

2022

Annual Report

Regional Card Processing Centre, s. r. o.



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Foreword

Dear Business Partners and Clients,

2022 was a very difficult year for all of us. In addition to the challenges posed by the global pandemic, the war in Ukraine also affected all our lives, both business and personal.

Despite all these challenges, RPC enjoyed its best year in its near 15-year history.

- ▶ **More than 1.5 billion transactions per year processed** (up from 450 mil. transactions in 2016)
- ▶ With more than **7 million cards**
- ▶ More than **100,000 POS terminals**
- ▶ Over **223 employees**

The **well-established digital program** remains one of the strategic pillars of the RPC growth strategy. The highly successful RaiPay® solution was developed in-house. It has already been rolled out in 9 countries and we went live in Austria for all the regional banks of our parent company, RBGA/Raiffeisen Banking Group Austria, concluding the year with more than 550,000 customers in the RBI Group and more than 14.5 million transactions.

Our latest innovation RaiPOS®, a SoftPOS solution for small and medium enterprises, has been piloted by our biggest customer, Tatra banka, and is already in use in 6 countries. There will be a rollout to remaining customers in 2023. We successfully processed almost 280 thousand transactions and served more than 4 thousand merchants via RaiPOS®.

The **one platform migration strategy** continued to be implemented on the issuing side, and we successfully completed EURO Migration with Raiffeisenbank Croatia and the Equa bank integration for RBCZ for the card business.

While we continue our transformation path to be ready for the challenges and further growth ahead, during the past year we focused on 2 main pillars which will remain the leading focus areas for the year ahead:

- ▶ Cyber security and business continuity management
- ▶ People development

Thanks to the tremendous dedication of our employees and the very positive development of the card business at all our network banks, we exceeded all our 2022 goals.

We are very proud of our continuous low turnover rate and being able to become a more and more important employer on the local market.

Social responsibility remained an important factor for the RPC team during these challenging times. While retaining our services at the expected very high standard, RPC colleagues gave to those in need by donating part of the Christmas budget to a number of non-profit organizations.

While the war in Ukraine changed the world forever, RPC remains a key pillar of stability and plays a more and more important part for society in keeping card processing stable and available.

You can always rely on RPC!

We would like to thank all our customers and partners for their cooperation and trust. And we would like to thank our employees for their dedication, loyalty, and flexibility throughout this very successful year - 2022.



Birgit Rohrhofer
General Manager & Executive Director

Basic identification data of the company



Basic identification data of the Company

Company name:

Regional Card Processing Centre, s. r. o.

Company registered in:

Business Register of Bratislava I District Court, Section Sro, File No. 55989/B

Legal form:

Private limited liability company

ID No.:

44 548 605

Registered capital:

EUR 539,464.78

Headcount:

223 (as of 31 December 2022)



Contact details

Registered office:

Nám. Mateja Korvína 1,
811 07 Bratislava,
Slovak Republic

Phone: +421 917 637 521



Company bodies

Executive Directors

Birgit Rohrhofer

Executive Director and General Manager

Marko Ranković

Executive Director and Deputy General Manager

Supervisory Board

Markus Stanek

Chairman of the Supervisory Board,
Raiffeisen Bank International, AG, Vienna

Reinhold Schuster

Member of the Supervisory Board,
Raiffeisen Bank International, AG, Vienna

Nicolae-Bogdan Popa (from 1. 4. 2022)

Member of the Supervisory Board,
Raiffeisen Bank SA, Bucharest, Romania

Anton Romanchuk (until 28. 2. 2022)

Member of the Supervisory Board,
Ukrainian Processing Centre, Kiev

Curt Chadha (until 30. 9. 2022)

Member of the Supervisory Board,
Raiffeisen Bank International, AG, Vienna



RPC Management

Our clients

RPC provided its services to the following banks in 2022:

- ▶ Albania – Raiffeisen Bank SH. A.
- ▶ Austria – Raiffeisen Bank International AG / Raiffeisen Payment Solutions (RPS)
- ▶ Bulgaria – Raiffeisenbank (Bulgaria) E.A.D. / KBC Bank Bulgaria EAD / United Bulgarian Bank AD
- ▶ Croatia – Raiffeisenbank Austria d.d.
- ▶ Czech Republic – Raiffeisenbank, a.s.
- ▶ Hungary – Raiffeisen Bank Zrt. (RaiPay digital services)
- ▶ Kosovo – Raiffeisen Bank Kosovo JSC
- ▶ Romania – Raiffeisen Bank S.A.
- ▶ Serbia – Raiffeisen banka a.d.
- ▶ Slovakia – Tatra banka, a. s.
- ▶ Ukraine – Raiffeisen Bank JSC



This year marks an important milestone in the history of RPC, as we started providing services to our first client outside the RBI Group, following the sale of Raiffeisenbank Bulgaria to the KBC Group and its subsequent merger with the local UBB Bank.

RPC provides the following services to its clients:

Issuing Services

- ▶ Issuing Transaction Processing services
- ▶ Card Management services
- ▶ Issuing Digital services

Acquiring Services

- ▶ Acquiring Transaction Processing services
- ▶ Merchant Management services
- ▶ Acquiring Digital services

Supporting Services

- ▶ Online services
- ▶ Customer services
- ▶ IT services

In addition to core transaction processing (authorisation, clearing and settlement), we offer 24/7 fraud risk monitoring and other services that enhance cardholder security, such as 3-D Secure and e-commerce tokenisation.

Other services include RPC's RaiPay digital wallet and support for other third-party digital wallets, such as Google Pay, Apple Pay, Garmin Pay and Fitbit Pay.

We also continued to expand our portfolio of digital acquiring services with the launch of the Group Merchant Portal and further enhancements to RaiPOS.

RPC delivers high quality services, ensuring reliability, high levels of security and efficiency. Continuously increasing business volumes, reuse within the RBI Group and efficiency gains have enabled RPC to further reduce costs.

2022 highlights

● January

- ▶ 1 billion card transactions in 2021.
- ▶ Equa bank migration project begun.
- ▶ 100 million processed card transactions per month.

● February

- ▶ Over 1,000 active RaiPOS terminals reached. RaiPOS is an app delivered by RPC and serves as a software POS terminal on Android mobile devices.
- ▶ Disposable card for RaiPay introduced. Users of RaiPay can now make even more secure e-commerce payments with one-time use cards.

● March

- ▶ RaiPay launched in Albania. Albania is the 8th country where RaiPay was deployed.
- ▶ Emergency card product prepared for Raiffeisen Bank Ukraine with colleagues from Tatra banka.
- ▶ RPC set up the Architecture Review Board, where stakeholders discuss requests and proposals and agree on solutions or give recommendations.
- ▶ Send money functionality launched in RaiPay in Bulgaria. RaiPay users in Bulgaria can make peer-to-peer payments to any card.

● April

- ▶ RaiPOS launched in Ukraine.
- ▶ Show PIN and show card details functionality launched in RaiPay in Serbia.

● May

- ▶ Group Merchant Portal launched in Slovakia – a new service for banks which enables merchants to view and manage their ecommerce and POS transactions.
- ▶ Card artwork installed in RPC office reception.

June

- ▶ Monitoring upgrade: RPC can identify 99% of disruptions in under 15 minutes.
- ▶ RPC's client, Raiffeisenbank Bulgaria, officially acquired by KBC Group and renamed to KBC Bulgaria.
- ▶ Employee event, RPC Summer Party, took place.
- ▶ RaiPay in Kosovo added key new functionalities, including show PIN, show card details and token management.
- ▶ RaiPay launched in Austria, including the iOS version. This was one of the most important RaiPay launches. The application is now available in 9 countries and for iOS users for the first time.

July

- ▶ 100 million API messages per month reached, which highlights ever growing demand for online services. We cover 10 countries with online issuing and acquiring services after the launch of RaiPOS in Ukraine in April.
- ▶ RaiPay in the Czech Republic introduced show card details and token management.
- ▶ Way4web version 3 front-end launched.

August

- ▶ RaiPOS launched in Romania.
- ▶ Apple Pay introduced in Croatia.
- ▶ New data streaming technology introduced in cooperation with RBI. We support our customers with near-online data streamed directly to their applications.
- ▶ 100,000 total transactions with RaiPOS since the launch.

September

- ▶ Employee event, RPC Sports & Relax Day, took place.
- ▶ RPC organized the client conference, RPC Card Experts Summit, in Bratislava.
- ▶ RBI Group IT asset management successfully deployed for all IT assets.
- ▶ 500th software delivery for our leading Way4 platform reached, and continued strongly towards 750 by the end of the year.
- ▶ RPC's first cloud strategy finalized for next 3 years.
- ▶ 1 billion processed transactions record from 2021 broken in September.
- ▶ Token management and card blocking launched in RaiPay in Serbia.
- ▶ 100,000 processed POS terminals reached.

October

- ▶ RaiPOS launched in Kosovo, live in 6 countries.
- ▶ PCI DSS certification awarded. PCI DSS is the highest security standard in the industry. RPC security encompasses digital, business continuity and physical security. Our primary objectives are to improve our preventive corrective and detective capabilities to protect RPC's digital assets from external and internal threats. We have invested and continue to invest in new technology to upgrade our capabilities and improve our security. These improvements are assessed continuously by internal and external audits.
- ▶ 60% regression tests automation reached, increasing delivery speed of new releases and updates.

November

- ▶ 1.5 million NFC payments per month using RaiPay in all 9 countries combined.
- ▶ 700 merchants using Group Merchant Portal in Slovakia.
- ▶ Our DDoS solution protected our systems and data from 20 million online attacks.
- ▶ Czech Equa bank card portfolio migration successfully completed.

December

- ▶ 1.502 billion transactions processed in 2022 (21% increase compared to 2021).
- ▶ Completed euro adoption project in Croatia.
- ▶ 104,000 POS terminals managed (16% increase compared to 2021).
- ▶ 99.97% average SLA for issuing and acquiring in 2022.
- ▶ Almost 7 million cards processed by end of 2022 (15% increase compared to 2021).
- ▶ EUR 17 million in fraudulent loss to our clients prevented.
- ▶ 50% decrease of unplanned authorization outages over 2 years.
- ▶ Central payment gateway launched as a pilot in Serbia.

Human Resources

In 2022, RPC focussed on manager development, employee retention, work-life balance, and HR automation. We hired 49 new employees, resulting in an approx. 9% increase in our workforce compared to 2021.

To recognize our employees' loyalty, we introduced the Superhero of the Month and Year programs and celebrations of 10th year at the company anniversaries.

Structure of employees

A/ Employee turnover

Employee turnover was 9.9%, a slight increase compared to 2021.

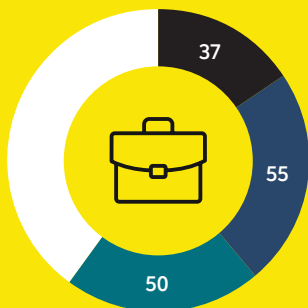


B/ Length of service

Most employees have been at RPC for more than 5 years, and the number of employees who have worked up to 3 and up to 5 years is almost identical.

Employee turnover

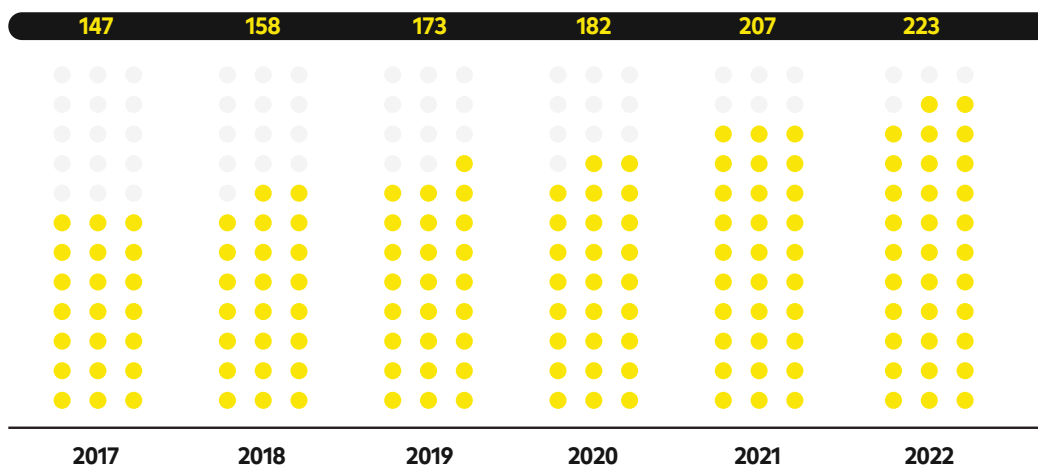
- up to 1 year
- 1 - 3 years
- 3 - 5 years
- more than 5



C/ HC growth

Employee turnover

The total number of employees was 223 at the end of 2022.



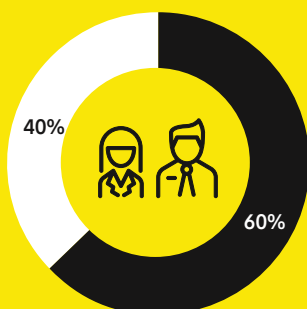
D/ Gender ratio

The gender ratio for 2022 is 60:40.

69% of colleagues in leadership positions are men, while 31% are women.

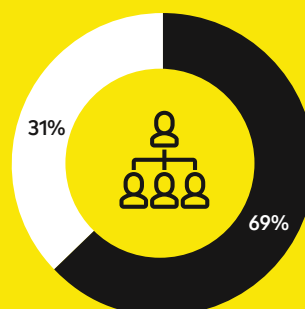
Gender ratio

- Men
- Woman



Gender ratio - Leaders

- Men
- Woman



2022 In Figures

Last year, we stated in this section “The growing popularity of contactless transactions has been a significant factor driving the growth of the number of transactions for several years”. The growing trend of processed transactions continued in 2022 with an increase of 21% compared to 2021.

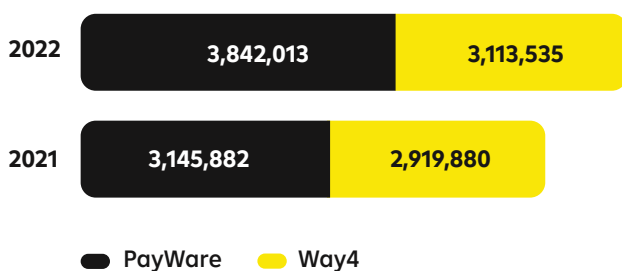
In 2022, RPC processed a record 1,502 million transactions. 610 million transactions were made by debit card (+34%) and 152 million by credit card (+17%). We processed an additional 282 million transactions via DC Gateway in Romania.

459 million transactions were executed via POS terminals, a year-on-year increase of 8%, which primarily comprised natural growth of the portfolio in Romania.

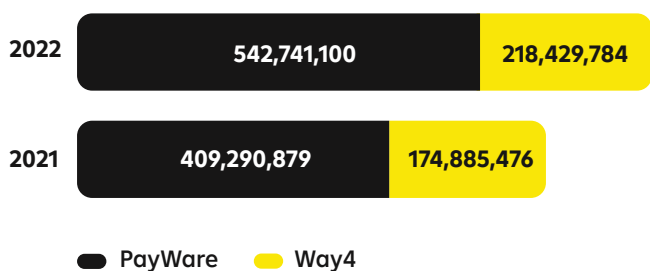
At the end of 2022, RPC managed approx. 7 million payment cards with a year-on-year increase of 14.7% due to the Equa bank migration in the Czech Republic. 5.1 million (73.5%) were debit cards and 1.8 million (26.5%) were credit cards, with the number of debit cards continuously growing.

The total number of POS terminals managed by RPC at the end of 2022 increased to more than 104,000, a 16% increase compared with the year before, which was due to an increased portfolio in Croatia and Slovakia.

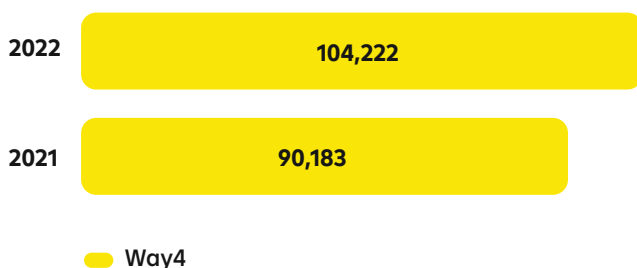
Number of cards



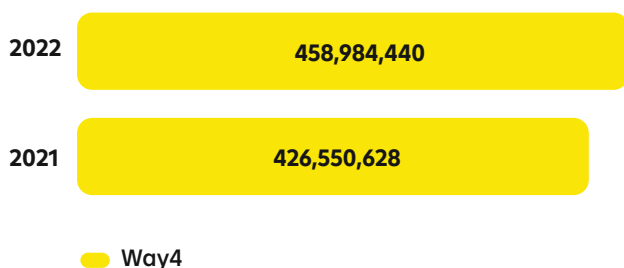
Number of card transactions



Number of POS terminals



Number of POS transactions



Financial Results

After our successful 2021, when RPC processed more than 1 billion transactions, the banks planned with a lower transaction volume by approx. 3% for 2022. However, this scenario did not materialise thanks to the higher number of transactions processed in the Czech Republic and Slovakia and the migration of the Equa bank portfolio in the Czech Republic.

As a financially healthy company, we effectively used our available resources and were able to achieve our key financial targets.

In 2022, all key indicators increased. Profits before tax increased by 16% to EUR 2,243,263 compared to the previous year. Production revenue was EUR 29,245,290, an increase of almost 14% over the previous year. Transaction processing and related services accounted for the largest share of revenues at EUR 22,316,924.

These figures confirm the trend of increased use of payment cards. Digital services revenues of EUR 3,180,364 showed a significant increase compared to the previous year. Group revenues from project activities increased to EUR 1,594,713 due to the Equa bank migration and the euro conversion in Croatia. Revenues from change management decreased to EUR 1,215,454. Other income, which primarily comprises fraud risk monitoring services, amounted to EUR 937,835.

Financial Indicators

	2018	2019	2020	2021	2022
Total revenue	19,788	22,349	23,494	27,297	31,495
Revenue from the sale of services	19,580	21,261	21,887	25,672	29,245
Profit after tax	946	1,166	1,319	1,501	1,716
Added value	10,853	13,096	14,603	17,420	19,873

In EUR thousand

The main investment activities in 2022 were related to the euro conversion project in Croatia and the migration of the Equa bank portfolio in the Czech Republic. Migrations of issuing portfolios to the Way4 platform also continued, which have been ongoing since 2016.

Another major investment activity was additional development of RPC's digital wallet, RaiPay, to ensure efficiency and achieve economies of scale in the long term.

Our investments in 2022 amounted to EUR 6,050,641 which was almost at the same level as 2021, when investments amounted to EUR 6,323,889. Most investments were made in the digital program, the new payment initiative, euro conversion and the migrations of the issuing portfolios.

Research and development costs of EUR 2,249,120 were capitalized in connection with the digital projects, the new payment initiative, the euro conversion and the issuing portfolio migration projects.

The company is financially stable and further development and implementation of modern technologies will continue in line with company strategy.

2022 profit distribution

RPC reported a profit after tax of EUR 1 715 610 for the 2022 accounting period (as at 31 December 2022).

The General Meeting held on 25 April 2023 will approve RPC's Financial Statements in accordance with the Commercial Code and decide on the 2022 profit distribution as follows:

► EUR 1,715,610 to be posted to Account 428 – Retained earnings from prior years

The General Meeting will also approve the submitted 2022 Annual Report.

There were no changes at RPC between the date of the Independent Auditor's Report and the 2022 Annual Report date that require registration in the Business Register of Bratislava I District Court.

In relation to the war between the Russian Federation and Ukraine, which had a significant global impact, negatively affected commodity prices and financial markets, and contributed to an increased volatility of the business environment, Company management analysed the potential impacts and consequences for the Company and concluded that the war does not currently have significant adverse impacts on the Company (except for rising input prices, primarily fuel, energy, raw materials, goods and services). Company management does not expect a significant threat as regards the going concern assumption in the near future (ie within the next 12 months of the preparation date of the financial statements).

In March 2023, development at the financial markets were accompanied by increased volatility in the prices of European banks caused by the failure of Silicon Valley Bank and news about financial problems of Credit Suisse. The entity has no direct exposure to the affected banks. The company monitors, analyzes and evaluates the entire situation in detail, and as of the date of drawing up the financial statements, it did not notice significant direct impacts of the current situation related to developments in the financial markets on the performance of the entity or on the value of the entity's assets.

The Company closely monitors COVID-19 developments. The Company observes business continuity protocols to limit the impact of the pandemic. A crisis team has been appointed to follow up regular updates from Slovak sources and Group recommendations. Measures in line with the applicable national anti-pandemic measures have been implemented (clear communication rules, stricter hygienic rules, home office, etc). The Company has adequate credit lines and expects no difficulties in meeting its obligations when they fall due. The Company has sufficient capacity to run all its business activities and provide services to the clients in due time and quality without an impact on its financial results. The Company has analysed the risks and severe plausible scenarios and concluded there is no material uncertainty as regards going concern.

We also declare that the company is not aware of any risks or uncertainties that would have a material impact on its results and existence in the future. RPC's activities comply with applicable laws and local regulations, do not adversely affect the environment, and the company does not undertake any R&D activities. RPC has no organizational unit registered abroad. The company has not acquired its own shares, temporary shares, business shares or shares of the parent company.

Regional Card Processing Centre, s. r. o.

SUPPLEMENT TO THE INDEPENDENT AUDITOR'S
REPORT
ON THE ANNUAL REPORT
TO SECTION REPORT ON INFORMATION DISCLOSED
IN THE ANNUAL REPORT

31 DECEMBER 2022

Regional Card Processing Centre, s. r. o.

SUPPLEMENT TO THE INDEPENDENT AUDITOR'S REPORT to Section Report on Information Disclosed in the Annual Report

To the Partner, Supervisory Board and Executives of Regional Card Processing Centre, s. r. o.:

We have audited the financial statements of Regional Card Processing Centre, s. r. o. (the "Company") as at 31 December 2022 disclosed in the annex to the accompanying annual report of the Company, on which we issued an independent auditor's report on 28 February 2023 that forms part of the annex to the Company's annual report. We have prepared this supplement in accordance with Article 27 (6) of Act No. 423/2015 Coll. on Statutory Audit and on Amendment to and Supplementation of Act No. 431/2002 Coll. on Accounting, as amended (hereinafter the "Statutory Audit Act").

Based on the performed procedures described in section "Report on Information Disclosed in the Annual Report" of the independent auditor's report specified above, in our opinion:

- Information disclosed in the Company's annual report prepared for 2022 is consistent with the financial statements for the relevant year; and
- The annual report includes information pursuant to Act No. 431/2002 Coll. on Accounting, as amended.

Furthermore, based on our understanding of the Company and its position obtained during our audit of the financial statements, we are required to disclose whether material misstatements were identified in the annual report. There are no findings that should be reported in this regard.

Bratislava, 31 March 2023



Ing. Zuzana Letková, FCCA
Responsible Auditor
Licence SKAu No. 865

On behalf of
Deloitte Audit s.r.o.
Licence SKAu No. 014

Regional Card Processing Centre, s. r. o.

**INDEPENDENT AUDITOR'S REPORT
ON THE AUDIT OF THE FINANCIAL STATEMENTS
AS AT 31 DECEMBER 2022**

AND

**REPORT ON OTHER LEGAL AND REGULATORY
REQUIREMENTS**

Regional Card Processing Centre, s. r. o.

INDEPENDENT AUDITOR'S REPORT

To the Partner, Supervisory Board and Executives of Regional Card Processing Centre, s. r. o.:

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of Regional Card Processing Centre, s. r. o. (the "Company"), which comprise the balance sheet as at 31 December 2022, and the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December 2022, and its financial performance for the year then ended in accordance with the Act on Accounting No. 431/2002 Coll. as amended (the "Act on Accounting").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the provisions of Act No. 423/2015 Coll. on Statutory Audit and on Amendment to and Supplementation of Act No. 431/2002 Coll. on Accounting, as amended (hereinafter the "Act on Statutory Audit") related to ethical requirements, including the Code of Ethics for Auditors that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of the financial statements that give a true and fair view in accordance with the Act on Accounting, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

This is a translation of the original auditor's report issued in the Slovak language to the accompanying financial statements translated into the English language.

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As part of an audit in accordance with International Standards on Auditing, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance about, inter alia, the planned scope and time schedule of the audit and significant audit findings, including all material deficiencies of internal control identified during our audit.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Report on Information Disclosed in the Annual Report

The statutory body is responsible for information disclosed in the annual report prepared under the requirements of the Act on Accounting. Our opinion on the financial statements stated above does not apply to other information in the annual report.

In connection with the audit of financial statements, our responsibility is to gain an understanding of the information disclosed in the annual report and consider whether such information is materially inconsistent with the financial statements or our knowledge obtained in the audit of the financial statements, or otherwise appears to be materially misstated.

As at the issuance date of the auditor's report on the audit of financial statements, the annual report was not available to us.

When we obtain the annual report, we will assess whether the Company's annual report includes information whose disclosure is required under the Act on Accounting, and based on procedures performed during the audit of the financial statements, we will express an opinion on whether:

- Information disclosed in the annual report prepared for 2022 is consistent with the financial statements for the relevant year; and
- The annual report includes information pursuant to the Act on Accounting.

Furthermore, we will disclose whether material misstatements were identified in the annual report based on our understanding of the Company and its position, obtained in the audit of the financial statements.

Bratislava, 28 February 2023



Ing. Zuzana Letková, FCCA
Responsible Auditor
Licence SKAu No. 865

On behalf of
Deloitte Audit s.r.o.
Licence SKAu No. 014

Úč POD

FINANCIAL STATEMENTS

of Enterprises in the Double-Entry Bookkeeping System

Prepared as at 3 1 . 1 2 . 2 0 2 2

Figures are rounded on the right, other data are written from the left. Unfilled lines remain blank.

Data are filled in using block letters (as shown below) by a typewriter or a printer machine in black or dark blue.

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Tax Registration Number 2 0 2 2 7 3 4 1 8 6	Financial Statements <input checked="" type="checkbox"/> Ordinary <input type="checkbox"/> Small	Reporting Entity <input type="checkbox"/> Small	Month From 0 1	Year 2 0 2 2
Identificatio 4 4 5 4 8 6 0 5	<input type="checkbox"/> Extraordinary	<input checked="" type="checkbox"/> Large	For the Period To 1 2	2 0 2 2
SK NACE 6 6 1 9 0	<input type="checkbox"/> Interim	(Mark with X)	Immediately- Preceding Period From 0 1	2 0 2 1
			To 1 2	2 0 2 1

Accompanying Parts of Financial Statements

Balance Sheet (Úč POD 1-01) Income Statement (Úč POD 2-01) Notes (Úč POD 3-01)
(in whole Euro) (in whole Euro) (in whole Euro)

Business Name (Name) of the Reporting Entity

R e g i o n a l C a r d P r o c e s s i n g C e n t r e ,
s . r . o .

Seat of the Reporting Entity:

Street
N Á M E S T I E M A T E J A K O R V Í N A Number
1Postal Code
8 1 1 0 7 Municipality
B R A T I S L A V A

Commercial Register and Number of Entry of the Company

O K R E S N Ý S Ú D B R A T I S L A V A I , O D D I E L :
S R O , V L O Ž K A Č Í S L O : 5 5 9 8 9 / B

Phone Number / Fax Number

E-mail Address

Prepared on:

1 7 . 0 2 . 2 0 2 3

Approved on:

. 2 0

Signature of a Member of the Statutory Body of the Reporting Entity or a Natural Person Acting as a Reporting Entity:

Records of the Tax Authority

Place for Registration Number

Presentation Stamp of the Tax Authority

Balance sheet
Úč POD 1 -
01

DIČ 2 0 2 2 7 3 4 1 8 6

IČO 4 4 5 4 8 6 0 5



Description a	ASSETS b	Line c	Current Reporting Period										Immediately-Preceding Reporting Period										
			Gross - Part 1					Net 2					Net 3										
			Correction - Part 2																				
	Total assets (I. 02 + I. 33 + I. 74)	01	5	1	6	9	8	1	2	3	3	6	5	9	3	6	9	8					
			1	5	1	0	4	4	2	5						3	3	3	7	8	0	2	4
A.	Non-current assets (I. 03 + I. 11 + I. 21)	02	4	5	2	9	9	4	0	3	3	0	2	0	2	9	4	0					
			1	5	0	9	6	4	6	3						2	0	1	3	4	6	2	4
A.I.	Total non-current intangible assets (I. 04 to I. 10)	03	3	4	9	4	0	6	3	5	2	2	6	6	1	5	7	6					
			1	2	2	7	9	0	5	9						1	9	1	5	3	3	6	7
A.I.1.,	Capitalised development costs (012) - /072, 091A/	04																					
2.	Software (013) - /073, 091A/	05	2	8	8	0	8	4	0	5	1	6	5	2	9	3	4	6					
			1	2	2	7	9	0	5	9						1	2	3	5	7	8	7	9
3.	Valuable rights (014) - /074, 091A/	06																					
4.	Goodwill (015) - /075, 091A/	07																					
5.	Other non-current intangible assets (019, 01X) - /079, 07X, 091A/	08																					
6.	Non-current intangible assets in acquisition (041) - 093	09	6	1	3	2	2	3	0	6	1	3	2	2	3	0							
																			6	7	9	5	4
7.	Advance payments for non-current intangible assets (051) - /095A/	10																					
A.II.	Total non-current tangible assets (I. 012 to I. 020)	11	3	5	5	8	7	6	8	7	4	1	3	6	4								
			2	8	1	7	4	0	4							9	8	1	2	5	7		
A.II.1.	Land (031) - 092A	12																					
2.	Structures (021) - /081, 092A/	13	2	6	5	9	0	5	1	5	5	5	4	0									
			1	1	0	3	6	5							1	7	0	7	7	8			
3.	Separate movable assets and sets of movables (022) - /082, 092A/	14	3	2	7	1	2	6	5	5	6	4	2	2	6								
			2	7	0	7	0	3	9							7	9	7	0	3	0		

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Description a	ASSETS b	Line c	Current Reporting Period		Immediately-Preceding Reporting Period
			1	Net 2	
			Correction - Part 2		Net 3
4.	Perennial crops (025) - /085, 092A/	15			
5.	Livestock and draught animals (026) - /086, 092A/	16			
6.	Other non-current tangible assets (029, 02X, 032) - /089, 08X, 092A/	17			
7.	Non-current tangible assets in acquisition (042) - 094	18	2 1 5 9 8	2 1 5 9 8	1 3 4 4 9
8.	Advance payments for non-current tangible assets (052) - /095A/	19			
9.	Correction item to acquired assets (+/- 097) +/- 098	20			
A.III.	Total non-current financial assets (I. 22 to I. 32)	21	6 8 0 0 0 0 0	6 8 0 0 0 0 0	
A.III.1	Shares and ownership interests in group companies (061A, 062A, 063A) - /096A/	22			
2.	Shares and ownership interests with a participating interest except for group companies (062A) - /096A/	23			
3.	Other held-for-sale securities and ownership interests (063A) - /096A/	24			
4.	Loans to group companies (066A) - /096A/	25			
5.	Loans within a participating interest except to group companies (066A) - /096A/	26			
6.	Other loans (067A) - /096A/	27			
7.	Debt securities and other non-current financial assets (065A, 069A, 06XA) - /096A/	28			



Description a	ASSETS b	Line c	Current Reporting Period		Immediately-Preceding Reporting Period
			1	Net 2	Net 3
			Correction - Part 2		
8.	Loans and other non-current financial assets with remaining maturity of up to one year (066A, 067A, 069A, 06XA) - /096A/	29			
9.	Bank accounts bound for period exceeding one year (22XA)	30	6 8 0 0 0 0 0	6 8 0 0 0 0 0	
10.	Non-current financial assets in acquisition (043) - /096A/	31			
11.	Advance payments for non-current financial assets (053) - /095A/	32			
B.	Current assets (I. 34 + I. 41 + I. 53 + I. 66 + I. 71)	33	5 3 0 9 9 7 9	5 3 0 2 0 1 7	
			7 9 6 2	1 2 2 3 1 4 4 6	
B.I.	Total inventory (I. 35 to I. 40)	34	1 5 8	1 5 8	
				2 9 9 0	
B.I.1.	Raw materials (112, 119, 11X) - /191, 19X/	35	1 5 8	1 5 8	
				2 9 9 0	
2.	Work-in-progress and semi-finished goods (121, 122, 12X) - /192, 193, 19X/	36			
3.	Finished goods (123) - 194	37			
4.	Livestock (124) - 195	38			
5.	Merchandise (132, 133, 13X, 139) - /196, 19X/	39			
6.	Advance payments for inventory (314A) - /391A/	40			
B.II.	Total non-current receivables (I. 42 + I. 46 to I. 52)	41	6 8 0 9 0 1	6 8 0 9 0 1	
				6 5 4 8 6 5	
B.II.1	Total trade receivables (I. 43 to I. 45)	42			



Ozna- čenie a	ASSETS b	Line c	Current Reporting Period		Immediately-Preceding Reporting Period	
			1	Gross - Part 1	Net 2	Net 3
				Correction - Part 2		
1.a.	Trade receivables from group companies (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	43				
1.b.	Trade receivables within a participating interest except for receivables from group companies (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	44				
1.c.	Other trade receivables (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	45				
2.	Net construction contract value (316A)	46				
3.	Other receivables from group companies (351A) - /391A/	47				
4.	Other receivables within a participating interest except for receivables from group companies (351A) - /391A/	48				
5.	Receivables from partners, members and participants in an association (354A, 355A, 358A, 35XA) - /391A/	49				
6.	Receivables from derivative transactions (373A, 376A)	50				
7.	Other receivables (335A, 336A, 33XA, 371A, 374A, 375A, 378A) - /391A/	51	1 2 4 4 1 6	1 2 4 4 1 6	1 2 4 3 1 2	
8.	Deferred tax asset (481A)	52	5 5 6 4 8 5	5 5 6 4 8 5	5 3 0 5 5 3	
B.III.	Total current receivables (l. 54 + l. 58 to l. 65)	53	3 9 9 0 3 4 2	3 9 8 2 3 8 0		
			7 9 6 2		4 7 6 7 2 5 7	
B.III.1.	Total trade receivables (l. 55 to l. 57)	54	3 9 1 3 5 1 8	3 9 1 3 5 1 8		
					4 6 8 6 4 1 7	
1.a.	Trade receivables from group companies (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	55	3 1 7 5 2 7 8	3 1 7 5 2 7 8		
					4 6 6 8 9 3 2	
1.b.	Trade receivables within a participating interest except for receivables from group companies (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	56				



Description a	ASSETS b	Line c	Current Reporting Period		Immediately-Preceding Reporting Period
			1	Net 2	Net 3
			Correction - Part 2		
1.c.	Other trade receivables (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	57	7 3 8 2 4 0	7 3 8 2 4 0	1 7 4 8 5
2.	Net construction contract value (316A)	58			
3.	Other receivables from group companies (351A) - /391A/	59			
4.	Other receivables within a participating interest except for receivables from group companies (351A) - /391A/	60			
5.	Receivables from partners, members and participants in an association (354A, 355A, 358A, 35XA,	61			
6.	Social security insurance (336A) - /391A/	62			
7.	Tax assets and subsidies /341, 342, 343, 345, 346, 347) - /391A/	63	4 9 8 5 2	4 9 8 5 2	2 8 3 6 2
8.	Receivables from derivative transactions (373A, 376A)	64			
9.	Other receivables (335A, 33XA, 371A, 374A, 375A, 378A) - /391A/	65	2 6 9 7 2	1 9 0 1 0	7 9 6 2
B.IV.	Total current financial assets (I. 67 to I. 70)	66			
B.IV.1.	Current financial assets in group companies (251A, 253A, 256A, 257A, 25XA) /291A, 29XA/	67			
2.	Current financial assets excluding current financial assets in group companies (251A, 253A, 256A, 257A, 25XA) - /291A, 29XA/	68			
3.	Treasury stock and treasury shares (252)	69			
4.	Current financial assets in acquisition (259, 314A) - /291A/	70			

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Description a	ASSETS b	Line c	Current Reporting Period				Immediately-Preceding Reporting Period															
			Gross - Part 1		Net 3		Net 3															
			1	2	3	4	5	6	7	8												
B.V.	Financial accounts I. 72 + I. 73	71		6	3	8	5	7	8		6	3	8	5	7	8						
												6	8	0	6	3	3	4				
B.V.1.	Cash on hand (211, 213, 21X)	72																				
																7	3	0	0			
2.	Bank accounts (221A, 22X, +/- 261)	73		6	3	8	5	7	8		6	3	8	5	7	8						
													6	7	9	9	0	3	4			
C.	Total accruals and deferrals (I. 75 to I. 78)	74		1	0	8	8	7	4	1		1	0	8	8	7	4	1				
														1	0	1	1	9	5	4		
C.1.	Non-current deferred expenses (381A, 382A)	75			7	5	2	9	1		7	5	2	9	1							
																4	0	2	0	3		
2.	Current deferred expenses (381A, 382A)	76		5	6	8	9	5	9		5	6	8	9	5	9						
																4	3	1	6	4	0	
3.	Non-current accrued income (385A)	77																				
4.	Current accrued income (385A)	78		4	4	4	4	9	1		4	4	4	4	9	1						
																5	4	0	1	1	1	

Description a	EQUITY AND LIABILITIES b	Line c	Current Reporting Period				Immediately-Preceding Reporting Period													
			4				5													
	TOTAL EQUITY AND LIABILITIES I. 80 + I. 101 + I. 141	79		3	6	5	9	3	6	9	8		3	3	3	7	8	0	2	4
A.	Equity I. 80 + I. 85 + I. 86 + I. 87 + I. 90 + I. 93 + I. 97 + I. 100	80		2	1	0	7	2	4	6	4		1	9	3	5	6	8	5	4
A.I.	Total registered capital (I. 82 to I. 84)	81				5	3	9	4	6	5				5	3	9	4	6	5
A.I.1.	Registered capital (411 or +/- 491)	82				5	3	9	4	6	5				5	3	9	4	6	5
	2. Changes in the registered capital +/- 419	83																		
	3. Receivables for subscribed capital (-/353)	84																		
A.II.	Share premium (412)	85																		
A.III.	Other capital funds (413)	86			7	3	0	5	0	0	0			7	3	0	5	0	0	0
A.IV.	Legal reserve funds I. 88 + I. 89	87				5	3	9	4	6				5	3	9	4	6		
A.IV.1.	Legal reserve fund and non-distributable fund (417A, 418, 421A, 422)	88				5	3	9	4	6				5	3	9	4	6		
	2. Reserve fund for treasury stock and treasury shares (417A, 421A)	89																		

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Description a	EQUITY AND LIABILITIES b	Line c	Current Reporting Period		Immediately-Preceding Reporting Period					
			4		5					
A.V.	Other funds from profit I. 91 + I. 92	90								
A.V.1.	Statutory funds (427, 42X)	91								
2.	Other funds (427, 42X)	92								
A.VI.	Total revaluation reserves (I. 94 to I. 96)	93								
A.VI.1.	Asset and liability revaluation reserve (+/- 414)	94								
2.	Financial investments revaluation reserve (+/- 415)	95								
3.	Revaluation reserve from fusions, mergers and separations (+/- 416)	96								
A.VII.	Profit/loss from previous years I. 98 + I. 99	97	1	1	4	5	8	4	4	3
A.VII.1.	Retained earnings from previous years (428)	98	1	1	4	5	8	4	4	3
2.	Accumulated losses from previous years (-/429)	99								
A.VIII.	Profit/loss for the current reporting period after taxation +/- I. 01 - (I. 81 + I. 85 + I. 86 + I. 87 + I. 90 + I. 93 + I. 97 + I. 101 + I. 141)	100	1	7	1	5	6	1	0	
B.	Liabilities I. 102 + I. 118 + I. 121 + I. 122 + I. 136 + I. 139 + I. 140	101	7	3	4	7	5	5	8	
B.I.	Total non-current liabilities (I. 103 + I. 107 to I. 117)	102			1	6	0	7		
B.I.1.	Total long-term trade payables (I. 104 to I. 106)	103								
1.a.	Trade payables to group companies (321A, 475A, 476A)	104								
1.b.	Trade payables within a participating interest except for payables to group companies (321A, 475A, 476A)	105								
1.c.	Other trade payables (321A, 475A, 476A)	106								
2.	Net construction contract value (316A)	107								
3.	Other payables to group companies (471A, 47XA)	108								
4.	Other payables within a participating interest except for payables to group companies (471A, 47XA)	109								
5.	Other long-term payables (479A, 47XA)	110								
6.	Long-term advance payments received (475A)	111								
7.	Long-term bills of exchange to be paid (478A)	112								
8.	Bonds issued (473A/-255A)	113								
9.	Social fund payables (472)	114				1	6	0	7	
10.	Other non-current payables (336A, 372A, 474A, 47XA)	115								
11.	Long-term payables from derivative transactions (373A, 377A)	116								
12.	Deferred tax liability (481A)	117								

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Description a	EQUITY AND LIABILITIES b	Line c	Current Reporting Period 4						Immediately-Preceding Reporting Period 5												
B.II.	Long-term provisions for liabilities I. 119 + I. 120	118			1	1	7	2	1	2			1	1	7	2	1	2			
B.II.1.	Legal provisions for liabilities (451A)	119																			
2.	Other provisions for liabilities (459A, 45XA)	120			1	1	7	2	1	2			1	1	7	2	1	2			
B.III.	Long-term bank loans (461A, 46XA)	121																			
B.IV.	Total current liabilities (I. 123 + I. 127 to I. 135)	122			4	1	8	7	9	1	3			4	1	0	0	2	6	5	
B.IV.1	Total trade payables (I. 124 to I. 126)	123			4	1	0	0	9	8	3			3	8	2	4	4	3	1	
1.a.	Trade payables to group companies (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	124			2	4	9	8	8	6	8			2	8	4	1	8	3	2	
1.b.	Trade payables within a participating interest except for payables to group companies (321A, 322A, 324A, 325A, 32XA, 475A, 476A, 478A, 47XA)	125																			
1.c.	Other trade payables (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	126			1	6	0	2	1	1	5			9	8	2	5	9	9		
2.	Net construction contract value (316A)	127																			
3.	Other payables to group companies (361A, 36XA, 471A, 47XA)	128																			
4.	Other payables within a participating interest except for payables to group companies (361A, 36XA, 471A, 47XA)	129																			
5.	Payables to partners and participants in an association (364, 365, 366, 367, 368, 398A, 478A, 479A)	130																			
6.	Payables to employees (331, 333, 33X, 479A)	131						6	2	6						4	3	2			
7.	Social security insurance payables (336A)	132					1	5	8	0					5	4	4	4			
8.	Tax liabilities and subsidies (341, 342, 343, 345, 346, 347, 34X)	133					8	4	7	2	4					2	6	9	9	5	8
9.	Payables from derivative transactions (373A, 377A)	134																			
10.	Other payables (372A, 379A, 474A, 475A, 479A, 47XA)	135																			
B.V.	Short-term provisions for liabilities I. 137 + I. 138	136			3	0	3	6	7	4	5			2	9	5	9	8	3	7	
B.V.1.	Legal provisions for liabilities (323A, 451A)	137			2	9	8	6	6	4			2	6	0	9	3	7			
2.	Other provisions for liabilities (323A, 32X, 459A, 45XA)	138			2	7	3	8	0	8	1			2	6	9	8	9	0	0	
B.VI.	Current bank loans (221A, 231, 232, 23X, 461A, 46XA)	139					4	0	8	1			1	4	2	2	9	3	3		
B.VII.	Short-term financial assistance (241, 249, 24X, 473A, I-/255A)	140																			
C.	Total accruals and deferrals (I. 142 to I. 145)	141			8	1	7	3	6	7	6			5	4	0	3	9	2	6	
C.1.	Non-current accrued expenses (383A)	142																			
2.	Current accrued expenses (383A)	143																			
3.	Non-current deferred income (384A)	144			5	8	8	7	9	3	8			3	7	3	9	4	5	8	
4.	Current deferred income (384A)	145			2	2	8	5	7	3	8			1	6	6	4	4	6	8	



Description a	Item b	Line c	Actual	
			Current Reporting Period	Immediately-Preceding Reporting Period
			1	2
*	Net turnover (a portion of Accounting Class 6 under the Act)	01	2 9 2 4 5 2 9 0	2 5 6 7 1 9 9 9
**	Total operating revenues (I. 03 to I. 09)	02	3 1 4 9 4 6 4 2	2 7 2 9 7 1 5 4
I.	Revenues from the sale of merchandise (604, 607)	03		
II.	Revenues from the sale of own products (601)	04		
III.	Revenues from the sale of services (602, 606)	05	2 9 2 4 5 2 9 0	2 5 6 7 1 9 9 9
IV.	Changes in inventories (+/- Accounting Group 61)	06		
V.	Own work capitalised (Accounting Group 62)	07	2 2 4 9 1 2 0	1 6 0 9 1 5 9
VI.	Revenues from the sale of non-current intangible assets, non-current tangible assets and raw materials (641, 642)	08	2 3 2	1 5 9 4 1
VII.	Other operating revenues (644, 645, 646, 648, 655, 657)	09		5 5
**	Total operating expenses (I. 11 + I. 12 + I. 13 + I. 14 + I. 15 + I. 20 + I. 21 + I. 24 + I. 25 + I. 26)	10	2 9 2 2 1 0 8 6	2 5 3 1 7 6 4 6
A.	Costs of the acquisition of merchandise sold (504, 507)	11		
B.	Consumed raw materials, energy and other non-inventory supplies (501, 502, 503)	12	2 4 9 2 0 0	2 0 9 0 1 1
C.	Provisions for inventories (+/-) (505)	13		
D.	Services (Accounting Group 51)	14	1 1 3 7 2 1 8 8	9 6 5 1 6 8 4
E.	Total personnel expenses (I. 16 to I. 19)	15	1 2 7 9 6 7 2 0	1 1 3 0 0 1 7 0
E.1.	Wages and salaries (521, 522)	16	9 2 4 1 7 4 6	8 1 5 6 2 0 5
2.	Remuneration of members of company bodies and cooperative (523)	17		
3.	Social insurance expenses (524, 525, 526)	18	3 1 8 8 7 3 5	2 8 3 1 6 2 0
4.	Social expenses (527, 528)	19	3 6 6 2 3 9	3 1 2 3 4 5
F.	Taxes and fees (Accounting Group 53)	20	1 1 4 2	2 8 6 0
G.	Amortisation and depreciation, and provisions for non-current intangible and non-current tangible assets (I. 22 + I. 23)	21	3 2 9 1 9 4 0	2 8 9 1 0 9 7
G.1.	Amortisation and depreciation of non-current intangible and non-current tangible assets (551)	22	3 2 9 1 9 4 0	2 8 9 1 0 9 7
2.	Provisions for non-current intangible and non-current tangible assets (+/-) (553)	23		
H.	Net book value of non-current assets and raw materials sold (541, 542)	24		2 9 0 0
I.	Provisions for receivables (+/-) (547)	25	7 9 6 2	
J.	Other operating expenses (543, 544, 545, 546, 548, 549, 555, 557)	26	1 5 0 1 9 3 4	1 2 5 9 9 2 4
***	Operating profit or loss (+/-) (I. 02 - I. 10)	27	2 2 7 3 5 5 6	1 9 7 9 5 0 8



Description a	Item b	Line c	Actual	
			Current Reporting Period	Immediately-Preceding Reporting Period
			1	2
*	Added value (I. 03 + I. 04 + I. 05 + I. 06 + I. 07) - (I. 11 + I. 12 + I. 13 + I. 14)	28	1 9 8 7 3 0 2 2	1 7 4 2 0 4 6 3
**	Total revenues from financing activities (I. 30 + I. 31 + I. 35 + I. 39 + I. 42 + I. 43 + I. 44)	29	1 1 7 0	7 6 6
VIII.	Revenues from the sale of securities and ownership interests (661)	30		
IX.	Total revenues from non-current financial assets (I. 32 to I. 34)	31		
IX.1.	Revenues from securities and ownership interests from group companies (665A)	32		
2.	Revenues from securities and ownership interests within a participating interest except for revenues from group companies (665A)	33		
3.	Other revenues from securities and ownership interests (665A)	34		
X.	Total revenues from current financial assets (I. 36 to I. 38)	35		
X.1.	Revenues from current financial assets from group companies (666A)	36		
2.	Revenues from current financial assets within a participating interest except for revenues from group companies (666A)	37		
3.	Other revenues from current financial assets (666A)	38		
XI.	Interest income (I. 40 + I. 41)	39	1 1 5 6	2 8 5
XI.1.	Interest income from group companies (662A)	40		
2.	Other interest income (662A)	41	1 1 5 6	2 8 5
XII.	Foreign exchange gains (663)	42		4 8 1
XIII.	Gains on revaluation of securities and revenues from derivative transactions (664, 667)	43		
XIV.	Other revenues from financing activities (668)	44	1 4	
**	Total costs of financing activities (I. 46 + I. 47 + I. 48 + I. 49 + I. 52 + I. 53 + I. 54)	45	3 1 4 6 3	5 0 3 0 2
K.	Securities and ownership interests sold (561)	46		
L.	Expenses related to current financial assets (566)	47		
M.	Provisions for financial assets (+/-) (565)	48		
N.	Interest expense (I. 50 + I. 51)	49	9 5 6 3	2 5 9 6 7
N.1.	Interest expense for group companies (562A)	50	9 5 6 3	2 5 9 6 7
2.	Other interest expense (562A)	51		
O.	Foreign exchange losses (563)	52	4 3 3 7	4 5 4 0
P.	Expenses for revaluation of securities and expenses related to derivative transactions (564, 567)	53		
Q.	Other costs of financing activities (568, 569)	54	1 7 5 6 3	1 9 7 9 5



Description a	Item b	Line c	Actual	
			Current Reporting Period	Immediately-Preceding Reporting Period
			1	2
***	Profit/loss from financing activities (+/-) (I. 29 - I. 45)	55	- 3 0 2 9 3	- 4 9 5 3 6
****	Profit/loss for the reporting period before taxation (+/-) (I. 27 + I. 55)	56	2 2 4 3 2 6 3	1 9 2 9 9 7 2
R.	Income tax (I. 58 + I. 59)	57	5 2 7 6 5 3	4 2 8 9 8 9
R.1.	Current income tax (591, 595)	58	5 5 3 5 8 5	5 3 7 8 8 4
2.	Deferred income tax (+/-) (592)	59	- 2 5 9 3 2	- 1 0 8 8 9 5
S.	Profit/loss of partnership transferred to partners (+/- 596)	60		
***	Profit/loss for the reporting period after taxation (+/-) (I. 56 - I. 57 - I. 60)	61	1 7 1 5 6 1 0	1 5 0 0 9 8 3

Prepared pursuant to Decree of the Ministry of Finance of the Slovak Republic No. MF/388/2014 Coll. and 417/2015 Coll. stipulating details of the structure, classification and content of the items of the separate financial statements and the extent of separate financial statements' disclosures for large reporting entities and public interest entities.

SECTION I GENERAL INFORMATION

1. COMPANY DETAILS AND CORE BUSINESS ACTIVITIES

The Regional Card Processing Centre, s.r.o. (hereinafter the "Company") is a limited liability company with its registered office at Námestie Mateja Korvína 1, Bratislava. The Company was established by a Memorandum of Association in the form of a notarial deed on 5 December 2008. The date of incorporation was 18 December 2008 and the Company ID (IČO) is 44548605. The Company is recorded in the Business Register of the District Court Bratislava I, Section: Sro, File No.: 55989/B.

The Company's core business activities are:

- Automated data processing;
- Computer data processing services;
- Development of customised programmes, design, implementation and updating of software in the scope of core business activities;
- Lease of movable assets;
- Installation, reconstruction, maintenance of non-restricted technical equipment;
- Extracurricular educational activities;
- Mediation activities in trade;
- Mediation activities in services;
- Printing, typography and print finishing;
- Advisory services related to core business activities – automated data processing;
- Advisory services related to core business activities – services related to computer data processing;
- Advisory services related to core business activities – development of customised programmes, design, implementation and updating of software in the scope of core business activities (under the Copyright Act);
- Lease of real estate without the provision of other-than-basic lease-related services.

2. UNLIMITED GUARANTEE

The Company is not an unlimited liability shareholder in other companies according to Article 56 (5) of the Commercial Code or pursuant to similar provisions of other regulations.

3. APPROVAL DATE OF THE FINANCIAL STATEMENTS FOR THE PRECEDING PERIOD

The Company's financial statements as at 31 December 2021, ie for the preceding reporting period, were approved by the General Meeting in accordance with the Commercial Code on 26 April 2022.

4. LEGAL REASON FOR PREPARATION OF THE FINANCIAL STATEMENTS

The Company's financial statements as at 31 December 2022 have been prepared as ordinary financial statements in accordance with Article 17 (6) of Act of the National Council of the SR No. 431/2002 Coll. on Accounting, as amended, for the reporting period from 1 January 2022 to 31 December 2022. The financial statements have been prepared on a going concern basis and consist of the balance sheet, income statement and notes to the financial statements. The Financial Statements are intended for users who possess adequate knowledge of business and economic activities and bookkeeping and who analyse this information with appropriate care. The Financial Statements do not, and cannot, provide all information that may be needed by the existing and potential investors, providers of credits and loans, and other creditors. These users must obtain relevant information from other sources.

5. GROUP DETAILS

A. ULTIMATE CONSOLIDATING ENTITY

The ultimate consolidating entity in consolidation that prepares the consolidated financial statements for the largest group, which includes the Company as a subsidiary, is Raiffeisen Bank International AG, Am Stadtpark 9, 1030 Vienna, Austria.

B. PARENT COMPANY IN CONSOLIDATION

The parent company in consolidation that prepares the consolidated financial statements for the group of companies in the consolidation group, of which the Company is also a member, is Raiffeisen Bank International AG, Am Stadtpark 9, 1030 Vienna, Austria.

C. LOCATION OF THE CONSOLIDATED FINANCIAL STATEMENTS

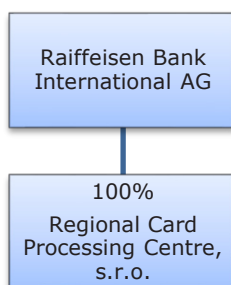
Copies of the consolidated financial statements stated in Note A) and B) are available at Raiffeisen Bank International AG, Am Stadtpark 9, 1030 Vienna, Austria and at the Court of Record, Handelsgericht Wien, Marxergasse 1a, 1030 Vienna, Austria.

D. EXEMPTION FROM THE OBLIGATION TO PREPARE CONSOLIDATED FINANCIAL STATEMENTS AND CONSOLIDATED ANNUAL REPORT

The Company is not a parent company.

Not applicable.

Group structure:



6. NUMBER OF EMPLOYEES

The number of employees for the current reporting period and for the immediately-preceding reporting period is shown in the table below:

Item	2022	2021
Full-time equivalent	213	200
Number of employees as at the reporting date, of which:	223	230
<i>Managers</i>	8	8

SECTION II INFORMATION ON ADOPTED PROCEDURES

1. GENERAL ASSUMPTIONS FOR PREPARING THE FINANCIAL STATEMENTS

The Company's financial statements comprising the balance sheet, income statement, and notes to the Financial Statements as at 31 December 2022 were prepared under the going-concern assumption and in compliance with the accounting regulations of the Slovak Republic. The disclosures in the financial statements provide a true and fair presentation of assets and liabilities, equity representing the total of own funds to cover assets, the financial position and profit or loss.

In relation to the war between the Russian Federation and Ukraine, which had a significant global impact, negatively affected commodity prices and financial markets, and contributed to an increased volatility of the business environment, Company management analysed the potential impacts and consequences for the Company and concluded that the war does not currently have significant adverse impacts on the Company (except for rising input prices, primarily fuel, energy, raw materials, goods and services). Company management does not expect a significant threat as regards the going concern assumption in the near future (ie within the next 12 months of the preparation date of the financial statements).

The Company closely monitors COVID-19 developments. The Company observes business continuity protocols to limit the impact of the pandemic. A crisis team has been appointed to follow up regular updates from Slovak sources and Group recommendations. Measures in line with the applicable national anti-pandemic measures have been implemented (clear communication rules, stricter hygienic rules, home office, etc). The Company has adequate credit lines and expects no difficulties in meeting its obligations when they fall due. The Company has sufficient capacity to run all its business activities and provide services to the clients in due time and quality without an impact on its financial

results. The Company has analysed the risks and severe plausible scenarios and concluded there is no material uncertainty as regards going concern.

The accounting policies and general accounting principles have been consistently applied by the Company.

2. APPLICATION OF AND CHANGES IN ACCOUNTING PRINCIPLES AND ACCOUNTING METHODS

2.1. GENERAL ACCOUNTING PRINCIPLES

1. When recognising the Company's profit/(loss), all revenues and costs related to the reporting period are used as a basis regardless of their settlement date.
2. The measurement of assets and liabilities in the accounting books and financial statements is adjusted for items expressing risks, losses and impairment known as at the reporting date (provisions for assets, provisions for liabilities).
3. If it is determined during the stocktake of inventories that their selling price less costs of sale is lower than their carrying amount in accounting books, the inventories are measured at such a lower price in the accounting books and financial statements.
4. The Company recognises matters that are subject to accounting under the accrual basis of accounting. If the accrual principle of accounting cannot be complied with, the Company is allowed to recognise matters in the reporting period in which they were identified.
5. Assets and liabilities are recognised at historical cost, unless specified otherwise in Section III, Note 2.2 (Measurement of Individual Items).
6. As at the reporting date, the Company reconciled assets and liabilities in compliance with the Accounting Act.
7. The balances of the accounts included in the balance sheet and which open the reporting period are linked to the balances of the accounts that closed the previous reporting period.
8. When classifying assets and liabilities into non-current and current, the main criterion applied is the total maturity period. However, receivables and payables are disclosed on the balance sheet based on the residual maturity period as at the reporting date, ie receivables and payables with a residual maturity of up to 12 months are recognised as current, while those with a residual maturity of over 12 months are recognised as non-current.
9. The preparation of financial statements requires Company management to make judgments, estimates and assumptions that affect the application of accounting policies and accounting principles and the value of assets, liabilities, income and expenses. The estimates and related assumptions are based on historical experience and other various factors considered to be appropriate to the circumstances that form the basis for assessing the carrying amounts of assets and liabilities that are not evident from other sources. Actual results may, therefore, differ from estimates. Estimates and associated assumptions are constantly reviewed. Corrections to accounting estimates are not recognised retrospectively, but in the period in which the estimate is corrected if the correction only affects such a period, or in the correction period and in future periods if the correction affects both the correction period and the future periods.
10. In connection with the application of accounting policies and accounting principles of the Company, no judgments are required that would have a material impact on the amounts presented in the financial statements.
11. Information about those uncertainties in assumptions and estimates where there is a significant risk that they could lead to a material adjustment in the following reporting period are described in more detail in the following notes:
 - Note 2.2.1 c) – non-current intangible assets and non-current tangible assets – determination of their expected useful lives and expected wear and tear;
 - Note 2.2.1 m) – impairment provisions (non-current assets, receivables) – key assumptions underlying the estimated decrease in future economic benefits.

2.2. ACCOUNTING PRINCIPLES AND METHODS APPLIED

2.2.1. MEASUREMENT OF INDIVIDUAL ITEMS

a) Purchased non-current intangible assets

Purchased non-current intangible assets were measured at cost in the accounting books.

Low-value non-current intangible assets up to EUR 2 400 are expensed on a one-off basis in the year of acquisition.

b) Non-current intangible assets generated internally

Non-current intangible assets generated internally are measured at own costs. Own costs are all direct costs incurred in the production or other activity and indirect costs relating to the production or other activity.

c) Non-current intangible assets acquired by other means

The Company records no non-current intangible assets acquired by other means.

d) Purchased non-current tangible assets

Non-current tangible assets were measured at cost in the accounting books. The cost includes the acquisition price and the related incidental costs, such as transport costs, postage, customs duties, and commission postage.

The cost of expansions, upgrades and reconstructions, resulting in an increase in performance, capacity or efficiency in aggregate value of more than EUR 1 700 for an individual asset for the current reporting period, increases the cost of non-current tangible assets. Expenses for technical improvements to non-current tangible assets of an aggregate amount of EUR 1 700 or less for an individual asset for the current period and operating, maintenance and repair costs are expensed as incurred.

Non-current tangible assets up to EUR 1 700 are expensed on a one-off basis in the year of acquisition.

e) Non-current tangible assets generated internally

The Company does not generate non-current tangible assets internally.

f) Non-current tangible assets acquired by other means

The Company records no non-current tangible assets acquired by other means.

g) Non-current financial assets

A financial asset is classified as a non-current financial asset if its maturity or settlement is more than one year. Non-current financial assets representing a share in the registered capital of more than 50% are classified as shares and ownership interests in affiliated entities. If the share is more than 20%, such assets are classified as shares and ownership interests in other than affiliated entities. Other equity securities, shares and debt securities not held-to-maturity are classified as securities and ownership interests available for sale.

Non-current financial assets are recorded at cost. The cost includes the acquisition price and the related incidental costs.

Borrowings provided to group companies or other borrowings with the original maturity period exceeding one year are recorded at face value, which is adjusted by an impairment provision reflecting their irrecoverability. If the residual maturity of a receivable exceeds one year, it is adjusted by a provision to its value at the time of the recognition and disclosure (present value).

Cash equivalents are measured at their face value.

Impairment Assessment

Provisions for assets are created based on the prudence principle if it is reasonable to assume that there has been an impairment of assets compared to their carrying amount. Provisions for assets are recorded in the amount of a justifiable assumption of the impairment of assets compared to their carrying amount.

Factors considered important when assessing the impairment of assets are:

- Technological progress,
- Significantly inadequate operating results compared to historical or planned operating results;
- Significant changes to the method of using the Company's assets or an overall change in the Company's strategy; and;
- Obsolescence of products.

If the Company identifies that based on the existence of one or more impairment indicators it can be assumed that the assets are impaired compared with their carrying amounts, the Company calculates the impairment of assets by estimating projected net discounted cash flows arising from the assets including their sale, if any. Estimated impairment may prove to be insufficient if analyses overstate cash flows or if conditions change in the future.

h) Purchased inventories

The Company's inventories are measured at cost, which includes the acquisition price and the related incidental costs. The related incidental costs comprised transportation costs, customs duties, packaging costs, etc. The price discount provided for the sold or consumed inventories is recognised as a decrease in the costs of sold or consumed inventories. Borrowing costs are not included in the cost.

The Company has not specified standards for the disposals of inventories for the reporting period by an internal regulation.

The disposal of inventories is recognised at cost identified using the standard price method for goods and using the weighted arithmetic average method for raw materials.

If the cost or own costs of inventories exceeds their net realisable value as at the reporting date, a provision for inventories is created in the amount of the difference between their carrying amount and their net realisable value. The net realisable value is the expected selling price of the inventories, net of the expected expenses for their completion and costs of sale.

i) Inventories developed internally

The Company records no inventories developed internally.

j) Inventories acquired by other means

The Company records no inventories acquired by other means.

k) Construction contracts and construction contracts for real estate held for sale

The Company recognises no construction contracts.

l) Receivables

Receivables are measured at their face value in the accounting books. The Company creates an adequate provision for bad and doubtful receivables.

If the residual maturity of a receivable exceeds one year, a provision representing the difference between the face value and the present value of the receivable is created. The present value of a receivable is calculated as the sum of the products of future cash receipts and the relevant discount factors.

m) Current financial assets

Cash, stamps and vouchers are measured at their face value.

n) Deferred expenses and accrued income

The Company recognises accruals and deferrals on an accrual basis. They are anticipated and transitive items of accruals and deferrals.

o) Provisions for liabilities

A provision is a liability representing the Company's existing obligation arising from past events, which is likely to reduce its economic benefits in the future. Provisions are liabilities of uncertain timing or amount and are measured by estimating the amount necessary to meet an existing obligation as at the reporting date.

Provisions for liabilities are recorded in the relevant expense or asset account to which the liability is related. The use of a provision is debited to the relevant account of provisions for liabilities and a counter entry is credited to the relevant liability account. The reversal of an unnecessary provision, or a portion thereof, is recorded as a counter entry to the entry which recognised the creation of the provision.

The provision for bonuses, rebates, discounts and refunds of the purchase price in the event of customer complaints is created as a decrease in originally-generated revenues with a counter entry in the account of provisions for liabilities.

The Company creates provisions in accordance with the Act on Accounting for anticipated risks, losses and impairments relating to liabilities of uncertain timing or amount. The Company primarily created provisions for expenses related to bonuses and employee benefits, unused vacation days, unbilled supplies and for acquisition of assets.

p) Provisions for assets

Provisions for assets are created based on the prudence principle if it is reasonable to assume there has been an impairment of assets compared to their carrying amount. Provisions for assets are recorded in the amount of a justifiable assumption of the impairment of assets compared to their carrying amount.

Impairment of non-current assets and inventories

At each reporting date, the carrying amount of the Company's assets other than the deferred tax asset is assessed as to identify whether indicators of the impairment of assets exist. If such indicators exist, future economic benefits arising from the relevant assets are estimated.

Provisions for assets recognised in the preceding periods are reassessed as at each reporting date to identify whether there has been a change in the assumption related to the impairment of assets, or whether such an assumption ceased to exist. Provisions for assets are cancelled if there has been a change in the assumptions used to determine estimated future economic benefits arising from the relevant assets. Provisions for assets are only cancelled to the extent to which the carrying amount of the asset does not exceed the carrying amount that would have been determined after reflecting depreciation charges if no provision was recognised.

Impairment of financial assets and receivables

As at each reporting date, financial assets that are not measured at fair value are assessed to determine whether there is an objective evidence of their impairment.

Objective evidence of impairment of financial assets includes non-repayment of debt or illegal conduct on the part of the debtor, the restructuring of the Company's receivables under conditions that the Company does not consider to be normal circumstances, indications that a petition for bankruptcy will be filed with respect to assets of a debtor or issuer, or if an active market has ceased to exist for the relevant security. Objective evidence of impairment of investments in shares and ownership interests also includes a significant or long-term decline in their fair value below their acquisition cost.

Expected future economic benefits from the Company's investments in shares and ownership interests and from receivables are calculated as the present value of estimated discounted future cash flows. When determining the recoverable amounts of loans and receivables, the debtor's ability and performance and the amount of collateral and third-party guarantees are also considered.

A provision is cancelled if the subsequent increase in the estimated future economic benefits can be objectively linked to an event that occurred after the provision was recognised.

q) Bonds

The Company recorded no bonds in the reporting period.

r) Payables

Payables (including loans and assistances) are measured at their face value. If it is determined during the reconciliation of payables that the amount of payables is other than their carrying amount, payables are recognised at the identified amount both in the accounting books and in the financial statements.

s) Employee benefits

Salaries, wages, contributions to pension and insurance funds, paid annual leave and paid sick leave, bonuses, and other benefits in kind (eg healthcare) are recognised on an accrual basis.

t) Accrued expenses and deferred income

The Company recognises accruals and deferrals on an accrual basis. They are anticipated and transitive items of accruals and deferrals.

The Company applies the method of deferred project revenues for digital projects which were launched in 2019 to 2022. The basic principle is to recognise revenue at the moment when control over the service of the entire project is transferred to a customer. Revenue which relates to the useful life of digital solutions is deferred over 36 to 72 months.

u) Derivatives, assets and liabilities hedged by derivatives

During the reporting period, the Company recognised no derivatives and had no assets or liabilities hedged by derivatives.

v) Leased assets and assets acquired under the contract for purchase of a leased asset

The Company recognises lease payments for leased assets (operating lease) relating to the current reporting period directly in expenses under the accrual principle over the term of a lease agreement.

w) Income tax

Corporate income tax is expensed in the period a tax liability occurs. In the accompanying income statement, tax expense is calculated using the tax rate stipulated in Act No. 595/2003 Coll. on Income Tax and on the basis of the profit/(loss) before tax adjusted for tax-deductible and tax non-deductible items due to permanent and temporary adjustments to the tax base and any tax losses carried forward. The resulting tax liability is stated net of income tax advances the Company paid during the year. If income tax advances paid during the year exceed the tax liability for the year, the Company reports the resulting tax asset.

Deferred tax is calculated using the liability method. Deferred income tax is recognised in the event of:

- a) Temporary differences between the carrying amount of assets and liabilities presented in the balance sheet and their tax base;
- b) The possibility of carrying forward tax losses to future periods,
- c) The possibility of transferring unclaimed tax loss deductions and other tax claims to future periods.

To determine deferred tax, the tax rate applicable in the subsequent reporting periods is applied.

Deferred tax assets are only recognised to the extent it is probable that temporary differences can be offset against the future tax base. The income tax rate that is expected to apply at the time the deferred tax is settled is used in calculating deferred tax.

x) Assets acquired by privatisation

The Company acquired no assets by privatisation.

y) Lease (Company as a Lessee)

Finance lease. Finance lease is the acquisition of non-current tangible assets under a lease agreement with an agreed title to purchase the leased assets for agreed payments during the agreed lease term. Assets leased under a finance lease are recognised in the lessee's assets and are depreciated by the lessee rather than the owner.

The agreed payments also include the purchase price for which the ownership title to the leased assets is transferred from the lessor to the lessee at the end of the agreed finance lease term.

The agreed lease term is at least 60% of the depreciation period pursuant to tax regulations. In the event of the lease of land, the lease term is at least 60% of the depreciation period of tangible assets included in tax depreciation groups 5 or 6 (buildings and structures, depreciation period for tax purposes 20 or 40 years).

The receipt of assets by the lessee is debited to the relevant account of assets in the lessee's accounting books on the day of the receipt of such assets with a counter entry credited to Account 474 – Payables under lease in the amount of the agreed payments, net of unrealised finance costs. Lease payments are allocated between the payment of the principal and finance costs calculated using the effective interest method. Finance costs are debited to Account 562 – Interest.

Operating lease. Assets leased under an operating lease are recognised as part of the owner's assets, not the lessee's assets. The lease of assets under an operating lease is recognised in expenses when incurred over the term of a lease agreement.

z) Revenue recognition

Revenues from the sale of services are recognised in the reporting period in which the services were provided, taking into account the percentage of completion of the said services. The percentage of completion is identified as the proportion of the actually-rendered services of the total services agreed to be provided.

Revenues are recognised net of VAT, discounts and deductions (rebates, bonuses, discounts, credit notes, etc). Interest income is accrued on a straight-line basis. Revenues from dividends are recognised at the time the Company becomes entitled to receive the payment.

The Company's revenues primarily comprise revenues from the sale of services.

aa) Comparable information

If due to changes in accounting methods and accounting policies the amounts for the immediately-preceding reporting period are not comparable in different sections of the financial statements, an explanation on incomparable amounts is stated in the notes.

2.2.2. DEPRECIATION / AMORTISATION PLAN FOR NON-CURRENT ASSETS

The Company's depreciation / amortisation plan serves as a basis for calculating accumulated depreciation of depreciated / amortised assets during their use. Accounting depreciation / amortisation charges are calculated from the cost (price) at which an asset is measured in the accounting books, ie up to this amount.

The Company amortises non-current intangible assets using the straight-line method based on the amortisation rates derived from the estimated useful life corresponding to the consumption of future economic benefits arising from such assets.

Non-current intangible assets

Type of Non-current Intangible Assets	Estimated Useful Life in Years	Amortisation Method	Annual Amortisation Rate in %
Software	3 – 15	Straight-line and accelerated	6.67 – 33.33

The Company depreciates non-current tangible assets using the straight-line depreciation method over the set useful life of depreciated assets. Depreciation commences in the month in which a non-current asset was put into use.

Non-current tangible assets

Type of Non-current Tangible Assets	Estimated Useful Life in Years	Depreciation Method	Annual Depreciation Rate in %
Structures – Technical improvements to leased buildings	7	Straight-line	14.29
Machinery, equipment and office equipment	4 – 5	Straight-line	20 – 25
Transportation means	5	Straight-line	20

For tax purposes, the Company depreciates its non-current tangible assets pursuant to Articles 22 – 29 of Act No. 595/2003 Coll. on Income Tax. Depreciation rates are equal to accounting depreciation rates.

2.2.3. PRINCIPLES FOR CREATION OF PROVISIONS**a) Principles related to provisions for receivables**

The Company creates provisions for receivables if there is a risk that the debtor will fail to repay the receivable in full or partially, in accordance with Article 26 of Act No. 431/2002 Coll. on Accounting; Article 20 of Act No. 595/2003 Coll. on Income Tax as follows:

Criteria	Provision in %
Overdue by more than 360 days	20
Overdue by 720 to 1 080 days	50
Overdue by more than 1 080 days	100
Doubtful and disputable receivables	100
In bankruptcy proceedings	100

The value of receivables with a residual maturity exceeding 1 year is adjusted to their value at the time of their recognition and disclosure (present value).

2.2.4. TRANSLATION OF AMOUNTS DENOMINATED IN FOREIGN CURRENCY TO EURO

Assets and liabilities denominated in foreign currencies are translated to euro using the European Central Bank's (ECB) exchange rate valid on the date preceding the transaction date, or on another date if required by a special regulation.

As at the reporting date, the Company translates assets and liabilities denominated in foreign currencies to euro, except for advance payments received and made, using the exchange rate as announced by the European Central Bank.

Foreign exchange differences arising during the year, including foreign exchange differences from the translation of assets and liabilities as at the reporting date, have an impact on the profit/loss of the current reporting period.

2.2.5. GOVERNMENT GRANTS RECEIVED FOR THE ACQUISITION OF ASSETS

Not applicable.

2.2.6. CHANGES IN ACCOUNTING PRINCIPLES AND ACCOUNTING METHODS, CHANGES IN MEASUREMENT, DEPRECIATION AND RECOGNITION METHODS, AND IN ACCOUNTING PROCEDURES

There were no changes to the measurement and depreciation methods, accounting procedures or in the arrangement and content of items included in the financial statements compared with the preceding reporting period, unless specified otherwise, except for those that resulted directly from changes in the Slovak accounting legislation.

2.2.7. CORRECTION OF MATERIAL ERRORS OF PREVIOUS REPORTING PERIODS

If the Company identifies a material error related to previous reporting periods in the current reporting period, such an error is corrected in Account 428 – Retained earnings from previous years and Account 429 – Accumulated loss from previous years, ie with no impact on profit/(loss) in the current reporting period. Corrections of immaterial errors from previous reporting periods are recognised in the current reporting period in the relevant expense or revenue account.

In 2022, the Company did not account for any corrections of material errors of previous periods.

SECTION III INFORMATION EXPLAINING AND SUPPLEMENTING BALANCE SHEET ITEMS

1. ASSETS

1.1. NON-CURRENT INTANGIBLE AND TANGIBLE ASSETS (Balance sheet lines 003 and 011)

a) Movements in costs, accumulated depreciation and provisions

Overview of the movements in non-current tangible and intangible assets from 1 January 2022 to 31 December 2022 and for a comparable period from 1 January 2021 to 31 December 2021 is shown in the tables on pages 14 to 17.

b) Non-current assets to which the Company does not have an ownership title

The Company does not have any non-current assets to which it does not have an ownership title.

c) Non-current intangible and tangible assets under lien or with restricted handling by the Company

On 27 April 2012, the Company concluded an agreement on the pledge over movable assets. Tatra banka, a.s. is the pledgee. The pledge agreement was concluded to secure overdraft facility No. 536/2009, as further amended, of up to EUR 3 500 000 and revolving loan No. 853/2011, as further amended, of up to EUR 2 000 000.

The pledged assets are movable assets owned by the Company.

d) Goodwill

The Company recognises no goodwill.

e) R&D activities

Not applicable.

f) Capitalised interest

Not applicable.

Notes as at 31 December 2022

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Non-current Intangible Assets		Current Reporting Period							Total
		Capitalised Development Cost	Software	Valuable Rights	Goodwill	Other Non-current Intangible Assets	Non-current Intangible Assets in Acquisition	Advance Payments Made for Non-current Intangible Assets	
Initial Measurement									
Opening Balance	0	21 685 378	0	0	0	6 795 488	0	0	28 480 866
Additions	0	2 133 357	0	0	0	4 326 412	0	0	6 459 769
Disposals	0	0	0	0	0	0	0	0	0
Transfers	0	4 989 670	0	0	0	-4 989 670	0	0	0
Closing Balance	0	28 808 405	0	0	0	6 132 230	0	0	34 940 635
Accumulated Depreciation									
Opening Balance	0	9 327 499	0	0	0	0	0	0	9 327 499
Additions	0	2 951 560	0	0	0	0	0	0	2 951 560
Disposals	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0
Closing Balance	0	12 279 059	0	0	0	0	0	0	12 279 059
Provisions									
Opening Balance	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0
Closing Balance	0	0	0	0	0	0	0	0	0
Net Book Value									
Opening Balance	0	12 357 879	0	0	0	6 795 488	0	0	19 153 367
Closing Balance	0	16 529 346	0	0	0	6 132 230	0	0	22 661 576

Notes as at 31 December 2022

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Overview of Movements in Non-current Intangible Assets										
Non-current Intangible Assets	Capitalised Development Cost	Software	Valuable Rights	Goodwill	Other Non-current Intangible Assets	Immediately-preceding Reporting Period				Total
						Non-current Intangible Assets in Acquisition	Advance Payments Made for Non-current Intangible Assets			
Initial Measurement										
Opening Balance	0	18 014 775	0	0	0	4 588 964	0	0	0	22 603 739
Additions	0	1 126 895	0	0	0	4 750 232	0	0	0	5 877 127
Disposals	0	0	0	0	0	0	0	0	0	0
Transfers	0	2 543 708	0	0	0	-2 543 708	0	0	0	0
Closing Balance	0	21 685 378	0	0	0	6 795 488	0	0	0	28 480 866
Accumulated Depreciation										
Opening Balance	0	6 760 151	0	0	0	0	0	0	0	6 760 151
Additions	0	2 567 348	0	0	0	0	0	0	0	2 567 348
Disposals	0	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0	0
Closing Balance	0	9 327 499	0	0	0	0	0	0	0	9 327 499
Provisions										
Opening Balance	0	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0	0
Closing Balance	0	0	0	0	0	0	0	0	0	0
Net Book Value										
Opening Balance	0	11 254 624	0	0	0	4 588 964	0	0	0	15 843 588
Closing Balance	0	12 357 879	0	0	0	6 795 488	0	0	0	19 153 367

Notes as at 31 December 2022

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Non-current Tangible Assets		Current Reporting Period								Total
		Land	Structures	Separate Movable Assets and Sets of Movables	Perennial Crops	Livestock and Draught Animals	Other Non-current Tangible Assets	Non-current Tangible Assets in Acquisition	Advance Payments Made for Non-current Tangible Assets	
Initial Measurement										
Opening Balance	0	244 352	3 710 095	0	0	0	13 449	0	0	3 967 896
Additions	0	19 252	60 030	0	0	0	21 204	0	0	100 486
Disposals	0	0	509 614	0	0	0	0	0	0	509 614
Transfers	0	2 301	10 754	0	0	0	-13 055	0	0	0
Closing Balance	0	265 905	3 271 265	0	0	0	21 598	0	0	3 558 768
Accumulated Depreciation										
Opening Balance	0	73 574	2 913 065	0	0	0	0	0	0	2 986 639
Additions	0	36 791	303 588	0	0	0	0	0	0	340 379
Disposals	0	0	509 614	0	0	0	0	0	0	509 614
Transfers	0	0	0	0	0	0	0	0	0	0
Closing Balance	0	110 365	2 707 039	0	0	0	0	0	0	2 817 404
Provisions										
Opening Balance	0	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0	0
Closing Balance	0	0	0	0	0	0	0	0	0	0
Net Book Value										
Opening Balance	0	170 778	797 030	0	0	0	13 449	0	0	981 257
Closing Balance	0	155 540	564 226	0	0	0	21 598	0	0	741 364

Notes as at 31 December 2022

DIČ

Non-current Tangible Assets		Immediately-preceding Reporting Period								Total
		Land	Structures	Separate Movable Assets and Sets of Movables	Perennial Crops	Livestock and Draught Animals	Other Non-current Tangible Assets	Non-current Tangible Assets in Acquisition	Advance Payments Made for Non-current Tangible Assets	
Initial Measurement										
Opening Balance	0	229 644	3 145 416	0	0	0	146 074	0	0	3 521 134
Additions	0	14 708	464 096	0	0	0	11 458	0	0	490 262
Disposals	0	0	43 500	0	0	0	0	0	0	43 500
Transfers	0	0	144 083	0	0	0	-144 083	0	0	0
Closing Balance	0	244 352	3 710 095	0	0	0	13 449	0	0	3 967 896
Accumulated Depreciation										
Opening Balance	0	39 307	2 664 183	0	0	0	0	0	0	2 703 490
Additions	0	34 267	292 382	0	0	0	0	0	0	326 649
Disposals	0	0	43 500	0	0	0	0	0	0	43 500
Transfers	0	0	0	0	0	0	0	0	0	0
Closing Balance	0	73 574	2 913 065	0	0	0	0	0	0	2 986 639
Provisions										
Opening Balance	0	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0	0
Closing Balance	0	0	0	0	0	0	0	0	0	0
Net Book Value										
Opening Balance	0	190 337	481 233	0	0	0	146 074	0	0	817 644
Closing Balance	0	170 778	797 030	0	0	0	13 449	0	0	981 257

1.2. NON-CURRENT FINANCIAL ASSETS (Balance sheet line 021)**(a) Movement of acquisition costs, accumulated depreciation and impairment allowances**

An itemised overview of movements in non-current financial assets in connection with the breakdown of balance sheet items is presented in tables on pages 19 to 20.

(b) Non-current financial assets for which a lien has been established or with restricted handling by the Company

The Company does not record non-current financial assets for which a lien has been established or with restricted handling by the Company.

Notes as at 31 December 2022

DIČ

Overview of Movements in Non-current Financial Assets										
Non-current Financial Assets	Current Reporting Period							Total		
	Shares and Ownership Interests in Subsidiaries	Shares and Ownership Interests in Associates	Other Non-current Securities and Ownership Interests	Borrowings to Group Companies	Other Non-current Financial Assets	Borrowings with Maturity of Up To One Year	Non-current Financial Assets in Acquisition		Advance Payments for Non-current Financial Assets	
Initial Measurement										
Opening Balance	0	0	0	0	0	0	0	0	0	
Additions	0	0	0	0	6 800 000	0	0	0	0	6 800 000
Disposals	0	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0	0
Closing Balance	0	0	0	0	6 800 000	0	0	0	0	6 800 000
Accumulated Depreciation										
Opening Balance	0	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0	0
Closing Balance	0	0	0	0	0	0	0	0	0	0
Provisions										
Opening Balance	0	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0	0
Closing Balance	0	0	0	0	0	0	0	0	0	0
Net Book Value										
Opening Balance	0	0	0	0	0	0	0	0	0	0
Closing Balance	0	0	0	0	6 800 000	0	0	0	0	6 800 000

Notes as at 31 December 2022

DIČ

Overview of Movements in Non-current Financial Assets									
Non-current Financial Assets	Immediately-preceding Reporting Period							Total	
	Shares and Ownership Interests in Subsidiaries	Shares and Ownership Interests in Associates	Other Non-current Securities and Ownership Interests	Borrowings to Group Companies	Other Non-current Financial Assets	Borrowings with Maturity of Up To One Year	Non-current Financial Assets in Acquisition		Advance Payments for Non-current Financial Assets
Initial Measurement									
Opening Balance	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0
Closing Balance	0	0	0	0	0	0	0	0	0
Accumulated Depreciation									
Opening Balance	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0
Closing Balance	0	0	0	0	0	0	0	0	0
Provisions									
Opening Balance	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0
Closing Balance	0	0	0	0	0	0	0	0	0
Net Book Value									
Opening Balance	0	0	0	0	0	0	0	0	0
Closing Balance	0	0	0	0	0	0	0	0	0

1.3. INVENTORIES (Balance sheet line 034)**a) Summary of provisions for inventories (Per balance sheet item)**

The Company did not create provisions for inventories.

b) Inventories for which a lien has been established

The Company does not record inventories for which a lien has been established.

1.4. CONSTRUCTION CONTRACTS AND CONSTRUCTION CONTRACTS FOR REAL ESTATE HELD FOR SALE

The Company recognised no construction contracts.

1.5. RECEIVABLES (Balance sheet lines 041 and 053)**a) Summary of provisions**

Provisions for receivables reflect the creditworthiness of the client and its ability to pay its liabilities.

A provision is used if an overdue receivable to which a provision had been created in the past is partially repaid or written off.

A provision is cancelled when the risk that the debtor will fail to pay a receivable in full or in part is eliminated or reduced.

Receivables	Current Reporting Period				
	Provision as at 1 Jan 2022	Creation	Reversal Owing to the Cessation of Justifiability	Reversal Owing to the Derecognition of Assets	Provision as at 31 Dec 2022
Trade receivables	0	0	0	0	0
Receivables from group companies	0	0	0	0	0
Other intercompany receivables	0	0	0	0	0
Receivables from partners, members and participants in an association	0	0	0	0	0
Other receivables	0	7 962	0	0	7 962
Total Receivables	0	7 962	0	0	7 962

Receivables	Immediately-preceding Reporting Period				
	Provision as at 1 Jan 2021	Creation	Reversal Owing to the Cessation of Justifiability	Reversal Owing to the Derecognition of Assets	Provision as at 31 Dec 2021
Trade receivables	0	0	0	0	0
Receivables from group companies	0	0	0	0	0
Other intercompany receivables	0	0	0	0	0
Receivables from partners, members and participants in an association	0	0	0	0	0
Other receivables	0	0	0	0	0
Total Receivables	0	0	0	0	0

b) The ageing structure of receivables

The ageing structure of receivables is shown in the table below:

Current reporting period

Item	Within maturity	Overdue	Total Receivables
Non-current Receivables			
Trade receivables	0	0	0
Receivables from group companies	0	0	0
Other intercompany receivables	0	0	0
Receivables from partners, members and participants in an association	0	0	0
Other receivables	680 901	0	680 901
Total Non-current Receivables	680 901	0	680 901
Current Receivables			
Trade receivables	543 969	194 271	738 240
Receivables from group companies	474 153	2 500	476 653
Other intercompany receivables	2 283 844	414 781	2 698 625
Receivables from partners, members and participants in an association	0	0	0
Social security insurance	0	0	0
Tax assets and subsidies	49 852	0	49 852
Other receivables	26 972	0	26 972
Total Current Receivables	3 378 790	611 552	3 990 342

Immediately-preceding reporting period

Item	Within maturity	Overdue	Total Receivables
Non-current Receivables			
Trade receivables	0	0	0
Receivables from group companies	0	0	0
Other intercompany receivables	0	0	0
Receivables from partners, members and participants in an association	0	0	0
Other receivables – Deferred tax	654 865	0	654 865
Total Non-current Receivables	654 865	0	654 865
Current Receivables			
Trade receivables	17 165	320	17 485
Receivables from group companies	1 707 834	0	1 707 834
Other intercompany receivables	2 956 305	4 793	2 961 098
Receivables from partners, members and participants in an association	0	0	0
Social security insurance	0	0	0
Tax assets and subsidies	28 362	0	28 362
Other receivables	52 478	0	52 478
Total Current Receivables	4 762 144	5 113	4 767 257

Receivables	2022	2021
Total Non-current Receivables	680 901	654 865
Receivables with residual maturity of over 5 years	556 485	530 553
Receivables with residual maturity of between 1 year and 5 years	124 416	124 312
Total Current Receivables	3 990 342	4 767 257
Receivables with residual maturity of up to 1 year inclusive	3 378 790	4 762 144
Overdue receivables	611 552	5 113

c) Receivables secured by the right of lien or other security

Receivables are not secured by the right of lien and there is no restricted handling of receivables by the Company.

d) Deferred tax asset

See Section III, Note 2 Liabilities, section 2.7.

1.6. CURRENT FINANCIAL ASSETS (Financial accounts – Balance sheet line 066)**a) Breakdown of financial accounts**

As at 31 December 2022, the current financial assets are not subject to any restrictions.

Item	2022	2021
Cash on hand, stamps and vouchers	0	7 300
Current accounts in a bank or a branch of a foreign bank	638 578	6 799 034
Deposit accounts in a bank or a branch of a foreign bank – term deposits	0	0
Cash in transit	0	0
Total	638 578	6 806 334

1.7. ACCRUALS AND DEFERRALS (Balance sheet line 074)**a) Description of material items of accruals and deferrals**

Item	2022	2021
Non-current Deferred Expenses, of which:	75 291	40 203
Software maintenance	54 754	26 050
Hardware maintenance	20 383	13 877
Other	154	276
Current Deferred Expenses, of which:	568 959	431 640
Software maintenance	380 286	256 818
Hardware maintenance	43 717	48 365
Rent	109 101	105 904
Membership fee	0	192
Training	21 007	4 734
Marketing	2 433	4 292
Insurance	1 964	1 964
Other	10 451	9 371
Non-current Accrued Income, of which:	0	0
Current Accrued Income, of which:	444 491	540 111
Projects in progress as at 31 December	444 491	540 111
Total	1 088 741	1 011 954

2. EQUITY AND LIABILITIES

2.1. EQUITY (Balance sheet line 080)

The Company recognises changes in and presents the balance of the registered capital, capital funds, funds created from profit and profit/(loss) in compliance with legislation.

a) Description of registered capital

As at 31 December 2022, the subscribed registered capital amounts to EUR 539 465 (31 December 2021: EUR 539 465). The Company's registered capital comprises a monetary contribution of EUR 539 465 made by Raiffeisen Bank International AG.

The registered capital has been fully paid.

b) Description of legal reserve fund

Under the Commercial Code, the Company is obliged to create a legal reserve fund in the minimum amount of 5% from the net profit (annually) up to a maximum of 10% of the registered share capital.

No mandatory contribution to the legal reserve fund is required, as the legal reserve fund has already reached the maximum limit stipulated in legislation and the Memorandum of Association.

c) Other capital funds

In 2018 and 2019, the Company created a capital fund in the amount of EUR 2 705 000 and EUR 4 600 000, respectively. The financial contribution was provided by the parent company, Raiffeisen Bank International, to secure the provision of financial liquidity within bank sector entities as required by EU legislation, ie the European Single Resolution Mechanism.

d) Distribution of accounting profit / settlement of accounting loss for the previous reporting period

Distribution of Accounting Profit	2021
Accounting Profit	1 500 983
Distribution of Accounting Profit	2022
Allotment to the legal reserve fund	0
Allotment to statutory and other funds	0
Allotment to the social fund	0
Allotment to increase the registered capital	0
Settlement of a loss from previous years	0
Transfer to retained earnings from previous years	1 500 983
Distribution of share of profit to partners, members	0
Other	0
Total	1 500 983

e) Proposed distribution of accounting profit or settlement of accounting loss

A decision on the distribution of the 2022 profit will be made by the General Meeting. Company management will propose to the shareholders that the profit be transferred to Retained earnings of previous years.

f) Movements in equity

Movements in equity are presented in Section IX.

2.2. PROVISIONS FOR LIABILITIES (Balance Sheet Lines 118 and 136)**a) Description of individual provisions for liabilities as at 31 December 2022 and 31 December 2021**

Type of Provision	Current Reporting Period				
	Balance at 1 Jan 2022	Creation	Use	Cancellation	Balance at 31 Dec 2022
Long-term Provisions for Liabilities, of which:	117 212	0	0	0	117 212
<i>Legal long-term provisions for liabilities, of which:</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
<i>Other long-term provisions for liabilities, of which:</i>	<i>117 212</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>117 212</i>
Provision for business risks	117 212	0	0	0	117 212
Provision for bonuses	0	0	0	0	0
Short-term Provisions for Liabilities, of which:	2 959 837	2 863 822	2 479 936	306 978	3 036 745
<i>Legal short-term provisions for liabilities, of which:</i>	<i>260 937</i>	<i>298 664</i>	<i>260 937</i>	<i>0</i>	<i>298 664</i>
Provision for unused vacation days, including health and social insurance payments	260 937	298 664	260 937	0	298 664
<i>Other short-term provisions for liabilities, of which:</i>	<i>2 698 900</i>	<i>2 565 158</i>	<i>2 218 999</i>	<i>306 978</i>	<i>2 738 081</i>
Provisions for bonuses, health and social insurance payments and employee benefits	1 171 639	1 148 231	849 324	183 673	1 286 873
Provision for personnel services – RBI	42 007	139 679	11 883	0	169 803
Provision for audit, financial statements, CITR, economic advisory	33 307	28 010	36 107	0	25 210
Provision for IT services – Raiffeisen Informatik	377 187	418 678	364 551	12 636	418 678
Provision for IT consulting services	249 434	261 247	232 954	16 479	261 248
Provision for the VAT coefficient	163 681	150 765	146 445	13 079	154 922
Provision for IT services – other	258 016	16 054	227 756	30 218	16 096
Provision for software maintenance	302 528	300 103	269 868	32 660	300 103
Provision for other unbilled supplies	101 101	102 391	80 111	18 233	105 148

Type of Provision	Immediately-preceding Reporting Period				
	Balance at 1 Jan 2021	Creation	Use	Cancellation	Balance at 31 Dec 2021
Long-term Provisions for Liabilities, of which:	125 000	0	7 788	0	117 212
<i>Legal long-term provisions for liabilities, of which:</i>	0	0	0	0	0
<i>Other long-term provisions for liabilities, of which:</i>	125 000	0	7 788	0	117 212
Provision for business risks	125 000	0	7 788	0	117 212
Provision for bonuses	0	0	0	0	0
Short-term Provisions for Liabilities, of which:	2 115 428	2 746 537	1 587 132	314 996	2 959 837
<i>Legal short-term provisions for liabilities, of which:</i>	180 731	260 937	180 731	0	260 937
Provision for unused vacation days, including health and social insurance payments	180 731	260 937	180 731	0	260 937
<i>Other short-term provisions for liabilities, of which:</i>	1 934 697	2 485 600	1 406 401	314 996	2 698 900
Provisions for bonuses, health and social insurance payments and employee benefits	803 311	1 007 035	620 799	17 908	1 171 639
Provision for personnel services – RBI	90 542	0	18 759	29 776	42 007
Provision for audit, financial statements, CITR, economic advisory	28 200	33 307	27 758	442	33 307
Provision for IT services – Raiffeisen Informatik	558 354	377 187	363 457	194 897	377 187
Provision for IT consulting services	244 927	249 434	241 865	3 062	249 434
Provision for the VAT coefficient	126 565	157 885	84 729	36 040	163 681
Provision for IT services – other	33 015	258 016	26 439	6 576	258 016
Provision for software maintenance	0	302 528			302 528
Provision for other unbilled supplies	49 783	100 208	22 595	26 295	101 101

The provision for unused vacation days was created mathematically based on the product of unused vacation days and the employee's average daily salary. For the unused vacation days, a provision for health and social insurance payments was created according to the percentage of statutory insurance payments. This provision will be used in 2023. The provision for unbilled supplies was created based on expected costs for such services. The provisions for liabilities will be used in 2023.

The Company created no other provision for potential sanctions from third parties (eg tax administrator, business partner, etc) owing to the performance of its business activities as, based on the analysis of the current situation, it does not expect any sanctions from third parties, although this cannot be fully excluded given different interpretations of existing legal regulations.

2.3. LIABILITIES (Balance Sheet Lines 102 and 122)

a) Breakdown of payables by residual maturity

Current Reporting Period

Item	Within maturity	Overdue	Total Liabilities
Non-current Liabilities			
Trade payables	0	0	0
Payables to group companies	0	0	0
Other intercompany payables	0	0	0
Payables to partners, members and participants in an association	0	0	0
Other liabilities – social fund	1 607	0	1 607
Total Non-current Liabilities	1 607	0	1 607
Current Liabilities			
Trade payables	1 602 115	0	1 602 115
Payables to group companies	2 238 740	0	2 238 740
Other intercompany payables	259 471	657	260 128
Payables to employees	626	0	626
Social security insurance	1 580	0	1 580
Tax liabilities and subsidies	84 724	0	84 724
Other liabilities	0	0	0
Total Current Liabilities	4 187 256	657	4 187 913

Immediately-preceding Reporting Period

Item	Within maturity	Overdue	Total Liabilities
Non-current Liabilities			
Trade payables	0	0	0
Payables to group companies	0	0	0
Other intercompany payables	0	0	0
Payables to partners, members and participants in an association	0	0	0
Other liabilities – social fund	16 997	0	16 997
Total Non-current Liabilities	16 997	0	16 997
Current Liabilities			
Trade payables	858 094	124 505	982 599
Payables to group companies	2 490 793	20 819	2 511 612
Other intercompany payables	330 220	0	330 220
Payables to employees	432	0	432
Social security insurance	5 444	0	5 444
Tax liabilities and subsidies	269 958	0	269 958
Other liabilities	0	0	0
Total Current Liabilities	3 954 941	145 324	4 100 265

Liabilities	2022	2021
Total Non-current Liabilities	1 607	16 997
Liabilities with residual maturity of over 5 years	0	0
Liabilities with residual maturity of between 1 and 5 years	1 607	16 997
Total Current Liabilities	4 187 913	4 100 265
Liabilities with residual maturity of up to 1 year inclusive	4 187 256	3 954 941
Overdue liabilities	657	145 324

b) Payables secured by a lien or other form of security

Payables are not secured by a lien or other form of security.

c) Deferred tax liability

See Art. III in Part 2. Liabilities, section 2.7.

d) Creation and use of social fund

The creation and use of the social fund during the reporting period is shown in the following overview:

Item	2022	2021
Initial Balance	16 997	14 468
Creation of the social fund debited to costs	81 019	69 629
Creation of the social fund from profit	0	0
Other creations in the social fund	0	0
Total creation of the social fund	81 019	69 629
Drawing from the social fund	96 409	67 100
Closing Balance	1 607	16 997

Under the Social Fund Act, part of the social fund must be charged to costs and part may be allocated from profit. Under the Social Fund Act, the social fund is used to meet social, health, recreational and other needs of employees.

2.4. BANK LOANS, BORROWINGS AND REPAYABLE FINANCIAL ASSISTANCE (Balance sheet lines 121, 139 and 140)

a) Information on bank loans, borrowings and short-term financial assistance

Item	Currency	Interest p. a. (%)	Date of Maturity	Principal in the Relevant Currency for 2022	Principal in EUR for 2022	Principal in the Relevant Currency for 2021
Short-term Bank Loans						
Credit line of the VISA credit cards	EUR	19% p. a.	31.01.2026	4 081	4 081	2 240
Overdraft facility 563/2009	EUR	1M EURIBOR + 1% p. a.	Indefinite period	0	0	820 693
Revolving loan limit 853/2011	EUR	Refinancing rate + 1% – 2.25% (subject to the tranche and its maturity)	31.01.2025	0	0	600 000
Total				4 081	4 081	1 422 933

Tatra banka, a.s., is the creditor for all provided short-term bank loans and is also a related party of Regional Card Processing Centre, s.r.o.

The Company recognised a credit line from credit cards in the amount of EUR 4 081 as short-term, as its maturity was 21 days.

b) Collateralisation of Loans

On 27 April 2012, the Company concluded an agreement on the pledge over movable assets. Tatra banka, a.s. is the pledgee. The pledge agreement was concluded to secure overdraft facility No. 536/2009, as further amended, of up to EUR 3 500 000 and revolving loan No. 853/2011, as further amended, of up to EUR 2 000 000. The pledged assets are movable assets owned by the Company.

2.5. DEFERRED INCOME AND ACCRUED EXPENSES (Balance sheet line 141)

a) Description of significant accruals

Item	2022	2021
Non-current accrued expenses, of which:	0	0
Current accrued expenses, of which:	0	0
Non-current deferred income, of which:	5 887 938	3 739 458
Revenues from projects	5 887 938	3 739 458
Current deferred income, of which:	2 285 738	1 664 468
Revenues from projects	2 285 738	1 664 468
Total	8 173 676	5 403 926

2.6. ASSETS LEASED UNDER A FINANCE LEASE

The Company has no assets leased under a finance lease.

2.7. INCOME TAX**a) Relationship between current income tax and deferred income tax and profit/(loss) prior to taxation**

A reconciliation of theoretical income tax to the reported income tax is shown in the table below:

Item	2022			2021		
	Tax Base	Tax	Tax in %	Tax Base	Tax	Tax in %
Profit/loss prior to taxation, of which:	2 243 263	x	x	1 929 973	x	x
Theoretical tax	x	471 085	21%	x	405 294	21%
Tax non-deductible expenses	2 588 873	543 664	21%	2 264 196	475 481	21%
Revenues exempt from taxation and other deductible items	-2 196 018	-461 164	-21%	-1 639 729	-344 343	21%
Effect of an unrecognised deferred tax asset	0	0	0%	0	0	0%
Tax loss carried forward	0	0	0%	0	0	0%
Changes in the tax rate	0	0	0%	0	0	0%
Other	0	0	0%	0	1 452	0%
Total	2 636 118	553 585	21%	2 554 440	537 884	21%
Current income tax	x	553 585	25%	x	537 884	16%
Deferred income tax	x	-25 932	-1%	x	-108 895	6%
Total Income Tax	x	527 653	24%	x	428 989	22%

Since 1 January 2017, the income tax rate in the Slovak Republic is 21%.

b) Deferred Tax Asset or Liability

Item	2022	2021
Temporary differences between the carrying amount of assets and the tax base, of which:	-64 808	-40 288
– Tax-deductible	-17 313 919	-13 365 975
– Taxable	17 249 111	13 325 687
Temporary differences between the carrying amount of liabilities and the tax base, of which:	-2 585 120	-2 486 153
– Tax-deductible	-2 585 120	-2 486 153
– Taxable	0	0
Possibility of carrying forward tax loss	0	0
Possibility of transferring unclaimed tax deductions	0	0
Income tax rate (in %)	21	21
Deferred tax asset	556 485	530 553
Claimed tax asset	556 485	530 553
Recognised as a decrease in expenses	25 932	108 895
Recognised in equity	0	0
Deferred tax liability	0	0
Change in the deferred tax liability	0	0
Recognised as an expense	0	0
Recognised in equity	0	0
Other	0	0

2.8. DERIVATIVES**a) Material items of derivatives and effect of their remeasurement**

Not applicable.

b) Assets and liabilities hedged by derivatives

The Company records no assets or liabilities hedged by derivatives.

SECTION IV INFORMATION EXPLAINING AND SUPPLEMENTING INCOME STATEMENT ITEMS

1. REVENUES FROM THE SALE OF OWN WORK AND MERCHANDISE (Income statement lines 03, 04 and 05)

Revenues from the sale of own products, merchandise and services totalled EUR 29 245 290 for 2022 and EUR 25 671 999 for 2021. The breakdown thereof by major geographical segment and by major business segment is as follows:

Country of Sales	Slovakia		Abroad		Total	
	2022	2021	2022	2021	2022	2021
Core fees	5 203 549	5 341 993	17 113 374	14 039 810	22 316 923	19 381 803
One time fees	314 818	674 419	2 528 913	2 378 540	2 843 731	3 052 959
RaiOPS fees	360 540	360 540	456 132	415 080	816 672	775 620
Digital maintenance fees	245 830	264 339	2 934 534	2 147 645	3 180 364	2 411 984
Other – rental fees	36 000	0	30 000	27 500	66 000	27 500
Reinvoicing	0	533	21 600	21 600	21 600	22 133
Total	6 160 737	6 641 824	23 084 553	19 030 175	29 245 290	25 671 999

2. CHANGES IN INVENTORIES (Income statement line 06)

Not applicable.

3. SIGNIFICANT ITEMS OF REVENUES FROM THE CAPITALISATION OF COSTS (Income statement line 07)

Item	2022	2021
Material items from the capitalisation of costs, of which:	2 249 120	1 609 159
Non-current tangible assets generated internally	2 249 120	1 609 159

4. OTHER SIGNIFICANT ITEMS OF OPERATING REVENUES (Income statement lines 08 and 09)

Item	2022	2021
Other material items of operating revenues, of which:	232	15 996
Revenues from the sale of assets and raw materials	232	15 941
Insurance benefits from an insurance company	0	55

5. PERSONNEL EXPENSES (Income statement line 15)

Item	2022	2021
Personnel expenses, of which:	12 796 720	11 300 170
Wages and salaries	9 241 746	8 156 205
Other expenses for dependent activities	0	0
Health and social security insurance	3 188 735	2 831 620
Statutory social expenses	284 467	239 936
Social security	81 772	72 409

6. REVENUES FROM FINANCING ACTIVITIES (Income statement lines 30, 31, 35, 39, 42, 43 and 44)

Item	2022	2021
Revenues from financing activities, of which:	1 170	766
<i>Foreign exchange gains, of which:</i>	<i>0</i>	<i>481</i>
Foreign exchange gains as at the reporting date	0	0
<i>Other material items of revenues from financing activities, of which:</i>	<i>1 170</i>	<i>285</i>
Interest income	1 156	285
Other revenues from financing activities	14	0

7. SIGNIFICANT ITEMS OF COSTS OF SERVICES PROVIDED (Income statement line 14)

Item	2022	2021
Costs of services provided, of which:	11 372 188	9 651 684
IT operating costs	7 770 375	6 291 151
IT other services	2 008 732	2 141 254
Lease of office premises	524 354	443 308
HR services, personnel lease	163 792	147 525
RBI services	156 685	110 534
Training courses	147 862	95 714
Software up to EUR 2 400	124 685	98 104
Entertainment costs	94 017	28 014
Bookkeeping and payroll services	92 747	94 992
Master Card and Visa Europe fees	64 931	49 940
Procurement	38 101	0
Reinvoicing of RBI fees	21 600	21 600
Travel expenses	19 235	3 159
Legal services	18 177	8 410
Communication costs	17 991	14 044
Teambuilding + internal workshop	17 792	6 775
Marketing	17 609	13 684
Costs of auditing separate financial statements	16 538	13 800
Travel agency services	14 450	4 007
Lease of vehicles	9 934	9 770
Economic and tax advisory	6 075	25 664
Office services	3 825	7 848
Repairs and maintenance	2 671	4 345
Taxi	1 697	572
Accommodation	515	0
Other expenses	17 798	17 470

8. SIGNIFICANT ITEMS OF OTHER OPERATING EXPENSES (Income statement lines 20, 21, 24, 25 and 26)

Item	2022	2021
Other material items of operating expenses, of which:	4 802 978	4 156 781
Depreciation/amortisation of tangible and intangible assets	3 291 940	2 891 097
VAT without the entitlement to deduction	1 396 530	1 189 568
Insurance	41 712	42 646
Gifts	36 000	2 200
Membership fees	16 529	15 993
Provisions for receivables	7 962	0
Fines and penalties	1 677	655
Taxes and fees	1 142	2 860
Net book value of non-current tangible assets sold	0	2 900
Other operating expenses	9 486	8 862

9. FINANCE EXPENSES (Income statement lines 46, 47, 48, 49, 52, 53 and 54)

Item	2022	2021
Finance costs, of which:	31 463	50 302
<i>Foreign exchange losses, of which:</i>	<i>4 337</i>	<i>4 540</i>
Foreign exchange losses as at the reporting date	0	0
<i>Other material items of finance costs, of which:</i>	<i>27 126</i>	<i>45 762</i>
Interest expense	9 563	25 967
Other finance costs	17 563	19 795

10. COSTS OF THE AUDITOR AND AUDIT FIRM

Item	2022	2021
Costs of the auditor, audit firm, of which:	16 538	13 800
Costs of auditing financial statements	16 538	13 800
Other non-audit services	0	0

11. NET TURNOVER (Income statement line 01)

Item	2022	2021
Revenues from the sale of own products	0	0
Revenues from the sale of services	29 245 290	25 671 999
Revenues from the sale of merchandise	0	0
Revenues from construction contracts	0	0
Revenues from the sale of non-current assets	0	0
Other revenues related to ordinary activities	0	0
Total Net Turnover	29 245 290	25 671 999

12. EXPENSES AND REVENUES OF EXTRAORDINARY SCOPE OR OCCURRENCE

Not applicable.

SECTION V OTHER ASSETS AND OTHER LIABILITIES

1. CONTINGENT ASSETS AND CONTINGENT LIABILITIES**Contingent liabilities**

Given that many areas of Slovak tax law have not yet been sufficiently verified in practice, there is uncertainty as to their application by the tax authorities. The level of such uncertainty cannot be quantified and will be eliminated once the legal precedents, or the official interpretations of the relevant authorities, are available. Company management is not aware of any circumstances due to which it could incur significant costs in the future.

Leased assets

As at 31 December 2022, the Company leased non-residential premises with an area of 1 953.68 m² from third parties. The rent for the entire leased object was set at EUR 86 749.14, excl. VAT for each quarter adjusted annually by indexation. The lease term is until 31 August 2026. The lease period is automatically extended by 5 years, unless one of the parties delivers 12 months before the expiry of the lease term written notice that it has no interest in extending the lease.

The Company also entered into a lease agreement with effect from 1 May 2022, under which it leased non-residential premises with an area of 48.24 m² from related parties as at 31 December 2022. The rent for the entire leased premises totalled EUR 1 480 per month, excl. VAT. The lease term is until 31 December 2023 and is automatically extended by 1 year, unless one of the parties gives written notice 3 months before the expiry of the lease term that it has no interest in extending the lease.

The Company leases furniture from third parties. The framework lease agreement dated 2 July 2018 sets out the basic terms of the lease. Individual lease agreements stipulate an initial lease period of 36 months. The Company entered into 9 individual lease contracts and the first contract started on 1 October 2018. As at 31 December 2022, the aggregate monthly lease payment for the 9 individual lease contracts amounts to EUR 1 741.95 excl. VAT. The initial lease term under the last individual contract No. 9 is the period from 1 June 2022 to 31 May 2025. The lessor also agreed the insurance of

fixtures and fittings and the lessee is obliged to pay the insurance premium. The agreed monthly insurance premium rate is 0.54% of the total price of fixtures and fittings.

On 24 July 2020, the Company signed a Framework Agreement on the Lease of Vehicles. On 29 July 2020, the Company signed a lease agreement on a Volkswagen Tiguan Allspace. The monthly lease payment is EUR 803.78 excl. VAT.

2. OTHER FINANCIAL OBLIGATIONS

During the reporting period, the Company had no material items of other financial obligations which were not recognised in the financial statements.

3. OFF-BALANCE SHEET ACCOUNTS

The Company did not record assets or liabilities on off-balance sheet accounts.

Item	2022	2021
Payables from the acquisition of assets	618 432	472 135
Acquisition of assets – SW solutions	222 687	141 312
Anticipated costs – SW solutions and maintenance	395 745	330 823

SECTION VI EVENTS THAT OCCURRED AFTER THE REPORTING DATE

The Company is not aware of any events that occurred after the reporting date which would significantly change the results of the 2022 financial statements, or which would significantly affect the Company's operations in the following reporting periods.

SECTION VII COMPANY'S ECONOMIC RELATIONSHIPS WITH RELATED PARTIES, AND INCOME AND BENEFITS OF MEMBERS OF THE STATUTORY, SUPERVISORY AND OTHER BODIES OF THE COMPANY

1. ECONOMIC RELATIONSHIPS WITH RELATED PARTIES

a) Overview of performed transactions

The Company's related parties include the Group members and their statutory bodies, directors and executive directors. The ultimate controlling entity is Raiffeisen Bank International AG.

Transactions with the parent company

The Company carried out the following transactions with the parent company:

Item	Transaction Value	
	2022	2021
Services	4 136 850	3 700 340
Total Revenues	4 136 850	3 700 340

Item	Transaction Value	
	2022	2021
Services	363 685	417 643
Total Expenses	363 685	417 643

Assets and liabilities related to transactions with the parent company are shown in the table below:

Item	2022	2021
Inventories	0	0
Trade receivables	476 653	1 707 834
Total Assets	476 653	1 707 834

Item	2022	2021
Received borrowings	0	0
Trade payables	2 238 740	2 511 612
Total Liabilities	2 238 740	2 511 612

Transactions with other related parties

The Company made the following transactions with other related parties:

Item	Transaction Value	
	2022	2021
Services	23 130 774	21 971 126
Total Revenues	23 130 774	21 971 126

Item	Transaction Value	
	2022	2021
Services	4 908 071	3 703 528
Benefits	16 803	31 292
Bank interest	9 546	25 967
Insurance	19 813	23 444
Bank fees	10 056	11 608
Raw materials/utilities	459	0
Other	0	0
Total Expenses	4 964 748	3 795 839

Assets and liabilities related to transactions with other related parties are shown in the table below:

Item	2022	2021
Inventories	0	0
Trade receivables	2 698 625	2 961 098
Total Assets	2 698 625	2 961 098

Item	2022	2021
Received borrowings	4 081	1 422 933
Trade payables	260 128	330 220
Total Liabilities	264 209	1 753 153

2. INCOME AND BENEFITS OF MEMBERS OF THE STATUTORY, SUPERVISORY AND OTHER BODIES OF THE COMPANY

Key management personnel are persons having authority and responsibility for planning, directing, and controlling the activities of the Company, directly or indirectly, including any executive director or other director of the Company. The average number of key management personnel was 8 in 2022 and 2021.

Except for wages and salaries, no member of the statutory body received any other income or benefits from the Company.

SECTION VIII OTHER INFORMATION

The Company has not been granted the exclusive right or special right to provide services in the public interest.

Article 23d (6) of the Act on Accounting does not apply to the Company.

SECTION IX OVERVIEW OF MOVEMENTS IN EQUITY

An overview of movements in equity during the reporting period is given below:

Item a	Current Reporting Period				
	1 Jan 2022 b	Additions c	Disposals d	Transfers e	31 Dec 2022 f
Registered capital	539 465	0	0	0	539 465
Change in registered capital	0	0	0	0	0
Amounts receivable for subscribed capital	0	0	0	0	0
Share premium	0	0	0	0	0
Legal reserve funds	53 946	0	0	0	53 946
Other capital funds	7 305 000	0	0	0	7 305 000
Revaluation reserve from the revaluation of assets and liabilities	0	0	0	0	0
Revaluation reserve from capital contributions	0	0	0	0	0
Revaluation reserve from fusions, mergers and separations	0	0	0	0	0
Other funds created from profit	0	0	0	0	0
Retained earnings of previous years	9 957 460	0	0	1 500 983	11 458 443
Accumulated loss from previous years	0	0	0	0	0
Profit/loss for the current period	1 500 983	1 715 610	0	-1 500 983	1 715 610
Other equity items	0	0	0	0	0
Account 491 – Sole proprietor's equity	0	0	0	0	0
Total	19 356 854	1 715 610	0	0	21 072 464

The Company decided to transfer the accounting profit for 2021 to Retained earnings of previous years based on a decision of the Company's General Meeting.

An overview of the movements in equity for the preceding reporting period is shown below:

Item a	Immediately-preceding Reporting Period				
	1 Jan 2021 b	Additions c	Disposals d	Transfers e	31 December 2021 f
Registered capital	539 465	0	0	0	539 465
Change in registered capital	0	0	0	0	0
Amounts receivable for subscribed capital	0	0	0	0	0
Share premium	0	0	0	0	0
Legal reserve funds	53 946	0	0	0	53 946
Other capital funds	7 305 000	0	0	0	7 305 000
Revaluation reserve from the revaluation of assets and liabilities	0	0	0	0	0
Revaluation reserve from capital contributions	0	0	0	0	0
Revaluation reserve from fusions, mergers and separations	0	0	0	0	0
Other funds created from profit	0	0	0	0	0
Retained earnings of previous years	8 638 874	0	0	1 318 586	9 957 460
Accumulated loss from previous years	0	0	0	0	0
Profit/loss for the current period	1 318 586	1 500 983	0	-1 318 586	1 500 983
Other equity items	0	0	0	0	0
Account 491 – Sole proprietor's equity	0	0	0	0	0
Total	17 855 871	1 500 983	0	0	19 356 854

SECTION X CASH FLOW STATEMENT

The Company prepared the cash flow statement using the indirect method. Using this method, profit/loss from ordinary activities before income tax is adjusted for the effects of non-cash items related to the Company's operating activities. Cash flows from investing and financing activities are recognised using the direct method.

Item	2022	2021
Profit/(loss) before tax	2 243 263	1 929 974
<i>Adjustments for non-cash transactions:</i>		
Depreciation/amortisation of non-current assets	3 291 940	2 891 097
Change in the provision for receivables	7 962	0
Change in provisions for liabilities	76 908	836 621
Change in expense and revenue accruals	2 692 963	2 066 731
Interest expense (net)	8 407	25 682
Loss/(profit) from the sale of non-current assets	0	-12 817
Profit from operations prior to the change in working capital	8 321 443	7 737 288
<i>Change in working capital:</i>		
Decrease (increase) in trade receivables, accruals and deferrals	777 966	-1 842 021
Decrease (increase) in inventories	2 832	-2 944
(Decrease) increase in payables, accruals and deferrals	257 577	-281 409
Cash flows from operations	9 359 818	5 610 914
Cash flows from operating activities		
Cash flows from operations	9 359 818	5 610 914
Interest paid	-9 680	-21 284
Interest received	0	381
Income tax paid	-738 787	-149 427
Net cash flows from operating activities	8 611 351	5 440 584
Cash flows from investing activities		
Purchase of non-current intangible assets	-6 459 770	-5 733 998
Purchase of non-current tangible assets	-100 485	-633 391
Revenues from the sale of non-current assets	0	15 717
Long-term bank accounts/term deposits	-6 800 000	0
Net cash flows from investing activities	-13 360 255	-6 351 672
Cash flows from financing activities		
Income from/repayment of loans and borrowings from banks	-1 418 852	916 325
Net cash flows from financing activities	-1 418 852	916 325
Foreign exchange rate differences from cash and cash equivalents	0	0
Increase (decrease) in cash and cash equivalents	-6 167 756	5 237
Cash and cash equivalents at the beginning of the year	6 806 334	6 801 097
Cash and cash equivalents at the end of the year	638 578	6 806 334



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