

The information contained within this announcement is deemed by the Company to constitute inside information as stipulated under the Market Abuse Regulations (EU) No. 596/2014 ("MAR"). With the publication of this announcement via a Regulatory Information Service, this inside information is now considered to be in the public domain.

**16 July 2020**

## **AnaCap Financial Europe S.A. SICAV-RAIF to report materially stronger collections for Q2 than anticipated**

AnaCap Financial Europe S.A. SICAV-RAIF (the "Company" or "AFE") hereby provides an update to bondholders against the background of its Q1 results announcement.

AFE's preliminary Q2 results are expected to be substantially above the outlook provided with the Q1 results in May, following much higher than expected collections in Q2 versus the prudent reforecast performed in mid-April due to the expected impact of COVID-19.

### **Q2 Collections Performance**

Attributable Gross Collections for the quarter ending 30 June 2020 were ~249% of the Q1 reforecast at c.€23.1m (2019: €28.3m), with strong out-performance in each month of the quarter as Italy, Spain and Portugal all exceeded targets.

The overperformance was a result of much more effective remote working than expected and a significant acceleration in the distribution of cash from foreclosure and bankruptcy procedures in Portugal and Italy through a targeted campaign to drive final settlements and cash releases from judges and administrators via remote hearings. The residential property market in Portugal was also considerably more active than anticipated. A summary of collections performance against the year-end forecast, the Q1 reforecast and the 2019 actuals is shown below:

<b>Attributable Gross Collections</b>	<b>Quarter ended 31 March 2020</b>	<b>Quarter ended 30 June 2020</b>	<b>H1 2020</b>
<b>Actuals</b>	<b>€20.2m</b>	<b>€23.1m</b>	<b>€43.3m</b>
<b>Dec 19 forecast</b>	<b>€17.2m</b>	<b>€32.6m</b>	<b>€49.8m</b>
<b>Actuals as a % Dec 19 forecast</b>	<b>117%</b>	<b>71%</b>	<b>87%</b>
<b>Q1 20 reforecast</b>	<b>€20.2m</b>	<b>€9.3m</b>	<b>€29.5m</b>
<b>Actuals as a % Q1 20 forecast</b>	<b>100%</b>	<b>249%</b>	<b>147%</b>
<b>Prior year actuals</b>	<b>€31.1m</b>	<b>€28.3m</b>	<b>€59.4m</b>
<b>Actuals as a % of prior year</b>	<b>65%</b>	<b>82%</b>	<b>73%</b>

Whilst performance in Q2 was significantly ahead of our prudent reforecast, continued uncertainty remains and we still anticipate timing delays compared to the pre COVID-19 forecast. Whilst we will update our forecast again during July in line with our regular portfolio review process, we expect to remain prudent in our expectations for collections for at least the remainder of 2020.



## **Deployment of capital**

During the quarter, AFE completed one small follow on transaction acquiring an Italian secured NPL portfolio for c.€3.5m as the Company also remains prudent and highly selective in the deployment of capital.

## **Justin Sulger Partner, Head of Credit at AnaCap Financial Partners**

“We continue to be hugely impressed with the efforts of our team and all of our servicing partners since the onset of the COVID-19 crisis, as they continue to drive effective collections activity across geographies and asset types in spite of challenging circumstances.

As the true economic impact of the crisis unfolds, we are maintaining an intensive focus on actively managing AFE’s existing portfolio whilst seeking to capitalise on new, emerging opportunities”.

All figures in this press release are preliminary and unaudited. The Company will announce its results for the quarter ended 30 June 2020 on 8 September 2020.

## **For further information, please contact us via:**

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## NOTES TO EDITORS

### **AnaCap Financial Europe ([www.anacapfe.com](http://www.anacapfe.com))**

AnaCap Financial Europe S.A. SICAV-RAIF (AFE) is a debt purchaser which invests in a diverse range of primarily non-performing debt across Europe. AFE has broad based expertise spanning unsecured and secured, consumer, SME and corporate debt. AFE was established on 28 June 2017 and acquired a portfolio of assets from existing AnaCap Credit Funds on 21 July 2017.

AFE benefits from the wide network and extensive track record in origination, underwriting and servicing that AnaCap has developed since 2005 across the European financial services sector.

### **AnaCap Financial Partners ([www.anacapfp.com](http://www.anacapfp.com))**

AnaCap Financial Partners is a leading European dedicated financial services specialist investor, investing across the sector through highly complementary Private Equity and Credit strategies. Since 2005, AnaCap has raised €5.1bn in funds and employs a team of investment professionals with backgrounds as owners, operators and experts in financial services, credit and asset management. The team has grown to 77 professionals across 6 offices, including London, Luxembourg, Guernsey, Spain, Portugal and New Delhi (India). Through its complementary Private Equity and Credit strategies, AnaCap offers a complete suite of solutions to sellers and management teams, supported by an extensive track record of investing in financial services, with 83 primary investments completed across 15 countries.

The name AnaCap, an abbreviation of '*Analytics before Capital*', forms the bedrock upon which the organisation operates. The AnaCap investment approach is underpinned by the firm's proprietary digital intelligence platform, [Minerva](#), which enables AnaCap to harness granular data and intelligence to rapidly turn it into actionable information, enabling an actively engaged approach to asset management.

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