



Nicosia, 28 April 2023

Update on the financial developments of Phoenix Vega Mezz Plc financial year 2022

The Board of Directors of Phoenix Vega Mezz Plc (“Company”), on its meeting of 28 April 2023, approved the financial statements of the Company for the period 1 January 2022 to 31 December 2022.

The main activity of the Company is the holding and management of 65% of the Mezzanine Notes and 45% of the Junior Notes¹ of the Phoenix and Vega portfolios, which were contributed by Piraeus Financial Holdings SA to the Company («Notes»).

On 13 July 2022, the Annual General Meeting of the Company approved the reduction of its share capital by €18,005,288 through reduction of nominal value per share to €0.0356 from €0.05 each. As a result, the total share capital of the Company was reduced to €44,513,073.30, as the amount of €18,005,288 was returned in cash to shareholders.

Following the above, the payment of capital return to the beneficiaries (€ 0.0144 per share) took place on Tuesday, 15 November 2022.

The key financial information for the Company’s 2022 financial year is presented below:

| amounts in millions of euros | 31/12/22 | 12/04/21 - 31/12/21 |
|------------------------------|-----------------|----------------------------|
| Operating Profit | 5.0 | 6.0 |
| Profit before tax | 5.0 | 6.0 |
| Net profit for the period | 4.8 | 5.0 |

| amounts in millions of euros | 31/12/22 | 31/12/21 |
|---------------------------------------|-----------------|-----------------|
| Investments at amortized cost | 7.9 | 9.1 |
| Investments at fair value through P&L | 32.7 | 50.5 |
| Cash at bank | 13.2 | 8.5 |
| Total assets | 54.5 | 68.1 |

¹ The Phoenix and Vega Mezzanine and Junior Notes together refer to the Phoenix Portfolio, the Vega I Portfolio, the Vega II Portfolio, and the Vega III Portfolio, with gross book value totaling €6.8 billion, transferred in July 2020 by Piraeus Bank SA to the special purpose companies Phoenix NPL Finance DAC, Vega I NPL Finance DAC, Vega II NPL Finance DAC and Vega III NPL Finance DAC, respectively, based in Ireland. The portfolios mainly included claims on non-performing loans.

The fair value of the Notes as at 31 December 2022 was estimated by an independent valuer, in accordance with generally accepted principles and appropriate methods followed internationally.

The main assets (74% of the total assets) of the Company are the Notes. Therefore, its revenues shall derive from the collection of coupons from the Notes. This collection depends on the amount of the total revenues of the Issuers, which will be returned, among other things, to the Company, as a noteholder, according to the Priority of Payments Schedule, based on which coupons of Mezz Notes are prioritized compared to principal repayments of Senior Notes, provided there is no acceleration event (as described in the Management Report). Given that for 2022, the pre-acceleration order of priority applied, the Company has received €24.2 million of coupons in relation to the Notes it holds. Further, during February 2023, the Company received coupon payments of €5.2 million.

The Company's expenses during the same financial period relate to tax expense for 2022, operating and administrative expenses, such as insurance fees, auditors' fees, third party fees for the provision of legal, administrative and investor relations services.

Taking into account the coupons collected from the Notes and the estimated future liabilities and expenses of the Company, the Board of Directors intends to propose to the upcoming Annual General Meeting (AGM) a cash distribution to the Company's shareholders. The intended distribution is expected to take place within the calendar year 2023, subject to AGM approvals and applicable regulatory and corporate requirements.

It is noted that the Company, as the holder of the Notes, cannot unilaterally influence the formulation or implementation of the Phoenix and Vega Portfolios' Business Plans, which are being executed by the servicer of the portfolios. Consequently, the Company cannot unilaterally affect its revenues.

The Company

The Nominated Adviser

Phoenix Vega Mezz PLC

Grant Thornton