

Company registration number: 615140

SMARTETN PUBLIC LIMITED COMPANY

DIRECTORS' REPORT AND AUDITED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022

SMARTETN PUBLIC LIMITED COMPANY

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SMARTETN PUBLIC LIMITED COMPANY

COMPANY INFORMATION

DIRECTORS	Antonio De Negri David Kenny Joanne Kenny
ALTERNATE DIRECTORS	Daniele Davolio Joseph Kenny
COMPANY SECRETARY AND REGISTERED OFFICE	Trustmoore Corporate Secretary (Ireland) Limited 31 – 32 Leeson Street Lower Dublin 2 Ireland
CORPORATE SERVICE PROVIDER	Trustmoore Ireland Ltd 31 – 32 Leeson Street Lower Dublin 2 Ireland
COMPANY PARENT	Cirdan Capital Management Limited 54 Baker Street Marylebone London W1U 7BU United Kingdom
GUARANTOR, DEALER, ARRANGER AND CALCULATION AGENT	Cirdan Capital Management Limited 54 Baker Street Marylebone London W1U 8EQ United Kingdom
INDEPENDENT AUDITORS	Mazars, Chartered Accountants and Statutory Audit Firm Harcourt Centre Block 3 Harcourt Road Dublin 2 Ireland
SOLICITORS	Arthur Cox Ten Earlsfort Terrace Dublin 2, D02 T380 Ireland
BANKERS	Citibank N.A., London Branch 33 Canada Square Canary Wharf London E14 5LB United Kingdom Goldman Sachs International Peterborough Court 133 Fleet Street London EC4A 2BB United Kingdom Interactive Brokers LLC One Pickwick Plaza Greenwich, CT06830 United States Banca5 S.p.A Office Milano 65 PO box 14284 – 20146 Milano Italy

SMARTETN PUBLIC LIMITED COMPANY

COMPANY INFORMATION (CONTINUED)

BANKERS (continued)	Banca Finnat Palazzo Altieri, Piazza del Gesu, Rome, Italy
REGISTRAR	Citigroup Global Markets Deutschland AG Reuterweg 16 60323 Frankfurt Germany Carmelo Benenti Torlo 22 Via Mezz'Oncia Borgo Lavezzaro Novara 28071 Italy
LISTING AGENT	Arthur Cox Listing Services Limited Ten Earlsfort Terrace Dublin 2, D02 T380 Ireland
PRINCIPAL PAYING AGENT, EXCHANGE AGENT AND TRANSFER AGENT	Citibank N.A., London Branch 33 Canada Square Canary Wharf London E14 5LB United Kingdom BFF Bank S.p.A. (appointed on 7 January 2022) Via Domenichino 5 Milan 20149 Italy
CUSTODIAN	Goldman Sachs International Peterborough Court 133 Fleet Street London EC4A 2BB United Kingdom
DERIVATIVES' BROKER	Interactive Brokers LLC One Pickwick Plaza Greenwich, CT06830 United States
DERIVATIVE COUNTERPARTY	Goldman Sachs International Peterborough Court 133 Fleet Street London EC4A 2BB United Kingdom J.P. Morgan Securities plc. 25 Bank Street Canary Wharf London E14 5JP United Kingdom Credit Suisse 1 Cabot Square London United Kingdom

SMARTETN PUBLIC LIMITED COMPANY

DIRECTORS' REPORT

The directors present their report together with the audited financial statements of SmartETN Public Limited Company (the "Company") for the financial year ended 31 January 2022.

PRINCIPAL ACTIVITIES

The Company was incorporated on 13 November 2017 as a public limited company under Irish company law. The registration number of the Company is 615140. The Company is a direct wholly owned subsidiary of Cirdan Capital Management Limited, an entity incorporated in England and Wales.

The Company's principal activity is to acquire a portfolio of financial instruments financed by the issuance of listed debt obligations (the "Certificates") to investors (the "Certificate holders"). The listed Certificates issued are either listed on the Frankfurt exchange, the Vienna stock exchange or the EuroTLX stock exchange. Refer to note 18 for the detail of Certificates in issuance at the date of the financial statements. The net proceeds from issuance of certain Certificates are used to enter into offsetting financial transactions in such a way as to hedge the exposure of the Company to the future promised returns of the Certificates issued to the minimum extent required. In addition, the Company also maintains an investment portfolio using the proceeds from certain Certificates issued to generate excess returns over the contractual obligations for the benefit of the Arranger. The investment portfolio of financial assets consists primarily of common stocks, equity stock indices, mutual funds stocks, money market funds, stock warrants, debt instruments and unlisted investments. The investment portfolio of financial liabilities of the Company consists of short traded stocks, equity stock indices, mutual funds stocks and stock warrants. During the financial year under review, Certificates may have been cancelled or redeemed. Cancelled refers to Certificates that were fully bought back and subsequently marked-down. A redemption would be an event, whereby a Certificate has either matured, or been autocalled.

There are two types of Certificates issued by the Company:

Index linked Certificate

An index linked Certificate is a structured product whereby the performance of the Certificate is directly linked to the performance of an underlying index. The index could be a fixed composition of underlying assets, or, may have a fluid composition, which is managed (Actively Managed Certificates-'AMC') within a pre-set investment mandate based on a proprietary methodology ("Index rules"). The investment objective is to achieve an increase in capital value.

Coupon paying Certificate

A coupon paying Certificate is a structured product with a pre-set coupon payoff, payable conditionally on the performance of the underlying assets. The assets are a fixed selection, as set out at issuance, with observation dates pre-defined to observe the value at a given time. Depending on the performance of the underlying assets against the thresholds defined in the issue terms of the Certificate, there may be a coupon payable to the Certificate holder. At maturity the investor will receive the notional amount if the performance of the underlying assets is above the pre-determined thresholds, otherwise the investor will incur a loss.

The Company fully hedges its exposures on its Certificates and has entered into hedging agreements with Goldman Sachs International ("GSI"), J.P. Morgan Securities plc and Credit Suisse International. Interactive Brokers Ltd and its affiliate Interactive Brokers LLC are broker of the Company for derivative and non-derivative financial instruments.

During the financial year, the Company had paying agent service agreements with Citibank N.A. and BFF Bank S.p.A.

Certain Certificates' return, in respect of interest payable and/or redemption amount, is linked to the performance of a reference item such as one or more indices or one or more shares or depository receipts. The satisfaction of the economic obligations in respect of the Certificates is unconditionally and irrevocably guaranteed by Cirdan Capital Management Limited (the "Guarantor"). The obligations of the Guarantor under its guarantee will be direct, unconditional and unsecured obligations of the Guarantor and will rank *pari passu* with all other unsecured and unsubordinated obligations of the Guarantor. A Certificate holder does not have rights of ownership in the reference item(s).

The value of certain Certificates will move in accordance with the value of the reference item. For Certificates that are capital protected, the redemption value will always be equal to a minimum of the nominal amount per Certificate, of the specified denomination of the Certificate. The redemption amount is guaranteed by the Guarantor.

For all other Certificates, which are not capital protected, if the reference item value on the redemption valuation date is below 100 per cent, the loss will be equal to that of a direct investment in the reference item on the redemption valuation date, subject to a minimum redemption amount of 10 per cent, of the specified denomination of the Certificate. The minimum redemption amount of 10 per cent is guaranteed by the Guarantor.

SMARTETN PUBLIC LIMITED COMPANY

DIRECTORS' REPORT (CONTINUED)

BUSINESS REVIEW

The Directors are satisfied with the trading results of the Company during the financial year. The Company experienced a significant increase in trading activity, with total assets increasing to EUR 227,006,419 (FY2021: EUR 93,606,063). As an illustration of this growth, for the 12 months ended 31 January 2022 the Company had issued 116 new Certificates (2021: 56), with the accumulated number of Certificates issued since incorporation being 211 (2021: 95).

Following a review of the financial statements by the Company during the year, the Company concluded that a change in the presentation and classification of net gain/losses on the Company's financial instruments in the statement of comprehensive of income is appropriate having regard to the selection and criteria for the selection and application of accounting policies set out in FRS 102.

During the year the following Certificates were redeemed or cancelled:

Series	Date	Action	Redemption Amount	Subscribed Amount
2018-06	22 April 2021	Cancelled	€1,241,906	€1,233,875
2018-08	16 December 2021	Cancelled	€175,728	€280,000
2018-10	05 May 2021	Cancelled	€138,300	€709,941
2019-03	01 April 2021	Redeemed	€1,329,555	€2,554,061
2019-07	09 December 2021	Cancelled	€36,288	€37,195
2019-14	30 March 2021	Cancelled	€116,676	€110,639
2020-01	27 January 2022	Cancelled	€18,050	€7,809
2020-08	15 February 2021	Cancelled	Unsubscribed	Unsubscribed
2020-20	26 August 2021	Redeemed	€2,354,000	€2,364,481
2020-22	28 October 2021	Cancelled	€888,000	€858,747
2020-31	12 February 2021	Redeemed	€263,000	€255,392
2021-09	27 December 2021	Cancelled	€333,000	€314,183
2021-18	06 August 2021	Redeemed	€42,348	€42,348
2021-32	05 August 2021	Redeemed	€380,000	€379,920
2021-33	24 December 2021	Redeemed	€553,624	€1,562,269

The Certificates issued by the Company are not rated.

Management continues to review the COVID-19 situation and any potential impact it may have on the current financial markets. Although the macro-economic environment was severely disrupted and unstable, the Company managed to continue to grow and as such, the Company's financial performance was not materially impacted by the COVID-19 pandemic.

FUTURE DEVELOPMENTS

The Company will continue to focus on the issuance of Structured products, exploring new target markets and types of payoffs. This will enable the Company to grow the credibility and reach of the brand and the product, whilst scaling the operations to continue the ability to provide a tailor-made, bespoke service to the clients.

RESULTS AND DIVIDENDS

The result for the financial year and the Company's Statement of Financial Position as at 31 January 2022 are disclosed on pages 14 and 15 respectively. The accounting profit for the financial year before tax was nil (2021: nil). The directors do not recommend the payment of a dividend (2021: nil).

The key performance indicators of the Company are as follows:

Key performance indicators	Financial year ended	Financial year ended
	31 January 2022	31 January 2021
	€	€
(a) Net gain on financial assets at fair value through profit and loss	1,652,604	373,137
(b) Net gain on financial assets at amortised cost	1,820,220	233,400
(c) Net gain on certificates issued at fair value through profit and loss	25,735,831	8,895,681
(d) Net (loss) on certificates issued at amortised cost	(1,447,943)	(920,752)
(e) Net (loss)/gain on derivative financial instruments	(7,810,560)	751,389

SMARTETN PUBLIC LIMITED COMPANY

DIRECTORS' REPORT (CONTINUED)

DIRECTORS AND COMPANY SECRETARY

The directors of the Company are Antonio de Negri, David Kenny and Joanne Kenny. The Company secretary of the Company is Trustmoore Corporate Secretary (Ireland) Limited. The directors of the Company are listed on page 2 and have served for the entire financial year. The directors and company secretary had no material interest in any contract of significance in relation to the business of the Company other than that disclosed below.

The directors of the Company, Joanne Kenny and David Kenny, and company secretary who held office on 31 January 2022 did not hold any shares, debentures or loan stock of the Company or the parent company Cirdan Capital Management Limited on that date or during the financial year. The director of the Company, Antonio De Negri, is also a director and majority shareholder of Cirdan Capital Management Limited during the financial year.

SUBSEQUENT EVENTS

Refer to Note 29 of these financial statements for the disclosure of subsequent events.

PRINCIPAL RISKS, UNCERTAINTIES AND FINANCIAL RISK MANAGEMENT

The disclosures in relation to the Company's policies for financial risk management, including market risk, interest rate risk, price risk, foreign exchange risk, credit risk and liquidity risk and the nature of the instruments used during the financial year to mitigate exposure to these risks are shown in Note 26.

POLITICAL DONATIONS

The Electoral Act, 1997 as amended by the Electoral (Amendment) (Political Funding) Act 2012 requires companies to disclose all political donations over €200 in aggregate made during the financial year. The directors, on enquiry, have satisfied themselves that no such donation in excess of this amount has been made by the Company.

DIRECTORS' COMPLIANCE STATEMENT

The directors, in accordance with Section 225(2) (a) of the Companies Act 2014, acknowledge that they are responsible for securing the Company's compliance to with its "relevant obligations". "Relevant obligations", in the context of the Company, are the Company's obligations under:

- (a) the Companies Act 2014, where a breach of the obligations would be a category 1 or category 2 offence;
- (b) the Companies Act 2014, where a breach of the obligations would be a serious Market Abuse of Prospectus offence;
- (c) tax law.

Pursuant to Section 225(2) (b) of the Companies Act 2014, the directors confirm that:

- (i) a compliance policy statement has been drawn up as required by Section 225(3) (a) of the Companies Act 2014 setting out the Company's policies (that, in the directors' opinion, are appropriate to the Company) respecting compliance by the Company with its relevant obligations;
- (ii) appropriate arrangements and structures have been put in place that, in their opinion, secure material compliance with the Company's relevant obligations, and
- (iii) a review has been conducted, in respect of the financial year to which the Directors' Compliance Report referred relates, of any arrangements or structures referred to above that have been put in place. The review was carried out after the financial year to which this statement relates as the Directors required the appropriate arrangements and structures to be fully established before a review could be undertaken/completed.

SMARTETN PUBLIC LIMITED COMPANY

DIRECTORS' REPORT (CONTINUED)

DISCLOSURE OF INFORMATION TO AUDITORS

The Board has concluded that there is currently no need for the Company to have a separate audit committee or internal audit function in order for the Board to perform effective monitoring and oversight of the internal control and risk management systems of the Company in relation to the financial reporting process and the monitoring of the statutory audit and the independence of the statutory auditors. The Company has taken the exemption available for Section 110 Companies set out under Companies Act 2014 S. 1551 SS (11) (c) not to have a separate audit committee.

So far as each of the directors in the office at the date of the approval of the financial statements are aware:

- There is no relevant audit information of which the Company's auditors are unaware; and
- The directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of Section 330 of the Companies Act 2014.

GOING CONCERN

The Company's financial statements for the financial year ended 31 January 2022 have been prepared on a going concern basis. The directors anticipate that the financial assets will continue to generate enough cash flow on an ongoing basis to meet the Company liabilities as they fall due. The Company's exposure to liability from its Certificates issues is hedged by entering into equal and opposite asset exposure, which will protect the Company against any capital and market risk, as per Note 26 of these financial statements.

ACCOUNTING RECORDS

The directors are responsible for ensuring that adequate accounting records, as outlined in Sections 281 – 285 of the Companies Act 2014, are kept by the Company. The measures taken by directors to ensure compliance with the Company's obligation to keep adequate accounting records are by ensuring that a competent service provider is responsible for the preparation and maintenance of the accounting records. The accounting records of the company are kept at the registered office, 31-32 Leeson Street Lower, Dublin 2, Ireland.

INDEPENDENT AUDITORS

Mazars, Chartered Accountants and Statutory Audit Firm have expressed willingness to continue in office in accordance with Section 383 (2) of the Companies Act 2014.

The report was approved by the Board on 09 September 2022 and signed on its behalf by:

DocuSigned by:

Antonio De Negri
Director

Joanne Kenny
Joanne Kenny
Director

SMARTETN PUBLIC LIMITED COMPANY

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the directors' report and the financial statements in accordance with Irish Law.

Irish law requires the directors to prepare financial statements for each financial year giving a true and fair view of the Company's assets, liabilities and financial position at the end of the financial year and the profit or loss of the Company for the financial year. Under the law the directors have prepared the financial statements in accordance with Irish law and Generally Accepted Accounting Practices in Ireland (accounting standards issued by the Financial Reporting Council, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland').

Under Irish law, the directors shall not approve the financial statements unless they are satisfied that they give a true and fair view of the company's assets, liabilities and financial position as at the end of the financial year and the profit or loss of the Company for the financial year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with the applicable accounting standards and identify the standards in question, subject to any material departures from those standards being disclosed and explained in the notes to the financial statements;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Company will continue its business.

The directors are responsible for keeping adequate accounting records that are sufficient to:

- correctly record and explain the transactions of the Company;
- enable, at any time, the assets, liabilities, financial position and profit or loss of the Company to be determined with reasonable accuracy; and
- enable the directors to ensure that the financial statements comply with the Companies Act 2014 and enable those financial statements to be audited.

The directors are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors confirm that they have complied with the above requirements in preparing the financial statements.

This report was approved by the Board on 09 September 2022 and signed on its behalf by:

DocuSigned by:

60644CD833FE492.....
Antonio De Negri
Director


Joanne Kenny
Director

Independent auditor's report to the members of SmartETN Public Limited Company

Report on the audit of the financial statements

Opinion

We have audited the financial statements of SmartETN Public Limited Company ('the Company'), for the year ended 31 January 2022, which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity, the Statement of Cash Flows, and notes to the Company financial statements, including the summary of significant accounting policies set out in Note 2. The financial reporting framework that has been applied in their preparation is Irish law and FRS 102. The Financial Reporting Standard applicable in the UK and Republic of Ireland issued in the United Kingdom by the Financial Reporting Council (FRS 102).

In our opinion, the accompanying financial statements:

- give a true and fair view of the assets, liabilities and financial position of the Company as at 31 January 2022, and of its result for the year then ended;
- have been properly prepared in accordance with FRS 102. The Financial Reporting Standard applicable in the UK and Republic of Ireland; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. 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 ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard for Auditors (Ireland) issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), 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.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Our evaluation of the director's assessment of the Company's ability to continue to adopt the going concern basis of accounting included:

- An assessment of the reasonableness of management's going concern assessment including discussions/enquires with management and review of the financial performance and financial position of the Company at the year-end date for indicators of any going concern uncertainties; and
- Review of post period activity and post period financial information;

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from the date when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period and include the most significant assessed risks of material misstatement (whether or not due to fraud) identified by the auditor, including those which had the greatest effect on: the overall audit strategy; the allocation of resources in the audit; and directing the efforts of the engagement team. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We summarise below the key audit matters in forming our audit opinion above, together with an overview of the principal audit procedures performed to address each matter and, where relevant, key observations arising from those procedures.

Key audit matter - Valuation of financial instruments at fair value	How the matter was addressed
<p>The financial position of the Company depends, to a significant degree, on the valuation of its financial instruments at fair value some of which are based on management judgement and estimation.</p> <p>The Company's financial instruments at fair value comprise investments that are held for proprietary trading purposes and for hedging purposes, certain certificates issued by the Company and derivatives.</p> <p>With the exception of those financial instruments classified as level 3 in the fair value hierarchy we do not consider the valuation of those other financial instruments at fair value to be a significant risk of material misstatement but because of the materiality of these instruments in the context of the financial statements as a whole, we considered valuation of all instruments at fair value as our key audit matter.</p> <p>Refer to Note 2 'Accounting Policies' and notes 15, 16, 18, 20 and 26 (financial disclosures) of the Financial Statements.</p>	<ul style="list-style-type: none"> • Supported by our quantitative solutions valuation experts we reviewed the fair value methodologies applied by the Company for reasonableness and assessed compliance with fair value measurement principles; • Obtained supporting evidence for the valuation of the Company's investments at fair value through profit and loss and performed independent re-pricing testing where applicable; • Recalculated the fair value of the Certificates measured at fair value on a sample basis following assessment as to the appropriateness of the methodology applied; • Agreed derivative valuations to independent counterparty confirmation statements; • Performed an assessment of the appropriateness of the related disclosures in the financial statements; <p>Based on testing performed we concluded that the valuations of the Company's financial instruments at fair value to be reasonable.</p>

Our application of materiality

We apply the concept of materiality in planning and performing the audit and in evaluating the impact of misstatements, if any. Materiality is an expression of the relative significance or importance of a matter in the context of the financial statements. Misstatements in the financial statements are material if they, individually or in aggregate, could reasonably be expected to influence the economic decisions of users taken based on the financial statements.

The scope of our audit was influenced by our application of materiality. We set certain quantitative thresholds for materiality. These, together with qualitative considerations, helped us to determine the scope of our audit and the nature, timing and extent of our audit procedures on the individual financial statement line items and disclosures and in evaluating the effect of misstatements, both individually and on the financial statements as a whole. Based on our professional judgement, we determined materiality for the financial statements as a whole as follows:

Overall materiality	€3,405,096
How we determined it	Equal to 1.5% of the total assets per final balance sheet
Rationale for benchmark applied	We applied this benchmark because in our view this is the metric against which the recurring performance of the Company is commonly measured by its stakeholders.
Reporting threshold	We agreed with those charged with governance that we would report to them misstatements identified during our audit above €102,153 as well as misstatements below that amount that, in our view, warranted reporting for qualitative reasons.

Overview of the scope of the audit

As part of designing our audit, we assessed the risk of material misstatement in the financial statements, whether due to fraud or error, and then designed and performed audit procedures responsive to those risks. In particular, we looked at where the directors made subjective judgements such as making assumptions on significant accounting estimates.

We tailored the scope of our audit to ensure that we performed sufficient work to be able to give an opinion on the financial statements as a whole. We used the outputs of a risk assessment, our understanding of the Company, its environment, controls and critical business processes, to consider qualitative factors in order to ensure that we obtained sufficient coverage across all financial statement line items.

Other information

The directors are responsible for the other information. The other information comprises the information included in the Directors' Report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated.

If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2014

In our opinion, based on the work undertaken in the course of the audit, we report that:

- the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements;
- the directors' report has been prepared in accordance with applicable legal requirements;
- the accounting records of the Company were sufficient to permit the financial statements to be readily and properly audited; and
- the financial statements are in agreement with the accounting records.

We have obtained all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

Matters on which we are required to report by exception

Based on the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified any material misstatements in the directors' report.

The Companies Act 2014 requires us to report to you if, in our opinion, the requirements of any of Sections 305 to 312 of the Act, which relate to disclosures of directors' remuneration and transactions are not complied with by the Company. We have nothing to report in this regard.

Respective responsibilities

Responsibilities of directors for the financial statements

As explained more fully in the directors' responsibilities statement set out on page 8, the directors are responsible for the preparation of the financial statements in accordance with the applicable financial reporting framework that give a true and fair view, 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, the directors are 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.

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 ISAs (Ireland) 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.

A further description of our responsibilities for the audit of the financial statements is located on the Irish Auditing and Accounting Supervisory Authority's website at: http://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf. This description forms part of our auditor's report.

The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the Company's members, as a body, in accordance with Section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Patrick Gorry
for and on behalf of Mazars
Chartered Accountants & Statutory Audit Firm
Harcourt Centre, Block 3
Harcourt Road
Dublin 2

;Date: 10 September 2022

SMARTETN PUBLIC LIMITED COMPANY

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**

		Financial year ended 31 January 2022	As restated Financial year ended 31 January 2021
	Notes	€	€
Net gain on financial assets at FVTPL	3	1,652,604	514,683
Net gain on debt instruments at amortised cost	4	<u>1,820,220</u>	<u>233,400</u>
Net income/(expense) from financial assets		<u>3,472,824</u>	<u>748,083</u>
Net realised (loss) on disposal of short investments at FVTPL	5	(781,249)	(1,055,607)
Net gain on certificates issued at FVTPL	6	25,735,831	8,572,685
Net (loss) on certificates issued at amortised cost	7	(1,447,943)	(705,534)
Net (loss)/gain on derivative financial instruments	8	(7,810,560)	744,609
Arranger and guarantor fee expense	9	(18,332,346)	(8,089,169)
Administration expenses	10	(821,023)	(423,124)
Other income	11	101,006	236,798
Other expenses	12	(116,540)	(28,741)
Profit on ordinary activities before taxation		<u>-</u>	<u>-</u>
Corporate tax charge	13	-	-
Profit for the financial year		<u>-</u>	<u>-</u>
Other comprehensive income		-	-
Total comprehensive income for the financial year		<u><u>-</u></u>	<u><u>-</u></u>

All amounts relate to continuing operations.

The notes on pages 18 to 47 form an integral part of these financial statements.

SMARTETN PUBLIC LIMITED COMPANY

STATEMENT OF FINANCIAL POSITION AS AT 31 JANUARY 2022

	Notes	As at 31 January 2022 €	As at 31 January 2021 €
ASSETS			
Non-current assets			
Financial assets at FVTPL	15	36,931,159	17,016,537
Debt instruments at amortised cost	16	31,377,751	24,052,399
Derivative financial assets	20	21,102,767	7,909,610
		<u>89,411,677</u>	<u>48,978,546</u>
Current assets			
Trade and other receivables	17	92,348,559	20,307,099
Cash and cash equivalents	14	38,591,089	23,894,024
Unsettled trades receivable	24	6,497,365	426,394
Derivative financial assets	20	157,729	-
		<u>137,594,742</u>	<u>44,627,517</u>
TOTAL ASSETS		<u><u>227,006,419</u></u>	<u><u>93,606,063</u></u>
LIABILITIES			
Non-current liabilities			
Certificates issued	18	111,577,799	75,953,837
Derivative financial liabilities	20	51,789,606	6,646,026
Short investments at FVTPL	19	-	-
		<u>163,367,405</u>	<u>82,599,863</u>
Current liabilities			
Certificates issued	18	46,384,260	6,007,989
Interest payable on Certificates	22	313,018	279,067
Trade and other payables	21	14,293,460	4,479,312
Unsettled trades payable	24	1,027	-
Derivative financial liabilities	20	2,622,249	214,832
		<u>63,614,014</u>	<u>10,981,200</u>
TOTAL LIABILITIES		<u><u>226,981,419</u></u>	<u><u>93,581,063</u></u>
EQUITY			
Called up share capital	23	25,000	25,000
Retained earnings		-	-
TOTAL EQUITY		<u><u>25,000</u></u>	<u><u>25,000</u></u>
TOTAL EQUITY AND LIABILITIES		<u><u>227,006,419</u></u>	<u><u>93,606,063</u></u>

The notes on pages 18 to 47 form an integral part of these financial statements.

The financial statements were approved by the Board of Directors on 09 September 2022 and signed on its behalf by:

DocuSigned by:

 60644CD833FE492...
 Antonio De Negri
 Director

Joanne Kenny
 Joanne Kenny
 Director

SMARTETN PUBLIC LIMITED COMPANY

**STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**

	Called up share capital €	Retained earnings €	Total €
As at 01 February 2020	25,000	-	25,000
Shares issued during the financial year	-	-	-
Total comprehensive income for the financial year	-	-	-
As at 31 January 2021	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Shares issued during the financial year	-	-	-
Total comprehensive income for the financial year	-	-	-
As at 31 January 2022	<u>25,000</u>	<u>-</u>	<u>25,000</u>

The notes on pages 18 to 47 form an integral part of these financial statements.

SMARTETN PUBLIC LIMITED COMPANY

**STATEMENT OF CASHFLOW
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
Cash flow from operating activities	€	€
Profit for the financial year	-	-
Interest on financial assets at FVTPL	265,059	(196,883)
Interest on debt instruments at amortised cost	1,841,682	1,287,144
Interest on certificates issued at FVTPL	(13,269,414)	(458,174)
Interest on certificates issued at amortised cost	(1,342,723)	(580,197)
Other income	101,006	263,786
Other expense	(116,540)	(28,741)
(Increase) / decrease in trade and other receivables	(70,154,655)	(7,378,557)
Administrative expenses	(821,023)	(423,124)
Arranger and guarantor fee expense	(18,211,604)	(7,916,291)
Increase / (decrease) in trade and other payables	11,988,296	(240,017)
Net cash (used) in operating activities	(89,719,916)	(15,671,054)
Cash flows from investing activities		
Purchase of financial assets at FVTPL	(247,722,697)	(26,192,207)
Disposal of financial assets at FVTPL	223,208,050	21,434,237
Purchase of debt instruments at amortised cost	(23,332,511)	(19,553,860)
Disposal of debt instruments at amortised cost	16,383,705	6,838,927
Purchase of short investments at FVTPL	(781,249)	2,965,131
Disposal of short investments at FVTPL	-	(4,603,268)
Net receipts/ (expense) on derivatives financial instruments	26,389,551	(116,322)
Net cash (used) in investing activities	(5,855,151)	(19,227,362)
Cash flows from financing activities		
Redemption of certificates at FVTPL	(51,143,372)	(24,854,486)
Issuance of certificates at FVTPL	153,228,269	51,096,222
Redemption of certificates at amortised cost	(12,888,102)	(1,075,469)
Issuance of certificates at amortised cost	21,473,345	13,867,863
Net cash from financing activities	110,670,140	39,034,130
Net increase in cash and cash equivalents	15,095,073	4,135,714
Unrealised foreign exchange gain on cash and cash equivalents	(398,008)	(128,807)
Cash and cash equivalents at the beginning of the financial year	23,894,024	19,887,117
Cash and cash equivalents at end of financial year	38,591,089	23,894,024

The notes on pages 18 to 47 form part of these financial statements.

SMARTETN PUBLIC LIMITED COMPANY

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022

1. GENERAL INFORMATION

The Company was incorporated on 13 November 2017, under the laws of Ireland with registration number 615140 and a registered address of 31-32 Leeson Street Lower, Dublin 2, Ireland.

The Company is a direct wholly owned subsidiary of Cirdan Capital Management Limited, an entity incorporated in England and Wales.

The Company is special purpose company with limited liability and qualifies for the regime contained in section 110 of the Irish Taxes Consolidation Act, 1997 (the "TCA"). This provides that a qualifying company will be liable to corporation tax at the rate of 25% under Case III of Schedule D in respect to taxable profits.

The principal activity of the Company is set out in the directors' report.

2. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared on a going concern basis and in accordance with Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Companies Act 2014. The financial statements have been prepared under the historical cost convention, except for certain financial instruments classified at FVTPL, which have been measured at fair value.

The significant accounting policies used in the preparation of the entity financial statements are set out below. These policies have been consistently applied to all financial periods presented, unless otherwise stated.

Use of estimates and judgements

The preparation of the financial statements requires management to make judgements, estimates and assumptions that may affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis by the directors. Revisions to accounting estimates are recognised in the financial period in which the estimate is revised and in any future periods affected. In particular the information about the Company's significant estimates is disclosed in Note 22 and these relate to the fair value of the Company's financial instruments measured at fair value.

Foreign currency

Monetary assets and liabilities denominated in foreign currency included in the Company's financial statements are measured in Euro denoted by the symbol "€" which is the Company's functional and presentational currency. Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency exchange gains and losses resulting from the settlement of such transactions and from the retranslation at the financial period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income.

Interest income and expense

Interest income on financial assets is recognised on an accrual basis by reference to the principal outstanding and at the effective interest rate applicable.

Interest expense on financial liabilities is recognised on an accrual basis, as they become due. Certain Certificates may have conditional performance criteria and the interest would only become payable if and when an underlying criteria is met. For Certificates that have a fixed rate interest expense, the expense is accrued accordingly.

Interest expense on Certificates at fair value through profit or loss are recognised in "net gain on financial assets and liabilities at fair value through profit or loss" on the Statement of Comprehensive Income.

Interest expense on Certificates at amortised cost are recognised in "Interest expense on certificates at amortised cost" on the Statement of Comprehensive Income.

As at signing date of the financial statements, the Company had paid Coupons to the value of €12,520,197 subsequent to the end of the financial year.

SMARTETN PUBLIC LIMITED COMPANY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022

2. ACCOUNTING POLICIES (CONTINUED)

Taxation

Current tax represents the sum of the tax payable for the current reporting period. The tax currently payable is based on taxable profit for the financial period calculated in accordance with Irish tax laws. The Company's liability for current tax is calculated using tax rates and laws that have been enacted or subsequently enacted at the reporting period end date.

Financial instruments

The financial instruments held by the Company include the following:

- o Cash and cash equivalents
- o Debt investments
- o Long/short equity investments
- o Derivative financial instruments
- o Certificates issued
- o Trade and other payables
- o Trade and other receivables
- o Unsettled trades

The Company has applied the provisions of both Section 11 and Section 12 of FRS 102 in full to account for all its financial instruments.

Categorisation

Cash and cash equivalents are measured at amortised cost. Debt instruments which qualify as basic financial instruments under Section 11 of FRS 102 and where the intention is to hold to maturity are measured at amortised cost. Debt instruments which do not qualify as basic financial instruments under Section 11 of FRS 102 are designated at fair value through profit or loss. The Company measures derivative financial instruments at fair value through profit or loss. Certificates which qualify as basic financial instruments under Section 11 of FRS 102 are measured at amortised cost. Long/short equity investments and certain certificates issued are measured at fair value through profit or loss. Long/short equity investments are non-derivative financial assets/liabilities and are quoted in an active market.

Recognition and initial measurement

The Company initially recognises all financial assets and liabilities at fair value on the trade date at which the Company becomes a party to the contractual provisions of the instruments. Purchases and sales of financial assets and financial liabilities are recognised using trade date accounting. According to FRS 102, the transaction price represents the best indication of the fair value of a financial instrument unless the fair value of the instrument can be better determined by comparing it with other observable current market transaction involving the same instrument (level 1 instrument) or is based on a valuation provided by the recognised counter party (level 2 instrument). If this is the case, the difference between the transaction price and the fair value is recognised as day-1 profit or loss in the line item "net gain/(loss) on certificates issued at FVTPL.

From debt trade dates, any gains and losses arising from changes in fair value of the financial assets or financial liabilities measured at fair value through profit or loss are recorded through profit or loss in the statement of comprehensive income. Financial assets and financial liabilities not categorised as at fair value through profit or loss are subsequently measured at amortised cost less impairment.

Recognition of net gains and losses on financial assets

The net gain / (loss) on financial assets at fair value through profit and loss is recognised in the statement of comprehensive income and is comprised of interest income, dividend income, net realised gain/losses on disposals of such instruments and net unrealised gains/losses due to fair value movements during the year.

The net gain / (loss) on financial assets at amortised cost is recognised in the statement of comprehensive income and is comprised of interest income, net realised gain/losses on disposals of such financial instruments, foreign exchange movements and any impairment provisions/losses (if applicable).

Recognition of net gains and losses on financial liabilities

The net gain / (loss) on certificates issued at fair value through profit and loss is recognised in the statement of comprehensive income and is comprised of interest expense, net realised gain/losses on disposals of such instruments and net unrealised gains/losses due to fair value movements during the year.

The net gain / (loss) on certificates issued at amortised cost is recognised in the statement of comprehensive income and is comprised of interest expense, net realised gain/losses on disposals of such financial instruments foreign exchange movements.

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022****2. ACCOUNTING POLICIES (CONTINUED)****Financial instruments (continued)**Recognition of net gains and losses on derivatives

The net gain / (loss) on derivatives is recognised in the statement of comprehensive income and is presented net of interest income/expense, net realised gain/losses on disposals of such instruments and net unrealised gains/losses due to fair value movements during the year.

Derecognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred and does not retain control of the financial asset. Any interest in transferred financial assets that is created or retained by the Company is recognised as a separate asset or liability. The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company has a legal right to set off the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Fair value measurement

'Fair value' is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principle or, in its absence, the most advantageous market to which the Company has access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Company measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as 'active' if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The Company measures instruments quoted in an active market at current bid price.

If there is no quoted price in an active market, the Company uses valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates factors that market participants would take into account in pricing a transaction.

The Company measures fair values using the following hierarchy:

Level 1: Quoted market price in an active market for an identical instrument.

Level 2: Valuation techniques based on observable inputs. This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.

Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs could have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

The fair value of certain certificates issued by the Company is directly linked to the change in the fair value of the respective underlying reference items as specified in the terms and conditions of each relevant Certificate contract. Therefore, the fair value of such certificates is measured by the movement of the fair value of the underlying reference item between the issuance date and at the balance sheet date. The fair value of the underlying reference item is based on quoted market prices observable in an active market or provided by the recognised counterparties to the transactions.

Trade and other receivables and payables

The trade and other receivables and payables are initially measured at fair value. They are subsequently re-measured to amortised cost.

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022****2. ACCOUNTING POLICIES (CONTINUED)**Unsettled trades

Unsettled trades include amounts payable for securities purchased and receivables for securities sold that have been contracted for but not yet delivered on the reporting date. They are initially measured at fair value plus any directly attributable incremental costs and subsequently measured at amortised cost.

Fair value measurement

The fair value of certain certificates issued by the Company is directly linked to the change in the fair value of the respective underlying reference items as specified in the terms and conditions of each relevant Certificate contract. Therefore, the fair value of such certificates is measured by the movement of the fair value of the underlying reference item between the issuance date and at the balance sheet date. The fair value of the underlying reference item is based on quoted market prices observable in an active market or provided by the recognised counterparties to the transactions.

The fair value of certain certificates issued by the Company is not directly linked to the change in the fair value of the respective underlying reference item as specified in the terms and conditions of each relevant Certificate contract, but rather to a general pool of financial assets that still performs to the minimum extent required. Therefore, the fair value of such certificates is valued by internal valuation techniques.

Impairment of debt instruments

The Company reviews whether there is objective evidence that a debt instrument is impaired. Objective evidence that a financial asset is impaired does include data that comes to the attention of the Company about certain loss events including:

- Significant financial difficulty of the borrower;
- A breach of contract, such as default or delinquency in interest or principal payments;
- The Company granting to the borrower, for economic or legal reasons relating to the borrower's
- Financial difficulty, a concession that the lender would not otherwise consider;
- Is becoming probable that the borrower will enter bankrupt or other financial reorganisation;
- The disappearance of an active market for that financial assets because of financial difficulties;
- observable data indicating that there is measurable decrease in the estimated future cash flows
- From a group of financial assets since the initial recognition of those assets, even though the decrease cannot yet be identified with the individual financial assets in the group.

The Company measures impairment loss as the difference between the financial asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate.

Cash and cash equivalents

Cash and cash equivalents comprise bank balances and bank overdrafts, including short-term highly liquid investments with original maturities of three months or less. Cash equivalents are held at cost plus accrued interest.

Derivative financial instruments

Derivatives are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at their fair value. Fair values are obtained from quoted market prices in active markets or from the recognised counterparties to the transaction. Derivatives are included as assets when their fair value is positive and liabilities when their fair value is negative, unless there is the legal ability and intention to settle net. Gains and losses arising from changes in the fair value of derivatives are included in the Statement of Comprehensive Income in the financial period in which they arise. The best evidence of the fair value of a derivative at initial recognition is the transaction price (i.e. the fair value of the consideration given or received) unless the fair value of that instrument is evidenced by comparison with other observable current market transactions in the same instrument (i.e. without modification or repackaging) or based on a valuation technique whose variables include only data from observable markets. When such evidence exists, the Company recognises profits on day one.

The Company is required to place collateral with the derivatives' broker and the derivative counterparties covering the open derivative positions. The size of the collateral is derived based on the difference between initial and the subsequent fair value of each derivative financial instrument. Derivatives' collateral is held at cost and it included within trade and other receivables.

Share capital

Ordinary shares are classified as equity as per the Company's Constitution.

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**

2. ACCOUNTING POLICIES (CONTINUED)

Other income

Other income is recognised in the Statement of Comprehensive Income on an accrual basis. Other income includes issuance fees earned and reimbursement for administration expenses received from Cirdan Capital Management limited.

Other expenses

Other expenses are recognised in the Statement of Comprehensive Income on an accrual basis. Other expenses include trade fees paid.

Arranger fees and Guarantor fees

Arranger fees are negotiated for each Series separately. Cirdan Capital Management Ltd is also entitled as Guarantor to receive any excess returns over the contractual obligations of the Certificates. Arranger and Guarantor fees are recognised on the accrual basis and consist of the following:

Management Fees

Management fees are calculated using a fixed percentage based on the level of investment asset held in a certificate, charged on Actively Management Certificates (AMC's).

Performance Fees

Performance fees are calculated using a fixed percentage based on the performance of an investment asset held in a certificate, compared to a set watermark, charged on Actively Management Certificates (AMC's).

Structuring Fees

Structuring fees are calculated using either a fixed percentage of funds received on a Certificate or an agreed amount of fees related to the issuance of a certificate. These would be charged on all structured products, excluding Actively Management Certificates (AMC's).

Market Making Fees

Market Making fees are related to the function of the market making, creating a suitable buy and sell transaction at a beneficial level to the Company. The fee could be charged across any Certificate.

3. NET GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS

	Financial year ended 31 January 2022	As restated Financial year ended 31 January 2021
	€	€
Interest income on financial assets at FVTPL	65,916	49
Net realised gain / (loss) on disposal of assets at FVTPL	(369,511)	(790,694)
Net unrealised gain on fair value of financial assets at FVTPL	1,839,430	1,278,340
Dividend income	116,769	26,988
	<u>1,652,604</u>	<u>514,683</u>

4. NET GAIN ON DEBT INSTRUMENTS AT AMORTISED COST

	Financial year ended 31 January 2022	As restated Financial year ended 31 January 2021
	€	€
Interest income on financial assets at amortised cost	1,799,423	1,287,144
Interest income on cash and cash equivalents	42,259	-
Net realised (loss)/gain on disposal of debt instruments at cost	(380,994)	179,442
Net unrealised foreign exchange gain / (loss)	359,532	(1,233,186)
	<u>1,820,220</u>	<u>233,400</u>

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
5. NET (LOSS) ON SHORT INVESTMENTS AT FAIR VALUE THROUGH PROFIT AND LOSS

	Financial year ended 31 January 2022	As restated Financial year ended 31 January 2021
	€	€
Net (loss) on short investments at FVTPL	(781,249)	(1,055,607)
	<u>(781,249)</u>	<u>(1,055,607)</u>

6. NET GAIN ON CERTIFICATES ISSUED AT FAIR VALUE THROUGH PROFIT AND LOSS

	Financial year ended 31 January 2022	As restated Financial year ended 31 January 2021
	€	€
Interest expense on certificates issued at FVTPL	(13,303,365)	(218,964)
Net realised gain on redemption of certificates at FVTPL	6,414,115	4,082,835
Net unrealised gain on fair value of certificates at FVTPL	32,625,081	4,708,814
	<u>25,735,831</u>	<u>8,572,685</u>

7. NET (LOSS) ON CERTIFICATES ISSUED AT AMORTISED COST

	Financial year ended 31 January 2022	As restated Financial year ended 31 January 2021
	€	€
Interest expense on certificates issued at amortised cost	(1,014,746)	(586,996)
Interest expense on cash and cash equivalents	(354,625)	(119,813)
Net realised (loss)/gain on redemption of certificates at cost	(72,057)	5,021
Net unrealised foreign exchange loss	(6,515)	(3,746)
	<u>(1,447,943)</u>	<u>(705,534)</u>

8. NET (LOSS)/GAIN ON DERIVATIVE FINANCIAL INSTRUMENTS

	Financial year ended 31 January 2022	As restated Financial year ended 31 January 2021
	€	€
Net (loss)/gain on derivative financial instruments	(7,810,560)	751,389
	<u>(7,810,560)</u>	<u>751,389</u>

The net (loss)/gain on derivative financial instruments at fair value through profit and loss is comprised of realised and unrealised gains / losses as well as interest income and interest expense receivable or payable on those derivatives.

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**

9. ARRANGER AND GUARANTOR FEE EXPENSE

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Arranger fees on Actively Managed Certificates (AMC)	(1,980,594)	(561,196)
Arranger fees on Structured Products	(8,391,829)	(2,673,548)
Guarantor fees	(7,959,923)	(4,854,425)
	<u>(18,332,346)</u>	<u>(8,089,169)</u>

The arranger is entitled to receive an arranger fee for each active Series. Arranger fees are negotiated between Cirdan and Certificate holders for each Series separately. The arranger is also entitled to receive any excess returns generated over the contractual obligations of the Certificates. The arranger fees consist of management fees, performance fees, structuring fees and market making fees.

Guarantor expenses consist of surpluses payable to the Guarantor. Surpluses payable will only be paid once such surpluses are realised and after settlement of all the Company's obligations under the terms of the Certificates.

10. ADMINISTRATION EXPENSES

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Interactive Brokers' commissions and fees	(631,915)	(146,136)
Bank charges	(124,174)	(13,625)
Audit fee and Other professional fees	(44,927)	(49,061)
Commissions	(19,932)	(7,117)
Service charges	(75)	(125)
Paying agent fees	-	(95,812)
Corporate administration fees	-	(51,438)
Listing fees	-	(36,633)
Directors' fees	-	(20,102)
Tax fee	-	(3,075)
	<u>(821,023)</u>	<u>(423,124)</u>

The Company has no employees. Accounting services have been outsourced to the Corporate Service Provider. Corporate secretarial services have been outsourced to Trustmoore Corporate Secretary (Ireland) Limited. Joanne Kenny and David Kenny, directors of the Company, are also directors of F.P.R. Trust Corporate Services Limited, which received EUR 20,000 (2021: EUR 20,000) by way of remuneration for provision of directors' services. The Company does not pay any director fees to Antonio De Negri.

The Mazars audit fee is EUR 75,000 excluding VAT (2021: EUR 28,000). Tax fees excluding VAT payable to Mazars are EUR 2,500 (2021: EUR 2,500).

During the year certain expenses, including corporation and administration fees payable to Mazars and directors fees payable to F.P.R Trust Corporate Services Limited were directly incurred and settled on behalf of the Company by Cirdan Capital Management.

11. OTHER INCOME

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Other income	101,006	236,798
	<u>101,006</u>	<u>236,798</u>

Other income mainly consists of issuance fees that were received during the financial year.

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**

12. OTHER EXPENSES

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Dividend charges	(66,394)	(23,385)
Other expenses	(37,787)	(5,356)
WHT expenses	(12,359)	-
	<u>(116,540)</u>	<u>(28,741)</u>

Other expenses mainly consist of trade fees that were paid during the financial year.

13. TAXATION

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Corporation tax charge	<u>-</u>	<u>-</u>

The reconciliation between the current tax charge for the financial year and the current charge that would result from applying the standard rate of Irish corporation tax to profits on ordinary activities is explained below:

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Profit on ordinary activities before tax	<u>-</u>	<u>-</u>
Profit on ordinary activities multiplied by the standard rate of Irish corporation tax for the financial year at 12.5%	-	-
Effects of:		
Higher rate tax applicable under Section 110 TCA, 1997	-	-
Current tax charge for the financial year	<u>-</u>	<u>-</u>

The Company is a qualifying company within the meaning of Section 110 of the Taxes Consolidation Act, 1997. As such the profits are chargeable to corporation tax under case III of schedule D at the rate of 25% but are computed in accordance with the provisions applicable to case I of schedule D.

14. CASH AND CASH EQUIVALENTS

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Cash and cash equivalents	38,590,082	11,407,160
Money Market Funds	1,007	12,486,864
	<u>38,591,089</u>	<u>23,894,024</u>

Cash and cash equivalents include cash in hand, deposits held at call with banks, and other short term highly liquid investments with original maturity of three months or less.

Money market funds are short term highly liquid investments in mutual funds with maturity of less than three months. The EUR and USD positions in GS MMF expired during the financial year.

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
15. FINANCIAL ASSETS AT FVTPL

		As restated
Balance at the beginning of the financial year	17,016,537	12,121,426
Purchases of financial assets at FVTPL	247,723,724	26,240,148
Disposal of financial assets at FVTPL	(229,279,021)	(21,831,863)
Reclass to MMF	-	(820)
Net realised (loss) on disposal of assets at FVTPL	(369,551)	(790,694)
Net unrealised gain on fair value of financial assets at FVTPL	1,839,430	1,278,340
Balance at the end of the financial year	<u>36,931,159</u>	<u>17,016,537</u>

The table below classifies financial assets into investments used for hedging exposures and discretionary investments ("proprietary trading") following the Company's investment strategy:

	Financial year ended 31 January 2022 €	Financial year ended 31 January 2021 €
Financial assets at FVTPL used for hedging exposures		
Financial assets at FVTPL	<u>5,840,320</u>	<u>1,523,317</u>
	<u>5,840,320</u>	<u>1,523,317</u>
Financial assets at FVTPL used for proprietary trading		
Financial assets at FVTPL	<u>31,090,839</u>	<u>15,493,220</u>
	<u>31,090,839</u>	<u>15,493,220</u>

The portfolio of financial assets consists primarily of bonds, common stocks, equity stock indices, mutual funds stocks and stock warrants and securitised assets, denominated in EUR, USD, GBP, CHF and CAD.

16. DEBT INSTRUMENTS AT AMORTISED COST

	Financial year ended 31 January 2022 €	Financial year ended 31 January 2021 €
Balance at the beginning of the year	24,052,399	12,262,401
Purchases of debt instruments at amortised cost	23,332,511	19,553,860
Disposal of debt instruments at amortised cost	(16,383,705)	(6,838,927)
Net realised gain on disposal of debt instruments at amortised cost	(380,994)	179,442
Net unrealised foreign exchange gain / (loss)	757,540	(1,104,377)
Balance at the end of the financial year	<u>31,377,751</u>	<u>24,052,399</u>

The portfolio of debt instruments at amortised cost (EUR 31,377,751) is used for proprietary trading.

The portfolio of financial assets consists of debt instruments denominated in EUR and GBP.

Included in the above debt instruments are investments in passthrough securities issued by Aldburg S.A., a special purpose vehicle incorporated in Luxembourg and arranged by Cirdan Capital Management Limited.

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
17. TRADE AND OTHER RECEIVABLES

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Cash collateral receivable for derivatives futures	700	4,421,950
Cash collateral for margin calls	85,259,464	15,800,273
Other receivables	5,119,216	2,502
Interest income receivable	-	82,374
Receivable from subscriptions to Certificates	1,969,179	-
	<u>92,348,559</u>	<u>20,307,099</u>

Other receivables primarily consist of unsettled trades relating to IB accounts.

18. CERTIFICATES ISSUED AT FVTPL AND AT COST

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Non-current liabilities		
Certificates issued at FVTPL	94,069,859	48,806,492
Certificates issued at amortised cost	17,507,940	27,147,345
	<u>111,577,799</u>	<u>75,953,837</u>

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Current liabilities		
Certificates issued at FVTPL	28,050,555	6,007,989
Certificates issued at amortised cost	18,333,705	-
	<u>46,384,260</u>	<u>6,007,989</u>

Certificates issued at FVTPL

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
Balance at the beginning of the financial year	(54,814,481)	(53,892,642)
Subscriptions of Certificates issued at FVTPL	(155,193,611)	(48,801,332)
Redemption of Certificates issued at FVTPL	48,848,482	24,854,484
Reclassification	-	14,233,360
Net realised gain on redemption of Certificates issued at FVTPL	6,414,115	4,082,835
Net unrealised gain on fair value of Certificates issued at FVTPL	32,625,081	4,708,814
Balance at the end of the financial year	<u>(122,120,414)</u>	<u>(54,814,481)</u>

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
18. CERTIFICATES ISSUED AT FVTPL AND AT COST (CONTINUED)
Certificates issued at amortised cost

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
Balance at the beginning of the financial year	(27,147,345)	-
Reclassification	-	(14,233,360)
Subscriptions of Certificates issued at amortised cost	(21,477,182)	(13,867,863)
Redemption of Certificates issued at amortised cost	12,888,102	1,075,469
Net realised (loss)/gain on redemption of Certificates issued at amortised cost	(72,057)	5,021
Amortisation premium/discount of certificates	(26,648)	(122,866)
Net unrealised foreign exchange (loss)	(6,515)	(3,746)
Balance at the end of the financial year	<u>(35,841,645)</u>	<u>(27,147,345)</u>

Reclassification relates to a change in presentation of Certificates disclosed in the prior year financial statements.

All Certificates are listed, other than Series 2020-37 and 2021-98. The Certificates are listed on the Frankfurt Stock Exchange, the EuroTLX Stock Exchange and the Vienna Stock Exchange (Third Market). The nature of the markets on which the Certificates are listed are Multi-Lateral Trading Facilities exchanges, MTF.

Certificates issued at fair value through Profit and Loss

Series	Currency	Maturity	Issued Amount CCY	Subscribed Amount CCY	Carrying Value as at 31 January 2022 €	Carrying Value as at 31 January 2021 €
2018-06	USD	06/09/2022	3,036,250	Cancelled	-	1,131,906
2018-07	EUR	31/08/2022	5,335,289	1,943,277	2,534,524	2,041,466
2018-08	EUR	31/08/2022	5,000,000	Cancelled	-	95,516
2018-10	EUR	14/09/2022	5,000,000	Cancelled	-	239,263
2019-02	EUR	18/02/2022	6,000,000	4,498,725	5,770,367	5,266,165
2019-03	USD	07/03/2023	0,000,000	Redeemed	-	1,261,395
2019-07	EUR	25/07/2024	4,000,000	Cancelled	-	137,603
2019-09	USD	21/08/2029	5,000,000	2,480,000	1,589,793	1,900,560
2019-10	USD	21/08/2029	5,000,000	38,000	87,809	1,578,746
2019-13	EUR	14/10/2024	5,000,000	1,009,000	995,895	1,131,510
2019-14	EUR	23/10/2024	10,000,000	Cancelled	-	371,142
2019-17	USD	20/11/2024	5,000,000	421,000	466,773	491,472
2019-19	EUR	27/12/2023	8,000,000	400,000	410,514	5,183,979
2019-20	EUR	27/12/2023	3,000,000	605,000	769,084	240,764
2020-01	EUR	25/02/2025	3,000,000	Cancelled	-	9,889
2020-03	USD	24/03/2025	5,000,000	741,000	890,092	663,526
2020-04	USD	24/03/2025	5,000,000	,000	586,386	610,980
2020-05	EUR	17/04/2025	5,000,000	60,200	95,874	57,066
2020-06	EUR	12/05/2025	5,000,000	290,000	280,796	237,633
2020-09	EUR	12/06/2023	10,000,000	4,761,000	6,690,824	4,091,229
2020-10	USD	23/08/2025	10,000,000	6,922,000	6,271,187	3,252,439
2020-11	EUR	22/08/2022	5,000,000	386,000	60,331	222,336
2020-13	EUR	14/08/2025	2,000,000	1,074,000	1,210,957	587,704
2020-14	EUR	01/09/2025	5,000,000	1,475,000	1,587,794	1,186,256
2020-16	EUR	25/09/2025	10,000,000	1,641,000	1,656,246	1,300,182
2020-17	EUR	01/10/2025	3,000,000	500,000	489,320	476,995
2020-20	EUR	26/10/2022	3,000,000	Redeemed	-	428,081
2020-22	EUR	31/10/2025	3,000,000	Cancelled	-	684,677
2020-23	EUR	20/11/2023	3,000,000	263,000	249,378	354,958
2020-24	EUR	23/11/2022	2,000,000	151,000	83,337	320,088
2020-25	EUR	17/11/2025	5,000,000	1,000	861	-

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
18. CERTIFICATES ISSUED AT FVTPL AND AT COST (CONTINUED)
Certificates issued at fair value through Profit and Loss (continued)

Series	Currency	Maturity	Issued Amount CCY	Subscribed Amount CCY	Carrying Value as at 31 January 2022 €	Carrying Value as at 31 January 2021 €
2020-26	EUR	17/11/2025	5,000,000	13,000	13,634	2,105
2020-27	EUR	17/11/2025	5,000,000	13,000	17,113	5,844
2020-28	EUR	17/11/2025	5,000,000	23,000	26,054	6,441
2020-29	EUR	17/11/2025	5,000,000	38,000	41,392	28,893
2020-30	USD	11/05/2022	5,000,000	1,017,000	899,312	1,546,987
2020-31	EUR	14/12/2021	3,000,000	Redeemed	-	236,600
2020-33	EUR	16/06/2022	15,000,000	9,912,000	9,340,078	604,152
2020-35	EUR	17/12/2024	5,000,000	1,280,000	542,081	448,565
2020-36	EUR	27/12/2024	1,750,000	963,480	2,753	121,810
2020-37	EUR	02/01/2026	3,000,000	480,000	82,944	149,742
2020-38	EUR	06/01/2025	3,500,000	328,125	938	73,140
2021-01	EUR	08/01/2026	10,000,000	1,706,000	1,486,983	1,597,548
2021-02	EUR	05/02/2025	2,850,000	1,242,866	3,271	66,722
2021-03	EUR	30/01/2024	3,000,000	977,000	804,366	305,421
2021-04	EUR	16/12/2025	10,000,000	812,000	715,080	-
2021-05	EUR	26/03/2026	10,000,000	60,000	56,951	-
2021-06	EUR	20/02/2025	3,000,000	935,000	812,702	-
2021-07	EUR	26/02/2025	1,900,000	161,500	8,927	-
2021-08	EUR	25/08/2022	3,000,000	551,000	180,619	-
2021-09	EUR	31/08/2022	3,000,000	Cancelled	-	-
2021-10	EUR	13/03/2025	3,000,000	220,000	116,777	-
2021-11	EUR	13/03/2025	3,000,000	492,000	410,182	-
2021-12	EUR	10/03/2026	10,000,000	6,518,000	4,905,839	-
2021-13	EUR	24/03/2025	1,950,000	50,700	7,085	-
2021-14	EUR	16/03/2026	5,000,000	7,000	5,827	-
2021-15	EUR	25/03/2025	5,000,000	309,000	226,282	-
2021-16	EUR	30/09/2022	5,000,000	398,000	158,047	-
2021-17	EUR	01/04/2025	5,000,000	1,245,000	1,215,619	-
2021-18	USD	25/03/2026	10,000,000	Redeemed	-	-
2021-19	EUR	31/03/2025	1,950,000	681,642	21,148	-
2021-20	EUR	09/04/2026	10,000,000	2,254,000	2,196,953	-
2021-21	EUR	09/04/2026	10,000,000	1,323,000	1,117,089	-
2021-22	EUR	29/04/2026	13,000,000	10,749,000	2,101,431	-
2021-23	EUR	04/05/2026	10,000,000	760,000	740,287	-
2021-25	EUR	22/04/2026	5,000,000	2,662,000	2,459,476	-
2021-26	EUR	06/05/2026	10,000,000	9,433,000	1,085,739	-
2021-28	EUR	30/04/2025	3,000,000	748,000	573,343	-
2021-29	EUR	28/04/2026	3,000,000	613,000	580,022	-
2021-30	EUR	13/05/2026	10,000,000	3,719,000	3,647,038	-
2021-31	EUR	21/05/2026	10,000,000	4,561,000	2,138,197	-
2021-32	EUR	06/12/2022	3,000,000	Redeemed	-	-
2021-33	EUR	18/05/2026	10,000,000	Redeemed	-	-
2021-34	EUR	27/05/2026	5,000,000	39,000	90,012	-
2021-35	EUR	10/06/2026	3,000,000	396,000	166,083	-
2021-36	EUR	30/06/2026	3,000,000	1,353,000	443,108	-
2021-37	EUR	03/06/2026	3,000,000	64,000	34,079	-
2021-38	EUR	23/06/2026	3,000,000	768,000	202,215	-
2021-39	EUR	26/06/2025	3,000,000	1,112,000	264,880	-
2021-40	EUR	30/06/2026	5,000,000	1,072,000	1,050,904	-
2021-41	EUR	15/07/2025	6,000,000	2,872,000	2,109,199	-
2021-42	EUR	15/07/2025	5,000,000	3,091,000	1,986,896	-
2021-43	EUR	28/07/2026	3,000,000	543,000	199,337	-
2021-44	EUR	27/01/2023	10,000,000	242,000	60,717	-
2021-46	EUR	06/08/2026	15,000,000	6,562,000	5,783,879	-
2021-47	EUR	13/08/2024	3,000,000	304,000	112,208	-
2021-48	EUR	20/08/2025	4,000,000	782,000	308,344	-
2021-49	EUR	18/08/2027	3,000,000	953,000	872,817	-

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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
18. CERTIFICATES ISSUED AT FVTPL AND AT COST (CONTINUED)
Certificates issued at fair value through Profit and Loss (continued)

Series	Currency	Maturity	Issued Amount CCY	Subscribed Amount CCY	Carrying Value as at 31 January 2022 €	Carrying Value as at 31 January 2021 €
2021-50	EUR	01/09/2026	10,000,000	1,377,000	1,245,773	-
2021-51	EUR	26/08/2025	3,000,000	218,000	51,797	-
2021-52	EUR	29/08/2023	10,000,000	580,000	283,794	-
2021-53	EUR	16/09/2026	3,000,000	2,027,000	775,328	-
2021-54	EUR	22/09/2026	3,000,000	911,000	792,478	-
2021-55	EUR	21/03/2023	3,000,000	646,000	183,529	-
2021-56	EUR	23/09/2026	3,000,000	534,000	350,357	-
2021-57	EUR	01/10/2025	5,000,000	2,786,000	2,664,530	-
2021-58	EUR	03/04/2023	10,000,000	1,036,000	161,926	-
2021-59	EUR	12/10/2026	5,000,000	404,000	399,370	-
2021-61	EUR	21/10/2025	5,000,000	1,235,000	429,286	-
2021-62	EUR	09/10/2025	10,000,000	8,065,000	983,124	-
2021-63	EUR	08/10/2026	5,000,000	30,000	28,921	-
2021-65	EUR	08/10/2026	5,000,000	237,000	202,272	-
2021-66	EUR	08/10/2026	5,000,000	80,000	82,853	-
2021-67	EUR	08/10/2026	5,000,000	12,000	12,144	-
2021-68	EUR	08/10/2026	5,000,000	120,000	124,772	-
2021-69	EUR	13/10/2026	5,000,000	489,000	485,626	-
2021-70	EUR	29/10/2025	5,000,000	883,000	205,298	-
2021-71	EUR	17/11/2025	1,600,000	358,800	73,554	-
2021-72	EUR	04/11/2025	3,000,000	760,000	170,848	-
2021-73	EUR	11/11/2025	3,000,000	799,000	297,308	-
2021-74	EUR	24/11/2025	900,000	298,575	15,924	-
2021-75	EUR	24/11/2025	900,000	204,975	21,864	-
2021-76	EUR	16/11/2026	3,000,000	299,000	244,911	-
2021-77	EUR	18/11/2025	5,000,000	305,000	42,700	-
2021-78	EUR	18/11/2026	5,000,000	317,000	44,697	-
2021-79	EUR	21/11/2023	3,000,000	643,000	208,653	-
2021-80	EUR	27/11/2026	3,000,000	505,000	54,742	-
2021-81	EUR	27/11/2025	5,000,000	912,000	623,717	-
2021-82	EUR	07/12/2026	2,000,000	307,000	259,323	-
2021-83	EUR	12/06/2023	3,000,000	300,000	196,590	-
2021-84	EUR	02/12/2026	2,000,000	500,000	75,700	-
2021-85	EUR	08/12/2025	2,000,000	520,000	441,116	-
2021-86	EUR	09/12/2025	3,000,000	188,000	115,339	-
2021-87	EUR	31/12/2025	3,000,000	507,000	175,270	-
2021-88	EUR	18/12/2025	2,000,000	510,000	161,211	-
2021-89	EUR	23/12/2024	1,500,000	485,000	215,922	-
2021-90	EUR	22/06/2023	5,000,000	22,000	15,714	-
2021-91	EUR	23/12/2026	3,000,000	1,771,000	1,556,709	-
2021-92	EUR	28/12/2023	1,500,000	250,000	120,850	-
2021-93	EUR	23/12/2026	5,000,000	2,973,000	2,697,997	-
2021-94	EUR	03/01/2024	3,000,000	250,000	134,175	-
2021-95	EUR	30/12/2026	3,000,000	467,000	429,826	-
2021-98	EUR	31/12/2023	120,080	120,080	8,740	-
2022-01	EUR	11/01/2028	3,000,000	324,000	302,043	-
2022-02	EUR	12/01/2027	3,000,000	754,000	672,395	-
2022-03	EUR	19/01/2027	3,000,000	61,000	38,454	-
2022-04	EUR	19/01/2027	3,000,000	14,000	10,235	-
2022-05	EUR	20/01/2026	1,500,000	368,000	256,054	-
2022-06	EUR	25/01/2027	7,000,000	517,000	514,415	-
2022-07	EUR	29/01/2025	3,000,000	371,000	301,622	-
2022-08	EUR	27/01/2027	5,000,000	2,518,000	2,100,767	-
2022-09	EUR	05/02/2024	3,000,000	788,000	721,729	-
2022-12	EUR	04/02/2026	5,000,000	35,000	31,598	-

SMARTETN PUBLIC LIMITED COMPANY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022

18. CERTIFICATES ISSUED AT FVTPL AND AT COST (CONTINUED)

Certificates issued at fair value through Profit and Loss (continued)

Series	Currency	Maturity	Issued Amount CCY	Subscribed Amount CCY	Carrying Value as at 31 January 2022 €	Carrying Value as at 31 January 2021 €
R2018-01	EUR	12/10/2021	2,000,000	1,975,100	2,340,863	2,177,025
R2018-02	EUR	12/10/2021	1,000,000	693,278	798,731	928,181
R2018-03	EUR	12/10/2021	1,000,000	419,336	432,856	457,462
R2018-04	EUR	12/10/2021	1,000,000	358,234	376,725	456,352
R2018-05	EUR	12/10/2021	1,000,000	648,812	662,915	805,093
R2018-06	GBP	12/10/2021	1,000,000	19,353	-	186,460
R2018-07	GBP	12/10/2021	1,000,000	4,191	-	68,801
R2018-08	GBP	12/10/2021	1,000,000	2,401	-	31,663
R2018-09	GBP	12/10/2021	1,000,000	5,410	-	56,190
R2019-02	GBP	08/05/2023	1,000,000	Available	-	-
R2019-03	EUR	03/06/2022	3,000,000	656,072	312,254	563,744
R2019-04	EUR	13/06/2022	2,000,000	709,282	857,716	883,198
R2020-02	EUR	27/03/2024	3,000,000	2,127,704	1,850,779	2,619,407
R2020-03	EUR	21/05/2025	2,000,000	288,489	384,442	514,321
R2020-04	EUR	26/06/2025	2,000,000	337,641	411,018	593,099
R2020-05	EUR	24/07/2025	1,000,000	Available	-	138,375
R2020-06	EUR	31/07/2025	3,000,000	841,120	812,827	1,249,183
R2020-07	EUR	31/07/2025	1,000,000	435,374	408,241	494,581
R2020-08	EUR	28/09/2025	1,000,000	149,701	141,978	190,057
R2020-09	EUR	09/10/2025	1,000,000	85,919	98,792	155,989
R2020-10	EUR	15/09/2025	1,000,000	261,862	270,392	316,966
R2020-11	EUR	15/09/2025	1,000,000	149,029	141,295	139,298
R2020-17	EUR	15/12/2025	2,000,000	876,464	640,976	887,104
R2021-01	EUR	15/01/2026	1,000,000	267,194	242,051	152,436
R2021-02	EUR	29/01/2026	1,000,000	481,758	427,812	-
R2021-03	EUR	29/01/2026	1,000,000	323,676	382,294	-
R2021-04	EUR	29/01/2026	1,000,000	538,566	565,477	-
R2021-05	EUR	29/01/2026	1,000,000	198,419	152,139	-
R2021-06	EUR	01/03/2026	1,000,000	363,009	364,548	-
R2021-07	EUR	01/03/2026	1,000,000	207,096	213,995	-
R2021-08	EUR	01/03/2026	1,000,000	276,293	172,035	-
R2021-09	EUR	09/03/2026	3,000,000	869,096	636,974	-
					122,120,414	54,814,481

Certificates issued at amortised cost

Series	Currency	Maturity	Issued Amount CCY	Subscribed Amount CCY	Carrying Value as at 31 January 2022 €	Carrying Value as at 31 January 2021 €
2019-06	EUR	11/07/2022	35,000,000	18,256,000	18,333,705	19,792,000
R2019-01	EUR	08/05/2023	9,000,000	3,718,385	3,718,390	4,658,363
R2020-01	GBP	04/03/2024	1,000,000	16,179	19,455	283,660
2020-12	EUR	14/08/2023	20,000,000	12,720,000	12,802,457	1,350,000
R2020-16	EUR	04/12/2023	2,000,000	967,640	967,638	1,063,322
					35,841,645	27,147,345

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
19. SHORT INVESTMENTS AT FVTPL

	Financial year ended 31 January 2022 €	Financial year ended 31 January 2021 €
Short investments at FVTPL	-	-
Balance at the beginning of the financial year	-	(582,533)
Disposal of short investments at FVTPL	-	(1,854,689)
Purchase of short investments at FVTPL	781,249	3,492,826
Net realised loss on disposal of short investments at FVTPL	(625,109)	(1,110,442)
Net unrealised gain/(loss) on fair value of short investments at FVTPL	-	34,340
Net realised foreign exchange gain/(loss)	(156,140)	20,498
Balance at the end of the financial year	-	-

The portfolio of short investments consists primarily of short traded equity stock indices denominated in USD.

20. DERIVATIVE FINANCIAL INSTRUMENTS

The fair value of the derivative financial instruments is based on prices from the Derivatives' Brokers, Interactive Brokers LLC ("IB") and the Derivative Counterparties, Goldman Sachs International ("GSI") and J.P. Morgan Securities plc. ("JPM"), and are considered level one and level two valuations. Derivative financial instruments are used to hedge the return on certain Certificates issued.

Based on the fair values provided by the Derivatives' Brokers and the Derivative Counterparties, the following derivative financial instruments are classified as assets as at 31 January 2022:

Non – Current Assets	As at 31 January 2022 €	As at 31 January 2021 €
Instrument type		
Equity and index options	-	64,683
Options on futures	1,163,716	10,287
Futures	5,988,676	1,464,610
Futures	-	63,940
CFDs	870,999	98,170
Equity linked swaps	2,334,130	142,637
Stock warrants	5,241	130,248
Credit default index	8,801,732	3,212,455
Forwards	-	77,579
Synthetics	-	9,065
Credit Derivative	47,345	1,829,961
Equity options	1,836,205	577,046
Equity swaps	54,723	1,811
Interest rate options	-	141,936
Interest rate swaps	-	105,182
	21,102,767	7,929,610

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
20. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)

Current Assets	As at 31 January 2022	As at 31 January 2021
Instrument type	€	€
CFDs	157,729	-
	<u>157,729</u>	<u>-</u>

Based on the fair values provided by the Derivatives' Brokers and the Derivative Counterparties, the following derivative financial instruments are classified as liabilities as at 31 January 2022:

Non – Current Liabilities	As at 31 January 2022	As at 31 January 2021
Instrument type	€	€
Equity and index options	(1,064,171)	(290,924)
Options on futures		(36,701)
Commodities	(886,098)	
Futures	-	(968,900)
Futures	-	(2,611,606)
CFDs	(59,892)	(354,278)
Equity linked swaps	(44,858,023)	(1,021,956)
Warrants	(147,220)	(137,406)
Forwards	(7,298)	-
Synthetics	(3,299,704)	(17,164)
Credit derivatives	-	(224,875)
Equity options	-	(715,362)
Equity and index options	(1,367,811)	-
Equity swaps	(94,874)	(266,854)
Interest rate Options	(4,515)	-
	<u>(51,789,606)</u>	<u>(6,646,026)</u>

Based on the fair values provided by the Derivatives' Broker, the following derivative financial instruments are classified as liabilities as at 31 January 2021:

Current Liabilities	As at 31 January 2022	As at 31 January 2021
Instrument type	€	€
CFDs	(7,936)	(7,181)
Equity linked swaps	(2,483,906)	(207,651)
Equity and index options	(130,407)	-
	<u>(2,622,249)</u>	<u>(214,832)</u>

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**

21. TRADE AND OTHER PAYABLES

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Cash Collateral payable for derivatives	(5,988,676)	(1,168,725)
Guarantor amount payable	(4,172,356)	(707,102)
Other payables	(3,893,412)	(199,163)
Administration expenses payable	(229,010)	(108,267)
Other accruals – Interactive Brokers	(10,006)	(1,165)
Payable for redemptions of Certificates	-	(2,294,890)
	<u>(14,293,460)</u>	<u>(4,479,312)</u>

All accrued expenses are due within one year. Other payables consist of unsettled trades in IB accounts.

22. INTEREST PAYABLE ON CERTIFICATES

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Interest payable on Certificates	<u>(313,018)</u>	<u>(279,067)</u>

23. CALLED UP SHARE CAPITAL

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Authorised		
25,000 ordinary shares of €1 each	<u>25,000</u>	<u>25,000</u>
Allotted, called up and unpaid		
25,000 ordinary shares of €1 each	<u>25,000</u>	<u>25,000</u>

The Company issued its shares to one shareholder. 25,000 shares are held by Cirdan Capital Management Limited (England and Wales).

24. UNSETTLED TRADES OF FINANCIAL ASSETS

	Financial year ended 31 January 2022	Financial year ended 31 January 2021
	€	€
Unsettled trades receivable	6,497,365	426,394
Unsettled trades payable	(1,027)	-
	<u>6,496,338</u>	<u>426,394</u>

Included in the above unsettled trades receivable is the sale of a financial asset to Aldburg S.A. for €5,857,476. Aldburg S.A. is a special purpose vehicle incorporated in Luxembourg, of which Cirdan Capital Management Limited is the arranger to the vehicle.

SMARTETN PUBLIC LIMITED COMPANY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022

25. DIRECTORS AND EMPLOYEES

The Company had no employees during the financial year. Joanne Kenny and David Kenny, directors of the Company, are also directors of F.P.R. Trust Corporate Services Limited, which is due to receive EUR 20,000 (2021: EUR 20,000) by way of remuneration for provision of directorship services. This expense was incurred and settled by Cirdan Capital Management Limited. None of those fees are payable directly to either Joanne Kenny or David Kenny. The Company did not pay director fees to Antonio De Negri in the financial year ended 31 January 2022.

26. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial risk management

The Company's financial instruments include cash at bank, financial assets, financial liabilities and other receivables/payables that arise directly from operations.

The Company is exposed to a variety of financial risks: capital risk, market risk (include foreign exchange risk, interest rate risk and price risk), credit risk, liquidity risk and operational risk exposure. The Company has attempted to match the properties of its financial liabilities to its financial assets including derivative financial instruments to avoid significant elements of risk generated by mismatch of realised income and repayments from the investments against its obligations towards the Certificate holders. The directors seek to assess, monitor and manage the potential adverse effects of these risks on the Company's financial performance by appropriate methods as discussed below.

Operational risk exposure

Operational risk is the risk of direct or indirect loss arising from the Company's processes, personnel and infrastructure, and from external factors other than credit risk, market risk and liquidity risk. This includes risks arising from non-compliance with legal and regulatory requirements as well as generally accepted standards of corporate behaviour.

The Company's aim is to manage operational risk so as to limit financial losses and damage to its reputation while achieving its investment objectives. The Company has appointed external legal counsel and an independent corporate service provider to manage risks arising from non-compliance with legal and regulatory requirements. The arranger, which is also the Company's parent is responsible for managing operational risk related to hedging certificates issued against investments and derivative contracts entered into.

Capital risk management

The Company manages its capital to ensure that it is able to continue as a going concern while maximizing the return to Certificate holders. The capital managed by the Company comprises of ordinary shares, Certificates issued and the financial liabilities outstanding as at financial year end. The Company is not subject to externally imposed capital requirements.

Market risk

Market risk is the potential change in the value caused by the movements in foreign exchange, in the interest rates or market prices of the financial instruments. The Certificate holders are exposed to the market risk of the underlying reference item of each Certificate issued by the Company. The Company are exposed to these same market risks in respect to its proprietary investment portfolio.

(i) Foreign exchange risk

The Company enters into FX forwards to minimise the exposure to foreign exchange risk. Foreign exchange risk not hedged by the FX forwards is borne by the Certificate holders.

The table below shows the Company's exposure to foreign currency risk as at 31 January 2022.

SMARTETN PUBLIC LIMITED COMPANY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022

26. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)

Market risk (continued)

(i) Foreign exchange risk (continued)

The table below shows the Company's exposure to foreign currency risk as at 31 January 2022.

Assets – 31 January 2022

	Financial assets at FVTPL	Debt instruments at cost	Derivative financial instruments – asset	Trade and other receivables	Cash and cash equivalents	Unsettled trades receivable	Total
	'€000	'€000	'€000	'€000	'€000	'€000	'€000
EUR	11,033	27,013	493	87,549	37,489	6,497	170,074
USD	25,781	-	20,767	511	1,359	-	48,418
GBP	76	4,365	-	64	1,972	-	6,477
CHF	-	-	-	-	19	-	19
CAD	42	-	-	-	(525)	-	(483)
JPY	-	-	-	3,011	616	-	3,627
AUD	-	-	-	316	(322)	-	(6)
NZD	-	-	-	-	5	-	5
ZAR	-	-	-	-	(11)	-	(11)
MXN	-	-	-	673	(665)	-	8
SGD	-	-	-	225	(1,347)	-	(1,122)
	36,931	31,378	21,260	92,349	38,591	6,497	227,006

Liabilities – 31 January 2022

	Certificates issued	Financial liabilities at FVTPL	Derivative financial instruments – liability	Interest payable on Certificates	Trade and other payables	Unsettled trades payable	Total
	'€000	'€000	'€000	'€000	'€000	'€000	'€000
EUR	147,151	-	3,810	313	4,388	1	155,663
USD	10,791	-	50,597	-	6,894	-	68,282
GBP	19	-	6	-	3,009	-	3,034
CAD	-	-	-	-	1	-	1
JPY	-	-	-	-	1	-	1
ZAR	-	-	-	-	1	-	1
	157,961	-	54,413	313	14,294	1	226,983

The table below shows the Company's exposure to foreign currency risk as restated at 31 January 2021.

Assets – 31 January 2021

	Financial assets at FVTPL	Debt instruments at cost	Derivative financial instruments – asset	Trade and other receivables	Cash and cash equivalents	Unsettled trades receivable	Total
	'€000	'€000	'€000	'€000	'€000	'€000	'€000
EUR	2,739	5,500	1,728	19,416	20,327	426	50,136
USD	14,213	1,648	6,182	674	(1,216)	-	21,501
GBP	64	16,904	-	217	4,781	-	21,968
CHF	-	-	-	-	1	-	1
	17,017	24,052	7,910	20,307	23,894	426	93,606

SMARTETN PUBLIC LIMITED COMPANY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022

26. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)

Market risk (continued)

(i) Foreign exchange risk (continued)

Liabilities – 31 January 2021

	Certificates issued at FVTPL '€000	Certificates issued at cost '€000	Derivative financial instruments – liability '€000	Interest payable on Certificates '€000	Trade and other payables '€000	Total '€000
EUR	42,033	26,864	3,087	279	1,282	73,545
USD	12,438	-	3,623	-	1,173	17,234
GBP	343	284	150	-	2,025	2,802
	54,814	27,147	6,861	279	4,479	93,581

(ii) Interest rate risk

The risk is defined as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

Interest rate risk is managed by entering into exact, and opposite derivative contracts to match the contractual requirements of the any Certificate interest payable.

At the reporting date, the interest rate profile of the Company's financial assets and liabilities were as follows:

	Fixed rate €	Up to 1 month €	1 – 6 months €	Non- interest bearing €	Total €
Assets					
Financial assets at FVTPL	-	-	-	36,931,159	36,931,159
Debt instruments at amortised cost	-	-	31,377,751	-	31,377,751
Derivative financial instruments	-	-	13,415,079	7,845,417	21,260,496
Trade and other receivables	-	-	-	92,348,559	92,348,559
Cash and cash equivalents	-	38,591,089	-	-	38,591,089
Unsettled trades receivable	-	-	-	6,497,365	6,497,365
	-	38,591,089	44,792,830	143,622,500	227,006,419
Liabilities					
Certificates issued at FVTPL	1,677,601	-	-	120,442,813	122,120,414
Certificates issued at amortised cost	-	-	18,333,705	17,507,940	35,841,645
Short investments at FVTPL	-	-	-	-	-
Derivative financial instruments	-	-	52,386,771	2,025,084	54,411,855
Interest payable on Certificates	-	-	-	313,018	313,018
Trade and other payables	-	-	-	14,293,460	14,293,460
Unsettled trades payable	-	-	-	1,027	1,027
	1,677,601	-	70,720,476	154,583,342	226,981,419

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
26. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)
Market risk (continued)
(ii) Interest rate risk (continued)

As at 31 January 2021, the interest rate profile of the Company's financial assets and liabilities were as follows:

	Fixed rate	Up to 1	1 – 6	Non-	
Assets	€	month	months	interest	Total
	€	€	€	bearing	€
Financial assets at FVTPL	-	-	-	17,016,537	17,016,537
Debt instruments at amortised cost	1,647,990	-	22,404,409	-	24,052,399
Derivative financial instruments	-	-	7,607,787	301,823	7,909,610
Trade and other receivables	-	-	-	20,307,099	20,307,099
Cash and cash equivalents	-	23,894,024	-	-	23,894,024
Unsettled trades receivable	-	-	-	426,394	426,394
	1,647,990	23,894,024	30,012,196	38,051,853	93,606,063

	Fixed rate	Up to 1	1 – 6	Non-	
Liabilities	€	month	months	interest	Total
	€	€	€	bearing	€
Certificates issued at FVTPL	3,479,308	-	-	51,335,173	54,814,481
Certificates issued at amortised cost	-	-	19,792,000	7,355,345	27,147,345
Short investments at FVTPL	-	-	-	-	-
Derivative financial instruments	-	-	6,589,375	271,483	6,860,858
Interest payable on Certificates	-	-	-	279,067	279,067
Trade and other payables	-	-	-	4,479,312	4,479,312
	3,479,308	-	26,381,375	63,720,380	93,581,063

(iii) Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or foreign exchange risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or all factors affecting all similar financial instruments traded in the market.

The price risk associated with the realisation of the certain financial assets held by the Company is offset by the changes in the fair value of the Certificates issued by the Company. Changes in the fair value of such financial assets the Company hold purely for hedging its exposures from the relevant issued Certificates will be offset by an equal and opposite fair value movements on those Certificates which the Company has entered offsetting hedging transactions. Certificate holders are exposed to a maximum loss of 90% of the original capital invested by the existence of the guarantees which the Company has in place from Cirdan Capital Management Limited.

The Company is further exposed to the price risk in unfavourable movements in the investment portfolio not held for hedging purposes. The exposure arises from the Company's investment in equity securities, equity-linked derivatives and private investments. The Company mitigates the risk by applying specific concentration rules on geographic location, industry and economic sector, to ensure the investments are diversified and not impacted by similar, once off events.

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
26. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)
Market risk (continued)
(iii) Price risk (continued)

The Company uses the following three-tier hierarchy as a framework for disclosing fair value based on inputs to the valuation of the Company's financial instruments:

- Level 1: Quoted market price in an active market for an identical instrument.
- Level 2: Valuation techniques based on observable inputs. This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.
- Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs could have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

The carrying amounts of financial instruments held at fair value are determined, in full or in part, by reference to the Level 1, Level 2 and Level 3 hierarchy categories as defined above. The table below sets out the instruments included in each category.

31 January 2022	Level 1	Level 2	Level 3	Total
	€	€	€	€
Financial assets at FVTPL				
Financial assets at FVTPL	4,063,420	23,664,934	9,202,805	36,931,159
Derivative financial instruments	7,152,392	14,108,103	-	21,260,495
	<u>11,215,812</u>	<u>37,773,037</u>	<u>9,202,805</u>	<u>58,191,654</u>
Financial liabilities at FVTPL				
Certificates issued at FVTPL	-	(120,442,812)	(1,677,602)	(122,120,414)
Derivative financial instruments	(1,950,269)	(52,461,586)	-	(54,411,855)
	<u>(1,950,269)</u>	<u>(172,904,398)</u>	<u>(1,677,602)</u>	<u>(176,532,269)</u>
31 January 2021				
	Level 1	Level 2	Level 3	Total
	€	€	€	€
Financial assets at FVTPL				
Financial assets at FVTPL	-	11,525,877	5,490,660	17,016,537
Derivative financial instruments	1,539,580	6,370,030	-	7,909,610
	<u>1,539,580</u>	<u>17,895,907</u>	<u>5,490,660</u>	<u>24,926,147</u>
Financial liabilities at FVTPL				
Certificates issued at FVTPL	-	(51,335,175)	(3,479,306)	(54,814,481)
Derivative financial instruments	(1,296,525)	(5,564,333)	-	(6,860,858)
	<u>(1,296,525)</u>	<u>(56,899,508)</u>	<u>(3,479,306)</u>	<u>(61,675,339)</u>

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

Credit risk

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Company.

A policy is implemented where the Company can only enter into financial instruments with reputable, pre-approved counterparties. This includes closely monitoring the creditworthiness of the Company's counterparties (brokers, custodians and banks) by reviewing their credit ratings, financial statements and press releases on a regular basis.

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
26. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)
Credit risk (continued)

The net carrying amount of the financial instruments best represents the maximum credit risk exposure at the balance sheet date. The table below represents the maximum exposure to credit risk:

	31 January 2022
Assets	€
Financial assets at FVTPL	11,419,576
Debt instruments at amortised cost	35,814,327
Derivative financial instruments	21,260,495
Trade and other receivables	92,348,559
Cash and cash equivalents	38,591,089
Unsettled trades receivable	6,004,376
	<u>205,438,422</u>

	31 January 2021
Assets	€
Financial assets at FVTPL	9,914,593
Debt instruments at amortised cost	24,052,399
Derivative financial instruments	7,909,610
Trade and other receivables	20,307,099
Cash and cash equivalents	23,894,024
Unsettled trades receivable	426,394
	<u>86,504,119</u>

(i) The credit rating profile of the Derivatives' Broker and Counterparties are as follows:

Financial assets at FVTPL	Financial year ended 31 January 2022		Credit rating	Rating agency
	€	€		
Aldburg S.A.	13,747,085	Unrated	-	
Credit Suisse	11,419,576	A	S&P	
Citigroup Global Markets	4,340,714	A-1	S&P	
Other	3,449,721	Unrated	-	
Interactive Brokers	2,962,111	BBB+	S&P	
J.P. Morgan Structured Products	862,419	A+	S&P	
Aldburg Public S.A.	99,520	Unrated	-	
Morgan Stanley & Co. International PLC	50,013	A+	S&P	
	<u>36,931,159</u>			

Debt instruments at amortised cost	Financial year ended 31 January 2022		Credit rating	Rating agency
	€	€		
Aldburg S.A.	26,365,201	Unrated	-	
Dryden 51 EURO CLO 2017 BV	2,506,300	AA	S&P	
Adagio CLO VIII DAC	2,506,250	AA	Fitch	
	<u>31,377,751</u>			

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
26. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)
Credit risk (continued)

Derivative financial instruments	Financial year ended 31 January 2022	Credit rating	Rating agency
	€	€	€
Interactive Brokers LLC	7,152,393	BBB+	S&P
Goldman Sachs International	12,169,831	A+	S&P
J.P. Morgan Securities plc.	1,938,272	A+	S&P
Credit Suisse	-	A+	S&P
	<u>21,260,496</u>		

Derivative financial instruments	Financial year ended 31 January 2021	Credit rating	Rating agency
	€	€	€
Interactive Brokers LLC	1,539,580	BBB+	S&P
Goldman Sachs International	3,734,094	A+	S&P
J.P. Morgan Securities plc.	2,635,936	A+	S&P
	<u>7,909,610</u>		

- (ii) The credit rating profile of the banks holding the cash and cash equivalents balance is as follows:

Cash and cash equivalents	Financial year ended 31 January 2022	Credit rating	Rating agency
	€	€	€
Citibank, N.A.	6,485,506	Aa3	Moody's
Goldman Sachs International Bank	8,771,765	Aa3	Moody's
Interactive Brokers LLC	20,372,519	BBB+	S&P
Banca 5	314,067	BBB	S&P
Banca Finnat	2,647,232	Non-rated	N/A
	<u>38,591,089</u>		

Cash and cash equivalents	Financial year ended 31 January 2021	Credit rating	Rating agency
	€	€	€
Citibank, N.A.	2,908,587	Aa3	Moody's
Goldman Sachs International Bank	16,308,691	Aa3	Moody's
Interactive Brokers LLC	4,013,153	BBB+	S&P
Banca 5	663,593	BBB	S&P
	<u>23,894,024</u>		

- (iii) Credit risk for unsettled trades receivable is minimal as the balance is settled in the months following the financial year-end.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity risk is to ensure as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses. The Company manages this risk by entering an exact equal, but opposite hedge to replicate the performance of the Certificate.

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
26. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT (CONTINUED)

Prudent liquidity risk management requires maintaining sufficient cash and marketable investments, which the Company does. The maturity profile of the financial liabilities as at 31 January 2022 is as follows:

Liabilities	Gross contractual cashflow €	Up to 1 year €	1 – 2 years €	2 – 5 years €	5 years
Certificates issued at FVTPL	122,120,414	28,050,874	9,433,521	82,958,418	1,677,601
Certificates issued at amortised cost	35,841,645	18,333,386	17,488,802	19,457	-
Interest payable on Certificates	1,078,360	512,582	310,988	254,790	-
Trade and other payables	13,593,247	13,593,247	-	-	-
Unsettled trades payable	1,027	1,027	-	-	-
	172,634,693	60,491,435	27,233,311	83,232,665	1,677,601

The maturity profile of the financial liabilities as restated at 31 January 2021 is as follows:

Liabilities	Gross contractual cashflow €	Up to 1 year €	1 – 2 years €	2 – 5 years €	5 years
Certificates issued at FVTPL	54,814,481	6,007,989	12,738,751	32,588,435	3,479,306
Certificates issued at amortised cost	27,147,345	-	19,792,000	7,355,345	-
Interest payable on Certificates	565,457	565,457	-	-	-
Trade and other payables	4,479,312	4,479,312	-	-	-
	87,006,595	11,052,758	32,530,751	39,943,780	3,479,306

The amounts shown are the contractual undiscounted cashflows whereas the Company manages the inherent liquidity risk based on expected undiscounted cash inflows. The Company reviews the liquidity requirement on an ongoing, accrual basis to ensure that there is always sufficient liquidity to meet any short / medium term obligations

27. RELATED PARTY TRANSACTIONS

The Certificates issued by the Company are unconditionally and irrevocably guaranteed by the Guarantor (the parent company). In case of shortfall, between the realisable value of the financial assets held by the Company and the contractual obligation of the Certificates issued by the Company, the Guarantor is obliged to cover the full amount of the shortfall. In case of a surplus, between the realisable value of the financial assets held by the Company and the contractual obligation of the Certificates issued by the Company, the Guarantor is entitled to the full amount of the surplus as a consideration for acting as Guarantor to the Company.

The amount payable by the Company to the Guarantor as at 31 January 2022 amounts to €7,959,923 (2021: €4,854,425 payable).

Cirdan Capital Management Limited is the sole shareholder of the Company, holding 25,000 of the issued ordinary shares.

During the financial year, the Company recognised arranger fees payable to Cirdan Capital Management Limited amounting to €10,372,423 (2021: €828,550), with €120,742 (2021: €120,300) remaining payable as at 31 January 2022.

Cirdan Capital Management Limited acts as an arranger of Aldburg S.A., a company registered in Luxembourg. As at 31 January 2022, the Company holds Notes issued by Aldburg S.A. amounting to €40,211,806 (2021: €29,543,059). The Company also sold a financial assets to Aldburg S.A. during the year, €11,631,621.

During the year the Company also purchased a financial asset for the purposes of onward selling this asset to Alburg S.A.. The asset was purchased and sold for €11,631,621. Included in unsettled trades at year end is €5,857,476 receivable from Alburg S.A. in respect to this transaction. The amount outstanding was settled in February 2022.

SMARTETN PUBLIC LIMITED COMPANY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022

27. RELATED PARTY TRANSACTIONS (CONTINUED)

Antonio De Negri, director of the Company, was also a director and majority shareholder of Cirdan Capital Management Limited during the financial year and in that capacity held material interest in transactions conducted with the Company.

Joanne Kenny and David Kenny, directors of the Company, are also directors of F.P.R. Trust Corporate Services Limited, which has received €20,000 by way of remuneration for provision of director services. The Company did not pay director fees to Antonio De Negri in the financial year ended 31 January 2022.

28. DISCLOSURE OF THE ULTIMATE PARENT UNDERTAKING

The Company is a subsidiary undertaking of Cirdan Capital Management Limited, an entity incorporated in England and Wales, which owns 100% of the Company's shares. Copies of the group financial statements are kept at 54 Baker Street, Marylebone, London W1U 7Bu, United Kingdom. The ultimate parent company is Cirdan Group S.P.A. an entity incorporated in Italy, which owns 100% Cirdan Capital Management Limited's shares.

29. SIGNIFICANT SUBSEQUENT EVENTS

The following series of Certificates were issued after the end of the reporting financial year:

Series	Currency	Issued Amount	Issue Date	Maturity Date
2022-14	EUR	1,000,000	01/02/2022	10/02/2026
2022-15	EUR	3,000,000	02/02/2022	12/02/2024
2022-16	EUR	5,000,000	03/02/2022	25/02/2027
2022-17	EUR	2,000,000	08/02/2022	20/02/2024
2022-18	EUR	10,800,000	25/02/2022	30/08/2032
2022-19	EUR	1,000,000	09/02/2022	18/02/2026
2022-20	EUR	1,000,000	09/02/2022	18/02/2026
2022-21	EUR	15,000,000	16/02/2022	24/02/2027
2022-22	EUR	6,000,000	18/02/2022	18/02/2024
2022-23	EUR	3,000,000	22/02/2022	16/03/2027
2022-24	EUR	3,000,000	28/02/2022	07/03/2025
2022-25	EUR	2,000,000	01/03/2022	08/03/2027
2022-26	EUR	3,000,000	04/03/2022	15/04/2026
2022-27	EUR	3,000,000	16/03/2022	31/03/2026
2022-28	EUR	15,000,000	01/04/2022	17/05/2027
2022-29	USD	1,000,000	18/03/2022	24/02/2023
2022-30	USD	1,000,000	18/03/2022	24/02/2023
2022-31	USD	1,000,000	18/03/2022	24/03/2023
2022-32	USD	1,000,000	18/03/2022	24/02/2023
2022-33	EUR	3,000,000	04/04/2022	12/04/2027
2022-34	EUR	1,500,000	22/03/2022	17/03/2026
2022-35	EUR	3,000,000	23/03/2022	02/04/2027
2022-36	EUR	3,000,000	23/03/2022	31/03/2026
2022-37	EUR	5,000,000	30/03/2022	07/04/2025
2022-38	EUR	10,000,000	25/03/2022	02/04/2026
2022-39	EUR	3,000,000	29/03/2022	06/04/2023
2022-40	EUR	3,000,000	04/04/2022	14/04/2026
2022-41	EUR	5,000,000	08/04/2022	16/04/2027
2022-42	EUR	5,000,000	06/04/2022	12/04/2027
2022-43	EUR	3,000,000	19/04/2022	28/10/2025

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
29. SIGNIFICANT SUBSEQUENT EVENTS (CONTINUED)

Certificates issued after end of the reporting financial year (continued)

Series	Currency	Issued Amount	Issue Date	Maturity Date
2022-44	EUR	3,000,000	21/04/2022	28/04/2027
2022-45	EUR	3,000,000	22/04/2022	05/05/2027
2022-46	EUR	5,000,000	26/04/2022	04/05/2027
2022-47	EUR	10,000,000	25/04/2022	04/05/2027
2022-48	EUR	5,000,000	26/04/2022	04/05/2027
2022-49	EUR	2,000,000	28/04/2022	07/05/2025
2022-50	EUR	3,000,000	03/05/2022	10/06/2027
2022-51	EUR	1,000,000	03/05/2022	26/05/2026
2022-52	EUR	5,000,000	04/05/2022	11/05/2027
2022-53	EUR	1,500,000	04/05/2022	12/05/2025
2022-54	EUR	1,500,000	04/05/2022	12/05/2025
2022-55	EUR	1,500,000	12/05/2022	20/05/2027
2022-56	EUR	1,500,000	12/05/2022	20/05/2027
2022-57	EUR	10,000,000	11/05/2022	11/05/2032
2022-58	EUR	20,000,000	16/05/2022	11/07/2024
2022-59	EUR	3,000,000	17/05/2022	31/05/2027
2022-60	EUR	1,800,000	24/05/2022	27/05/2025
2022-61	EUR	1,475,000	19/05/2022	27/07/2026
2022-62	EUR	3,000,000	18/05/2022	26/05/2026
2022-63	EUR	3,000,000	25/05/2022	15/06/2026
2022-64	EUR	3,000,000	30/05/2022	11/06/2027
2022-65	EUR	5,000,000	13/06/2022	23/06/2025
2022-66	EUR	5,000,000	13/06/2022	23/12/2025
2022-67	EUR	10,000,000	16/06/2022	23/06/2032
2022-68	EUR	3,000,000	17/06/2022	03/07/2028
2022-69	EUR	10,000,000	20/06/2022	29/06/2027
2022-70	EUR	10,000,000	20/06/2022	29/06/2027
2022-71	EUR	3,000,000	23/06/2022	01/07/2027
2022-72	EUR	3,000,000	20/06/2022	30/06/2026
2022-73	EUR	3,000,000	23/06/2022	17/07/2028
2022-74	EUR	1,000,000	30/06/2022	21/07/2026
2022-75	EUR	10,000,000	01/07/2022	12/07/2027
2022-76	EUR	3,000,000	30/06/2022	07/09/2027
2022-77	EUR	740,000	30/06/2022	08/09/2026
2022-78	EUR	2,310,000	07/07/2022	15/07/2027
2022-79	EUR	10,000,000	07/07/2022	26/07/2027
2022-80	EUR	3,000,000	13/07/2022	23/07/2027
2022-81	EUR	930,000	18/07/2022	27/07/2027
2022-82	EUR	1,825,000	26/07/2022	27/07/2026

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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022**
29. SIGNIFICANT SUBSEQUENT EVENTS (CONTINUED)

Certificates issued after end of the reporting financial year (continued)

Series	Currency	Issued Amount	Issue Date	Maturity Date
2022-83	EUR	5,000,000	20/07/2022	28/07/2023
2022-84	EUR	5,000,000	27/07/2022	04/08/2023
2022-85	EUR	2,000,000	29/07/2022	03/08/2027
2022-86	EUR	3,000,000	22/07/2022	30/07/2026
2022-87	EUR	3,000,000	27/07/2022	08/09/2026
2022-88	EUR	3,000,000	11/08/2022	08/10/2026
2022-89	EUR	5,000,000	12/08/2022	22/08/2023
2022-90	EUR	10,000,000	16/08/2022	24/08/2027
2022-91	USD	5,000,000	16/08/2022	13/09/2028
2022-92	EUR	2,000,000	19/08/2022	11/09/2024
2022-93	EUR	2,000,000	22/08/2022	25/08/2027
2022-95	EUR	10,000,000	22/08/2022	07/09/2032
R2022-01	EUR	10,000,000	27/05/2022	27/05/2026
R2022-02	EUR	3,000,000	27/05/2022	03/06/2025
R2022-03	EUR	2,000,000	30/05/2022	06/06/2025

The following series of Certificates were redeemed or cancelled after the end of the reporting financial year:

Series	Currency	Action	Issued Amount	Issue Date	Maturity Date
2018-07	EUR	Redemption	5,335,289	31/08/2018	31/08/2022
2019-02	EUR	Redemption	6,000,000	14/02/2019	14/02/2023
2019-06	EUR	Redemption	35,000,000	24/05/2019	24/05/2023
2019-13	EUR	Cancelled	5,000,000	02/09/2019	03/09/2029
2020-11	GBP	Redemption	5,000,000	05/05/2020	06/05/2030
2020-30	USD	Redemption	5,000,000	13/11/2020	11/05/2022
2020-33	EUR	Redemption	10,000,000	07/12/2020	16/06/2022
2021-08	EUR	Redemption	3,000,000	12/02/2021	25/08/2022
2021-17	EUR	Redemption	5,000,000	17/03/2021	01/04/2025
2021-54	EUR	Redemption	3,000,000	10/09/2021	22/09/2026
R2019-03	EUR	Redemption	3,000,000	03/06/2019	03/06/2022
R2019-04	EUR	Redemption	2,000,000	12/06/2019	13/06/2022

The current impact of the stance taken by Russia towards Ukraine, has had a direct macro-economic impact across the world. However, the Company does not have any direct exposure to either country, and as such, has not been directly impacted by the invasion.

There were no other material events after the end of the reporting financial year until the date of the signing of the financial statements which would require disclosure in the financial statements.

SMARTETN PUBLIC LIMITED COMPANY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022

30. CHANGE IN PRESENTATION

Following a review of the financial statements by the Company during the year, the Company concluded that a change in the presentation and classification of net gain/losses on the Company's financial instruments in the statement of comprehensive of income is appropriate having regard to the selection and criteria for the selection and application of accounting policies set out in FRS 102:

1. Presentation of note 18 to the financial statements supporting certificates issued

The change in presentation to note 18 to the financial statements was made as it results in the financial statements providing more relevant information about the understanding and performance of the Company's certificate issued through a clearer presentation in the notes to the financial statements.

2. Presentation of net gain/losses on the Company's financial instruments in the statement of comprehensive of income

The change in presentation was made as it results in the financial statements providing more relevant information about the effects of transactions on the Company's financial performance through a clearer presentation on the face of the Statement of Comprehensive Income of the net gain/loss movements on each of its financial instrument classifications. The total gain/losses recognised in the profit and loss arising from trading activity on each of its classes of financial instruments are now presented net on the face of the Statement of Comprehensive Income. While not required by FRS 102, the detailed breakdown of the composition of these net gain/loss movements is still provided in the notes to the financial statements for financial assets and liabilities measured at fair value through profit and loss and for financial assets and liabilities (including Certificates issued) measured at amortised cost.

The following prior period comparatives in the Statement of Comprehensive Income (outlined below) have been restated for comparative purposes following this voluntary change in presentation:

- Interest income €1,907,598 (2021: €1,287,193) on financial assets is now separately disclosed between interest income that arises on financial assets at amortised cost and financial assets at fair value through profit and loss and is presented in the notes to the financial statements as part of the overall net gain/(loss) movement on those financial instruments. The prior period comparatives were restated in accordance with this change. Refer to note 3 and 4 of the financial statements.
- Interest expense €14,646,088 (2021: €925,773) on financial liabilities is now separately disclosed between interest income that arises on financial liabilities at amortised cost and financial liabilities at fair value through profit and loss and is presented in the notes to the financial statements as part of the overall net/gain loss movement on those financial instruments. The prior period comparatives were restated in accordance with this change. Refer to note 5 and 6 of the financial statements.
- Unrealised gains on financial assets at FVTPL €1,839,430 (2021: €1,278,340) and realised losses on financial assets at FVTPL €(369,511) (2021: €(790,694)) are now presented net within the overall net gain/loss on financial assets at FVTPL on the face of the Statement of Comprehensive Income and are disclosed separately in the notes to the financial statements. Realised foreign exchange gains and losses are presented as part of the overall net realised gain/loss position. Refer to note 3 of the financial statements.
- Realised losses/gains on financial assets at amortised cost €(380,994) (2021: €179,442) and realised foreign exchange gains and losses €757,540 (2021: €(1,104,377)) are now presented within overall net gain/loss on financial assets at amortised cost on the face of the Statement of Comprehensive Income and are disclosed separately in the notes to these financial statements. Realised foreign exchange gains and losses are presented as part of the overall net realised gain/loss position. Refer to the note 4 of these financial statements.
- Unrealised gains on Certificates issued at FVTPL €6,414,115 (2021: €4,082,835) and realised gains on Certificates issued at FVTPL €32,625,081 (2021: €4,708,814) are now presented net within the overall net gain/loss on Certificates issued at FVTPL on the face of the Statement of Comprehensive Income and are disclosed separately in the notes to these financial statements. Realised foreign exchange gains and losses are presented as part of the overall net realised gain/loss position. Refer to note 6 of these financial statements.

SMARTETN PUBLIC LIMITED COMPANY

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 31 JANUARY 2022****30. CHANGE IN PRESENTATION (CONTINUED)**

- Realised losses/gain on Certificates issued at amortised cost €(72,057) (2021: €5,021) and realised foreign exchange gains and losses €(6,515) (2021: €(3,746)) are now presented within overall net gain/loss on Certificates issued at amortised cost on the face of the Statement of Comprehensive Income and are disclosed separately in the notes to these financial statements. Realised foreign exchange gains and losses are presented as part of the overall net realised gain/loss position. Refer to note 7 of these financial statements.
- Unrealised losses on Derivative financial instruments at FVTPL €(39,214,480) (2021: €772,031) and realised gain/loss €19,846,380 (2021: €(213,087)) are now presented within overall net gain/loss on Derivative financial instruments on the face of the Statement of Comprehensive income and are disclosed separately in the notes to these financial statements. Realised foreign exchange gains and losses are presented as part of the overall net realised gain/loss position. Refer to note 8 of these financial instruments.
- Realised losses on Short investments at FVTPL €(625,109) (2021: €(1,110,442)) and realised foreign exchange losses and gain €(156,140) (2021: €54,835) are now presented within overall net loss on Short investments at FVTPL on the face of the Statement of the Comprehensive income and are disclosed separately in the notes to these financial statements. Please refer to note 5 of these financial statements.

31. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the Board of Directors on 09 September 2022.