7)	+66%
Net FX gain/(loss)	0.7	(0.8)	nmf
Profit before tax	4.1	6.3	(34)%
Income tax expense	(1.2)	(1.9)	(36)%
Profit from continuing operations	2.9	4.4	(33)%

Balance sheet

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

	31 March 2026 (unaudited)	31 December 2025
	(in millions of €)	
Cash and cash equivalents	252.5	38.0
Gross receivables due from customers	169.9	180.9
Allowance for impairment	(28.9)	(30.3)
Net receivables due from customers, of which:	141.0	150.6
- Principal	131.1	140.2
- Accrued Interest	9.9	10.4
Net loans to related parties	72.0	60.4
Net loans to other parties	1.2	0.8
Property and equipment	3.9	3.3
Financial investments	18.3	17.8
Assets held for sale	-	2,122.1
Prepaid expenses	3.7	1.6
Tax assets	15.5	15.0
Intangible IT assets	12.2	11.5
Goodwill	6.5	10.0
Other assets	65.9	11.1
Total assets	592.7	2,442.3
Liabilities		
Loans and borrowings	274.0	257.5
Income tax liabilities	5.6	4.7
Other liabilities	51.1	31.7
Liabilities held for sale	-	1,832.7
Total liabilities	330.8	2,126.6
Share capital	35.8	35.8
Retained earnings	256.6	311.7
Reserves	(30.5)	(31.7)
Total equity	261.9	315.7
Total shareholders' equity and liabilities	592.7	2,442.3

Assets

The Group had total assets of €592.7 million as of 31 March 2026, compared with €2,442.3 million as of 31 December 2025. The decrease reflects the disposal of TBI Bank during the Period, resulting in a simplified balance sheet and higher cash position.

Loan portfolio

As of 31 March 2026, the Group's net receivables equalled €141.0 million, compared with €150.6 million as of 31 December 2025.

The following section includes a summary of the Group's loan portfolio.

Overview of the Group's loan portfolio

The following table sets out the classification of the Group's loan portfolio in terms of performing and non-performing loans.

	31 March 2026				31 December 2025			
	Gross Amount	Impairment allowance	Net Amount	% of Gross Amount	Gross Amount	Impairment allowance	Net Amount	% of Gross Amount
	<i>(in millions of €, except percentages)</i>				<i>(in millions of €, except percentages)</i>			
Performing	151.2	(14.0)	137.2	89.0%	161.1	(14.9)	146.2	89.0%
Non-performing ⁽¹⁾	18.7	(14.9)	3.8	11.0%	19.9	(15.4)	4.4	11.0%
Total	169.9	(28.9)	141.0	100.0%	180.9	(30.3)	150.6	100.0%

Note: (1) Non-performing amounts are those over 90 days past due (no NPLs contributed from the Philippines as loans are written-off at 31 days past due)

Loan portfolio by product

This section presents further detail on the portfolio and classification by product. The following table shows the Group's gross performing loan portfolio by product. The Near Prime classification includes the Group's lower APR instalment loan products in Latvia and Lithuania.

	31 March 2026		31 December 2025	
	Amount	% of Portfolio	Amount	% of Portfolio
	<i>(in millions of €, except percentages)</i>			
Gross performing portfolio by product:				
Single Payment Loans	42.2	27.9%	41.9	26.0%
Instalment Loans	43.1	28.5%	46.0	28.5%
Minimum to pay	32.1	21.2%	37.0	23.0%
Near Prime	33.8	22.4%	36.2	22.5%
Total gross performing portfolio	151.2	100.0%	161.1	100.0%

Non-performing loan portfolio

As of 31 March 2026, the Group's non-performing gross loan portfolio was €18.7 million, a decrease of €1.2 million since 31 December 2025. The gross NPL ratio was 11.0% as of 31 March 2026, reflecting stable asset quality. Given the customer segment and local repayment dynamics, the loan portfolio in the Philippines is treated as both non-performing as well as written off at 31 days past due, resulting in a relatively lower gross portfolio on balance sheet with no NPLs.

The Group accrues interest whilst it is probable it will be received (typically 30-90 DPD depending on the product). Non-performing accrued interest was €2.9 million, or 15.3% of non-performing receivables. Penalties and delay fees are not accrued as receivables and are only recognised as income when payment is received.

The following table sets out an analysis of the Group's NPL receivables by product.

	31 March 2026	31 December 2025
	<i>(in millions of €, except percentages)</i>	
Gross non-performing portfolio by product:		
Single Payment Loans	7.8	8.0
Instalment Loans	6.3	6.2
Minimum to pay	3.9	4.9
Near Prime	0.8	0.8
Total gross non-performing portfolio	18.7	19.9
Allowance for NPL / NPL receivables	80%	80%
NPL coverage ratio	155%	153%
Average Loss Given Default rate	70%	68%

Net loans to related parties

Net loans to related parties increased to €72.0 million as of 31 March 2026, from €60.4 million at year-end 2025, reflecting continued support for strategic initiatives, including the Group's UK joint venture and selected investments in emerging market consumer lending.

Other assets

A breakdown of the Group's other assets is presented in the table below. 'Remaining TBI net purchase price receivable' represents earn-out consideration, payable to the Group in May 2026 and H1 2027. The final €6.0 million receivable for disposal of the former Polish business was sold to a non-Polish third party in Q4 2024, with half paid initially and half due in H2 2026.

	31 March 2026	31 December 2025
	<i>(in millions of €)</i>	
Remaining TBI net purchase price receivable	53.2	-
Receivables from trade partners	6.1	5.3
Remaining PL net purchase price receivable	2.9	2.9
FX hedging - funds on margin	0.6	0.6
Security deposits	0.3	0.3
Derivatives	0.2	0.1
Other non-customer receivables	2.6	2.0
Total	65.9	11.1

Liabilities

The Group had total liabilities of €330.8 million as of 31 March 2026, compared with €2,126.6 million as of 31 December 2025. The decrease reflects the disposal of TBI Bank during the Period.

Loans and borrowings

As of 31 March 2026, the Group had loans and borrowings of €274.0 million, compared with €257.5 million as of 31 December 2025. The Group's loans and borrowings accounted for 83% of total liabilities as of 31 March 2026 (12% as of 31 December 2025), reflecting the change in the Group's liability structure following the disposal of TBI Bank.

As of 31 March 2026, 4finance S.A. held €36.0 million of its EUR 2026 bonds and €4.3 million of its EUR 2028 bonds in treasury.

The following table sets out the loans and borrowings by type.

	<u>31 March 2026</u>	<u>31 December 2025</u>
	<i>(in millions of €)</i>	
EUR 2026 Bonds	144.8	131.0
EUR 2028 Bonds	129.2	126.5
Total loans and borrowings ⁽¹⁾	274.0	257.5

Notes: (1) Includes accrued but unpaid interest, net of capitalised issuance costs and Notes owned by the Group

In May 2016, 4finance S.A. issued €100.0 million of 11.25% notes (the ‘EUR 2028 bonds’). The bonds are listed on the Prime Standard regulated market segment of the Frankfurt Stock Exchange and Nasdaq Baltic First North market. In November 2016, a further €50.0 million of EUR bonds were issued at par, and the maturity was extended in 2020, 2021 and 2023. The Group has also cancelled €15.0 million of these bonds, leaving €135.0 million outstanding, maturing in May 2028 and callable at par as of 23 May 2026.

In October 2021, 4finance S.A. issued €175.0 million of 10.75% 5 year notes (the ‘EUR 2026 bonds’), originally maturing in October 2026. The bonds were redeemed early in full in April 2026.

Other liabilities

A breakdown of the Group’s other liabilities is presented in the table below. The majority of the ‘other liabilities’ relates to amounts payable following the declaration of dividend during the Period.

	<u>31 March 2026</u>	<u>31 December 2025</u>
	<i>(in millions of €)</i>	
Accrued expenses	19.8	15.8
Right-of use liabilities	3.1	2.7
Accrued payables to employees	2.6	7.8
Taxes payable	2.5	1.5
Accounts payable to trade partners	1.5	1.4
FX hedging liability	0.0	0.5
Other liabilities	21.6	2.0
Total	51.1	31.7

Equity

As of 31 March 2026, the Group’s total equity amounted to €261.9 million, compared with €315.7 million as of 31 December 2025. The Group’s equity to assets ratio as of 31 March 2026 was 44%. In March 2026, the Group declared a dividend of €26.0 million relating to the 2024 financial year.

The equity to net receivables ratio as of 31 March 2026 was 186%, reflecting the current portfolio base following the disposal of TBI Bank and providing good headroom to bond covenants.

Off-balance sheet arrangements

The Group enters into currency hedging transactions which may result in off-balance sheet assets or liabilities but are designed to limit overall exposure to currency movements.

Condensed Consolidated Statement of Cash Flows for the Period

The financial information for the three months ending 31 March 2026 reflects the Group's continuing operations following the disposal of TBI Bank in February 2026, with TBI presented as discontinued operations. The comparative period for 2025 has not been restated and includes the results and cash flows of TBI Bank. As a result, certain line items, including profit before tax and cash flow metrics, are not directly comparable year-on-year.

	3 months to 31 March	
	2026	2025
	(unaudited)	(unaudited)
	(in millions of €)	
Cash flows from operating activities		
Profit before tax ⁽¹⁾	2.1	20.2
Adjustments for:		
Depreciation and amortisation	0.7	3.5
Impairment of goodwill and intangible assets	3.5	-
Net loss on foreign exchange from borrowings and other monetary items	(0.6)	1.4
Impairment losses on loans	18.0	48.2
Reversal of provision on debt portfolio sales	0.6	(1.2)
Write-off and disposal of intangible and property and equipment assets	0.0	0.6
Interest income from non-customers loans	(2.7)	(1.8)
Interest expense on loans and borrowings and deposits from customers	7.6	20.2
Other non-cash items, including loss/(gain) on disposals	0.5	0.6
Profit before adjustments for the effect of changes to current assets and short-term liabilities	29.7	91.6
Adjustments for:		
Change in financial instruments measured at fair value through profit or loss	(0.6)	0.0
(Increase) in other assets (including TBI statutory reserve, placements & leases)	(3.3)	(3.7)
Increase in accounts payable to suppliers, contractors and other creditors	0.9	8.3
Operating cash flow before movements in portfolio and deposits	26.6	96.2
Increase in loans due from customers	(15.5)	(85.8)
Proceeds from sale of portfolio	4.3	7.6
Increase in deposits (customer and bank deposits)	-	17.8
Deposit interest payments	-	(11.1)
Gross cash flows from operating activities	15.4	24.8
Corporate income tax (paid), net of refunds received	(0.7)	(2.1)
<i>Net cash flows from operating activities of continuing operations</i>	14.8	22.7
Non-cash items from discontinued operations	(1.0)	-
<i>Net cash flows from operating activities of discontinued operations</i>	42.4	-
Cash flows from / (used in) investing activities		
Purchase of property and equipment and intangible assets	(1.3)	(3.9)
Net cash from Sale / (Purchase) of financial instruments	-	52.0
Other / related party loans issued	(6.4)	(17.3)
Other / related party loans repaid	0.0	2.3
Interest received on other / related party loans	0.7	0.7
Disposal of subsidiaries, net of cash disposed	(56.7)	-
	<i>Including:</i>	
	<i>Cash received from sale of discontinued operations</i>	222.1
	<i>Cash disposed during sale of discontinued operations</i>	(276.7)
<i>Net cash flows (used in) / from investing activities of continuing operations</i>	(63.6)	33.8
<i>Net cash flows (used in) investing activities of discontinued operations</i>	(4.6)	-

	3 months to 31 March	
	2026	2025
	(unaudited)	(unaudited)
	(in millions of €)	
Cash flows from / (used in) financing activities		
Loans received and notes issued	-	36.0
Interest payments	(3.7)	(4.6)
Payment of lease liabilities	(0.2)	(0.9)
Dividend payments	(7.1)	-
<i>Net cash flows (used in) / from financing activities of continuing operations</i>	(11.0)	30.4
<i>Net cash flows from financing activities of discontinued operations</i>	1.9	-
Net (decrease) / increase in cash and cash equivalents	(21.2)	86.9
Cash and cash equivalents at the beginning of the period	38.0	137.0
Cash and cash equivalents at the beginning of the period classified as assets held for sale	235.6	-
Effect of exchange rate fluctuations on cash	0.1	0.1
Cash and cash equivalents at the end of the period	252.5	224.0
Minimum statutory reserve	-	148.0
Total cash on hand and cash at central banks	252.5	372.0

The key drivers of cashflow movements are described elsewhere in this report.

Note: (1) Profit before tax for Q1 2026 relates to continuing operations. The comparative Q1 2025 figure includes both continuing operations and TBI Bank

Appendix

Income Statement

The table below sets out the condensed consolidated statement of profit or loss for the three months ending 31 March 2026 and 31 March 2025, as reported. TBI Bank is presented separately as discontinued operations.

	3 months to 31 March		
	2026 (unaudited)	2025 (restated)	% change
	<i>(in millions of €)</i>		
Interest Income	41.7	47.0	(11)%
Interest Expense	(7.6)	(5.4)	+42%
Net Interest Income	34.1	41.7	(18)%
Other operating income	2.8	5.3	(48)%
Non-Interest Income	2.8	5.3	(48)%
Operating Income (Revenue)	36.9	47.0	(21)%
Total operating costs	(12.3)	(16.4)	(25)%
Pre-provision operating profit	24.5	30.5	(20)%
Net impairment charges	(18.0)	(20.0)	(10)%
Post-provision operating profit	6.6	10.6	(38)%
Depreciation and amortisation	(0.7)	(0.8)	(12)%
Non-recurring income/(expense)	(4.5)	(2.7)	+66%
Net FX gain/(loss)	0.7	(0.8)	nmf
Profit before tax	2.1	6.3	(66)%
Income tax expense	(1.2)	(1.9)	(36)%
Profit from continuing operations	0.9	4.4	(79)%
Profit/(loss) from discontinued operations, net of tax	(30.1)	10.3	nmf
Profit/(loss) for the period	(29.2)	14.6	nmf

Interest income

The table below shows key drivers of interest income, i.e. business volumes and interest rates.

	3 months to 31 March		
	2026	2025	% change
Online lending (continuing operations)	(in millions of €, except percentages)		
Total value of loans issued	112.4	127.5	(12)%
Average net receivables, of which:	145.8	168.4	(13)%
- Principal	135.7	157.6	
- Accrued interest	10.2	10.8	
Annualised interest income yield on net portfolio ⁽¹⁾	116%	115%	
Interest income from online lending ⁽²⁾	39.2	45.4	(14)%

Notes: (1) Yields are based on annualised interest income divided by average net loan principal only

(2) Does not include interest income from corporate loans

Interest income for the Period was €41.7 million, compared with €47.0 million for the three months ending 31 March 2025, reflecting lower average receivables, while the average interest yield improved slightly. Interest income also includes income from loans provided to non-Group companies and income from loans to related parties.

Interest expense

Interest expense for the Period was €7.6 million, compared with €5.4 million for the three months ending 31 March 2025.

Non-interest income

Non-interest income for the Period was €2.8 million, compared with €5.3 million reported for the three months ending 31 March 2025. Other operating income includes income from services and relevant fee income from the online business (mainly in Philippines and Lithuania) such as income from contracts with customers under IFRS 15.

Total operating costs

Total operating costs reported for the Period totalled €12.3 million, a decrease of 25% compared with €16.4 million for the three months ending 31 March 2025.

The table below sets out a breakdown of the Group's total operating costs. Depreciation and amortisation amounts, which include some rental lease amounts per IFRS 16, are shown as a separate line on the income statement.

	3 months to 31 March	
	2026	2025
	(in millions of €)	
Personnel costs	4.3	7.2
Marketing and sponsorship	2.1	2.9
Legal and consulting	1.7	1.4
Software & Systems expense	1.5	1.7
Application processing costs	0.6	0.8
Taxes	0.5	0.8
Communication expenses	0.4	0.4
Bank services	0.4	0.4
Debt collection costs	0.3	0.3
Rent and utilities	0.1	0.1
Travel	0.1	0.0
Other	0.4	0.3
Total	12.3	16.4
Total Employees	642	617

For the three months of 2026 and 2025, personnel costs accounted for 34.6% and 44.0%, respectively, of total operating costs, while marketing and sponsorship costs accounted for 17.0% and 17.5% respectively. The cost to income ratio for the Period was 33.5%, an improvement from 35.0% in the prior year period.

Net impairment charges on loans and receivables

Net impairment charges for the Period were €18.0 million, compared with €20.0 million for the three months ending 31 March 2025. Gross impairment charges decreased to €18.0 million, from €20.7 million, and asset quality remained stable. The Group continues to see stable debt sales activity and has strengthened its in-house NPL collection strategies.

	3 months to 31 March	
	2026	2025
	(in millions of €)	
Impairment charges on loans	18.0	20.7
Portfolio sales net loss / (gain)	0.6	(0.0)
Recovery from written-off loans	(0.6)	(0.7)
Net impairment charges	18.0	20.0

Overall net impairment charges represented 40.7% of interest income plus relevant fee income for the Period, broadly unchanged from 40.4% in the prior year period.

Non-recurring income/(expense)

For the first quarter, the Group had net non-recurring expenses of €4.5 million. These primarily relate to a goodwill impairment, as well as expenses in Spain.

Net FX gain/(loss)

Foreign exchange movements resulted in a net gain of €0.7 million for the Period. In the prior year, there was a net FX loss of €0.8 million.

Profit before tax

As a result, the Group made a profit before tax of €2.1 million for the Period, compared with €6.3 million for the three months ending 31 March 2025.

Income tax expense

The Group's corporate income tax expense was €1.2 million for the Period, compared with €1.9 million for the three months ending 31 March 2025. The following table sets out a breakdown of the Group's corporate income tax.

	3 months to 31 March	
	2026	2025
	(in millions of €)	
Current tax	1.1	1.8
Deferred tax	0.1	0.1
Total	1.2	1.9

Profit from continuing operations

For the reasons stated above, the Group's profit from continuing operations amounted to €0.9 million for the Period.

Profit / (loss) from discontinued operations, net of tax

Following the disposal of TBI Bank in February 2026, its results and the effects of the disposal are presented as discontinued operations.

Profit / (loss) for the period

For the reasons stated above, the loss for the Period was €29.2 million, compared with a profit of €14.6 million in the prior year period.

Other financial data – EBITDA and Adjusted EBITDA

	Three Months Ended 31 March 2026	Three Months Ended 31 March 2025	Year Ended 31 December 2025
	(in millions of €)		
Profit for the period	0.9	4.4	14.0
Income tax expense	1.2	1.9	6.8
Interest expense	7.6	5.4	21.9
Depreciation and amortisation	0.7	0.8	3.1
EBITDA	10.4	12.4	45.9
Adjustments	3.3	0.9	3.6
Adjusted EBITDA ⁽¹⁾	13.7	13.3	49.5

	Three Months Ended 31 March 2026	Three Months Ended 31 March 2025	Year Ended 31 December 2025
	(in millions of €)		
Summary breakdown of Adjustments to EBITDA			
Net FX impact	(0.7)	0.8	2.3
One-off costs and other prescribed adjustments	0.5	0.1	1.3
One-off write-down of intangible assets	3.5	-	-
Total	3.3	0.9	3.6

Other financial data – Interest Coverage Ratio

The calculation of the interest coverage ratio for the Group's bonds is shown below. For further details on methodology, please refer to the Q2 2020 results report. The covenants are on an 'incurrence' rather than 'maintenance' basis, so if the ratio is below the 2.0x incurrence threshold it only restricts certain specified actions (such as dividend payments or allowed parameters of incurrence of indebtedness).

	As of date of this report (in millions of €)
Pro-forma last 4 quarters Adjusted EBITDA	50.0
Pro-forma last 4 quarters Fixed Charges	14.3
Bond covenant interest coverage ratio	3.5x

Notes: (1) Adjusted EBITDA is a non-IFRS measure that represents EBITDA (profit for the period plus tax, plus interest expense, plus depreciation and amortisation) as adjusted by income/loss from discontinued operations, non-cash gains and losses attributable to movement in the mark-to-market valuation of hedging obligations under IFRS, goodwill write-offs and certain other one-off or non-cash items. Adjusted EBITDA, as presented in this report, may not be comparable to similarly-titled measures that are reported by other companies due to differences in the way these measures are calculated.

DEFINITIONS

Adjusted EBITDA – a non-IFRS measure that represents EBITDA (profit for the period plus tax, plus interest expense, plus depreciation and amortisation) as adjusted by income/loss from discontinued operations, non-cash gains and losses attributable to movement in the mark-to-market valuation of hedging obligations under IFRS, goodwill write-offs and certain other one-off or non-cash items. Adjusted EBITDA, as presented here, may not be comparable to similarly-titled measures that are reported by other companies due to differences in the way these measures are calculated. Further details of covenant adjustments can be found in the relevant bond prospectuses, available on our website www.4finance.com

Cost/income ratio – Operating costs / operating income (revenue)

Equity/assets ratio – Total equity / total assets

Equity/net receivables – Total equity / net customer receivables (including accrued interest)

Gross income – consists of interest income, net fees & commissions and other operating income

Gross NPL ratio – Non-performing receivables (including accrued interest) with a delay of over 90 days / gross receivables (including accrued interest)

Gross receivables – Total amount receivable from customers, including principal and accrued interest, after deduction of deferred income

Intangible assets – consists of deferred tax assets, intangible IT assets and goodwill

Interest income – Interest and similar income generated from our customer loan portfolio and from corporate/other loans

Loss given default – Loss on non-performing receivables (i.e. 1 - recovery rate) based on recoveries during the appropriate time window for the specific product, reduced by costs of collection, discounted at the weighted average effective interest rate

Net effective annualised yield – annualised interest income (excluding penalties) / average net loan principal

Net impairment/interest income ratio – Net impairment charges on loans and receivables / interest income plus relevant fee income (interest income and other income from contracts with customers in Philippines and Lithuania under IFRS 15)

Net interest margin – Annualised net interest income / average gross loan principal (total gross loan principal as of the start and end of each period divided by two)

Net receivables – Gross receivables (including accrued interest) less impairment provisions

Non-performing loans (NPLs) – Loan principal or receivables that are over 90 days past due (over 30 DPD in the Philippines)

Normalised – Adjusted to remove the effect of non-recurring items, discontinued operations, net FX and one-off adjustments to intangible assets

Overall provision coverage – Allowance account for provisions / non-performing receivables

Profit before tax margin – Profit before tax / interest income

Return on average assets – Annualised net profit / average assets (total assets as of the start and end of each period divided by two)

Return on average equity – Annualised net profit / average equity (total equity as of the start and end of each period divided by two)

Tangible equity – Total equity minus intangible assets

RECENT DEVELOPMENTS

Recent developments include significant and material information about the Group's development and any changes since its last quarterly report that was published on 27 February 2026.

Acquisitions and Disposals

In March 2026, 4finance AB, an entity in Sweden being wound down, was sold to 4finance Group S.A. and correspondingly released from being a guarantor of the Group's bonds.

Regulatory changes

In April 2026, Lithuania and Czechia progressed the transposition of the Consumer Credit Directive (EU) 2023/2225 (CCD2). Lithuania adopted amendments reducing the interest rate cap to 40%, effective from 20 November 2026. In Czechia the introduction of a variable APR cap has been proposed, the outcome is unclear, with the proposals subject to two further rounds of revisions.

Financing

In April 2026, the Group early redeemed its EUR 2026 bonds in full, reducing near-term maturities.

4finance Holding S.A. declared dividends of €26 million (2024) and €11 million (2025) in March and May, respectively.

Corporate website: www.4finance.com

4finance Holding S.A.

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