

GALAXY COSMOS MEZZ PLC

INTERIM REPORT AND FINANCIAL STATEMENTS
for the period from 1 January 2024 to 30 June 2024

GALAXY COSMOS MEZZ PLC

INTERIM REPORT AND FINANCIAL STATEMENTS for the period from 1 January 2024 to 30 June 2024

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GALAXY COSMOS MEZZ PLC

INTERIM REPORT TO THE BOARD OF DIRECTORS AND OTHER OFFICERS

Board of Directors:

Georgios Kallinicou - CEO executive member
Georgios Kontos - Non-executive member
Savvas Yiordamlis - Non-executive member (Appointed on 27/4/2024)
Christiana Konteati - Non-executive member (Resigned on 27/4/2024)

Company Secretary:

Omnium Services Limited
The City House
17-19 Themistokli Dervi street
1066, Nicosia
Cyprus

Legal Advisers:

Ioannides Demetriou LLC
The City House
17-19 Themistokli Dervi street
1066, Nicosia
Cyprus

Registered office:

33, Vasilissis Freiderikis
Palais D'Ivoire, Floor 2
1066, Nicosia
Cyprus

Bankers:

Alpha Bank Cyprus Ltd
Nicosia International Business Services
1, Stylianou Lena Square
1101, Nicosia
Cyprus

Alpha Bank S.A.
Main store (101)
10564, Athens
Greece

Registration number:

HE433604

GALAXY COSMOS MEZZ PLC

INTERIM REPORT OF THE BOARD OF DIRECTORS

The Board of Directors presents its management report and financial results of the Company for the period from 1 January 2024 to 30 June 2024.

Incorporation and listing on the Athens Stock Exchange

The Company Galaxy Cosmos Mezz PLC (the "Company") was incorporated in Cyprus on 27 April 2022 as a private limited liability company under the provisions of the Cyprus Companies Law, Cap. 113. On 8 September 2022, the Company was renamed from Galaxy Mezz LTD to Galaxy Cosmos Mezz PLC and was transformed into a public limited liability company under the provisions of the Cyprus Companies Law.

On 20 October 2022, the shares of the Company were approved by the Athens Stock Exchange for trading with the Alternative Market EN.A Plus, and on 31 October 2022 commenced trading.

Principal activities and nature of operations of the Company

The principal activities of the Company, is the holding and management of the following notes:

- 46.3% of the Class B2 mezzanine notes issued by Orion X Securitization DAC with ISIN XS2159930275
- 46.3% of the Class B2 mezzanine notes issued by Galaxy II Funding DAC with ISIN XS2159931083
- 46.3% of the Class B2 mezzanine notes issued by Galaxy IV Funding DAC with ISIN XS2159931919
- 46.3% of the Class B2 mezzanine notes issued by Cosmos Securitisation DAC with ISIN XS2397544656
- 44% of the Class C junior notes issued by Orion X Securitization DAC with ISIN XS2159930432
- 44% of the Class C junior notes issued by Galaxy II Funding DAC with ISIN XS2159931240
- 44% of the Class C junior notes issued by Galaxy IV Funding DAC with ISIN XS2159932057
- 44% of the Class C junior notes issued by Cosmos Securitisation DAC with ISIN XS2397545034

In July 2022, Alpha Services & Holdings S.A. contributed to the Company 44% of the mezzanine and junior Galaxy notes and 44% of the mezzanine and junior Cosmos notes in exchange for newly issued shares. Specifically, 83,316,815 shares were issued by the Company at a total value of €22,495,540.

The issued shares of the Company were distributed to the shareholders of Alpha Services & Holdings S.A., following a reduction in the share capital of Alpha Services & Holdings S.A.

Review of current position, future developments and performance of the Company's business

The Company's development to date, financial results, and position as presented in the financial statements are not considered satisfactory as the notes have not yet met the expected cash flow generation. The Company's ability to pay any amounts to its shareholders depends solely on whether the company collects interest or principal from the notes. Therefore, any reduced inflows have a material adverse effect on the company's revenues, financial position and cash flows. The responsibility for the payment of interest or principal lies solely with the issuers of the notes.

As described above, the Company holds mezzanine notes and junior notes.

On the issuance of the notes, a Priority of Payments Schedule ("Waterfall") was established, which is settled on a quarterly basis. Based on this schedule, the principal repayments regarding the mezzanine and junior notes are the last ones in the order of priority. The Waterfall is as follows:

GALAXY COSMOS MEZZ PLC

INTERIM REPORT OF THE BOARD OF DIRECTORS

A. Pre-acceleration order of priority:

- Issuers' and other securitization expenses - Priority 1
- Issuers' other expenses - Priority 2
- Other securitization expenses - Priority 3
- Other taxes - Priority 4
- Issuers' profit ledger - Priority 5
- Servicer's fees - Priority 6
- Interest due on the reserves loan - Priority 7
- Commissions for Hercules Asset Protection Scheme ("HAPS") - Priority 8
- Interest payments of senior notes due and interest payments of senior notes not paid by the HAPS Guarantor - Priority 9
- Interest payments of senior notes due - Priority 10
- Credit senior notes liquidity reserve fund ledger - Priority 11
- Credit the REOCo Reserve Account - Priority 12
- Repayment of reserves loan - Priority 13
- Interest payments of mezzanine notes due - Priority 14
- Principal repayments of senior notes (up until redemption in full) - Priority 15
- Principal repayment of mezzanine notes (up until redemption in full)- Priority 16
- Principal repayment of junior notes - Priority 17
- Any excess paid to junior notes as interest - Priority 18

B. Acceleration order of priority:

- Issuers' and other securitization expenses - Priority 1
- Issuers' other expenses - Priority 2
- Other securitization expenses - Priority 3
- Other taxes - Priority 4
- Issuers' profit ledger - Priority 5
- Servicer's fees - Priority 6
- Interest due on the reserves loan - Priority 7
- Commissions for Hercules Asset Protection Scheme ("HAPS") - Priority 8
- Interest payments of senior notes due and interest payments of senior notes not paid by the HAPS Guarantor - Priority 9
- Interest payments of senior notes due - Priority 10
- Repayment of reserves loan - Priority 11
- Principal repayments of senior notes (up until redemption in full) - Priority 12
- Interest payments of mezzanine notes due - Priority 13
- Principal repayment of mezzanine notes (up until redemption in full) - Priority 14
- Principal repayment of junior notes - Priority 15
- Any excess paid to junior notes as interest - Priority 16

The acceleration order of priority applies at redemption events or on final maturity date.

The contractual documents of the securitization stipulate that after 24 months from the entry into force of the Hercules Scheme, if at the date of payment of interest on the mezzanine notes (Class B), the total net collections from the beginning of the portfolio servicing is less than 15% or more of the budgeted net collections, as specified in the respective business plan, the payment of a total (100%) of the interest to the holders of the mezzanine notes (Class B) is postponed. Deferred interest is payable on the due date of the mezzanine notes (Class B) at which either the senior notes' (Class A) capital has been repaid in full (and provided there are sufficient available funds to pay the of deferred interest, otherwise they become payable on the next specified interest payment date of the mezzanine notes (Class B)) or the relationship between realized and budgeted net collections has been fully restored.

The interest to the holders of the mezzanine notes issued by Galaxy I Funding DAC, Galaxy II Funding DAC and Orion X Securitization DAC was postponed for Q1 and Q2 of 2024 and remained unpaid.

During the period from January 2024 to 30 June 2024, the Company has received coupon payments of €3,260,400 in relation to the notes it holds.

GALAXY COSMOS MEZZ PLC

INTERIM REPORT OF THE BOARD OF DIRECTORS

Future developments of the Company

During July 2024, the Company received coupon payments of €1,157,200 from the Galaxy IV Securitisation. As regards Cosmos, Galaxy II and Orion X Securitisations, a HAPS Deferred Interest Event, as defined on the Asset Protection Schemes of Hercules ("HAPS") of L.4649/2019, has occurred for the interest payment date of 25 July 2024, resulting to the deferral of the coupons due and payable to the mezzanine noteholders. Remedial actions are already being taken by the servicer of the notes for the acceleration of the portfolios' performance.

Related party transactions

Disclosed in note 16 of the financial statements.

By order of the Board of Directors,

Omnium Services Limited
Secretary

27 September 2024

GALAXY COSMOS MEZZ PLC

INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the period from 1 January 2024 to 30 June 2024

	Note	01/01/2024- 30/06/2024 €	01/01/2023- 30/06/2023 €
Interest income	5	1,561,376	1,588,119
Fair value changes of financial assets at fair value through profit or loss	11	(4,762,359)	3,174,439
Overprovision of 2022 tax expense	6	-	300,484
Administration and other expenses	7	(269,592)	(194,129)
Operating (loss)/profit		<u>(3,470,575)</u>	<u>4,868,913</u>
Finance income		98,345	-
Finance costs		(5,159)	(6,058)
Net finance income/(cost)	8	<u>93,186</u>	<u>(6,058)</u>
(Loss)/profit before tax		<u>(3,377,389)</u>	<u>4,862,855</u>
Tax		<u>(57,608)</u>	<u>(85,000)</u>
Net (loss)/profit for the period		<u>(3,434,997)</u>	<u>4,777,855</u>
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u>(3,434,997)</u>	<u>4,777,855</u>
Profit per share attributable to equity holders (cent)	9	<u>(3.95)</u>	<u>5.50</u>

The notes on pages 9 to 15 form an integral part of these financial statements.

GALAXY COSMOS MEZZ PLC

INTERIM STATEMENT OF FINANCIAL POSITION

30 June 2024

	Note	30/06/2024 €	31/12/2023 €
ASSETS			
Non-current assets			
Financial assets at fair value through profit or loss	11	<u>9,672,401</u>	16,133,784
		<u>9,672,401</u>	16,133,784
Current assets			
Refundable taxes	10	161,555	148,236
Cash and cash equivalents	12	<u>10,598,151</u>	7,460,089
		<u>10,759,706</u>	7,608,325
Total assets		<u><u>20,432,107</u></u>	<u><u>23,742,109</u></u>
EQUITY AND LIABILITIES			
Equity			
Share capital	13	14,223,574	14,223,574
Retained earnings		<u>5,988,202</u>	9,423,199
Total equity		<u><u>20,211,776</u></u>	23,646,773
Current liabilities			
Trade and other payables	14	172,331	95,336
Current tax liabilities	15	<u>48,000</u>	-
Total liabilities		<u><u>220,331</u></u>	95,336
Total equity and liabilities		<u><u>20,432,107</u></u>	<u><u>23,742,109</u></u>

The notes on pages 9 to 15 form an integral part of these financial statements.

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INTERIM STATEMENT OF CHANGES IN EQUITY for the period from 1 January 2024 to 30 June 2024

	Share capital €	Retained earnings €	Total €
Balance at 1 January 2023	<u>23,474,114</u>	<u>4,010,133</u>	<u>27,484,247</u>
Comprehensive income			
Net profit for the period	-	4,777,855	4,777,855
Total comprehensive income for the period	-	4,777,855	4,777,855
Balance at 30 June 2023	<u>23,474,114</u>	<u>8,787,988</u>	<u>32,262,102</u>
Balance at 1 January 2024	<u>14,223,574</u>	<u>9,423,199</u>	<u>23,646,773</u>
Comprehensive income			
Net loss for the period	-	(3,434,997)	(3,434,997)
Total comprehensive income for the period	-	(3,434,997)	(3,434,997)
Balance at 30 June 2024	<u>14,223,574</u>	<u>5,988,202</u>	<u>20,211,776</u>

Companies, which do not distribute 70% of their profits after tax, as defined by the Special Contribution for the Defence of the Republic Law, within two years after the end of the relevant tax year, will be deemed to have distributed this amount as dividend on the 31 of December of the second year. The amount of the deemed dividend distribution is reduced by any actual dividend already distributed by 31 December of the second year for the year the profits relate. The Company pays special defence contribution on behalf of the shareholders over the amount of the deemed dividend distribution at a rate of 17% (applicable since 2014) when the entitled shareholders are natural persons tax residents of Cyprus and have their domicile in Cyprus. In addition, the Company pays on behalf of the shareholders General Healthcare System (GHS) contribution at a rate of 2.65%, when the entitled shareholders are natural persons tax residents of Cyprus, regardless of their domicile.

The notes on pages 9 to 15 form an integral part of these financial statements.

GALAXY COSMOS MEZZ PLC

INTERIM CASH FLOW STATEMENT

for the period from 1 January 2024 to 30 June 2024

	01/01/2024- 30/06/2024	01/01/2023- 30/06/2023
Note	€	€
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/profit before tax	(3,377,389)	4,862,855
Adjustments for:		
Fair value losses/(gains) on financial assets at fair value through profit or loss	4,762,359	(3,174,439)
Interest income from financial assets at FVTPL	(1,659,721)	(1,588,119)
Overprovision of 2022 tax expense	6	(300,484)
	(274,751)	(200,187)
Changes in working capital:		
Increase in refundable taxes	(13,319)	-
Increase/(Decrease) in trade and other payables	76,995	(207,461)
Cash used in operations	(211,075)	(407,648)
Coupons received	3,260,400	5,789,820
Tax paid	(9,608)	-
Net cash generated from operating activities	3,039,717	5,382,172
CASH FLOWS FROM INVESTING ACTIVITIES	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest received from fixed deposits	98,345	-
Net cash generated from financing activities	98,345	-
Net increase in cash and cash equivalents	3,138,062	5,382,172
Cash and cash equivalents at beginning of the period	7,460,089	7,655,647
Cash and cash equivalents at end of the period	12	13,037,819

The notes on pages 9 to 15 form an integral part of these financial statements.

GALAXY COSMOS MEZZ PLC

NOTES TO THE INTERIM FINANCIAL STATEMENTS

for the period from 1 January 2024 to 30 June 2024

1. Incorporation and principal activities

Country of incorporation

The Company GALAXY COSMOS MEZZ PLC (the "Company") was incorporated in Cyprus on 27 April 2022 as a private limited liability company under the provisions of the Cyprus Companies Law, Cap. 113. On 8 September 2022, the Company was renamed from Galaxy Mezz LTD to Galaxy Cosmos Mezz PLC and was transformed to a public limited liability company under the provisions of the Cyprus Companies Law. On 20 October 2022, the shares of the Company were approved by the Athens Stock Exchange for trading with the Alternative Market EN.A Plus, and on 31 October 2022 commenced trading. Its registered office is at 33, Vasilissis Freiderikis street, Palais D'Ivoire, Floor 2, 1066, Nicosia, Cyprus.

Principal activity

The principal activities of the Company, is the holding and management of the following notes:

- 46.3% of the Class B2 mezzanine notes issued by Orion X Securitization DAC with ISIN XS2159930275
- 46.3% of the Class B2 mezzanine notes issued by Galaxy II Funding DAC with ISIN XS2159931083
- 46.3% of the Class B2 mezzanine notes issued by Galaxy IV Funding DAC with ISIN XS2159931919
- 46.3% of the Class B2 mezzanine notes issued by Cosmos Securitisation DAC with ISIN XS2397544656
- 44% of the Class C junior notes issued by Orion X Securitization DAC with ISIN XS2159930432
- 44% of the Class C junior notes issued by Galaxy II Funding DAC with ISIN XS2159931240
- 44% of the Class C junior notes issued by Galaxy IV Funding DAC with ISIN XS2159932057
- 44% of the Class C junior notes issued by Cosmos Securitisation DAC with ISIN XS2397545034

2. Basis of preparation

The interim financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (IFRS), as adopted by the European Union (EU), and the requirements of the Cyprus Companies Law, Cap. 113.

As of the date of the authorisation of the financial statements, all International Financial Reporting Standards issued by the International Accounting Standards Board (IASB) that are effective as of 1 January, 2024 have been adopted by the EU through the endorsement procedure established by the European Commission.

The preparation of interim financial statements in conformity with IFRSs requires the use of certain critical accounting estimates and requires Management to exercise its judgment in the process of applying the Company's accounting policies.

3. Significant accounting policies

The interim financial statements, which are presented in Euro, have been prepared in accordance with international Financial Reporting Standards, including IAS 34 "Interim Financial Reporting".

The accounting policies used in the preparation of the interim financial statements are in accordance with those used in the annual financial statements for the year ended 31 December 2023.

Costs that are incurred during the financial year are anticipated or deferred for interim reporting purposes if, and only if, it is also appropriate to anticipate or defer that type of cost at the end of the financial year.

Corporation tax is calculated based on the expected tax rates for the whole financial year.

These interim financial statements must be read in conjunction with the annual financial statements for the year ended 31 December 2023.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS for the period from 1 January 2024 to 30 June 2024

3. Significant accounting policies (continued)

Going concern basis

The financial statements of the Company have been prepared on a going concern basis.

4. Fair value estimation

The carrying amounts and fair values of certain financial assets are as follows:

	Carrying amounts		Fair values	
	30/06/2024	31/12/2023	30/06/2024	31/12/2023
	€	€	€	€
Financial assets				
Cash and cash equivalents	10,598,151	7,460,089	10,598,151	7,460,089
Fair value through profit or loss	9,672,401	16,133,784	9,672,401	16,133,784
	20,270,552	23,593,873	20,270,552	23,593,873

The fair value of the Notes as at 30 June 2024 was estimated at €9,672,401 (31 December 2023: €16,133,784) by an independent valuer, in accordance with generally accepted principles and appropriate valuation methodologies followed internationally. A Discounted Cash Flows (DCF) methodology was used incorporating an estimated 18% (2023:19.8%) cost of equity, assuming that the cash flows will be distributed according to the Business Plan and taking into consideration the expected coupons from the Cosmos and Galaxy IV securitisations until October 2025. On the other hand, the fair value of the Notes excludes any expected coupon from the Galaxy II and Orion securitisations as they have not met yet the expected cash flow generation. Also, it should be noted, that the valuation assumes that B1 Mezzanine Noteholders may exercise under the relevant Transaction Documentation their call option to acquire the Notes in those Securitization Transactions where the cashflows from performance of the underlying portfolios exceed the strike price of such call option. Hence no Principal repayments on the mezzanine Notes have been considered in their fair value methodology.

Fair value measurements recognised in interim statement of financial position

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

30 June 2024	Level 1	Level 2	Level 3	Total
	€	€	€	€
Financial assets				
Mezzanine notes (Class B2)	-	-	9,672,401	9,672,401
Total	-	-	9,672,401	9,672,401

31 December 2023	Level 1	Level 2	Level 3	Total
	€	€	€	€
Financial assets				
Mezzanine notes (Class B2)	-	-	16,133,784	16,133,784
Total	-	-	16,133,784	16,133,784

GALAXY COSMOS MEZZ PLC

NOTES TO THE INTERIM FINANCIAL STATEMENTS for the period from 1 January 2024 to 30 June 2024

5. Interest income

	01/01/2024- 30/06/2024	01/01/2023- 30/06/2023
	€	€
Interest income from financial assets at FVTPL	<u>1,561,376</u>	<u>1,588,119</u>
	<u>1,561,376</u>	<u>1,588,119</u>

6. Overprovision of 2022 tax expense

	01/01/2024- 30/06/2024	01/01/2023- 30/06/2023
	€	€
Corporation tax prior year	<u>-</u>	<u>300,484</u>
	<u>-</u>	<u>300,484</u>

7. Administration expenses

	01/01/2024- 30/06/2024	01/01/2023- 30/06/2023
	€	€
Rent	4,134	4,134
Municipality taxes	250	250
Annual levy	-	350
Auditors' remuneration	33,320	33,320
Accounting fees	20,000	20,000
Legal fees	5,036	3,700
Directors' fees	12,000	12,000
Other professional fees	123,119	59,225
Internal audit fees	12,495	12,495
Unrecoverable VAT	37,238	26,655
Investor relation fees	22,000	22,000
	<u>269,592</u>	<u>194,129</u>

8. Finance income/(costs)

	01/01/2024- 30/06/2024	01/01/2023- 30/06/2023
	€	€
Interest income from bank deposits	<u>98,345</u>	<u>-</u>
Finance income	<u>98,345</u>	<u>-</u>
Bank charges	<u>(5,159)</u>	<u>(6,058)</u>
Finance costs	<u>(5,159)</u>	<u>(6,058)</u>
Net finance income/(cost)	<u>93,186</u>	<u>(6,058)</u>

GALAXY COSMOS MEZZ PLC

NOTES TO THE INTERIM FINANCIAL STATEMENTS for the period from 1 January 2024 to 30 June 2024

9. Profit per share attributable to equity holders

	01/01/2024- 30/06/2024	01/01/2023- 30/06/2023
(Loss)/profit attributable to shareholders (€)	<u>(3,434,997)</u>	4,777,855
Weighted average number of ordinary shares in issue during the period	<u>86,941,164</u>	<u>86,941,164</u>
Profit per share attributable to equity holders (cent)	<u>(3.95)</u>	<u>5.50</u>

10. Refundable taxes

	30/06/2024	31/12/2023
Corporation tax	€ <u>161,555</u>	€ <u>148,236</u>
	<u>161,555</u>	<u>148,236</u>

11. Financial assets at fair value through profit or loss

Financial assets	01/01/2024- 30/06/2024	01/01/2023- 31/12/2023
	€	€
Balance at 1 January	16,133,784	20,674,059
Interest income	1,561,376	2,725,565
Fair value change of financial assets at fair value through profit or loss	(4,762,359)	2,730,379
Coupons received	<u>(3,260,400)</u>	<u>(9,996,219)</u>
Balance at 30 June/31 December	<u>9,672,401</u>	<u>16,133,784</u>

Financial assets designated as at fair value through profit or loss are analysed as follows:

	30/06/2024	31/12/2023
	€	€
Financial assets at fair value through profit or loss		
Mezzanine notes (Class B2)	<u>9,672,401</u>	<u>16,133,784</u>
	<u>9,672,401</u>	<u>16,133,784</u>

12. Cash and cash equivalents

Cash balances are analysed as follows:

	30/06/2024	31/12/2023
	€	€
Cash at bank	<u>10,598,151</u>	<u>7,460,089</u>
	<u>10,598,151</u>	<u>7,460,089</u>

Bank deposits are held with banks with external credit rating of BB B.

GALAXY COSMOS MEZZ PLC

NOTES TO THE INTERIM FINANCIAL STATEMENTS

for the period from 1 January 2024 to 30 June 2024

13. Share capital

	30/6/2024 Number of shares	30/6/2024 €	31/12/2023 Number of shares	31/12/2023 €
Authorised				
Ordinary shares	86,941,164	14,223,574	86,941,164	23,474,114
Reduction of nominal value of each ordinary share	-	-	-	(9,250,540)
	86,941,164	14,223,574	86,941,164	14,223,574
Issued and fully paid				
Balance at 1 January 2024/1 January 2023	86,941,164	14,223,574	86,941,164	23,474,114
Reduction of nominal value of each ordinary share	-	-	-	(9,250,540)
	86,941,164	14,223,574	86,941,164	14,223,574
Balance at 30 June 2024/31 December 2023	86,941,164	14,223,574	86,941,164	14,223,574

Authorised capital

Under its Memorandum the Company fixed its share capital at 313,120 ordinary shares of nominal value €0.27 each.

On 14 July 2022, the Company increased its authorized share capital by 86,628,044 to 86,941,164 ordinary shares of nominal value €0.27 each.

On 7 August 2023, during the course of the Company's AGM the shareholders approved the proposal of Board of Directors to reduce the nominal value of each ordinary share by €0.1064 from €0.27 to €0.1636 each. The amount of share capital decrease was distributed to the Company's shareholders in cash.

On 16 October 2023, the share capital reduction was approved via court order. The Company's issued share capital was reduced to €14,223,574 divided in 86,941,164 ordinary shares of €0.1636 each

On 18 June 2024, during the Company's AGM, the shareholders approved the proposal of the Board of Directors to reduce the share capital of the Company by €7,824,704.76 by reducing the nominal value of the shares from €0.1636 each to €0.0736 each. The capital reduction is expected to be completed in the fourth quarter of the financial year 2024.

Issued capital

Upon incorporation on 27 April 2022 the Company issued to the subscribers of its Memorandum of Association 313,120 ordinary shares of nominal value €0.27 each.

On 14 July 2022, the Company increased its issued share capital by 86,628,044 to 86,941,164 ordinary shares of nominal value €0.27 each. The new shares were issued to Alpha Services and Holdings SA in exchange for contribution of notes, whose fair value at the date of the transfer equal to €22,495,540 based on the valuation of independent valuers. Additionally, there was a cash consideration paid of €894,032.

On 7 August 2023, during the course of the Company's AGM the shareholders approved the proposal of Board of Directors to reduce the nominal value of each ordinary share by €0.1064 from €0.27 to €0.1636 each. The amount of share capital decrease was distributed to the Company's shareholders in cash.

On 16 October 2023, the share capital reduction was approved via court order. The Company's issued share capital was reduced to €14,223,574 divided in 86,941,164 ordinary shares of €0.1636 each.

GALAXY COSMOS MEZZ PLC

NOTES TO THE INTERIM FINANCIAL STATEMENTS

for the period from 1 January 2024 to 30 June 2024

13. Share capital (continued)

On 18 June 2024, during the Company's AGM, the shareholders approved the proposal of the Board of Directors to reduce the share capital of the Company by €7,824,704.76 by reducing the nominal value of the shares from €0.1636 each to €0.0736 each. The capital reduction is expected to be completed in the fourth quarter of the financial year 2024.

14. Trade and other payables

	30/06/2024	31/12/2023
	€	€
Trade payables	72,536	38,610
VAT	-	2,280
Accruals	95,170	49,821
Payables to other related parties (Note 16.2)	4,625	4,625
	<u>172,331</u>	<u>95,336</u>

15. Current tax liabilities

	30/06/2024	31/12/2023
	€	€
Corporation tax	48,000	-
	<u>48,000</u>	<u>-</u>

16. Related party transactions

The following transactions were carried out with related parties:

16.1 Directors' remuneration

The remuneration of Directors and other members of key management was as follows:

	01/01/2024- 30/06/2024	01/01/2023- 30/06/2023
	€	€
Directors' fees	<u>12,000</u>	<u>12,000</u>

16.2 Payables to related parties (Note 14)

Name	30/06/2024	31/12/2023
	€	€
Shareholders' current accounts - credit balances	<u>4,625</u>	<u>4,625</u>
	<u>4,625</u>	<u>4,625</u>

17. Events after the reporting period

During July 2024, the Company received coupon payments of €1,157,200 from the Galaxy IV Securitisation. As regards Cosmos, Galaxy II and Orion X Securitisations, a HAPS Deferred Interest Event, as defined on the Asset Protection Schemes of Hercules ("HAPS") of L.4649/2019, has occurred for the interest payment date of 25 July 2024, resulting to the deferral of the coupons due and payable to the mezzanine noteholders. Remedial actions are already being taken by the servicer of the notes for the acceleration of the portfolios' performance.

There were no other material events after the reporting period, which have a bearing on the understanding of the interim financial statements.

GALAXY COSMOS MEZZ PLC

NOTES TO THE INTERIM FINANCIAL STATEMENTS for the period from 1 January 2024 to 30 June 2024

Disclaimer

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