

NordCard statement

RUSSIA-UKRAINE CRISIS IMPACT

NordCard does not cooperate with partners from Russia, Ukraine (and even Belarus), as well as the raised capital is obtained from Latvia or co-financing platforms, such as luvo. The company's board and shareholders are only from Latvia and have not been affected by sanctions or political decisions related to the crisis. Also, the company's customers are only residents of Latvia, as the company itself operates only in Latvia. As a result, NordCard is not affected by the crisis, and the company's management does not anticipate any adverse effects soon.

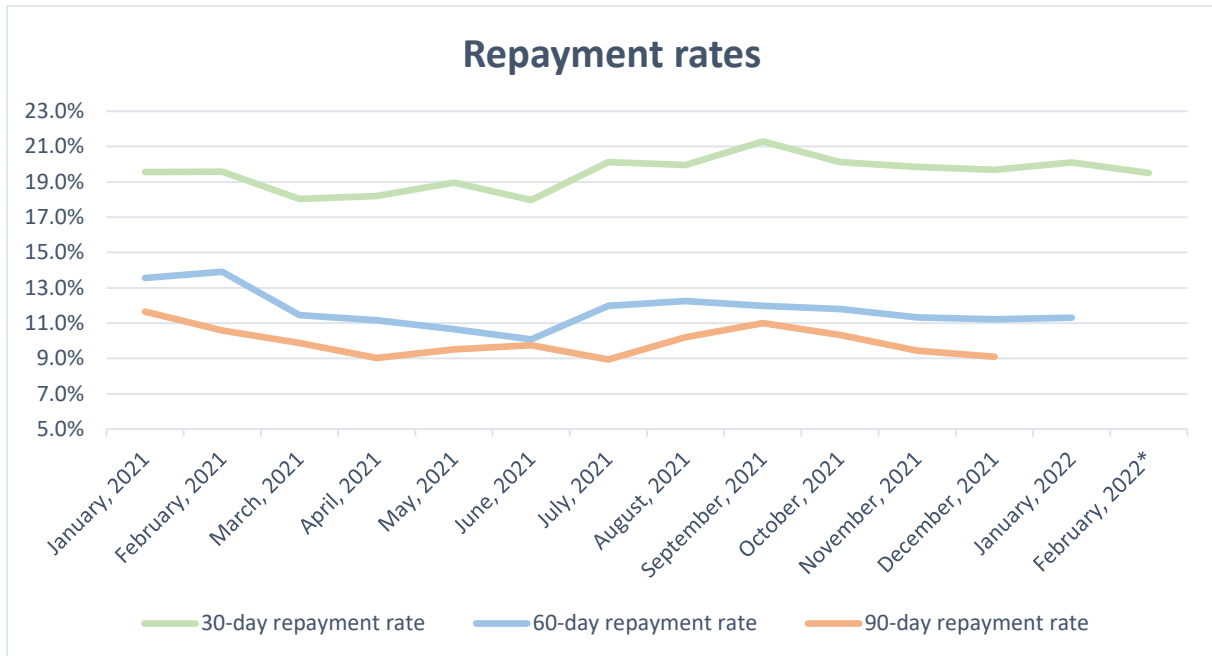
STATISTICS

Due to the Russia-Ukraine crisis and the ongoing Covid-19 pandemic, NordCard is not experiencing any reduction in lending. On the contrary, the beginning of 2022 has been very stable and has large issuance volumes. NordCard has reached 3M's total gross portfolio in early 2022, and this growth is also having a positive impact on the company's profitability, starting this year with a profit.



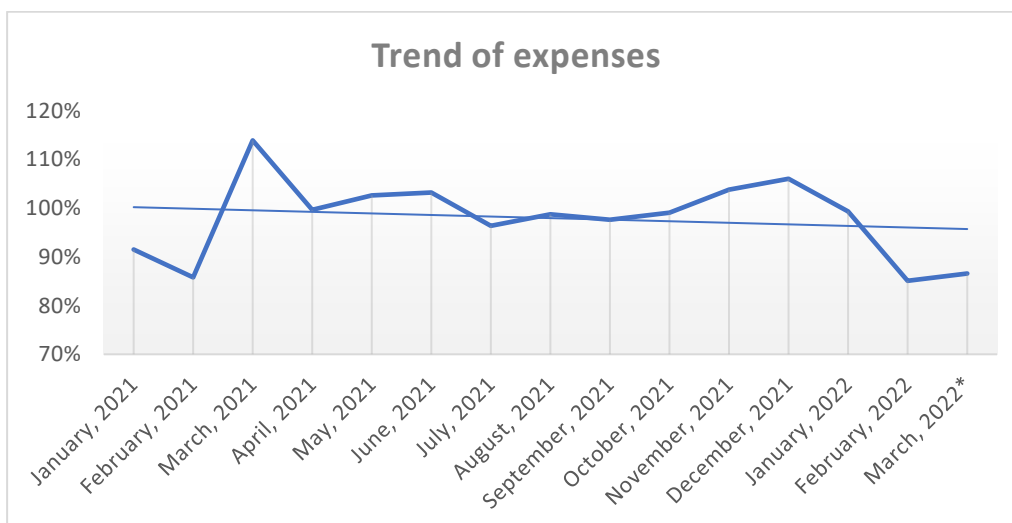
* Estimated amount for March 2022

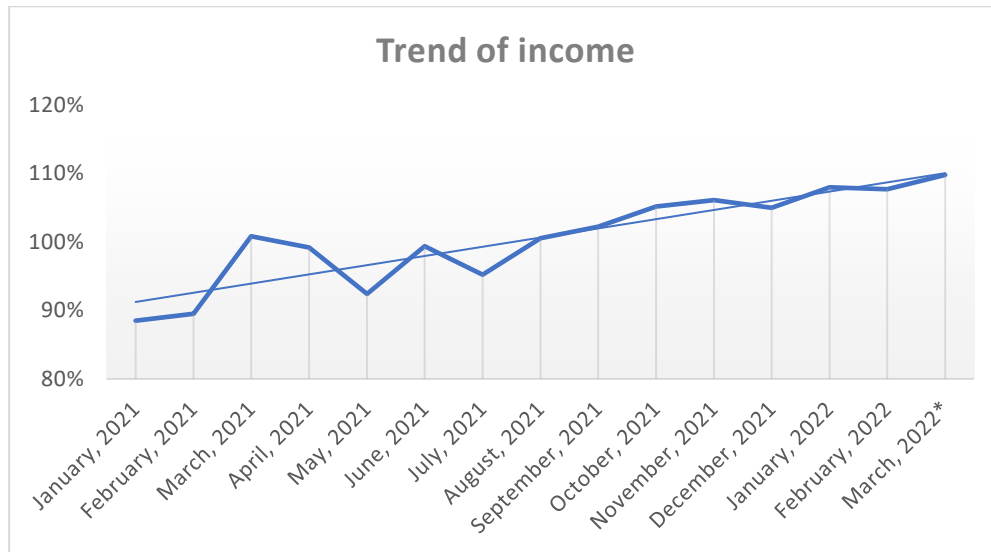
We do not see any significant changes in our repayment rates. Both 1- and 2- and 3-month repayment rates are sufficiently stable and relatively unchanged over the past year. The NordCard team is working hard to improve repayment rates, but much has already been achieved compared to 3 years ago (an improvement of about 30%).



* Estimated rates for the last month

The company optimized various cost positions and reached very low costs in February and March. The cost trend is stable but slightly negative, thus allowing for higher profitability. Income is significantly increasing, and there is a positive trend as more and more new loans are issued. In addition, the company received very high income already in 2022 because of the increase in issued loans.





* Estimated amount for March 2022

We are confident that the actions taken will be sufficient to strengthen the company's positions in the market in the long term. We are closely following the information available on the crisis and the political decisions in Latvia to reduce the impact of the crisis on NordCard. We believe that with the help of the Iuvo platform, we will be able to develop our business and improve profitability by increasing total portfolio even in these difficult times.

CEO of NordCard

Daniels Jukna