

# TERM SHEET<sup>1</sup>

<b>Issuer</b>	<b>Sun Finance Treasury Ltd</b>
Status	Senior Unsecured Notes
Seniority of notes	SNDB – Senior Debt
Guarantors	Guarantees from the Holding company and all material Group subsidiaries
ISIN	LV0000803187
Issue price	100.00%
Issue size	<b>EUR 25,599,000</b> (the placement period has been concluded and no further notes will be distributed as part of this Notes issue)
Coupon rate	11.00%
Coupon frequency	Monthly
Maturity	30 November 2027
Call options	The Issuer may redeem the Notes in whole or in part in the min amount of EUR 5.0 million per each partial redemption on every Coupon Payment Date (from 30 June 2025 to 31 May 2027 @102%, from 30 June 2027 to Maturity Date @100%)
Put Option	Put at 101% in case a Change of Control has or is anticipated to occur
Nominal value	EUR 1,000
Use of proceeds	To refinance the unsecured notes (LV0000802494) maturing in June 2024 and to finance new product development and further geographic expansion
Financial covenants	<ul style="list-style-type: none"> <li>• Interest coverage ratio at least 1.75x</li> <li>• Capitalization ratio at least 20%</li> <li>• Unencumbered loan ratio at least 1.4x</li> </ul>
Arranger and Certified Adviser	Signet Bank AS

<sup>1</sup> For full overview, please, refer to the Terms of the Issue

## CERTIFIED ADVISER



### **Signet Bank AS acts as the First North Certified Adviser for Sun Finance Treasury Limited**

Official name: **Signet Bank AS**

Registration number: 40003043232

Main field of activity: Banking services

Address: Antonijas iela 3, Riga, LV-1010, Latvia

Web page: <https://www.signetbank.com/>

#### **Representative**

**Kristiāna Janvare, CFA**

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Signet Bank AS is advising Sun Finance Treasury Ltd. with the preparation of admission documents. The agreement is valid from the day of submitting the application for admission to trading on First North to Nasdaq Riga until the actual first trading day of the Notes on First North.

Certified Adviser and employees of the Certified Adviser do not have any direct or indirect shareholdings in the Issuer and are not represented in Board or Council of the Issuer.

## TRANSACTIONS WITH RELATED PARTIES

As per the latest audited report for the year ended 31 December 2023, below is a summary of transactions between the Issuer and related parties

Related parties shall mean the following parties:

- Ultimate Parent Company of the Group – AS Sun Finance Group
- Consolidation Companies – AS Sun Finance Group intra-group entities
- Other related parties – shareholders who could control or who have significant influence over the Group in accepting operating business decisions, key management personnel of the Group including members of Supervisory body, close family members of any abovementioned persons, as well as entities over which those persons have a control or significant influence

Balances/ transactions	Ultimate Parent Company 31.12.2023	Consolidation Companies (intra-group entities) 31.12.2023	Other related parties 31.12.2023
<b>Receivables from related parties:</b>			
Loans to related parties	4,136,242	110,145,083	-
Trade and other receivables	-	6,114,674	-
<b>Borrowings to related parties</b>			
Loans and borrowings	-	37,842,301	13,006,902
<b>Interest income/expense from related parties:</b>			
Interest income	413,983	10,512,865	-
Interest expense	56,888	2,703,357	1,311,572
Other income	-	253,120	-