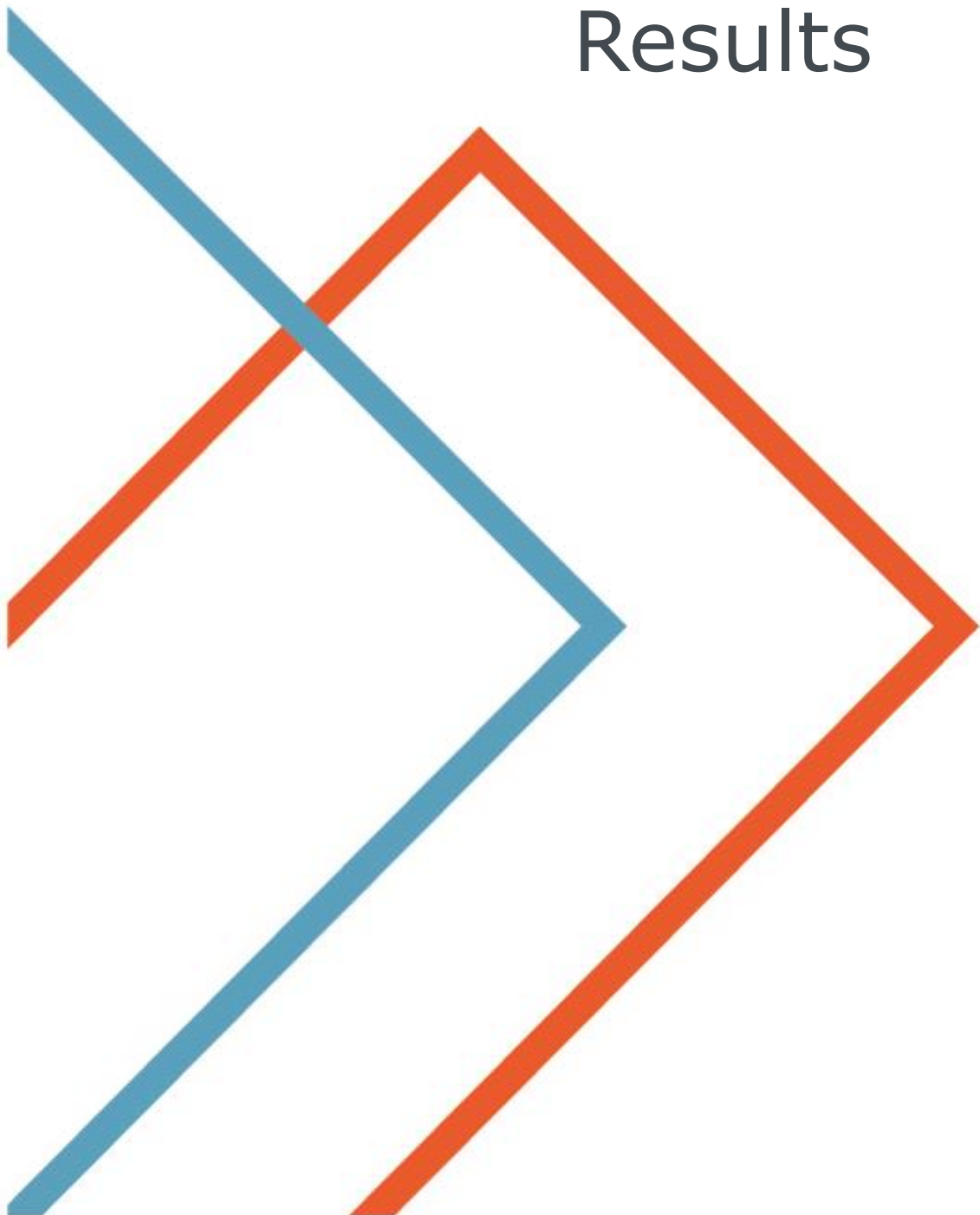


Garfunkelux Holdco 2 S.A.
QE 31 March 2026
Results



1. Highlights

- **120 Month Estimated Remaining Collections** ("ERC") at £3,106m as of 31 March 2026.
- **Portfolio investments acquired** for the three months ended 31 March 2026 total £96.6m, a decrease of £13.5m compared with the three months ended 31 March 2025.
- **Debt Purchase gross cash collections** of £154.3m in the three months ended 31 March 2026, a decrease of 17.5% on the three months ended 31 March 2025.
- **Cash income** of £195.2m in the three months ended 31 March 2026, a decrease of 13.7% on the three months ended 31 March 2025.
- **Cash EBITDA⁽²⁾** for the three months ended 31 March 2026 of £82.8m, a 30.0% decrease on the three months ended 31 March 2025, with Last Twelve Months ("LTM") Cash EBITDA to 31 March 2026 of £387.0m.
- **Net debt to LTM Pro forma Cash EBITDA⁽¹⁾** is at 5.8x as at 31 March 2026.
- **Net secured debt to LTM Pro forma Cash EBITDA⁽²⁾** is at 4.0x as at 31 March 2026.

⁽¹⁾ Cash EBITDA is defined as cash collections on acquired portfolios plus service revenue, other revenue and other income less collection activity costs and other expenses (which together equal operating costs) and before exceptional items, depreciation, amortisation and impairment of non-performing loans.

⁽²⁾ Pro forma LTM Cash EBITDA as quoted is defined as Group Cash EBITDA for the twelve months ended 31 March 2026, adjusted for Pro forma cost adjustments and includes DACH region.

1. Highlights (continued)

About Lowell:

Lowell is one of Europe's largest credit management companies with a mission to make credit work better for all and a commitment to fair and ethical customer practices. It operates in the UK, Germany, Austria, Switzerland, Denmark, Norway, Finland, and Sweden. The Group employs over 3,500 people.

Lowell's unparalleled combination of data analytics, deep consumer insight and robust risk management provides clients with expert solutions in debt purchasing, third party collections and business process outsourcing. With its ethical approach to debt management, Lowell is committed to delivering the most fair and affordable outcome for each customer's specific circumstances.

Lowell was formed in 2015 following the merger of the UK and German market leaders: the Lowell Group and the GFKL Group. In 2018, Lowell completed the acquisition of the Carve-out Business from Intrum, which has market leading positions in the Nordic region. It is backed by global private equity firm Permira and Ontario Teachers' Pension Plan.

For more information on Lowell, please visit our investor website: www.lowell.com

1. Highlights (continued)

Non-IFRS financial measures

We have included certain non-IFRS financial measures in this trading update, including **Estimated Remaining Collections** ("ERC"), **Cash EBITDA** and **Gross Money Multiples** ("GMMs").

We present ERC because it represents our expected gross cash proceeds of the purchased debt portfolios recorded on our balance sheet over the 120-month period. ERC is calculated as of a point in time assuming no additional purchases are made. ERC is a metric that is also often used by other companies in our industry. **We present ERC because it represents our best estimate of the undiscounted cash value of our purchased debt portfolios at any point in time, which is an important supplemental measure for our board of directors and management to assess the gross cash generation capacity of the assets backing our business.** In addition, the instruments governing our indebtedness use ERC to measure our compliance with certain covenants and, in certain circumstances, our ability to incur indebtedness. Our ERC projection, calculated by our proprietary analytical models, utilises historical portfolio collection performance data and assumptions about future collection rates. While we cannot guarantee that we will achieve such collections and while our ERC projection may not be comparable to similar metrics used by other companies in our industry, our ERC forecasts have historically proven to be somewhat conservative through all phases of the economic cycle.

We present Cash EBITDA because we believe it may enhance an investor's understanding of our underlying cash flow generation at a given point in time that can be used to service or pay down debt, pay income taxes, purchase new debt portfolios and for other uses. Cash EBITDA is defined as collections on owned portfolios plus other turnover, less collection activity costs and other expenses (which together equals servicing costs) and before exceptional items, depreciation and amortisation.

Our board of directors and management use Cash EBITDA to understand cash profit in a period, mindful it is neither a proxy for future periods (since it is a lagged measure which can be influenced by the volume and mix of purchases in the latter months of the reported period), nor is it an indication of run off cash generation as the current cost base is representative of our front loaded cost curves and recent purchasing activity. Cash EBITDA is not a measure calculated in accordance with IFRS and our use of the term Cash EBITDA may vary from others in our industry. For a reconciliation of Cash EBITDA to operating profit, see page 19.

We present Gross Money Multiples ("GMMs") because it represents our expected gross cash return from purchased debt portfolios. In addition, GMMs are one of a number of return metrics that we use when making pricing and investment decisions. GMMs can be reported on a rolling basis or on a static basis. On a rolling basis, GMMs are calculated as the sum of gross collections achieved to date plus our ERC as at the reporting date, divided by purchase price. All things being equal and based on this rolling definition, GMMs should improve over time as portfolios and vintages mature. On a static basis, GMMs are calculated over a static time-period – for example, a static 120m GMM will be based upon either gross collections achieved to date plus the remaining months of ERC required to get to a 120m total period or the original priced 120m collection expectations, divided by purchase price.

ERC, Cash EBITDA and GMMs and all other non-IFRS measures have important limitations as analytical tools and you should not consider them in isolation or as substitutes for analysis of our results as reported under IFRS.

2. Operating & financial review

The following table summarises key performance indicators at, and for the periods ended 31 March 2026 and 31 March 2025.

	Three months ended or as at 31 March 2026	Three months ended or as at 31 March 2025
Non-IFRS Metrics⁽¹⁾		
Portfolios acquired	£96.6m	£110.0m
Gross collections (in total)	£493.0m	£492.9m
Gross collections (DP)	£154.3m	£187.1m
Gross collections (3PC)	£338.7m	£305.9m
Cash EBITDA	£82.8m	£118.0m
UK cash EBITDA	£60.1m	£84.0m
Nordics cash EBITDA	£21.5m	£21.0m
Holding companies cash EBITDA	(£6.4m)	(£7.0m)
DACH cash EBITDA	£7.6m	£20.0m
120-month ERC	£3,106m	£3,642m
180-month ERC	£3,703m	£4,280m
IFRS Metrics⁽²⁾		
Service revenue	£24.5m	£19.4m
Yield income from portfolio investments	£75.6m	£93.3m
Operating profit	£7.7m	£16.7m
Loss for the period	(£87.1m)	(£60.3)
Total portfolio investments	£1,445.1m	£1,802.0m

⁽¹⁾ Non-IFRS metrics **include** DACH region, consistent with the separately published results presentation

⁽²⁾ IFRS metrics **exclude** DACH region in line with held for sale treatment in the interim financial statements

2. Operating & financial review (continued)

Collections

DP Collections were £154.3m in the three months ended 31 March 2026, a decrease of £32.8m on the three months ended 31 March 2025, which reflects the fall in UK collections after Wolf IV portfolios were moved off-balance sheet, alongside the absence of BSV activity, after Q1-25 included c. £12m DACH backbook sale.

Income

Total income of £104.9m was generated in the three months ended 31 March 2026, a decrease of £12.0m on the three months ended 31 March 2025, which reflects the fall in UK income after Wolf IV portfolios were moved off-balance sheet.

Total income includes income from portfolio investments and ABS assets of £75.6m in the three months to 31 March 2026 (three months to 31 March 2025: £93.3m) and net portfolio write-up of £4.3m (three months to 31 March 2025 £2.9m).

Service revenue generated in the three months to 31 March 2026 was £24.5m (3 months to 31 March 2025 £19.4m, which reflects the increase in UK servicing income after Wolf IV was moved off-balance sheet and consequently recognised as servicing income).

Operating expenses

Operating expenses were £97.2m for the period (three months to 31 March 2025: £97.7m), of which £56.6m were collection activity costs, (three months to 31 March 2025: £55.7m).

Finance costs

Finance costs totalled £98.7m for the period (three months to 31 March 2025: £74.0m). Refer to note 2 for further details.

Cash flow

Net cash generated from operating activities after portfolio purchases and exceptional costs totalled £(12.7)m in the three months to 31 March 2026. Net cash generated from operating activities before portfolio acquisitions totalled £93.0m in the three months to 31 March 2026.

While returns achieved on an individual portfolio can vary, the business has a consistent and impressive track record of generating strong and sustainable unlevered returns on its aggregate purchased portfolios.

Gross Money Multiple as of 31 March 2026 is shown below.

UK As at 31 March 2026		Nordics As at 31 March 2026		DACH As at 31 March 2026	
Invested (£ millions)	Gross Money Multiple ⁽¹⁾	Invested (£ millions)	Gross Money Multiple ⁽¹⁾	Invested (£ millions)	Gross Money Multiple ⁽¹⁾
3,415	2.4x	1,438	2.2x	941	2.4

(1) GMM presented in this quarterly report only includes actuals to date and forecast collections for the next 120m, although collections will pass that period.

Garfunkelux Holdco 2 S.A.
Condensed consolidated interim statement of comprehensive income

£000	Note	3 months to 31 March 2026 (unaudited)	3 months to 31 March 2025 ¹ (unaudited)	Year ended 31 December 2025 (audited)
Continuing operations				
Income				
Income from portfolio investments	3,4	75,595	93,276	330,148
Net portfolio write up/(down)	3	4,304	2,925	(38,300)
Fair value gain from asset backed securities	4	503	1,206	3,550
Service revenue		24,542	19,436	99,882
Other revenue		3	110	2,954
Total income		104,947	116,953	398,234
Operating expenses				
Collection activity costs		(56,626)	(55,681)	(193,475)
Other expenses		(40,610)	(42,067)	(184,093)
Total operating expenses		(97,236)	(97,748)	(377,568)
Operating profit from continuing operations		7,711	19,205	20,666
Finance income		2,467	752	7,250
Finance costs	2	(98,700)	(73,994)	(335,026)
Loss for the period before tax		(88,522)	(54,037)	(307,110)
Tax credit/(charge)		3,186	(845)	125
Loss for the period from continuing operations		(85,336)	(54,882)	(306,985)
Loss for the period from discontinued operations		(1,761)	(5,384)	(38,001)
Loss for the period		(87,097)	(60,266)	(344,986)
Other comprehensive expenditure				
Items that will or may be reclassified subsequently to profit or loss				
Foreign operations – foreign currency translation differences		20,031	(3,957)	32,321
Other comprehensive income, net of tax		20,031	(3,957)	32,321
Total comprehensive expenditure for the period		(67,066)	(64,223)	(312,665)

¹ The 3 months to 31 March 2025 comparative condensed consolidated interim statement of comprehensive income is re-presented on the basis of the classification of DACH operations as discontinued.

The notes on pages 11 to 18 form part of the interim financial statements.

Garfunkelux Holdco 2 S.A.
Condensed consolidated interim statement of financial position

£000	Note	31 March 2026 (unaudited)	31 March 2025⁽¹⁾ (unaudited)	31 December 2025 (audited)
Assets				
Non-current assets				
Goodwill		783,157	779,014	783,157
Intangible assets		55,173	64,663	57,877
Other investments		150	-	151
Property, plant and equipment		28,394	69,668	27,883
Portfolio investments	3	985,673	1,297,951	971,114
Asset backed securities	4	15,375	24,372	15,710
Other financial assets		48	3,459	48
Deferred tax assets		77,106	85,176	73,712
Total non-current assets		1,945,076	2,324,303	1,929,652
Current assets				
Portfolio investments	3	459,456	504,047	438,446
Asset backed securities	4	19,590	18,794	20,016
Assets classified as held for sale		266,056	-	279,532
Trade and other receivables	5	28,685	110,701	31,704
Other financial assets		8,693	14,057	10,138
Derivatives		2,325	2,281	429
Assets for current tax		1,921	17,910	399
Cash and cash equivalents		154,360	205,400	127,852
Total current assets		941,086	873,190	908,516
Total assets		2,886,162	3,197,493	2,838,168
Equity				
Share capital		4,385	4,385	4,385
Share premium and similar premiums		1,109,586	1,109,586	1,109,586
Reserves		(56,583)	(111,473)	(76,614)
Retained deficit		(1,775,171)	(1,404,773)	(1,688,074)
Total equity		(717,783)	(402,275)	(650,717)
Liabilities				
Non-current liabilities				
Borrowings	7	3,128,845	1,330,535	2,883,369
Retirement benefit deficit		675	5,258	661
Provisions		2,711	4,890	2,684
Other financial liabilities		28,350	61,185	26,125
Deferred tax liabilities		6,909	30,259	6,953
Total non-current liabilities		3,167,490	1,432,127	2,919,792
Current liabilities				
Trade and other payables	6	91,926	111,619	89,138
Provisions		3,670	7,340	3,651
Borrowings	7	258,409	1,973,492	386,395
Other financial liabilities		1,924	55,655	2,772
Current tax liabilities		(569)	19,535	(828)
Liabilities classified as held for sale		81,095	-	87,965
Total current liabilities		436,455	2,167,641	569,093
Total equity and liabilities		2,886,162	3,197,493	2,838,168

¹ The 31 March 2025 comparative condensed consolidated interim statement of financial position is re-presented on the basis of the classification of DACH operations as discontinued.

The notes on pages 11 to 18 form part of the interim financial statements.

Garfunkelux Holdco 2 S.A.
Condensed consolidated interim statement of changes in equity

	Share capital	Share premium and similar premiums	Capital reserve	Translation reserve	Valuation reserve	Retained deficit	Total
Balance at 31 December 2024 (audited)	4,385	1,109,586	(8,291)	(101,530)	2,305	(1,344,507)	(338,052)
Loss for the period	-	-	-	-	-	(344,986)	(344,986)
Exchange differences	-	-	-	32,321	-	-	32,321
Fair value movement on asset backed securities	-	-	-	-	(1,419)	1,419	-
Total comprehensive income/ (expenditure)	-	-	-	32,321	(1,419)	(343,567)	(312,665)
Balance at 31 December 2025 (unaudited)	4,385	1,109,586	(8,291)	(69,209)	886	(1,688,074)	(650,717)
Loss for the period	-	-	-	-	-	(87,097)	(87,097)
Exchange differences	-	-	-	20,031	-	-	20,031
Total comprehensive income/ (expenditure)	-	-	-	20,031	-	(87,097)	(67,066)
Balance at 31 March 2026 (unaudited)	4,385	1,109,586	(8,291)	(49,178)	886	(1,775,171)	(717,783)

The notes on pages 11 to 18 form part of the interim financial statements.

Garfunkelux Holdco 2 S.A.
Condensed consolidated interim statement of cash flows

£000	Note	3 months to 31 March 2026 (unaudited)	3 months to 31 March 2025 (unaudited)	Year ended 31 December 2025 (audited)⁽¹⁾
Net cash generated from operating activities	9	(12,693)	(2,041)	265,194
Thereof discontinued operations		6,984	(7,698)	31,530
Investing activities				
Purchase from property, plant and equipment		(252)	(127)	(1,146)
Purchase of intangible assets		(3,865)	(3,495)	(12,986)
Net cash used in investing activities		(4,117)	(3,622)	(14,132)
Thereof discontinued operations		(1,202)	(1,416)	(3,083)
Financing activities				
Proceeds from loans and borrowings		126,741	169,664	1,984,087
Transaction costs related to borrowing		(1,474)	-	(49,057)
Repayment of borrowings		(56,361)	(140,892)	(2,072,047)
Payment of lease liabilities		(2,504)	(2,863)	(12,366)
Derivative settlement		(1,913)	(891)	(216)
Interest paid		(21,171)	(29,545)	(189,814)
Net cash used in financing activities		43,318	(4,527)	(339,413)
Thereof discontinued operations		(1,739)	(4,581)	(9,175)
Net increase/(decrease) in cash and cash equivalents		26,508	(10,190)	(88,351)
Cash and cash equivalents at beginning of period		127,852	216,003	216,003
Effect of movements in exchange rates on cash held		-	(413)	200
Cash and cash equivalents at end of period		154,360	205,400	127,852

The notes on pages 11 to 18 form part of the interim financial statements.

Garfunkelux Holdco 2 S.A.
Notes to the condensed consolidated interim financial statements

1. Accounting policies

General information and basis of preparation

These interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union and IAS 34 Interim Financial Reporting. These interim financial statements have been prepared on a historical cost basis except for derivative financial instruments, certain portfolio investments that have been measured at fair value and assets held for sale that have been measured at the lower of their carrying value and fair value less costs to sell.

The accounting principles and key accounting judgements applied by the Group and the Company are consistent with those made in the audited consolidated financial statements for the year ended 31 December 2025.

This report should be read with the audited financial statements for the year ended 31 December 2025.

Basis of consolidation

The Group interim financial statements consolidate the interim financial statements of Garfunkelux Holdco 2 S.A. ("the Company") and its subsidiaries (together "the Group") for the three months period ended 31 March 2026

2. Finance costs

£000	3 months to 31 March 2026 (unaudited)	3 months to 31 March 2025 (unaudited)	Year ended 31 December 2025 (audited)
Interest payable on the Senior Secured Notes	36,651	31,619	137,046
Interest payable on Revolving credit facility	6,190	5,677	23,336
Interest payable on shareholder loan	16,752	15,321	63,486
Interest payable on securitisation loans	16,335	17,027	60,368
Other interest payable	3,114	(1)	10,846
Interest expense from lease liabilities	484	735	1,739
Fees payable on borrowings	2,425	1,453	11,345
Foreign exchange loss	16,732	2,163	25,683
Derivative fair value loss	17	-	1,177
	98,700	73,994	335,026

Garfunkelux Holdco 2 S.A.
Notes to the condensed consolidated interim financial statements

3. Portfolio investments

£000	31 March 2026 (unaudited)	31 March 2025 (unaudited)	31 December 2025 (audited)
Non-current	985,673	1,297,951	971,114
Current	459,456	504,047	438,446
Total	1,445,129	1,801,998	1,409,560

The movements in amortised cost portfolios were as follows:

£000	Continuing operations 31 March 2026 (unaudited)	Discontinued operations 31 March 2026 (unaudited)	Total 31 March 2026 (unaudited)	31 March 2025 (unaudited)	31 December 2025 (audited)
At start of the period	1,409,560	-	1,409,560	1,744,814	1,744,814
Portfolios acquired during the period	93,914	2,294	96,208	99,770	302,373
Collections in the period	(136,794)	(15,760)	(152,554)	(155,010)	(643,325)
Proceeds from BSV	-	-	-	-	(243,244)
Income from portfolio investments	75,399	9,771	85,170	93,186	372,256
Net portfolio write up/(down)	4,304	(156)	4,148	2,925	(50,369)
Net foreign exchange movement	(1,254)	(550)	(1,804)	4,240	41,750
Other costs	-	-	-	9,802	-
Transfer to assets held for sale	-	4,401	4,401	2,271	(114,695)
At end of the period	1,445,129	-	1,445,129	1,801,998	1,409,560

Garfunkelux Holdco 2 S.A.
Notes to the condensed consolidated interim financial statements

4. Asset backed securities

£000	31 March 2026 (unaudited)	31 March 2025 (unaudited)	31 December 2025 (audited)
Non-current			
Amortised cost	5,359	1,975	5,869
Fair value through P&L (FVTPL)	9,768	16,530	9,560
Fair value through OCI (FVOCI)	248	5,867	281
	15,375	24,372	15,710
Current			
Amortised cost	3,605	1,692	3,948
Fair value through P&L (FVTPL)	15,985	17,102	16,068
	19,590	18,794	20,016
Total	34,965	43,166	35,726

Amortised cost:

The movements in amortised cost Asset Backed Security ("ABS") investments were as follows:

£000	31 March 2026 (unaudited)	31 March 2025 (unaudited)	31 December 2025 (audited)
At start of period	9,817	4,121	4,121
ABS acquired	-	-	8,444
Collections in the period	(1,049)	(544)	(3,459)
Income from ABS investment	196	90	711
At end of period	8,964	3,667	9,817

The movements in fair value ABS investments were as follows:

Fair value through P&L:

£000	31 March 2026 (unaudited)	31 March 2025 (unaudited)	31 December 2025 (audited)
At start of period	25,628	35,865	35,865
Portfolios acquired during the period	361	-	8,864
Collections in the period	(620)	(2,940)	(5,762)
Foreign exchange movement	(119)	(499)	(512)
Fair value gain	503	1,206	4,057
Disposal	-	-	(17,534)
Reclass	-	-	650
At end of period	25,753	33,632	25,628

Garfunkelux Holdco 2 S.A.
Notes to the condensed consolidated interim financial statements

4. Asset backed securities (continued)

Fair value through OCI:

£000	31 March 2026 (unaudited)	31 March 2025 (unaudited)	31 December 2025 (audited)
At start of period	281	6,491	6,491
Collections in the period	(34)	(635)	(1,450)
Fair value gain/(loss)	1	11	(507)
Recycled to income statement	-	-	911
Disposals	-	-	(5,164)
At end of period	248	5,867	281

5. Trade and other receivables

£000	31 March 2026 (unaudited)	31 March 2025 (unaudited)	31 December 2025 (audited)
Trade receivables	6,025	30,231	7,679
Prepayments and accrued income	8,241	7,664	12,993
Other receivables	11,364	65,023	7,962
Tax receivable	3,055	7,783	3,070
	28,685	110,701	31,704

6. Trade and other payables

£000	31 March 2026 (unaudited)	31 March 2025 (unaudited)	31 December 2025 (audited)
Trade payables	8,878	13,463	6,182
Other taxes and social security	6,597	5,496	5,893
Accruals and deferred income	43,845	53,378	48,225
Other payables	32,606	39,282	28,838
	91,926	111,619	89,138

Garfunkelux Holdco 2 S.A.
Notes to the condensed consolidated interim financial statements

7. Borrowings

£000	31 March 2026 (unaudited)	31 March 2025 (unaudited)	31 December 2025 (audited)
Non-current			
Unsecured borrowing at amortised cost			
Shareholder loan owed to Garfunkelux Holdco 1 S.à r.l.	737,151	672,238	720,351
Total unsecured	737,151	672,238	720,351
Secured borrowing at amortised cost			
Senior secured notes	1,528,602	530,927	1,403,626
Prepaid costs on secured borrowings	(16,056)	(1,340)	(18,381)
Securitisation loans	579,468	128,710	481,885
Discount on securitisation loans	(14,498)	-	(13,990)
Revolving credit facility term loan	314,178	-	309,878
Total secured	2,391,694	658,297	2,163,018
Total borrowings due for settlement after 12 months	3,128,845	1,330,535	2,883,369
Current			
Unsecured borrowing at amortised cost			
Other interest payable	-	5,731	138
Total unsecured	-	5,731	138
Secured borrowing at amortised cost			
Senior secured notes	-	1,108,947	136,341
Interest on senior secured notes	53,800	15,126	23,336
Prepaid costs on senior secured borrowings	(8,752)	(3,904)	(8,762)
Revolving credit facility	50,820	372,448	49,987
Securitisation loans	165,919	475,144	188,550
Prepaid costs on securitisation loans	(3,378)	-	(3,195)
Total secured	258,409	1,967,761	386,257
Total borrowings due for settlement before 12 months	258,409	1,973,492	386,395
Total borrowings	3,387,254	3,304,027	3,269,764

Garfunkelux Holdco 2 S.A.
Notes to the condensed consolidated interim financial statements

8. Assets classified as held for sale and discontinued operation

The Group's DACH business (Germany, Austria and Switzerland) has been classified as a discontinued operation following the approval and execution of a plan to dispose of the business, as it represents a separate geographic area of operations.

As such it is deemed appropriate to report this operating segment as an asset held for sale in these accounts.

Financial information relating to the discontinued operation is as follows:

	3 months to 31 March 2026 £000	3 months to 31 March 2025 £000	Year ended 31 December 2025 £000
Income	26,129	31,192	97,721
Expenses	(27,849)	(35,257)	(155,378)
Loss from discontinued operations before taxes	(1,720)	(4,065)	(57,657)
Tax (charge)/credit	(41)	(1,319)	19,656
Loss from discontinued operations after taxes	(1,761)	(5,384)	(38,001)

	3 months to 31 March 2026 £000	3 months to 31 March 2025 £000	Year ended 31 December 2025 £000
Net cash from operating activities	6,984	(7,698)	31,530
Net cash used in investing activities	(1,202)	(1,416)	(3,083)
Net cash used in financing activities	(1,739)	(4,581)	(9,175)
Net increase in cash and cash equivalents from discontinued operations	4,043	(13,695)	19,272

Garfunkelux Holdco 2 S.A.
Notes to the condensed consolidated interim financial statements

8. Assets classified as held for sale and discontinued operation (continued)

	31 March 2026 £000	31 December 2025 £000
Assets		
Non-current assets		
Intangible assets	7,214	7,231
Property and equipment	26,378	28,784
Portfolio investments	67,390	69,224
Other financial assets	540	543
Total non-current assets	101,522	105,782
Current assets		
Portfolio investments	42,903	45,471
Trade and other receivables	78,496	76,676
Other financial assets	7,385	7,410
Assets for current tax	10,634	23,710
Restricted cash	25,116	20,483
Total current assets	164,534	173,750
Total assets held for sale	266,056	279,532
Liabilities		
Non-current liabilities		
Provisions for pension	3,298	3,314
Provisions	1,414	1,418
Other financial liabilities	20,511	21,343
Total non-current liabilities	25,223	26,075
Current Liabilities		
Trade and other payables	30,297	30,255
Provisions	8,574	10,697
Other financial liabilities	15,218	16,440
Current tax liabilities	1,783	4,498
Total current liabilities	55,872	61,890
Total liabilities held for sale	81,095	87,965

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Notes to the condensed consolidated interim financial statements

9. Note to the statement of cashflows

£000	Note	3 months to 31 March 2026 (unaudited)	3 months to 31 March 2025 (unaudited)	Year ended 31 December 2025 (audited)
Loss for the period before tax		(90,283)	(59,421)	(345,111)
Adjustments for:				
Income from portfolio investments	3,4	(85,366)	(103,882)	(372,967)
Income from ABS investments	4	-	(83)	-
Net portfolio write (up)/down	3,4	(4,148)	(259)	50,368
Fair value gain	4	(503)	(1,206)	(3,550)
Collections on portfolio investments	3,4	154,257	187,119	653,996
Proceeds from BSV		-	-	243,244
Disposal of ABS		-	-	22,698
Depreciation and amortisation		8,968	12,307	35,569
Loss on disposal of PPE and intangible assets		-	(5)	-
Finance income		(2,916)	(828)	(7,250)
Finance costs	2	99,305	75,621	340,194
Unrealised loss/(gain) from foreign exchange		20,400	(11,708)	7,719
(Increase)/decrease in trade and other receivables		(10,375)	(1,095)	77,904
Decrease/(increase) in trade and other payables		4,158	3,319	(20,481)
Movement in other net assets		(66)	5,048	(76,318)
Other non-cash movement		(424)	-	(10,337)
Cash generated by operating activities before portfolio acquisitions		93,007	104,927	595,678
Portfolios and ABS acquired		(96,569)	(110,026)	(319,682)
Income taxes (received)/paid		(9,131)	3,058	(10,802)
Net cash generated by operating activities		(12,693)	(2,041)	265,194

10. Subsequent events

There were no events after the reporting period that require adjustment to, or disclosure in, the financial statements.

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Cash EBITDA Walks

The three walks below show reconciliations from the IFRS balances in the accounts to the Group's Cash EBITDA number and are unaudited. These figures do not include Cash EBITDA of £7.6m relating to the DACH discontinued operations.

Profit to Cash EBITDA	3 months to 31 March 2026 £000
Loss for the period	(90,286)
Thereof discontinued operations	1,761
Net finance costs	96,233
Taxation credit	3
Operating profit	7,711
Net portfolio write up	(4,304)
Portfolio fair value gain	(503)
Portfolio amortisation	62,902
Non-recurring costs/exceptional items, net of exceptional income	2,933
Depreciation and amortisation	5,888
Cash EBITDA	74,627

Cash collections to Cash EBITDA	3 months to 31 March 2026 £000
Cash collections	138,497
Other income	24,545
Operating expenses	(97,236)
Non-recurring costs/exceptional items, net of exceptional income	2,933
Depreciation and amortisation	5,888
Cash EBITDA	74,627

Net cash flow to Cash EBITDA	3 months to 31 March 2026 £000
Increase in cash in the period	22,465
Transaction costs	1,474
Movement in debt	(70,380)
Portfolios acquired	93,914
Interest paid	21,171
Tax received	(1,611)
PPE and intangible assets acquired	2,914
Derivatives acquired	1,913
Other cashflows (incl. working capital changes)	(657)
Payment of lease liabilities	491
Cash flow before interest, portfolio purchases, tax expenses and capital expenditure	71,694
Non-recurring costs/exceptional items, net of exceptional income	2,933
Cash EBITDA	74,627