



Credit Corp Group

Credit Corp Group Limited ABN 33 092 697 151

Appendix 4D and Consolidated Interim Financial Statements

For the period ended 31 December 2020

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These interim financial statements do not include all the notes of the type normally included in the annual financial statements. Accordingly, these statements are to be read in conjunction with the annual financial statements for the year ended 30 June 2020 and any public announcements made by Credit Corp Group Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

APPENDIX 4D INTERIM REPORT

For the half-year ended 31 December 2020

1. DETAILS OF THE REPORTING PERIOD AND THE PRIOR CORRESPONDING PERIOD

Current period: 1 July 2020 to 31 December 2020

Prior corresponding period: 1 July 2019 to 31 December 2019

2. RESULTS FOR ANNOUNCEMENT TO THE MARKET

Key information	31 Dec 2020 \$'000	31 Dec 2019 \$'000	Change %
2.1 Revenue	187,994	190,945	(2%)
2.2 Profit from ordinary activities after tax to members	42,277	38,616	10%
2.3 Profit for the period attributable to members	42,277	38,616	10%

2.4 Dividends per ordinary share	Cents per share	Franked amount per share
2020 Final dividend	—	N/A
2021 Interim dividend (declared, not yet provided at 31 December 2020)	36.0	100%

The Board did not declare a final dividend in respect of FY2020.

2.5 Dividends per ordinary share	Record date
2020 Final dividend	N/A
2021 Interim dividend	2 Mar 2021

2.6 Commentary:

Please refer to the H1 of 2021 Media Release and the Interim Financial Statements for the half-year ended 31 December 2020 for further explanations of the figures presented at 2.1 – 2.4 above.

3. NET TANGIBLE ASSETS PER ORDINARY SHARE

Security	31 Dec 2020 Cents	31 Dec 2019 Cents
Ordinary shares	944.3	877.4

4. CONTROL GAINED OR LOST OVER ENTITIES DURING THE PERIOD, FOR THOSE HAVING MATERIAL EFFECT

No entities were acquired or disposed of during the period which have material effect.

5. DIVIDEND PAYMENTS

Ordinary share capital	Cents per share	Total \$'000	Franked/ unfranked	Payment date
2020 Interim dividend	36.0	19,758	Franked	13 Mar 2020
2020 Final dividend	—	—	N/A	N/A
Total		19,758		
2019 Interim dividend	36.0	17,302	Franked	15 Mar 2019
2019 Final dividend	36.0	19,757	Franked	30 Aug 2019
Total		37,059		

After 31 December 2020 the following dividends were proposed by the directors. The dividends have not been provided for and there are no income tax consequences.

2021 Interim dividend	36.0	24,234	Franked	12 Mar 2021
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6. DIVIDEND OR DISTRIBUTION REINVESTMENT PLAN DETAILS

The Dividend Reinvestment Plan (DRP) of Credit Corp Group Limited (the Group) will not apply to the interim dividend.

7. INVESTMENTS IN ASSOCIATES AND JOINT VENTURES

No investments in associates and joint ventures are held by the Group.

8. ACCOUNTING STANDARDS USED BY FOREIGN ENTITIES

Not applicable as the Group is not a foreign entity.

9. AUDIT DISPUTE OR QUALIFICATION

The interim financial statements for the period ended 31 December 2020 have been subject to review and are not subject to dispute or qualification.

DIRECTORS' REPORT

The directors submit the financial statements of Credit Corp Group Limited and controlled entities (the Group) for the half-year ended 31 December 2020. Credit Corp Group Limited (the Company) is the parent entity of the Group.

DIRECTORS

The names of the Company's directors who held office during the reporting period and until the date of this report are:

Mr Donald McLay	Chairman (Non-Executive)
Mr Eric Dodd	Director (Non-Executive)
Ms Leslie Martin	Director (Non-Executive)
Mr John Nesbitt	Director (Non-Executive)
Mr Richard Thomas	Director (Non-Executive)
Ms Trudy Vonhoff	Director (Non-Executive)

PRINCIPAL ACTIVITIES

The principal activities of the Group during the half-year period were debt purchase and collection as well as consumer lending.

REVIEW OF OPERATIONS

OVERVIEW

The directors of the Company report a net profit after tax (NPAT) for the Group of \$42.3 million for the first half of the 2021 financial year (FY2021) representing an increase of 10 per cent over the prior corresponding period (pcp) of the half-year ended 31 December 2019.

Highlights of the strong performance were as follows:

- Strong US purchased debt ledger (PDL) segment result with NPAT more than doubling to \$8.0 million.
- Record half-year PDL investment driven by the Collection House purchase.
- Strong recovery in consumer lending volume over the December quarter.
- Upgraded full-year outlook.

OUTLOOK

Favourable operational performance has produced a strong start to FY2021 and this is expected to continue over the balance of the year. While ongoing investment will likely remain subdued, the one-off acquisition of the Collection House book will drive collections and NPAT ahead of any recovery in purchasing conditions. The Company remains debt-free, with almost \$400 million in net cash and undrawn credit lines, putting it in a strong position to seize further one-off opportunities and grow investment across all segments as market conditions allow.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration, as required under section 307C of the *Corporations Act 2001*, is set out on page 5.

This report is made in accordance with a resolution of the Board of Directors.



DONALD MCLAY
Chairman

Date: 2 February 2021



JOHN NESBITT
Non-Executive Director

Date: 2 February 2021

HALL CHADWICK  (NSW)

CREDIT CORP GROUP LIMITED
ABN 33 092 697 151
AND CONTROLLED ENTITIES

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF CREDIT CORP GROUP LIMITED**

SYDNEY

Level 40
2 Park Street
Sydney NSW 2000
Australia
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In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Credit Corp Group Limited. As the lead audit partner for the review of the financial report of Credit Corp Group Limited for the half-year ended 31 December 2020, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Hall Chadwick

HALL CHADWICK (NSW)
Level 40, 2 Park Street
Sydney NSW 2000

S. Kumar

SANDEEP KUMAR
Partner
Date: 2 February 2021

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CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the half-year ended 31 December 2020

	Note	31 Dec 2020 \$'000	31 Dec 2019 \$'000
Revenue	3	187,994	190,945
Finance costs		(2,650)	(4,923)
Employee benefits expense		(70,643)	(71,940)
Depreciation and amortisation expense		(5,575)	(4,534)
Office facility expenses		(9,489)	(9,312)
Collection expenses		(15,107)	(13,474)
Consumer loan loss provision expense		(15,721)	(21,761)
Marketing expenses		(4,741)	(7,123)
Other expenses		(3,566)	(2,723)
Profit before income tax expense		60,502	55,155
Income tax expense	4	(18,225)	(16,539)
Profit after income tax expense		42,277	38,616
Other comprehensive income for the period, net of income tax		—	—
Total comprehensive income for the period		42,277	38,616
EARNINGS PER SHARE FOR PROFIT ATTRIBUTABLE TO OWNERS OF THE GROUP			
Basic earnings per share (cents per share)		62.8	70.3
Diluted earnings per share (cents per share)		62.3	69.6

The above financial statements should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2020

	31 Dec 2020 \$'000	30 Jun 2020 \$'000
CURRENT ASSETS		
Cash and cash equivalents	49,439	48,660
Trade and other receivables	19,282	6,433
Consumer loans receivables	87,919	99,748
Purchased debt ledgers	205,090	168,356
Finance lease receivables	753	170
Tax receivable	—	4,254
Other assets	5,417	3,508
Total current assets	367,900	331,129
NON-CURRENT ASSETS		
Consumer loans receivables	35,192	37,559
Purchased debt ledgers	280,299	254,264
Plant and equipment	5,504	6,605
Right-of-use assets	25,831	27,782
Finance lease receivables	652	234
Deferred tax assets	64,440	64,277
Intangible assets	800	800
Total non-current assets	412,718	391,521
Total assets	780,618	722,650
CURRENT LIABILITIES		
Trade and other payables	37,598	27,972
Tax payable	8,489	—
Lease liabilities	7,443	7,640
Provisions	19,544	30,916
Total current liabilities	73,074	66,528
NON-CURRENT LIABILITIES		
Borrowings	33,284	22,420
Deferred tax liabilities	9,328	8,723
Lease liabilities	21,359	21,996
Provisions	7,086	8,773
Total non-current liabilities	71,057	61,912
Total liabilities	144,131	128,440
Net assets	636,487	594,210
EQUITY		
Issued capital	346,738	346,738
Reserves	16,019	16,019
Retained earnings	273,730	231,453
Total equity	636,487	594,210

The above financial statements should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the half-year ended 31 December 2020

	Note	Issued capital \$'000	Reserves \$'000	Retained earnings \$'000	Total equity \$'000
Balance at 1 July 2020		346,738	16,019	231,453	594,210
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD					
Profit for the period		—	—	42,277	42,277
Total comprehensive income for the period		—	—	42,277	42,277
TRANSACTIONS WITH OWNERS IN THEIR CAPACITY AS OWNERS					
Shares issued net of transaction costs and tax		—	—	—	—
Performance rights issued net of transaction costs and tax		—	—	—	—
Dividends paid or provided for	5	—	—	—	—
Total transactions with owners in their capacity as owners		—	—	—	—
Balance at 31 December 2020		346,738	16,019	273,730	636,487
Balance at 1 July 2019		193,700	13,340	256,562	463,602
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD					
Profit for the period		—	—	38,616	38,616
Adjustment on adoption of AASB 16 <i>Leases</i>		—	—	(1,049)	(1,049)
Total comprehensive income for the period		—	—	37,567	37,567
TRANSACTIONS WITH OWNERS IN THEIR CAPACITY AS OWNERS					
Performance rights issued net of transaction costs and tax		—	1,250	—	1,250
Dividends paid or provided for	5	—	—	(19,757)	(19,757)
Total transactions with owners in their capacity as owners		—	1,250	(19,757)	(18,507)
Balance at 31 December 2019		193,700	14,590	274,372	482,662

The above financial statements should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS

for the half-year ended 31 December 2020

	Note	31 Dec 2020 \$'000	31 Dec 2019 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers and debtors		302,055	301,892
Payments to suppliers and employees		(103,700)	(115,028)
Interest received on bank deposits		119	59
Interest paid – other		(1,762)	(4,237)
Interest paid – leases		(468)	(343)
Income tax paid		(5,125)	(27,378)
Cash flows from operating activities before changes in operating assets		191,119	154,965
Changes in operating assets arising from cash flow movements			
Net repayment / (funding) of consumer loans		(125)	(39,306)
Acquisition of purchased debt ledgers		(197,825)	(119,562)
Changes in operating assets arising from cash flow movements		(197,950)	(158,868)
Net cash provided by / (used in) operating activities		(6,831)	(3,903)
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of plant and equipment		(412)	(1,126)
Payment for acquisition of subsidiary, net of cash acquired		—	(60,022)
Net cash used in investing activities		(412)	(61,148)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		30,000	127,982
Repayment of borrowings		(19,034)	(43,420)
Principal portion of lease payments		(2,944)	(3,265)
Dividends paid	5	—	(19,757)
Net cash (used in) / provided by financing activities		8,022	61,540
Net increase / (decrease) in cash and cash equivalents		779	(3,511)
Cash and cash equivalents at 1 July		48,660	22,709
Cash and cash equivalents at 31 December		49,439	19,198

The above financial statements should be read in conjunction with the accompanying notes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

These interim financial statements include the consolidated financial statements and notes of Credit Corp Group Limited and its subsidiaries (the Group) for the six months ended 31 December 2020.

Credit Corp Group Limited (the Company) is incorporated in Australia. The address of its registered office and principal place of business is Level 15, 201 Kent Street, Sydney NSW 2000.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A) BASIS OF PREPARATION

a) Statement of compliance

These general purpose interim financial statements for the half-year reporting period ended 31 December 2020 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134 *Interim Financial Reporting*. Compliance with AASB 134 *Interim Financial Reporting* ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of the Group. As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2020, together with any public announcements made by the Group during the half-year reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

These interim financial statements were authorised for issue on 2 February 2021.

b) Rounding of amounts

The Group is of a kind referred to in ASIC Legislative Instrument 2016/191 relating to the 'rounding off' of amounts in the financial report. Amounts in the financial report have been rounded off in accordance with the instrument to the nearest thousand dollars, unless otherwise indicated.

c) Use of estimates and judgements

In the application of the Group's accounting policies, the directors of the Group are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors considered to be relevant. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Group. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 30 June 2020.

B) SIGNIFICANT ACCOUNTING POLICIES

The Group has considered the implications of new or amended Accounting Standards and has determined that their application to the financial statements are either not relevant or not material.

NOTE 2: OPERATING SEGMENTS

A) FINANCIAL REPORTING BY SEGMENTS

An operating segment is a component of an entity that engages in business activities from which it may earn revenue and / or incur expenses. The Group has identified its operating segments based on the internal reports that are reviewed and used by the chief operating decision maker, the Chief Executive Officer (CEO), to make strategic decisions. The Group has three main operating segments: debt ledger purchasing (Australia and New Zealand), debt ledger purchasing (United States) and consumer lending (Australia and New Zealand).

The reportable segments are as follows:

Debt ledger purchasing – Australia and New Zealand

This business acquires consumer debts at a discount to their face value from credit providers in Australia and New Zealand, with the objective of recovering amounts in excess of the purchase price over the collection life cycle of the receivables to produce a return. This segment also includes a contingent collection services business in Australia and New Zealand.

Debt ledger purchasing – United States

This business purchases consumer debts at a discount to their face value from credit providers in the United States, with the objective of recovering amounts in excess of the purchase price over the collection life cycle of the receivables to produce a return.

Consumer lending – Australia and New Zealand

This business offers various market-leading sustainable financial products to credit-impaired consumers.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2: OPERATING SEGMENTS CONTINUED

Following is the information provided to the CEO as the chief operating decision maker as defined in AASB 8 *Operating Segments*:

	Debt ledger purchasing: Australia and New Zealand \$'000	Debt ledger purchasing: United States \$'000	Consumer lending: Australia and New Zealand \$'000	Total for continuing operations \$'000
PERIOD ENDED 31 DECEMBER 2020				
Segment revenue				
External revenue	113,263	37,325	37,406	187,994
Segment result				
Segment profit	47,413	11,717	9,597	68,727
Finance costs				(2,650)
Depreciation and amortisation				(5,575)
Profit before income tax expense				60,502
Income tax expense				(18,225)
Profit after income tax expense				42,277
HALF-YEAR ENDED 31 DECEMBER 2019				
Segment revenue				
External revenue	112,784	27,988	50,173	190,945
Segment result				
Segment profit	46,231	4,714	13,667	64,612
Finance costs				(4,923)
Depreciation and amortisation				(4,534)
Profit before income tax expense				55,155
Income tax expense				(16,539)
Profit after income tax expense				38,616

B) GEOGRAPHIC SEGMENTS

The Group predominantly operates in two geographic segments: Australia and the United States.

NOTE 3: REVENUE

	31 Dec 2020 \$'000	31 Dec 2019 \$'000
Purchased debt ledger interest revenue	135,478	127,955
Interest and fee revenue from consumer lending	37,406	50,108
Other interest received	119	59
Other income	14,991	12,823
Total	187,994	190,945

NOTE 4: INCOME TAX EXPENSE

The Group operates in the tax jurisdictions of Australia, New Zealand and the United States.

The major components of income tax expense in the interim income statement at the end of the period are:

	31 Dec 2020 \$'000	31 Dec 2019 \$'000
Income tax expense		
Current income tax expense	(18,216)	(17,346)
Deferred income tax expense	11	751
Over provision / (under provision) in respect of prior years	(20)	56
Total	(18,225)	(16,539)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 5: DIVIDENDS PAID AND PROPOSED

	Cents per share	Total amount \$'000	Franked/unfranked	Date of payment
Period ended 31 December 2020				
The Group did not declare a final dividend in respect of FY2020				
Half-year ended 31 December 2019				
Final 2019 ordinary	36.0	19,757	Franked	30 Aug 2019
Franked dividends declared or paid during the period were franked at the tax rate of 30 per cent.				
After 31 December 2020 the following dividends were proposed by the directors. The dividends have not been provided for and there are no income tax consequences.				
	Cents per share	Total amount \$'000	Franked/unfranked	Date of payment
Interim 2021 ordinary	36.0	24,234	Franked	12 Mar 2021

NOTE 6: ISSUANCES, REPURCHASES AND REPAYMENTS OF EQUITY SECURITIES

	31 Dec 2020 \$'000	30 Jun 2020 \$'000
Balance at 1 July	67,316	54,918
Shares issued during the half-year		
– Institutional Placement	—	9,600
– Share Purchase Plan	—	2,798
Closing balance	67,316	67,316

NOTE 7: SIGNIFICANT BUSINESS TRANSACTION

On 31 December 2020, the Group acquired the Australian purchased debt ledger (PDL) book of ASX listed Collection House Group Limited (Collection House; ASX:CLH).

NOTE 8: CONTINGENT LIABILITIES

The Group had contingent liabilities in respect of:

	31 Dec 2020 \$'000	30 Jun 2020 \$'000
US collections agency licensure bonds ¹	1,959	2,111
Collection House out-performance participation (maximum amount payable) ²	15,000	—
Total	16,959	2,111

1. Licensure bonds are bonds issued in the normal course of business to the State Board of Collection Agencies in the United States to guarantee collected funds are remitted to clients under contracts.

2. On 24 December 2020, Credit Corp entered into a binding agreement with Collection House to acquire their Australian PDL book. Under the terms of the transaction, Collection House is eligible to receive a proportion of cumulative collections, up to a maximum of \$15 million, over an eight-year period, if the acquired assets produce returns well in excess of, the Group's hurdle investment return.

NOTE 9: EVENTS SUBSEQUENT TO REPORTING DATE

In the interval between the half-year ended 31 December 2020 and the date of this report, there has not been any item, transaction or event of a material and unusual nature that is likely, in the opinion of the directors of the Company, to significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

NOTE 10: FAIR VALUE MEASUREMENT

The fair value of the PDLs is materially the same as the carrying value measured under amortised cost using the credit-adjusted effective interest rate, as the risk-adjusted discount rate used in applying fair value would be similar to the credit-adjusted effective interest rate used in amortised cost measurement.

The carrying amounts of cash and cash equivalents, trade and other receivables, consumer loans and trade and other payables approximate their fair values.

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Credit Corp Group Limited, the directors of the Company declare that:

- A. The financial statements and notes, as set out on pages 6 to 12 are in accordance with the *Corporations Act 2001*, including:
 - a) Giving a true and fair view of the Group's financial position as at 31 December 2020 and of its performance for the half-year period ended on that date; and
 - b) Complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting*.
- B. In the directors' opinion, there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.
- C. The directors have been given the declaration required by section 295 of the *Corporations Act 2001* from the Chief Executive Officer and Chief Financial Officer for the period ended 31 December 2020.



DONALD McLAY
Chairman

Date: 2 February 2021



JOHN NESBITT
Non-Executive Director

Date: 2 February 2021

**CREDIT CORP GROUP LIMITED
ABN 33 092 697 151
AND CONTROLLED ENTITIES**

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
CREDIT CORP GROUP LIMITED**

SYDNEY

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Sydney NSW 2000
Australia
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Report on the Half-year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Credit Corp Group Limited, which comprises the consolidated statement of financial position as at 31 December 2020, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, notes to the financial statements including a summary of significant accounting policies, other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Credit Corp Group Limited does not comply with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of Credit Corp Group Limited's financial position as at 31 December 2020 and of its performance for the half-year ended on that date; and
- (ii) complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the Auditor's Responsibilities section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company.

Directors' Responsibility for the Half-Year Financial Report

The directors of Credit Corp Group Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Company's financial position as at 31 December 2020 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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HALL CHADWICK  (NSW)

CREDIT CORP GROUP LIMITED
ABN 33 092 697 151
AND CONTROLLED ENTITIES

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
CREDIT CORP GROUP LIMITED**

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Hall Chadwick

HALL CHADWICK (NSW)
Level 40, 2 Park Street
Sydney NSW 2000

S. Kumar

SANDEEP KUMAR

Partner

Dated: 2 February 2021

HISTORICAL ANALYSIS OF PERFORMANCE

	31 Dec 2020 \$'000	31 Dec 2019 \$'000
INCOME AND PROFIT		
Purchased debt ledger collections	249,638	236,415
Less: Purchased debt ledger amortisation	(114,160)	(108,460)
Interest revenue from purchased debt ledgers	135,478	127,955
Interest and fee income from consumer lending	37,406	50,108
Other revenue	15,110	12,882
Total revenue	187,994	190,945
Net Profit after income tax	42,277	38,616
FINANCIAL POSITION		
Current assets	367,900	327,756
Non-current assets, excluding intangible assets	411,918	475,120
Intangible assets	800	800
Total assets	780,618	803,676
Current liabilities	73,074	49,361
Non-current liabilities	71,057	271,653
Total liabilities	144,131	321,014
Net assets	636,487	482,662
Borrowings	33,284	224,988
Shares on issue	67,316	54,918
CASH FLOWS		
From operating activities	(6,831)	(3,903)
From investing activities	(412)	(61,148)
From financing activities	8,022	61,540
Net increase / (decrease) in cash	779	(3,511)
KEY STATISTICS		
Earnings per share		
– Basic (cents)	62.8	70.3
– Diluted (cents)	62.3	69.6
Dividends per share (cents)	—	36.0
NPAT / revenue	22%	20%
NTA backing per share (cents)	944.3	877.4

CORPORATE DIRECTORY

CREDIT CORP GROUP LIMITED

ABN 33 092 697 151

The shares of Credit Corp Group Limited are listed on the Australian Securities Exchange under the trade symbol CCP, with Sydney being the home exchange.

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