

## **Lowell Finans AS**

# **Q1 Report for 2026**

## **Interim accounts for Q1 2026**

**Income Statement**

**Statement of Financial Position**

**Equity Statement**

**Notes**

**Lowell Finans AS****INCOME STATEMENT****For the period ended 31 March 2026**

	<b>Note</b>	<b>Q1 2026</b>	<b>Q1 2025</b>	<b>2025 total</b>
<b>Interest income and similar income</b>				
Interest income calculated according to the effective interest method of lending to and receivables on customers	<b>2</b>	27 119 520	26 123 690	103 358 128
Interest income on loans to and receivables on credit institutions		<u>0</u>	<u>0</u>	<u>1 902 546</u>
<i>Total interest income and similar income</i>		27 119 520	26 123 690	105 260 674
<b>Interest and similar costs</b>				
<i>Net Interest Income</i>		<u>(3 282 600)</u>	<u>(5 768 716)</u>	<u>(17 972 190)</u>
		23 836 920	20 354 974	87 288 484
<b>Net change in value and gain/(losses) on loans and receivables</b>	<b>2</b>	0	190 558	23 672 165
<b>Operating expenses</b>	<b>4</b>	(13 068 570)	(14 333 948)	(59 129 747)
<i>Profit before tax</i>		<u>10 768 350</u>	<u>6 211 584</u>	<u>51 830 903</u>
Income tax	<b>7</b>	(2 369 037)	0	1 406 910
<b>Profit after tax</b>		<u><b>8 399 313</b></u>	<u><b>6 211 584</b></u>	<u><b>53 237 813</b></u>
Information about:				
Other equity transferred		<u>8 399 313</u>	<u>6 211 584</u>	<u>53 237 813</u>
<b>Total allocations</b>		<u><b>8 399 313</b></u>	<u><b>6 211 584</b></u>	<u><b>53 237 813</b></u>

## Lowell Finans AS

### BALANCE SHEET As at 31 March 2026

	Note	mar.26	mar.25	des.25
<b>ASSETS</b>				
<b>Loans to and receivables on credit institutions and finance companies</b>				
Cash and cash equivalents		65 733 087	55 569 280	44 370 090
<b>Lending to and receivables on customers</b>				
Portfolio investments - amortised cost	2	576 537 807	585 268 436	588 250 724
<b>Other assets</b>				
Deferred Tax assets	7	842 310	0	1 406 910
Other receivables	3	10 507 502	120 793	10 600 986
<i>Total other assets</i>		<u>11 349 812</u>	<u>120 793</u>	<u>12 007 896</u>
<b>TOTAL ASSETS</b>		<u>653 620 706</u>	<u>640 958 509</u>	<u>644 628 710</u>
<b>LIABILITIES</b>				
Trade and other payables	4	266 323 671	309 087 018	265 730 990
<b>TOTAL LIABILITIES</b>		<u>266 323 671</u>	<u>309 087 018</u>	<u>265 730 990</u>
<b>EQUITY</b>				
<b>Invested equity</b>				
Share capital	5	148 000 000	148 000 000	148 000 000
Share Premiums		107 000 000	107 000 000	107 000 000
Other invested equity		7 644 000	7 644 000	7 644 000
Total equity attributable to shareholders		<u>262 644 000</u>	<u>262 644 000</u>	<u>262 644 000</u>
<b>Retained earnings</b>				
Retained earnings, inc current period profit		124 653 035	69 227 491	116 253 720
Total retained earnings		<u>124 653 035</u>	<u>69 227 491</u>	<u>116 253 720</u>
<b>TOTAL EQUITY</b>		<u>387 297 035</u>	<u>331 871 491</u>	<u>378 897 720</u>
<b>TOTAL LIABILITIES AND EQUITY</b>		<u>653 620 706</u>	<u>640 958 509</u>	<u>644 628 710</u>

**Lowell Finans AS****STATEMENT OF CHANGES IN EQUITY**  
For the period ended 31 March 2026

	Share Capital	Share premium	Other deposited assets	Retained Earnings	Total
<b>Equity 31.12.2023</b>	<b>148 000 000</b>	<b>107 000 000</b>	<b>7 644 000</b>	<b>99 372 860</b>	<b>362 016 860</b>
Loss after tax	-	-	-	(36 356 953)	(36 356 953)
<b>Equity 31.12.2024</b>	<b>148 000 000</b>	<b>107 000 000</b>	<b>7 644 000</b>	<b>63 015 907</b>	<b>325 659 907</b>
Profit after tax	-	-	-	53 237 813	53 237 813
<b>Equity 31.12.2025</b>	<b>148 000 000</b>	<b>107 000 000</b>	<b>7 644 000</b>	<b>116 253 720</b>	<b>378 897 720</b>
Profit after tax	-	-	-	8 399 313	8 399 313
<b>Equity 31.03.2026</b>	<b>148 000 000</b>	<b>107 000 000</b>	<b>7 644 000</b>	<b>124 653 035</b>	<b>387 297 033</b>

**LOWELL FINANS AS****Notes to the accounts  
For the period ended 31 March 2026****NOTE 1 - ACCOUNTING POLICIES***Financial framework*

The quarterly accounts are prepared in accordance with the Regulations relating to annual accounts for banks, finance companies and parent companies thereof, of 16.12.1998 No. 1240, as well as the provisions of the Accounting Act in general. The regulations have been amended with effect from 01.01.2020. The company uses Section 1-4, point b of the Regulations, which means that the company uses IFRS with the additions and exemption from the following regulations.

The company uses the exemption rule in Section 3-1 of the Regulations for group contributions and dividends.

*Presentation currency and amount*

The accounts are presented in Norwegian currency and in whole Norwegian kroner.

No cash flow statement has been prepared in the interim financial statements.

The interim financial statements have not been audited.

**Note 2 - PURCHASED PORTFOLIO OF OUTSTANDING RECEIVABLES**

	<b>Q/E March 26</b>	<b>Y/E Dec 25</b>	<b>Q/E March 25</b>
Portfolio of outstanding receivables b/f	588 250 724	594 935 618	594 935 618
Purchased portfolio of outstanding receivables	2 259 351	23 103 752	4 040 363
Recognition of income according to the effective	27 119 520	103 358 128	26 123 690
Change in value of the company's portfolios	0	23 672 165	190 558
Payments on purchased portfolios	(41 091 788)	(156 818 939)	(40 021 793)
<b>Portfolio of outstanding receivables c/f</b>	<b>576 537 807</b>	<b>588 250 724</b>	<b>585 268 436</b>

100% of outstanding receivables are overdue claims

**Value purchased portfolio of outstanding receivables**      **576 537 807**      **588 250 724**      **585 268 436**

**Principles for calculating valuation**

The financial statements have been prepared in accordance with IFRS 9. The company's portfolio of receivables consists of non-performing claims that are initially assessed at amortised cost. The amortized cost is calculated by discounting expected cash flows over the expected maturity of the individual portfolio using the effective interest rate method. The portfolio is assessed on an ongoing basis based on expected cash flows and value adjustments are recognised quarterly.

**NOTE 3 – TRADE AND OTHER RECEIVABLES**

	<b>Q/E March 26</b>	<b>Y/E Dec 25</b>	<b>Q/E March 25</b>
Other debtor	626 462	719 947	0
Amounts owed from group undertakings	9 881 040	9 881 040	9 342 042
<b>Total</b>	<b>10 507 502</b>	<b>10 600 987</b>	<b>9 342 042</b>

**NOTE 4 – TRADE AND OTHER PAYABLES**

	<b>Q/E March 26</b>	<b>Y/E Dec 25</b>	<b>Q/E March 25</b>
Trade payables	0	64 253	303
Other creditor	12 498 195	11 469 334	0
Accruals	5 578 061	5 447 184	4 177 418
Tax liability	1 804 437		
Amounts owed to group undertakings	246 442 978	248 750 219	304 909 297
<b>Total</b>	<b>266 323 671</b>	<b>265 730 990</b>	<b>309 087 018</b>

**NOTE 5 – SHARE CAPITAL AND SHAREHOLDER INFORMATION**

The share capital of the company is NOK 148,000,000 including unregistered capital contributions and consists of 148,000,000 shares at NOK1 each.

All shares have equal rights.

**NOTE 6 – RELATED PARTY TRANSACTIONS**

	<b>Q/E March 26</b>	<b>Y/E Dec 25</b>	<b>Q/E March 25</b>
<b>Related party transactions with other group entities</b>			
Purchase of services	10 915 049	40 320 135	9 594 332
Financial expenses on loan from group entities	3 282 600	17 969 764	5 766 290
	<b>14 197 649</b>	<b>58 289 899</b>	<b>15 360 622</b>

Receivables from and payables to related parties are disclosed in notes 3 and 4. Interest paid to related parties during the year is disclosed in the income statement.

**LOWELL FINANS AS****Notes to the accounts  
For the period ended 31 March 2026****NOTE 7 - Tax**

	<b>Q/E March 26</b>	<b>Y/E Dec 25</b>	<b>Q/E March 25</b>
Profit/(loss) before tax	10 768 350	51 830 903	6 211 584
Permanent differences	0	125 686	0
Change in temporary differences	-2 566 365	3 432 175	-6 211 584
<b>Basis for the year's tax profit</b>	<b>8 201 985</b>	<b>55 388 764</b>	<b>0</b>
Tax payable - 22%	1 805 831	0	0
Change in deferred tax - 22%	564 600	1 406 910	0
<b>Tax credit/(cost)</b>	<b>2 369 037</b>	<b>1 406 910</b>	<b>0</b>

**Overview of temporary differences**

Other temporary differences	-3 828 681	-3 828 681	0
Loss carried forward	0	-2 566 365	-58 352 104
Net temporary differences	-3 828 682	-6 395 046	0
<b>Deferred tax - 22%</b>	<b>842 310</b>	<b>1 406 910</b>	<b>-12 837 463</b>
Temporary differences not recognised	0	0	58 352 104
<b>Deferred tax asset</b>	<b>842 310</b>	<b>1 406 910</b>	<b>0</b>

**Reconciliation of tax expense**

Expected tax at the nominal tax rate	2 369 037	11 402 799	1 366 548
Non-deductible expenses	0	27 651	0
Adjustment to deferred tax			-1 366 548
Movement in unprovided deferred tax	-564 600	-12 837 360	0
<b>Calculated tax (credit)/expense</b>	<b>1 805 831</b>	<b>-1 406 910</b>	<b>0</b>
Effective tax rate	16,8	-2,7	0

**Note 8 - Capital Adequacy**

	<b>Q/E March 26</b>	<b>Y/E Dec 25</b>	<b>Q/E March 25</b>
Share capital	148 000 000	148 000 000	148 000 000
Premium	107 000 000	107 000 000	107 000 000
Paid-in equity	7 644 000	7 644 000	7 644 000
Retained equity	116 253 721	63 015 907	63 015 907
Profit for the period	8 399 313	53 237 813	6 211 584
<b>Total Equity</b>	<b>387 301 979</b>	<b>378 897 720</b>	<b>331 871 491</b>
Interim profit that cannot be included in net core capital	(8 399 313)	-	(6 211 584)
Deduction for deferred tax assets	(842 310)	(1 406 910)	-
Deduction for backstop (minimum write-down)	(254 288)	(254 288)	(272 163)
<b>Total deductions from CET1 capital</b>	<b>(9 500 856)</b>	<b>(1 661 198)</b>	<b>(6 483 747)</b>

**Calculation basis per risk category**

	<b>Q/E March 26</b>	<b>Y/E Dec 25</b>	<b>Q/E March 25</b>
Credit risk	886 953 328	909 250 104	956 569 423
Bank deposits	13 146 617	8 874 018	11 113 856
Purchased portfolios	864 806 710	882 376 086	877 902 654
Off balance sheet items	0	0	0
Contracted forward flow	9 000 000	18 000 000	55 366 433
Other engagements	0	0	12 186 480
Operational risk	102 639 262	102 636 427	128 295 533
<b>Total calculation basis</b>	<b>989 592 590</b>	<b>1 011 886 531</b>	<b>1 084 864 956</b>

**CET1 capital ratio**

	<b>Q/E March 26</b>	<b>Y/E Dec 25</b>	<b>Q/E March 25</b>
Surplus of core capital	377 801 123	377 236 522	325 387 745
CET1 capital ratio as a percentage	38,18 %	37,28 %	29,99 %

**Common Equity Tier 1 capital adequacy**

Surplus of core capital	377 801 123	377 236 522	325 387 745
Common Equity Tier 1 capital ratio	38,18 %	37,28 %	29,99 %

**Own funds**

Excess of own funds	377 801 123	377 236 522	325 387 745
Own funds as a percentage	38,18 %	37,28 %	29,99 %

**Non-leveraged core capital**

Core capital	377 801 123	377 236 522	325 387 745
Exposure Goals	648 270 894	644 620 814	689 935 151
Non-leveraged Tier 1 capital ratio	58,28 %	58,52 %	47,16 %