

Pending payments updates



Reporting period: 30.06.2022 - 07.07.2022

Lending company	Country	Currency of payments that are due to Mintos and investors	Pending for 8 - 14 days	Pending for 14+ days	Total amount of pending payments repaid in the reporting period	Current outstanding investments on Mintos + total in pending payments (EUR)	Pending payments % in the current outstanding investments + total in pending payments	% of current loans in the lending company's portfolio on Mintos	Comments about pending payments
ExpressCredit	Namibia	EUR	€382,263		-	€1,299,250	29.42%	86.40%	ExpressCredit transferred €155k last week. Despite that, pending payments have increased, as ExpressCredit hasn't transitioned to Notes yet. Hence the company is unable to attract new investments while the amounts it has to transfer to investors are increasing. Due to regulatory issues in Namibia, the launch of Notes is taking more time. Mintos and ExpressCredit are working on a solution that could allow the company to finalize the transition and start listing the loans again. Meanwhile ExpressCredit is working on attracting funding locally and refinancing the entire debt if it turns out that listing on Mintos is not possible. The company expects to cover the outstanding pending payments by 31 August at the latest. Interest on pending payments will be covered in full.
Dineo Credito	Spain	EUR	€142,473		-	€1,271,133	11.21%	66.20%	Mintos and Dineo have agreed to wind down cooperation and not transition to the Notes setup. We have agreed that Dineo will propose a wind-down plan by 13 June. We will inform investors as soon as we have agreed on the payment schedule.
Creditstar	Estonia	EUR	€399,297	€2,272,559	€134,339	€21,662,396	12.33%	86.60%	The case was escalated and a meeting was held between Creditstar CEO Aaro Sosaar and Mintos CEO Martins Sulte. There is no deterioration in the loan portfolio quality or the financial stability of the company. However, there has been a significant decrease in investments on Mintos over the last few months since the war in Ukraine broke out. The company has had to repay considerable amounts to investors, which has been challenging without harming the business. Since 24 February, Creditstar has transferred €4.3 million to investors, but currently there are still pending payments outstanding. To remedy the situation, Creditstar and Mintos agreed in the meeting to restructure the current pending payments to give time for the company to attract additional funding. This approach offers the best chance of fully recovering the outstanding amounts compared to initiating a hard default of the company. The details of the plan will be worked out next week, and the plan will be shared with investors no later than 22 July. Tentatively the outstanding pending payments will be covered by 31 Dec 2022 at the latest. To compensate investors for rolling over their investments, the interest rate will be increased significantly to above the current market rate (tentatively to 18%). Additionally, the company will pay a one-time sweetener of 1% of the rolled-over amount to all affected investors upon concluding the restructuring agreement. The plan will also include a provision that there will be no further non-payments from the company, and if that agreement is breached, we would look into initiating a hard default.
Creditstar	Finland	EUR	€328,031	€2,914,378	€98,681	€14,782,350	21.93%	77.45%	
IDF EURASIA	Kazakhstan	EUR	€559,597	€8,725,364	€438,395	€61,631,808	15.07%	47.60%	The case was escalated and a meeting was held between IDF Eurasia CEO Konstantin Barabanov and Mintos CEO Martins Sulte. There is no deterioration in the loan portfolio quality or the financial stability of the company. However, there has been a significant decrease in investments on Mintos over the last few months since the war in Ukraine broke out. The company has had to repay considerable amounts to investors, which has been challenging without harming the business. The situation was further exacerbated by banking problems in Kazakhstan which prevented the company from transferring money for a prolonged period of time. Since 24 February, IDF Eurasia has transferred €5.6 million to investors, but pending payments are still increasing. As the company hasn't transitioned to Notes yet, it can't attract new investments, and the amounts due to investors continue to increase. Next week, IDF will transition to Notes and will also start transferring the proceeds from its bond issues. The first transfer will be around €2 million. Thereafter, IDF will transfer another €5 million. Overall, the company expects to cover the outstanding pending payments by the end of August. The details of the plan will be worked out next week, and the plan will be shared with investors no later than 22 July. The plan will also include a provision that there will be no further non-payments from the company, and if the plan is breached, we would look into accelerating repayments, including initiating legal proceedings.
		KZT	€61,559	€1,265,149	-	€4,242,345	31.27%		
		RUB	€74,875	€2,053,498	-	€5,507,525	38.64%		
ID Finance	Spain	EUR	€662,131	€4,841,346	€303,081	€21,439,432	25.67%	36.95%	The case was escalated and a meeting was held between ID Finance CEO Boris Batin and Mintos CEO Martins Sulte. There is no deterioration in the loan portfolio quality or the financial stability of the company. However, there has been a significant decrease in investments on Mintos over the last few months since the war in Ukraine broke out. The company has had to repay considerable amounts to investors, which has been challenging without harming the business. Since 24 February, ID Finance has transferred €7.4 million to investors, but currently there are still pending payments outstanding.

ID Finance	Mexico	EUR	€229,761	€5,683,351	-	€7,043,449	83.95%	10.50%	<p>To remedy the situation, ID Finance and Mintos agreed in the meeting to restructure the current pending payments to give time for the company to attract additional funding. This approach offers the best chance of fully recovering the outstanding amounts.</p> <p>The details of the plan will be worked out next week, and the plan will be shared with investors no later than 22 July. Tentatively the outstanding pending payments will be covered by 31 Dec 2022 at the latest.</p> <p>To compensate investors for rolling over their investments, the interest rate will be increased significantly to above the current market rate (tentatively to 17-18%).</p> <p>The plan will also include a provision that there will be no further non-payments from the company, and if that agreement is breached, we would look into accelerating repayments, including initiating legal proceedings.</p>
GFM	Kazakhstan	KZT		€369,991	€141,848	€3,853,998	9.60%	43.30%	<p>We received 68 MKZT (€142k) from GFM this week. For another 68 MKZT (€142k) we have received proof of payment. The company has decreased its pending payments by €138k compared to last week.</p> <p>Payments are delayed as GFM's bank has set a maximum amount that can be transferred each day. GFM will continue to make payments of ~30-50 MKZT daily to fully cover the pending payments by the end of next week. Interest on pending payments will be covered in full.</p>
Mikro Kapital	Uzbekistan	EUR		€57,011	-	€2,645,243	2.16%	63.10%	<p>Mikro Leasing's bank is undergoing the AML and KYC verification process by its corresponding banks, therefore EUR payments are not possible. The company expected that the process would finish by mid-July, however it is still ongoing. In parallel the company is opening a bank account in another bank, which is taking longer than anticipated. We expect that the pending payments will be settled by 31 July 2022. We will keep investors updated on this status next week. Interest on pending payments will be covered in full.</p>
Total		EUR	€2,839,987	€28,182,647					

Glossary	
Pending payment proportion of outstanding investments	Shows how large a share of a lending company's portfolio on Mintos is currently pending payment.
Weighted average pending payment days	The weighted average length of the pending payments in days. Our aim is currently to keep the pending days below 8, which is linked to our weekly settlement with the lending companies. If the average for a lending company is more than 7 days, we'll provide additional details about the reasons.
Pending interest	The interest that investors have earned on their pending payments for the respective time period.