

Pending payments updates

Reporting period: 03.11.2022 - 10.11.2022

| 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 | €64,736 | €987,904 | - | €1,149,229 | 91.6% | 17.30% | <p>Last week the lending company transferred €50k and funds were disbursed to investors on 4 November.</p> <p>The amount received from the lending company is lower than expected as debt settlements in September and October have been affected by delayed direct debit payments processing in the main collection platform that ExpressCredit Namibia has been using. This has resulted in under-collections of the monthly installments, in total more than 7000 payments have been affected. The respective issues have been investigated by ExpressCredit and the service provider's teams and since then the technical problems have been addressed. ExpressCredit is required to comply with the customer affordability requirements in Namibia at all times. These requirements restrict the monthly installment amount relative to the borrowers' net income, which means the recovery of the under-collected monthly installments is effectively deferred by a minimum of two months, until the affected borrowers will have financial capacity to afford the missed payments.</p> <p>In the coming weeks Mintos and the lending company will review the previously agreed repayment schedule and agree on a new repayment amount that will allow the company to reduce its pending payments while not negatively impacting the lending business. Cutting issuance or closing branches would shrink the company's business and its revenue, while operating costs couldn't be adjusted as quickly. As a result, the company would run into difficulties that would directly and negatively affect all investors.</p> <p>Pending payments are growing due to the long transition process to Notes which is caused by local currency control restrictions and specific conditions related to that. ExpressCredit and Mintos are still working on a solution to allow the company to transition to Notes. Also the lending company is working on attracting additional funds. As soon as the company manages to find alternative funding or is able to transition to the Notes setup, pending payments will decrease faster.</p> |
| GFM | Kazakhstan | EUR | €15,463 | €73,840 | - | €961,665 | 9.3% | 59.00% | <p>GFM transferred €108k in KZT this week. On top of that we have received proof of payment for another €43k in KZT. The lending company will continue making daily transfers. GFM aims to make daily transfers in the amount of KZT 20-30m, the limit set by its commercial bank. However, actual transfers may be lower due to administrative overhead, as the bank requires GFM to provide proof of each borrower payment received. The client is working on a solution to automate this process so that it can make full use of the daily limit. Interest on pending payments will be covered in full.</p> |
| | | KZT | €74,107 | €1,050,088 | €111,180 | €2,916,411 | 38.5% | | |
| Dinerito | Mexico | EUR | €108,274 | - | - | €3,617,598 | 3.0% | 85.10% | <p>The payment was made by the lending company on 3 November, and we received proof of payment. The money will be distributed to investors as soon as it arrives in our account. Mintos has recently changed the bank details for payments from Latin America, and this has led to a longer payment processing period. We're looking into the reasons for these delays and will try to find the best possible solution to ensure that the investors' funds are received in our bank account as soon as reasonably possible.</p> |
| Total | | EUR | €262,580 | €2,111,832 | | | | | |

Pending payments with restructured repayment plan

This section shows pending payments from the lending companies with which a restructured repayment plan was agreed. Restructured payment plan for pending payments usually implies a transfer of agreed amounts over a scheduled period of time.

| Lending company | Country | Currency of payments that are due to investors | Total in restructured pending payments | Paid since the last published report | Restructured pending payments - paid in total | Restructured pending payments - remaining total | Description of how particular pending payments case is restructured |
|-----------------|---------------------|--|--|--------------------------------------|---|---|--|
| Creditstar | Estonia and Finland | EUR | €8,300,273 | €0 | €0 | €8,300,273 | <p>Creditstar Estonia and Finland (comment on restructure) Creditstar and Mintos reached an agreement about restructuring pending payments in the amount of €8.3 million. This approach offers the best chance of fully recovering the outstanding amounts. To compensate investors for rolling over their investments, Mintos and Creditstar have agreed to increase the interest rate significantly above the current market rate to 18%. Additionally, Creditstar paid a one-time sweetener of 1% of the rolled-over amount, and the money was distributed to all affected investors. The company has to cover the outstanding pending payments by 31 Dec 2022 at the latest.</p> <p>Creditstar has sent proof of payment for €577k this week. We expect to receive this money and distribute it to the investors early next week. Pending payments have not increased above the restructured amount.</p> |
| IDF EURASIA | Kazakhstan | EUR, KZT, RUB | €17,500,000 | €0 | €1,606,222 | €15,893,778 | <p>IDF Eurasia and Mintos reached an agreement about restructuring the current pending payments. This approach offers the best chance of fully recovering the outstanding amounts.</p> <p>In the past 6 weeks, IDF Eurasia has fulfilled its commitment to transfer a minimum of €1m per week. The company has confirmed that it will continue these weekly transfers in November as well. Any proceeds from the ongoing bonds sale will be used to accelerate the payments.</p> <p>IDF Eurasia has transferred €1m this week. Pending payments have not increased above the restructured amount.</p> |

| | | | | | | | |
|--------------|--------|------------|--------------------|-----------|----------|-------------|--|
| ID Finance | Mexico | EUR | €7,274,326 | €0 | €0 | €7,274,326 | <p>ID Finance and Mintos reached an agreement about restructuring the current pending payments. This approach offers the best chance of fully recovering the outstanding amounts. The outstanding pending payments have to be covered by 31 Dec 2022 at the latest. The parties have agreed that if ID Finance finishes its ongoing funding initiatives faster, the pending payments will be covered as soon as the funds are received.</p> <p>To compensate investors for rolling over their investments, the interest rate for pending payments has been increased to 1.4 times the original interest rate of the loan (on average 17.6%), which is significantly above the current market rate (average 13.8%).</p> <p>ID Finance has transferred €750k this week. Pending payments have not increased above the restructured amount.</p> |
| | Spain | EUR | €11,357,219 | €0 | €450,851 | €10,906,368 | |
| Total | | EUR | €44,431,818 | €0 | | | |

| Glossary | |
|--|---|
| Pending payment proportion of outstanding investments | Shows how large a share of a lending company's portfolio on Mintos is currently pending payment. |
| Pending interest | The interest that investors have earned on their pending payments for the respective time period. It is calculated by multiplying the regular interest rate of the investment by 1.2. |
| Exclusions from update | We have excluded companies where the pending payment exposure is less than 50k EUR. |