

ANNUAL REPORT

beginning of financial year: 01.01.2020

end of the financial year: 31.12.2020

business name: Moncera OÜ

register code: 14866045

street, building, apartment, farm: Kaupmehe tn 6

city: Tallinn

county: Harju maakond

postal code: 10114

telephone: +372 53484004

e-mail address: info@moncera.com

web address: moncera.com

Table of contents

Management report	3
The annual accounts	4
Statement of financial position	4
Income statement	5
Notes	6
Note 1 Accounting policies	6
Note 2 Receivables and prepayments	7
Note 3 Tax prepayments and liabilities	7
Note 4 Payables and prepayments	7
Note 5 Net sales	8
Note 6 Miscellaneous operating expenses	8
Note 7 Labor expense	8
Note 8 Related parties	9
Signatures	10

Management report

Moncera OÜ (the Company) was founded in December 2019.

Since the beginning of its activity, the company has been offering its clients access to investment services with the possibility of earning income by investing in loans through the P2P platform www.moncera.com

Company plans to continue cooperate closely with the current and prospective loan originator – Placet Group, which has the best operating records of any loan originator in the P2P sector.

During reporting period, the Company attracted almost 2'000 new participants, who acquired the claim rights for an amount of EUR 5 million.

In March 2021, a new product was provided by platform to its participants – business loans to small and medium enterprises secured by Real Estate.

Company's main source of income are service fees charged to loan originators for placing the loans and for the related services provided by the platform.

As of the last day of the reporting year prior to the date of signing these financial statements there was no events requiring adjustment or disclosure in the financial statements or notes thereto.

Moncera is an online investing platform offers to its investors great opportunity to invest in consumer and business loans and earn profit.

Investors had the following outstanding investments in loans:

	31/12/2020	31/12/2019
Personal Loan (euros)	5 206 934	0
Uninvested money at investors account (euros)	106 849	0

Key economic indicators and ratios:

	2020	2019
Sales revenue (euros)	165 769	37 000
Operating profit margin, %	0.92%	99%
Current liabilities coverage ratio (times)	0.62	-
ROA	2.2%	88%
ROE	3.56%	88%

Formulas used to calculate the ratios:

- Operating profit margin (%) = operating profit / sales revenue * 100
- Current liabilities coverage ratio (in times) = current assets / current liabilities
- ROA (%) = net profit / total assets * 100
- ROE (%) = net profit / equity * 100

Targets for the next financial year

The main objective for the upcoming year is to continue growing the number of loans funded and develop more favourable conditions for the investors. Our goal is to offer attractive investment opportunities and make them available, easy, and transparent for everyone.

The annual accounts

Statement of financial position

(In Euros)

	31.12.2020	31.12.2019	Note
Assets			
Current assets			
Cash and cash equivalents	53 478	40 413	
Receivables and prepayments	16 554	1 242	2
Total current assets	70 032	41 655	
Total assets	70 032	41 655	
Liabilities and equity			
Liabilities			
Current liabilities			
Payables and prepayments	26 839	0	4
Total current liabilities	26 839	0	
Total liabilities	26 839	0	
Equity			
Issued capital	40 000	5 000	
Retained earnings (loss)	1 655	0	
Annual period profit (loss)	1 538	36 655	
Total equity	43 193	41 655	
Total liabilities and equity	70 032	41 655	

Income statement

(In Euros)

	2020	10.12.2019 - 31.12.2019	Note
Revenue	165 769	37 000	5
Other income	848	0	
Other operating expense	-109 900	-345	6
Employee expense	-53 815	0	7
Other expense	-1 371	0	
Operating profit (loss)	1 531	36 655	
Interest income	7	0	
Profit (loss) before tax	1 538	36 655	
Annual period profit (loss)	1 538	36 655	

Notes

Note 1 Accounting policies

General information

The 2020 annual accounts of Moncera OÜ have been prepared in compliance with the accounting principle generally accepted in the Republic of Estonia. The basic requirements of the accounting principles generally accepted in Estonia have been established in the Accounting Act of the Republic of Estonia and accompanied by the guidelines issued by the Accounting Standards Board.

The preparation of the annual accounts has been based on the acquisition cost principle, except cases described in the accounting policies below.

The annual accounts have been compiled in euros.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances on current (settlement) bank accounts, deposit withdrawable on demand, and short-term revocable bank deposits with an original maturity of up to one year.

Foreign currency transactions and assets and liabilities denominated in a foreign currency

Foreign currency transactions have been recorded using the official exchange rates of the European Central Bank on the day of transaction. Financial assets and liabilities and non-monetary financial assets and liabilities, which are recorded in a foreign currency using the fair value method, are re-valued on the date of the balance sheet in euros using the official exchange rates of the European Central Bank. Profits from foreign currency transactions are recorded on the income statement as revenue and expenses of the period.

Receivables and prepayments

The short-term receivables occurring in the course of regular business of the company are recorded as trade receivables, except for receivables against other group companies and affiliated undertakings. Trade receivables are recorded in the adjusted acquisition cost (i.e. nominal value minus discounts applied, if necessary).

The probability of recovery of claims is assessed separately for each purchaser, if possible. The accrual of the previously deducted doubtful debts is reflected as the reduction of the expenses of doubtful debts.

Revenue recognition

Revenue is recognised on an accrual basis and measured at the fair value of the consideration received or receivable for services provided less any trade discounts and volume rebates allowed. Revenue includes revenue from contracts with customers. Revenue is recognized when an entity transfers control of goods or services to a customer at the amount to which the entity expects to be entitled.

Taxation

Pursuant to the current legislation in Estonia, the profits of the companies are not subject to taxation, therefore also eliminating any deferred income tax claims and liabilities. Instead of profit, taxes are imposed on dividends paid from the retained profits at the rate of 20/80 on the sum paid as net dividends in Estonia.

Starting from 2019 a change of the corporate income taxation became effective. A reduced tax rate 14/86 can be used to the amounts distributed as net dividends and paid out regularly. Reduced rate can be used with the net dividends paid out on the fourth year.

The amount of the dividends must be smaller than or equal to the average distributed profit of the previous three calendar years (starting from the profit of 2018) on which a resident company has paid income tax. The part of the distribute dividends that exceeds the average distributed profit of last three years is taxed with the regular rate 20/80.

Note 2 Receivables and prepayments

(In Euros)

	31.12.2020	Within 12 months
Accounts receivable	11 051	11 051
Accounts receivables	11 051	11 051
Tax prepayments and receivables	799	799
Prepayments	4 704	4 704
Deferred expenses	2 004	2 004
Other paid prepayments	2 700	2 700
Total receivables and prepayments	16 554	16 554
	31.12.2019	Within 12 months
Prepayments	1 242	1 242
Other paid prepayments	1 242	1 242
Total receivables and prepayments	1 242	1 242

Note 3 Tax prepayments and liabilities

(In Euros)

	31.12.2020	
	Tax prepayments	Tax liabilities
Value added tax	6	
Personal income tax		2 404
Social tax		2 552
Contributions to mandatory funded pension		155
Unemployment insurance tax		2
Prepayment account balance	793	
Total tax prepayments and liabilities	799	5 113

Note 4 Payables and prepayments

(In Euros)

	31.12.2020	Within 12 months
Trade payables	2 535	2 535
Employee payables	2 897	2 897
Tax payables	5 113	5 113
Other payables	16 294	16 294
Other accrued expenses	16 294	16 294
Total payables and prepayments	26 839	26 839

Note 5 Net sales

(In Euros)

	2020	10.12.2019 - 31.12.2019
Net sales by geographical location		
Net sales in European Union		
Lithuania	72 764	0
Estonia	93 005	37 000
Total net sales in European Union	165 769	37 000
Total net sales	165 769	37 000
Net sales by operating activities		
Activation fee	78 000	37 000
Service fee	37 769	0
IT service	50 000	0
Total net sales	165 769	37 000

Note 6 Miscellaneous operating expenses

(In Euros)

	2020	10.12.2019 - 31.12.2019
Leases	-18 729	0
Miscellaneous office expenses	-16 531	0
State and local taxes	-1 745	-345
Hosting service	-4 988	0
Advertising	-64 687	0
Broker fee	-2 160	0
Identification of clients'	-1 060	0
Total miscellaneous operating expenses	-109 900	-345

Note 7 Labor expense

(In Euros)

	2020	10.12.2019 - 31.12.2019
Wage and salary expense	40 456	0
Social security taxes	13 359	0
Total labor expense	53 815	0
Average number of employees in full time equivalent units	2	0
Average number of employees by types of employment:		
Person employed under employment contract	1	0
Member of management or controlling body of legal person	1	0

Note 8 Related parties

(In Euros)

Remuneration and other significant benefits calculated for members of management and highest supervisory body		
	2020	10.12.2019 - 31.12.2019
Remuneration	39 426	0