



Nicosia, April 26, 2024

## Announcement

### Update on the financial developments of Galaxy Cosmos Mezz Plc for the financial year 2023

The Board of Directors of Galaxy Cosmos Mezz Plc (“Company”), on its meeting of 26 April 2024, approved the financial statements of the Company for the year ended 31 December 2023.

The Company was incorporated on 27 April 2022 and its ordinary shares were admitted to trading on the general trading segment of the Alternative Market (“EN.A. PLUS”) of the Athens Stock Exchange on 31 October 2022.

The principal activity of the Company is the holding and management of 46.3% of the Mezzanine Notes and 44% of the Junior Notes of the Cosmos, Galaxy II, Galaxy IV, and Orion securitisations, which were contributed by Alpha Services and Holdings SA to the Company (“Notes”) on July 14 2022 at a value of €22,495,540.

The Company’s key financial information for 2022 and 2023 are presented below:

P&L   (€mn)	01.01.2023- 31.12.2023	27.04.2022- 31.12.2022
Interest income	2.7	2.7
Fair value changes of financial assets at fair value through profit or loss	2.7	2.2
Operating profit	5.4	4.5
Profit before tax	5.5	4.5
<b>Net profit/ (loss) for the period</b>	<b>5.4</b>	<b>4.0</b>

Balance Sheet   (€mn)	31.12.2023	31.12.2022
Financial assets at fair value through profit or loss	16.1	20.7
Cash at bank	7.5	7.7
Total assets	23.7	28.3

The fair value of the Notes as of 31 December 2023 was estimated at €16.1mn (€20.7nm in 2022) by an independent valuer, in accordance with generally accepted principles and appropriate methods followed internationally. A Discounted Cash Flows (DCF) method was used incorporating an estimated 19.8% Cost of equity and assuming that the cash flows will be distributed according to the Business Plan taking into consideration cash flows only up until October 2025 and only for Cosmos and Galaxy IV, which have fully met the expected cash flows.

The main assets of Galaxy Cosmos Mezz Plc are the Notes (approximately 68% of the Company's total assets). 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 Mezzanine Notes are prioritized compared to principal repayments of Senior Notes, provided there is no acceleration event (as described in the Management Report).

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 II Funding DAC was postponed for 2023 and for the notes issued by Orion Securitization DAC the said interest was postponed for the Q2, Q3 and Q4 of 2023 and remained unpaid.

The Company has received coupon payments of €10mn (€6.7mn for 2022) in relation to the notes it holds.

During January 2024, the Company received coupon payments of €2.1mn from the mezzanine notes issued by Galaxy IV Funding DAC and by Cosmos Securitization DAC.

During April 2024, the Company was informed that will receive a coupon payment of €1.2mn from the mezzanine notes issued by Galaxy IV Funding DAC. The Company's expenses during the same financial period relate to operating and administrative expenses, such as auditors' fees, third party fees for the provision of legal, administrative and investor relations services as well as ATHEX expenses.

The Board of Directors has considered the Company's financial statements for the year ending 2023 and its financial position as at the 26th April 2023 and within the costs and expenses budget preserved for a future period of three years, has concluded that a large part of cash available exceeds the Company's needs for its operation as a going concern. As a result, it intends to propose to the upcoming Shareholders' General Meeting the reduction in cash of the Company's share capital by €7.8mn by reducing the nominal value by €0,09 of each nominal share, without amending the total number of ordinary shares in circulation, pursuant to the provisions of the Companies Law, Cap.113. The Board of Directors retains the right to increase this amount at the Shareholders' General Meeting with the April coupon receipts.

It is noted that the Company, as the holder of the Notes, cannot impact the formulation or implementation of the Portfolios' Business Plans, which was prepared and is being executed by the servicer of the portfolios. Consequently, the Company cannot affect its revenues in any manner or draw up its own business plan.

The Company

The Nominated Adviser

Galaxy Cosmos Mezz Plc

Grant Thornton