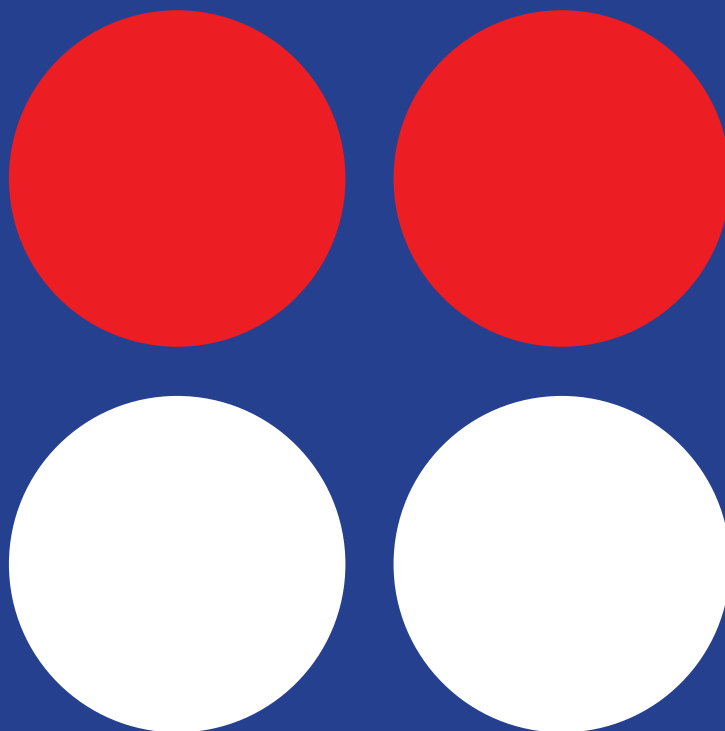

Second quarter and half year results 2016



B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

Second quarter 2016

- Gross cash collection of NOK 427 million (293)
- Portfolio acquisitions of NOK 827 million (318)
- Positive cash flow from operations NOK 226 million (189)
- Acquisition of new platforms in Bulgaria and Romania, through the purchase of Debt Collection Agency AD
- Successful initial public offering raising gross NOK 687 million in new capital

Half year 2016

- Gross cash collection of NOK 840 million (572)
- Portfolio acquisitions of NOK 1,275 million (382)
- Positive cash flow from operations NOK 361 million (291)

(Comparable numbers for Q2 and 1H 2015 in brackets)

<i>(NOK million)</i>	Quarter 2 2016	Quarter 2 2015	<i>Change %</i>	6 months 2016	6 months 2015	<i>Change %</i>	Full year 2015
Net operating revenues	331,5	223,1	48,6 %	610,6	453,3	34,7 %	1 076,2
Operating profit	113,4	66,9	69,6 %	198,2	156,3	26,8 %	377,2
<i>Profit margin</i>	34,2 %	30,0 %		32,5 %	34,5 %		35,0 %
Profit for the period after tax	62,6	83,9	-25,3 %	60,7	75,2	-19,2 %	198,2
Earnings per share, basic and diluted	0,19	0,27		0,19	0,24		0,63
Cash flow from operating activities	226,1	188,9	19,7 %	361,3	290,6	24,3 %	591,1
Operating cash flow per share	0,69	0,61		1,13	0,94		1,90
Portfolio acquisitions	826,7	317,7	160,2 %	1 274,6	381,9	233,8 %	1 358,3
Cash collection from portfolios	427,4	292,7	46,0 %	840,4	571,8	47,0 %	1 339,1

Operational review

B2Holding had an eventful second quarter. Portfolio acquisitions were nearly doubled from the first quarter showing high activity within debt purchasing. Furthermore, the acquisition of Debt Collection Agency AD (DCA) was closed on June 10. DCA is one of the leading players in Bulgaria, with a fully owned subsidiary in Romania. After the acquisition of DCA, B2Holding has operations in 12 countries.

B2Holding listed its shares on the Oslo Stock Exchange on the 8th of June, after an extensive and successful marketing and bookbuilding period. The total offering, including secondary sale of shares, amounted to NOK 995 million, of which the Company raised gross 687 million to finance further expansion. In total, more than 150 institutional investors and 600 retail investors subscribed in the offering.

The Group successfully acquired portfolios for a purchase price of NOK 827 million in the second quarter and has in total purchased portfolios for 1,275 million in the first six months of 2016. The Group acquired portfolios in all markets where it has presence and this confirms that the current geographic footprint is a solid platform for further growth.

The positive development in the Nordics has continued, and performance is strong. Portfolio purchase activities are high, mainly based on forward flow and frame agreements.

The CEO of Poland resigned in May. The CEO of OK Perintä, Kari Ahlström, has acted as the interim CEO until Adam Parfiniewicz, appointed as the new CEO, will take over from September 1.

In the Balkans, activities were high. Two large secured/mixed portfolios were acquired during the quarter, further strengthening the position of B2Holding

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

as the leading player in the Western Balkans. With the acquired portfolios, the organisation has been strengthened further.

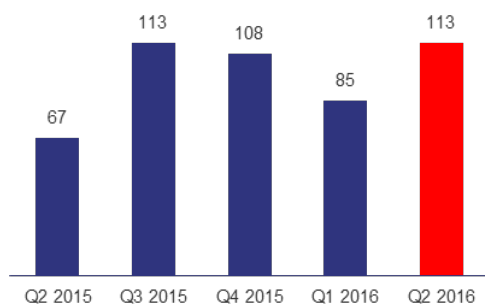
Through the acquisition of DCA, the B2Holding group has further expanded its footprint in the Balkan region, adding two new markets. In addition to the acquisition of DCA, B2Holding hired key personnel during the second quarter in order to acquire secured portfolios in the Romanian market.

The Group will continue to focus on streamlining its operations and taking advantage of adoption of best practice within the Group.

Financial Summary

Second Quarter 2016

The Group recorded an operating profit of NOK 113.4 million in the second quarter 2016. This is an increase of NOK 46.6 million (69.6%) compared to the second quarter of 2015 and an increase of NOK 28.5 million (33.8%) compared to the first quarter of 2016. The increase from first quarter is mainly due to increase in net operating revenues as most operating segments continued the strong performance from first quarter into the second quarter of 2016.

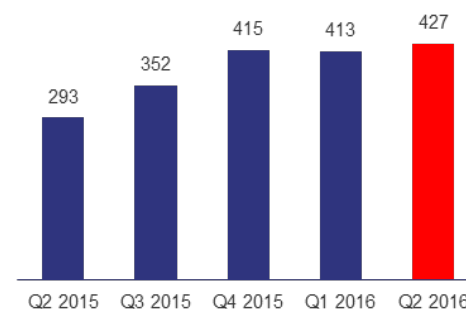


(Quarterly operating profit in NOKm)

Net operating revenues for the quarter amounted to NOK 331.5 million, an increase of NOK 108.4 (48.6%) from the second quarter of 2015 mainly due to high activity in portfolio acquisitions in second half of 2015 and first half of 2016. Compared to the first quarter of 2016 net operating revenues increased with NOK 52.4 million up from NOK 279.1 million. The first quarter revenues was negatively impacted by a delay in the set-up of the organisation related to secured portfolios in the Balkans, and also negatively impacted from new laws passed in Poland and Romania with a total effect on net operating revenue of approximately NOK 66 million. In the second quarter the situation in the Balkans is improving but still Poland and Romania is behind with approximately NOK 17 million in the second quarter. At present there are still uncertainties regarding the timeframe before the Polish bailiff system is back on

track. Revenue related to commission and collection fees from external collection increased with NOK 2.7 million and other revenues increased with NOK 10.0 million compared to 2015, mainly within consumer lending in TAKTO Poland.

Gross cash collections from purchased loan portfolios ended in the quarter at NOK 427.4 million. This corresponds to an increase of NOK 134.7 million compared to the same period in 2015 and an increase from first quarter 2016 with NOK 14.3 million.



(Quarterly gross cash collection in NOKm)

Operating expenses, excluding depreciation and amortisation of tangible and intangible fixed assets, amounted to NOK 210.7 million, an increase of NOK 60.9 (40,7%) million compared to the second quarter of 2015 and NOK 23.7 million above the first quarter 2016. The increase is in general due to increase in the Groups activity. Second quarter includes non-recurring items of NOK 9,7 million (net of tax) of which NOK 2.3 million is related to IPO costs, NOK 2.3 million in transaction costs related to the DCA acquisition, and 5.1 million is related to non-recurring personnel cost. Number of employees (measured in FTEs) increased from 988 at beginning of the second quarter 2015 to 1,374 at the end of second quarter 2016. The increase in FTEs is mainly related to employees involved in the collection process in the Balkans and Poland and from the newly purchased DCA group in Bulgaria and Romania.

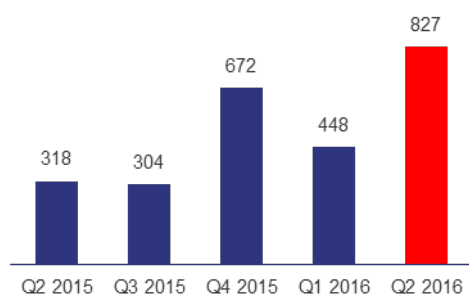
Net financial items ended in the second quarter with a net expense of NOK 36.2 million, of which NOK 52 million interest expenses related to the external financing of the Group partially offset by a NOK 7.0 million in net realised and unrealised exchange gain and NOK 12 million in gain on other financial items.

Profit for the period after tax ended at NOK 62.6 million. Adjusted net profit, before non-recurring operational items (net of tax), was NOK 72.3 million.

Operating cash flow of NOK 226.1 million in the period was NOK 37.3 million above the same period in 2015. The increase is mainly due to increased cash collection of NOK 134.7 million, reduced by increased interest payments, paid taxes and working capital items. Cash flow used in investing activities ended at NOK 919.0 million due to high activity in purchasing loan portfolios and acquisition of the DCA Group. Portfolio acquisitions

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

totalled NOK 826.7 million in the quarter mainly attributable to portfolio purchases in Croatia, Finland, Poland and Sweden.



(Quarterly portfolio acquisition in NOKm)

Net cash flow from financing activities in the period ended on NOK 599.2 million after successfully issuing of new shares in the initial public offering. Interest bearing loans amounted at the end of the quarter to NOK 2,409.5 million compared to NOK 2,526.1 million at year-end 2015.

First half-year 2016

The Group recorded an operating profit of NOK 198.2 million for the first half of 2016. This is an increase of NOK 41.9 million (26.8%) compared to NOK 156.3 million in the first half of 2015 and is mainly related to an increase in net operating revenues from NOK 453.3 million in first half 2015 to NOK 610.6 million in first half of 2016.

Gross cash collections in the first six months of 2016 increased with NOK 268.6 million from NOK 571.8 million in the first half of 2015 to NOK 840.4 million in the first half of 2016 due to significant increase in purchased loan portfolios and activity. The cash collections increased in all the Groups operational segments

Portfolio purchases in first half of 2016 totalled NOK 1,274.6 million of which 52% in the Balkans, 30% in Poland and 13% in Sweden. Total book value of purchased loan portfolios ended at NOK 4,029.8 million at end of June 2016, an increase of 862.2 million from year end 2015.

Operating expenses, excluding depreciation and amortisation, increased with NOK 113.2 (39.8%) million in first six months of 2016 compared to same period 2015, mainly due to increased activity. First half year includes non-recurring items of NOK 18.5 million (net of tax) of which NOK 11.3 million is related to IPO costs, NOK 2.3 million in transaction costs related to the DCA acquisition, and 5.1 million is related to non-recurring personnel cost.

Net financial expenses ended on NOK 115.1 of which interest expenses on interest bearing loans amounted to NOK 102.5 million, gain on derivative financial instruments NOK 6.9 million and a net exchange loss of NOK 20.2 million.

Profit for the period after tax, ended at NOK 60.8 million. Adjusted for the non-recurring items profit after tax for the first half of 2016 would be NOK 79.3 million

Cash flow from operating activities for the six months ended at NOK 361.3 million which is NOK 70.7 million higher than same period in 2015. Cash flow from investing activities ended at NOK 1,530.6 due to purchased loan portfolios of NOK 1,274.6, purchase of DCA group of companies and payment of contingent considerations. Net cash flow from financing activities in the period ended on NOK 599.8 million after issue of new shares.

Corporate matters

B2Holding ASA listed its shares on the Oslo Stock Exchange on the 8th of June. The total offering, including secondary sale of shares and the additional share issue on July 11, amounted to NOK 995 million, of which the Company raised NOK 662 million net of costs, to finance further expansion. More than 150 institutional investors and 600 retail investors subscribed in the offering. The Group concluded in November 2015 a senior secured multi-currency revolving credit facility (RCF) of EUR 260 million with DNB Bank ASA and Nordea Bank Norge ASA. A multi-currency cash pool with a EUR 20 million overdraft was established in May 2016 as an integrated part of the EUR 260 mill RCF.

In parallel with this refinancing, the Group's legal structure was streamlined for future bank debt funding at a sub-holding level with a ring-fenced and cost efficient funding structure at reduced margin.

In addition to the RCF, the Group issued in December 2015 a EUR 150 mill senior unsecured bond loan in order to support the growth strategy of the Group. The EUR 150 million bond loan was listed on Oslo Stock Exchange on 3 March 2016. As per 30 June 2016 the Group had NOK 1.3 billion in available investment capacity.

Outlook

B2Holding strategy going forward remains unchanged. Our focus is to further strengthen our position as one of the leading Pan-European players in the NPL industry. The acquisition of DCA added two additional countries to our operations, and we believe we are well positioned to

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

achieve our target of becoming one of the leading players in the European NPL industry going forward. B2Holding will consider further expansion into new markets, but with operations in 12 countries the focus going forward will also be to streamline and expand existing operations. B2Holding sees a strong pipeline of portfolios for the second half of 2016.

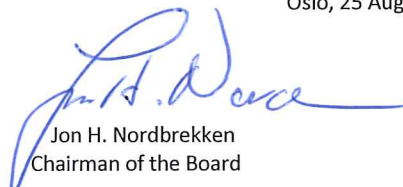
The board emphasizes that every assessment of future conditions necessarily involves an element of uncertainty.

Responsibility Statement

We confirm, to the best of our knowledge, that the Condensed Interim Consolidated Financial Information for the six months ended 30 June 2016 has been prepared in accordance with IAS 34 – Interim Financial Reporting, and gives a true and fair view of the group’s assets, liabilities, financial position and profit or loss as a whole.

We also confirm, to the best of our knowledge, that the interim management report includes a fair review of important event that arose during the first six months of the financial year 2016, and their impact on the Condensed Interim Consolidated Financial Information, and accounts properly for the principal risks and uncertainties for the remaining six months of the financial year 2016, as well as major related parties transactions.

Oslo, 25 August 2016



Jon H. Nordbrekken
Chairman of the Board



Trygve Lauvdal
Board Member



Tove Raanes
Board Member



Kari Skeidsvoll Moe
Board Member



Per Kristian Spone
Board Member



Olav Dalen Zahl
Chief Executive Officer

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

Consolidated statement of profit or loss and other comprehensive income

All figures in NOK'000s unless otherwise stated

	Notes	2016 Quarter 2	2015 Quarter 2	2016 6 months	2015 6 months	2015 Full year
Interest income on purchased loan portfolios		279,921	188,605	529,374	384,558	909,544
Revenue from external collection		25,591	22,847	49,366	47,675	104,101
Other operating revenues		21,705	11,681	43,607	21,179	57,296
		327,217	223,133	622,347	453,412	1,070,941
Changes in portfolio cashflow estimates		4,287	-2	-11,736	-82	5,298
Net operating revenues	3	331,504	223,131	610,611	453,330	1,076,239
External cost of services provided		-58,261	-52,003	-110,888	-92,050	-189,304
Personnel costs		-92,790	-59,641	-173,678	-115,369	-294,184
Depreciation of tangible fixed assets		-2,361	-2,023	-4,701	-3,838	-8,529
Amortisation of intangible assets		-5,058	-4,475	-10,052	-8,750	-19,424
Other operating expenses		-59,620	-38,136	-113,111	-77,060	-187,594
Total operating expenses		-218,091	-156,278	-412,431	-297,067	-699,035
Operating profit	3	113,413	66,853	198,181	156,263	377,204
Share of results in associated companies			338		338	230
Net realised and unrealised exchange gains		7,027	40,106	-20,232	-26,474	34,189
Other interest income		-75	510	620	2,400	2,200
Other interest expenses		-55,249	-19,910	-106,189	-39,299	-104,582
Other financial items		12,112	4,463	10,676	2,326	-65,941
Net financial items		-36,185	25,507	-115,125	-60,709	-133,904
Profit for the period before tax		77,228	92,360	83,055	95,554	243,300
Income tax payable		-15,005	-7,004	-24,277	-13,643	-41,646
Change in deferred taxes		410	-1,471	1,968	-6,705	-3,479
Profit for the period after tax		62,634	83,885	60,747	75,206	198,175
Other comprehensive income, net of tax						
<i>Items that may be reclassified subsequently to profit or loss</i>						
Exchange differences on translation of foreign operations		-77,309	-32,714	-83,057	9,467	78,586
Total comprehensive income for the period, net of tax		-14,675	51,171	-22,310	84,673	276,761
<i>Profit for the period after tax attributable to:</i>						
Parent company shareholders		62,809	83,508	60,969	74,662	197,211
Non-controlling interests		-175	377	-222	544	964
<i>Total comprehensive income for the period, net of tax attributable to:</i>						
Parent company shareholders		-14,519	50,796	-22,127	84,095	275,852
Non-controlling interests		-156	375	-183	578	909
Earnings per share attributable to parent company shareholders (in NOK):						
Basic and diluted		0.19	0.27	0.19	0.24	0.63

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

Consolidated statement of financial position

All figures in NOK'000s unless otherwise stated

	Notes	2016 30 June	2015 31 December	2015 30 June
Tangible fixed assets		27,526	28,821	28,105
Intangible assets		60,599	71,461	73,383
Goodwill		410,861	317,675	294,231
Investments in associated companies		1,545	1,598	1,844
Purchased loan portfolios	4	4,029,840	3,167,628	2,195,845
Loan receivables	4	284,060	259,819	196,086
Deferred tax asset		23,348	26,349	5,844
Total non-current assets		4,837,779	3,873,351	2,795,338
Accounts receivable		22,856	20,432	12,753
Other short term assets		69,186	49,524	41,807
Cash and short term deposits		214,706	764,678	283,568
Total current assets		306,748	834,634	338,128
Total assets		5,144,527	4,707,985	3,133,466
Share capital	6	36,609	31,187	31,135
Other paid in capital		2,048,952	1,426,790	1,420,279
Other capital reserves		10,682	7,162	1,415
Foreign currency translation reserve		43,272	126,368	57,280
Other equity		142,282	81,313	-34,878
Total equity attributable to parent company shareholders		2,281,797	1,672,820	1,475,231
Equity attributable to non-controlling interests		-1,291	-909	-1,154
Total equity		2,280,506	1,671,911	1,474,077
Long term interest bearing loans and borrowings	5.4	2,409,504	2,526,121	1,148,613
Deferred tax liabilities		55,757	59,307	30,652
Post-employment liabilities		354	380	321
Other long term liabilities	4	81,551	31,047	32,818
Total non-current liabilities		2,547,166	2,616,855	1,212,404
Bank overdraft		45,789		16,791
Short term interest bearing loans and borrowings	5			128,194
Accounts and other payables		109,143	107,703	128,478
Income taxes payable		9,263	25,825	5,931
VAT, payroll and other indirect taxes		31,430	33,460	17,507
Other current liabilities		121,230	252,231	150,084
Total current liabilities		316,855	419,219	446,985
Total liabilities		2,864,021	3,036,074	1,659,389
Total equity & liabilities		5,144,527	4,707,985	3,133,466

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

Consolidated statement of changes in equity

All figures in NOK'000s unless otherwise stated

	Attributable to parent company shareholders					Total	Non-controlling interests	Total equity
	Share capital	Other paid-in capital	Other capital reserves	Foreign currency translation reserve	Other equity			
At 1 January 2015	30,904	1,403,198	1,415	47,847	-109,540	1,373,824	-1,672	1,372,152
Profit for the period after tax					74,662	74,662	544	75,206
Other comprehensive income, net of tax				9,433		9,433	34	9,467
Total comprehensive income				9,433	74,662	84,095	578	84,673
Issue of share capital	231	17,081				17,312		17,312
Dividends to non-controlling interests							-60	-60
At 30 June 2015	31,135	1,420,279	1,415	57,280	-34,878	1,475,231	-1,154	1,474,077
At 1 January 2016	31,187	1,426,790	7,162	126,368	81,313	1,672,820	-909	1,671,911
Profit for the period after tax					60,969	60,969	-222	60,747
Other comprehensive income, net of tax				-83,096		-83,096	39	-83,057
Total comprehensive income				-83,096	60,969	-22,127	-183	-22,310
Issue of share capital (note 6)	5,422	645,378				650,800		650,800
Transaction costs		-23,216				-23,216		-23,216
Share based payments (note 7)			3,520			3,520		3,520
Dividends to non-controlling interests							-199	-199
At 30 June 2016	36,609	2,048,952	10,682	43,272	142,282	2,281,797	-1,291	2,280,506

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

Consolidated statement of cash flows

All figures in NOK'000s unless otherwise stated

Notes	2016 Quarter 2	2015 Quarter 2	2016 6 months	2015 6 months	2015 Full year
Cash flow from operating activities					
Profit for the year before tax	77,229	92,360	83,056	95,554	243,300
<i>Adjustment for non-cash items:</i>					
Interest income on purchased loan portfolios and change in portfolio cashflow estimates	3	-284,208	-188,603	-517,638	-384,476
Depreciation and amortisation of assets		7,419	6,498	14,753	12,588
Interest expense on interest bearing loans		55,249	19,910	106,189	39,299
Unrealised foreign exchange differences		6,963	-28,599	31,714	26,588
Fair value adjustment of contingent consideration					45,350
Share based payment expense	7	1,760		3,520	-
(Profit)/Loss on sale of tangible and intangible fixed assets		395	106	397	44
<i>Operating cashflows:</i>					
Cash collection from purchased loan portfolios	3	427,367	292,679	840,426	571,797
Interest paid on interest bearing loans and borrowings		-39,227	-17,305	-85,767	-35,731
Income tax paid during the year		-35,045	-8,961	-40,843	-16,588
<i>Operating capital adjustments:</i>					
Decrease/(increase) in current assets		4,030	-3,665	-20,792	5,771
Decrease/(increase) in other non-current financial assets		-24,794	-14,728	-43,728	-26,306
Increase/(decrease) in current liabilities		19,702	44,173	-20,137	5,804
Increase/(decrease) in non-current liabilities		9,284	-4,775	10,167	-3,783
Other items		-	-227	-	51
Net cash flow from operating activities		226,124	188,863	361,317	290,612
Cash flow from investing activities					
Purchase of loan portfolios	3,4	-826,652	-317,723	-1,274,637	-381,854
Acquisition of subsidiary companies, net of cash acquired	8	-87,014		-87,014	-
Payment of contingent consideration	4		-2,042	-160,733	-13,164
Purchase of tangible and intangible fixed assets		-5,881	-4,748	-9,083	-11,059
Proceeds from the sale of tangible and intangible fixed assets		544	510	869	693
Net cash flow from investing activities		-919,003	-324,003	-1,530,598	-405,384
Cash flow from financing activities					
Proceeds from the issue of new shares, net of transaction costs	6	626,784	1,001	627,584	17,312
Proceeds from new external loans during the year		532,724	151,231	532,724	151,231
Repayment of external loans during the year		-560,349	-38,998	-560,349	-78,636
Dividends paid to non-controlling interest				-199	-60
Net cash flow from financing activities		599,159	113,234	599,760	89,847
Net cash flow during the period		-93,720	-21,906	-569,521	-24,925
Cash and cash equivalents at the beginning of the period		273,046	290,388	764,678	294,148
Exchange rate difference on cash and cash equivalents		-10,409	-1,705	-26,240	-2,446
Cash and cash equivalents at 30 June		168,917	266,777	168,917	266,777
<i>Cash and Cash equivalents comprised of:</i>					
Cash and short term deposits		214,706	283,568	214,706	283,568
Bank overdraft		-45,789	-16,791	-45,789	-16,791

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

Notes to the interim consolidated financial statements

Note 1 – General information and Basis for preparation

B2Holding AS (the Company or Parent) and its subsidiaries (together the Group) operates in the Portfolio business. The Portfolio business consists of the acquisition, management and collection of unsecured and secured non-performing loans.

B2Holding AS is a private limited liability company incorporated and domiciled in Norway. The Company's registered office is at Stortingsgaten 22, 0119 Oslo, Norway.

This condensed consolidated interim financial report for the first quarter ended 30 June 2016 has been prepared in accordance with Accounting Standard IAS 34 *Interim Financial Reporting*.

This condensed consolidated interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2015, which has been prepared in accordance with IFRS, as adopted by the EU. The consolidated financial statements for 2015 are available upon request from the company and at www.b2holding.no

The accounting policies adopted are consistent with those applied in the preparation of the consolidated financial statements for 2015 and no new amendments or standards in the current reporting period have material impact on the condensed consolidated interim financial statements.

The financial information for the quarters and the six months ended 30 June 2016 and 30 June 2015, and this interim financial report are unaudited.

Note 2 – Estimates

The preparation of the interim financial statements requires the use of evaluations, estimates and assumptions that affect the application of the accounting principles and amounts recognized as assets and liabilities, income and expenses. The important assessments underlying the application of the Group's accounting policies and the main sources of uncertainty are the same for the interim financial statements as for the consolidated financial statements for 2015.

Note 3 – Segment reporting

For management purposes, the Group is organised into a single business divided into different geographical regions corresponding to the countries where the Group has its operations. The Executive Management monitors the operating results of these geographical regions separately for the purposes of making decisions about resource allocation and performance assessment. Regional performance is evaluated based on the operating results and cash collections from purchased loan portfolios and is consistent with the equivalent figures that are reported in the consolidated financial statements. Internal transactions between the geographical regions are eliminated on consolidation and are reflected in the "Adjustments" column. They are transacted on an arm's length basis in a manner similar to transactions with third parties.

The results, assets and liabilities of the parent company and the holding company in the Netherlands are reported as 'Other'

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

Quarter 2 2016

All figures in NOK'000s

	Norway	Finland & Estonia	Sweden	Poland	Latvia	Balkans	East Balkans	Other	Adjust- ments	Total
Interest income on purchased loan portfolios		46,905	26,097	119,196	3,382	76,440	7,901			279,921
Revenue from external collection	1,801	20,125	1,628		2,032		6			25,591
Income from services to group companies	246								-246	
Other operating revenues		749	426	16,778	2,920	817	15			21,705
Changes in portfolio cashflow estimates		7	10	6,773	2	-619	-1,885			4,287
Regional net operating revenue	2,047	67,785	28,161	142,746	8,336	76,638	6,036		-246	331,504
Depreciation & amortisation	1	449	30	5,568	865	394	46	66		7,419
Share of profits in associated companies										
Regional operating profit	1,002	29,052	17,258	41,095	487	55,217	1,487	-32,184		113,413
Purchased loan portfolios		469,312	446,143	1,511,540	36,713	1,484,701	81,431			4,029,840
Loan receivables & other financial assets		5,159	14,340	258,700		130		5,731		284,060
Long term loans and receivables		474,470	460,483	1,770,241	36,713	1,484,831	81,431	5,731		4,313,900
Other disclosures										
Cash collections from purchased loan portfolios		90,413	44,270	206,441	5,955	71,167	9,121			427,367
Purchase of loan portfolios		92,713	25,333	36,823	3,492	666,711	1,580			826,652
Capital expenditure			55	5,457	66	294	5	4		5,881

Quarter 2 2015

All figures in NOK'000s

	Norway	Finland & Estonia	Sweden	Poland	Latvia	Balkans	Other	Adjust- ments	Total	
Interest income on purchased loan portfolios		26,967	20,261	115,998	3,092	22,287			188,605	
Revenue from external collection	1,799	18,175	585		2,288				22,847	
Income from services to group companies	320							-320		
Other operating revenues		1,111	178	6,710	3,297	385			11,681	
Changes in portfolio cashflow estimates				-3	1				-2	
Regional net operating revenue	2,119	46,253	21,024	122,704	8,678	22,672		-320	223,131	
Depreciation & amortisation	1	455	15	4,956	802	263	6		6,498	
Share of results in associated companies					338				338	
Regional operating profit	808	14,519	13,330	33,834	2,920	13,872	-12,431		66,853	
Purchased loan portfolios		293,601	385,226	1,200,433	30,854	285,731			2,195,845	
Loan receivables & other financial assets			14,493	172,504	-	686	8,403		196,086	
Long term loans and receivables		293,601	399,719	1,372,937	30,854	286,417	8,403		2,391,931	
Other disclosures										
Cash collections from purchased loan portfolios		58,487	29,388	172,482	6,003	26,318			292,679	
Purchase of loan portfolios		125,168	2,693	78,255	4,463	107,145			317,723	
Capital expenditure	11	164		2,957	184	216	1,215		4,747	

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

6 months 2016

All figures in NOK'000s

	Norway	Finland & Estonia	Sweden	Poland	Latvia	Balkans	East Balkans	Other	Adjust- ments	Total
Interest income on purchased loan portfolios		90,296	49,202	247,902	6,974	127,099	7,901			529,374
Revenue from external collection	3,552	38,545	2,940		4,324		6			49,366
Income from services to group companies	507								-507	
Other operating revenues		1,931	1,183	33,318	5,549	1,611	15			43,607
Changes in portfolio cashflow estimates		-636	-1,120	-3,551	-177	-4,367	-1,885			-11,737
Regional net operating revenue	4,059	130,135	52,205	277,669	16,670	124,343	6,036		-507	610,611
Depreciation & amortisation	3	869	59	11,132	1,753	759	46	132		14,753
Share of profits in associated companies										
Regional operating profit	1,316	56,636	30,140	80,935	1,717	83,594	1,487	-57,643		198,181
Purchased loan portfolios		469,312	446,143	1,511,540	36,713	1,484,701	81,431			4,029,840
Loan receivables & other financial assets		5,159	14,340	258,700		130		5,731		284,060
Long term loans and receivables		474,470	460,483	1,770,241	36,713	1,484,831	81,431	5,731		4,313,900
Other disclosures										
Cash collections from purchased loan portfolios		174,518	77,438	418,744	12,083	148,522	9,121			840,426
Purchase of loan portfolios		165,910	54,119	379,413	6,904	666,711	1,580			1,274,637
Capital expenditure		375	55	7,921	94	591	5	43		9,083

6 months 2015

All figures in NOK'000s

	Norway	Finland & Estonia	Sweden	Poland	Latvia	Balkans	Other	Adjust- ments	Total	
Interest income on purchased loan portfolios		51,255	36,540	246,735	6,345	43,683			384,558	
Revenue from external collection	3,372	39,249	586		4,468				47,675	
Income from services to group companies	621					0		-621		
Other operating revenues		1,713	961	12,574	5,248	683			21,179	
Changes in portfolio cashflow estimates		-14		-4	-65	0			-82	
Regional net operating revenue	3,993	92,203	38,087	259,305	15,996	44,366		-621	453,330	
Depreciation & amortisation	3	889	30	9,547	1,607	501	11		12,588	
Share of results in associated companies					338				338	
Regional operating profit	1,298	28,405	22,536	93,022	4,683	28,593	-22,275		156,263	
Purchased loan portfolios		293,601	385,226	1,200,433	30,854	285,731			2,195,845	
Loan receivables & other financial assets			14,493	172,504	-	686	8,403		196,086	
Long term loans and receivables		293,601	399,719	1,372,937	30,854	286,417	8,403		2,391,931	
Other disclosures										
Cash collections from purchased loan portfolios		111,736	52,839	343,299	11,075	52,848			571,797	
Purchase of loan portfolios		157,827	26,530	78,255	6,300	112,942			381,854	
Capital expenditure	33	627		7,234	759	1,191	1,215		11,059	

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

Financing and taxes are managed on a Group basis and are disregarded by Executive Management for decision making purposes at the regional level

Reconciliation of segment profit to Group profit

All figures in NOK'000s

	Quarter 2 2016	Quarter 2 2015	6 months 2016	6 months 2015	Full year 2015
Regional operating profit	113,413	66,853	198,181	156,263	377,204
Net financial items	-36,185	25,507	-115,125	-60,709	-133,904
Group profit before tax	77,228	92,359	83,055	95,554	243,300

Note 4 - Financial instruments

Purchased loan portfolios

All figures in NOK'000s

	Quarter 2 2016	Quarter 2 2015	6 months 2016	6 months 2015	Full year 2015
Opening balance	3,379,207	1,983,949	3,167,628	2,016,705	2,016,705
Acquired in business combinations (note 8)	83,135		83,135		
Acquisition of portfolios, net of put-backs	826,652	317,723	1,274,637	381,854	1,358,266
Cash collections	-427,367	-292,679	-840,426	-571,797	-1,339,083
Interest recognised on portfolios	279,921	188,605	529,374	384,558	909,544
Change in portfolio collection estimates	4,287	-2	-11,737	-82	5,298
Exchange rate differences	-115,996	-1,751	-172,772	-15,393	216,898
Closing balance	4,029,840	2,195,845	4,029,840	2,195,845	3,167,628

The face value of purchased loan portfolios amounts to NOK 51,567 million including accrued interest at 30 June 2016 (31 December 2015: NOK 44,221 million).

Management reviews and evaluates the cash flow forecast for all portfolios on a quarterly basis. The effect of the changes of the Group's future cash flow estimates during first half of 2016 resulted in a net decrease of revenue of NOK 11.7 million. This amount has been calculated as the net present value of the difference in the cash flow from revised cash flow estimates. The change in collection estimates is mainly related to the new law passed in Romania which is expected to prolong the legal collection process in Romania and a change in collection curves related to secured portfolios in the Balkans.

Fair value of financial instruments

	Carrying amount				Fair value			
	Held for trading	Loans & receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
As at 30 June 2016								
<i>All figures in NOK'000s</i>								
Financial assets								
Purchased loan portfolios		4 029 840		4 029 840			4 524 482	4 524 482
Loans receivable		284 060		284 060			284 060	284 060
Total		4 313 900		4 313 900			4 808 542	4 808 542
Financial liabilities								
Interest bearing loans and borrowings			2 409 504	2 409 504	1 445 763	1 035 311		2 481 074
Derivatives	11 434			11 434		11 434		11 434
Contingent considerations			69 671	69 671			69 671	69 671
Total	11 434		2 479 175	2 490 609	1 445 763	1 046 745	69 671	2 562 179

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

The reduction in contingent considerations from 31 December 2015 to 30 June 2016 is due to payments to previous owners of acquired companies partially offset by the purchase of the DCA group of companies. As part of the purchase agreements, contingent considerations were due based on the achievement of certain post-acquisition performance targets.

	Carrying amount				Fair value			
	Held for trading	Loans & receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
As at 31 December 2015								
<i>All figures in NOK'000s</i>								
Financial assets								
Purchased loan portfolios		3,167,628		3,167,628			3,460,443	3,460,443
Loans receivable		259,819		259,819			259,819	259,819
Total		3,427,447		3,427,447			3,720,262	3,720,262
Financial liabilities								
Interest bearing loans and borrowings			2,526,121	2,526,121		2,526,121		2,526,121
Derivatives	18,750			18,750		18,750		18,750
Contingent considerations			169,912	169,912			169,912	169,912
Total	18,750		2,696,033	2,714,783		2,544,871	169,912	2,714,783

The fair value of unquoted financial assets has been estimated using valuation techniques based on assumptions that are not supported by observable market prices. The fair value of purchased loan portfolios has been calculated by discounting the expected net future cash flows from collection less operating expenses and tax with the estimated weighted average cost of capital for the countries in question. In order to show the sensitivity in the fair value calculation of the purchased loan portfolio, a 1%-point increase in the discount rate used would decrease the fair value of purchased portfolios with NOK 147.3 million (3%). The fair value of interest bearing-loans is equal to book value for the Multi-currency revolving credit facility as the loan are based on 3 month floating interest, and market value for the bond loan listed on Oslo Stock Exchange. The fair value of derivatives is set by calculating the present value of future cash flow using market rates for interest and currencies. In the case of the derivatives the fair value is confirmed by the financial institution that is the counterparty.

The Group classifies fair value measurements by using a fair value hierarchy that reflects the significance of the input that is used in preparing the measurements. The fair value hierarchy has the following levels:

Level 1: the input is quoted prices (unadjusted) in an active market for identical assets or liabilities.

Level 2: the input is prices, other than quoted prices included in level 1, that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. calculated from prices).

Level 3: the input to the asset or liability is not based on observable market data (non-observable input).

Contingent considerations

All figures in NOK'000s

	<u>OK Perinta</u>	<u>Credit-reform</u>	<u>Ultimo</u>	<u>DCA</u>	<u>Total</u>
At 31 December 2015	73,826	9,179	86,907		169,912
Acquisitions of a subsidiary				60,925	60,925
Payments during the period	-73,826		-86,907		-160,733
Fair value adjustments during the period					
Exchange differences		-304		-129	-433
At 30 June 2016		8,875		60,796	69,671

Financial risk

Currency and interest rate risk:

The strategy of the Group is to manage and limit both currency and interest rate risk. The Group holds various derivative financial instruments with the purpose of reducing its interest rate exposure and achieving a suitable currency ratio between its assets and liabilities.

Currency risk

Net borrowings (nominal value of interest bearing loans less cash) adjusted for derivative financial instruments are made in relevant currencies reflecting the underlying expected future cash flows from loans and receivables. One exception is Croatian Kuna (HRK) where all borrowing is done in EUR.

The Group's bond loan is denominated in EUR and borrowings under the multi-currency revolving credit facility are drawn in PLN. To obtain a more balanced currency basket, the Group has entered into the following currency derivatives at 30 June 2016: a cross

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

currency swap of SEK 225 million against EUR. At 30 June 2016, net borrowings amounted to NOK 2,352 million. Adjusted for the currency derivatives mentioned above, the net borrowings represented a currency basket comprising PLN: 50%, EUR: 45% and SEK: 8%.

Interest rate risk

The Group uses interest rate swaps and interest rate caps to reduce its interest rate exposure. The Group's strategy is to hedge 40% of the total multi-currency revolving credit facility commitment and two-thirds of other financial indebtedness, mainly the bond loan, for a minimum duration of 2.5 years. The hedging requirement at 30 June 2016 was NOK 1,897 million while the nominal amount of the derivatives entered into was NOK 2,037 million.

Net gain/(loss-) on financial instruments at fair value

All figures in NOK'000s

	Quarter 2 2016	Quarter 2 2015	6 months 2016	6 months 2015	Full year 2015
Interest derivatives	1,719	268	-4,229	-2,412	-7,951
Currency derivatives	6,588		11,191		-8,862
Total	8,307	268	6,962	-2,412	-16,813

Note 5 - Interest bearing loans and borrowings

All figures in NOK'000s

	As at 30 June 2016		As at 31 December 2015	
	Current	Non-Current	Current	Non-Current
Multi-currency revolving credit facility		1 034 783		1 104 366
Bond loan		1 374 193		1 421 207
Loans from non-controlling interests		528		548
Bank overdraft	45 789			
Total	45 789	2 409 504		2 526 121

On 16 November 2015, the Group completed the refinancing of three acquisition-related and country-specific loans into a single EUR 260 million senior secured multi-currency revolving credit facility agreement which matures in August 2019. In addition to this, B2Holding ASA successfully completed a EUR 150 million senior unsecured bond issue in December 2015 with maturity in December 2020. The bond loan was listed on Oslo Stock Exchange in March 2016. There are no instalments to be paid before maturity. On 13 May 2016, a multi-currency cash pool with a EUR 20 million overdraft with was establish, the amount was carved out of the EUR 260 million senior secured multi-currency revolving credit facility agreement reducing it to EUR 240 million.

The multi-currency revolving credit facility and the bond loan carry a variable interest rate based on the interbank rate in each currency plus a margin supplement. In addition, there is a commitment fee which is calculated as a percentage of the loan margin on the undrawn part of the facility. The overdraft carries a facility line fee. The loan agreements have a number of operational and financial covenants, including limits on certain key indicators, which have all been complied with during first half 2016.

At 30 June 2016, PLN 530 million (EUR 119 million) was utilised from the EUR 240 million multi-currency revolving credit facility, leaving an available, undrawn amount of EUR 121 million. In addition EUR 5 million was utilised from the EUR 20 million multi-currency overdraft facility, leaving an available, undrawn amount of EUR 15 million.

The EUR 260 million multi-currency revolving credit facility is secured by guarantees issued by B2Holding ASA, a share pledge over B2Holding ASA's 100% directly owned subsidiaries, an account charge over a number of pre-defined B2Holding ASA bank accounts, and a pledge over the intra-group loan receivables from B2Holding ASA to its subsidiaries.

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

Note 6 – Share Capital and other paid-in capital

Ordinary shares have a nominal value of NOK 0.10 each. The number and value of authorised and registered shares, and the amount of other paid-in capital, being the premium on shares issued less any transaction costs of new shares issued, was as follows:

	Share capital Number of shares	Share capital NOK'000s	Other paid-in capital NOK'000s
At 31 December 2015	311,872,095	31,187	1,426,790
Share issue on 11 February at NOK 14.00 per share in connection with the bonus payment to the Chief Executive Officer and Chairman of the Board	57,144	6	794
Share issue on 7 June at NOK 12.00 per share in connection with the initial public offering	54,166,666	5416	621,368
At 30 June 2016	366,095,905	36,609	2,048,952
Share issue on 11 July at NOK 12.00 per share in connection with the Over-allotment Option in connection with the initial public offering 7 June	3,024,693	303	35,322
At 25 August 2016 (date of completion of these interim condensed financial statements)	369,120,598	36,912	2,084,274

Note 7 – Share based payments

The Group has granted share options to management and selected key employees under two different option programmes in 2015. The first option programme was established in June 2015 (the “**First Option Programme**”) and the second option programme was established in September 2015 (the “**Second Option Programme**”). As of the date of this quarterly report there were 18 300 000 options outstanding under the First and Second Option Programme. Each option gives the holder the right to acquire one share from the Company at a strike price defined in the individual share option agreement.

In general 1/3 of the options granted under the First Option Program vest 1 January 2016, 1/3 vest 1 January 2017 and the remaining 1/3 vest 1 January 2018. Under the Second Option Program 1/3 of the options granted vest 1 September 2016, 1/3 vest 1 September 2017 and the remaining 1/3 vest 1 September 2018. All vested options may be exercised in any period prior to the expiry date.

All of the Company’s option agreements include a clause on accelerated vesting meaning that if 75% of the shares in the Company are sold to an acquirer, all outstanding options are vested. In case of a merger the grantee shall if possible be granted an equal share option in the merged company. If this is not possible, the grantee will have the right to exercise all the options prior to the merger.

Option Programme	Grant date	Numbers of options granted	Vested 30 June 2016	Expiry date	Exercise price (Range, NOK)
First Option Programme	1 July 2015	14,400,000	4,800,000	1 July 2018	8 - 9
Second Option Programme	9 September 2015	3,900,000		31 December 2018	10 - 12
Total		18,300,000	4,800,000		

There are no options that are exercised, forfeited, expired or modified since grant date.

The fair value of options awarded is calculated using the Black-Scholes option pricing model. The risk-free interest rate on the award date has been obtained from Norges Bank. The expected volatility has been set at 24.8% based on a 360 day median from comparable companies. Expected lifetime has been set as the vesting date. The average fair value of the options granted is NOK 0.84 per option. The cost of the options recognized in personnel costs together with a corresponding increase in other capital reserves was NOK 3,520 thousands in first six months of 2016 (NOK 5,747 thousand in full year 2015).

The following members of the Board and the Management participate in the option programs:

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

Option holder	Number of outstanding options	Grant date	Expiry	Exercise price (range, NOK)
Jon Harald Norbrekken (Chairman of the Board)	6,000,000	1 July 2015	1 July 2018	8 - 9
Olav Dalen Zahl (Chief Executive Officer)	6,000,000	1 July 2015	1 July 2018	8 - 9
Harald Henriksen (Chief Financial Officer)	900,000	1 July 2015	1 July 2018	8 - 9
Erik Just Johnson (Chief Group Controller)	1,500,000	1 July 2015	1 July 2018	8 - 9
Rasmus Hansson (Director Strategy and M&A)	600,000	9 September 2015	31 December 2018	10 -12
Thor Christian Moen (Head of Legal)	600,000	9 September 2015	31 December 2018	10 -12
Jeremi Bobowski (Chief Investment Officer)	600,000	9 September 2015	31 December 2018	10 -12
Henrik Wennerholm (Director Business Development)	600,000	9 September 2015	31 December 2018	10 -12
Total	16,800,000			

Note 8 – Business combinations

Acquisition of Debt Collection Agency AD, Bulgaria and its subsidiaries

On 10 June 2016, the Group purchased 100% of the shares in Debt Collection Agency AD (DCA), Bulgaria, the parent company in the DCA group of companies with operations in Bulgaria and Romania. The Group perceives the acquisition of DCA as an opportunity to fulfil its strategic plans to expand its business and debt purchase platforms in the Balkan region by strategic acquisitions of key players in these markets. DCA is one of the largest debt purchasing and debt collecting companies in Bulgaria and has operations in Romania. The DCA Group manages a non-performing debt portfolio with a face value of over NOK 1.4 bn and ERC of over NOK 344 mill. The transaction provides DCA with the access to the Group's capital and network of subsidiaries and partners in the Central and Eastern European markets.

For accounting purposes, the effective date of the acquisition was 10 June 2016.

Preliminary purchase price allocation:

	Fair value recognised on acquisition
Assets	
Tangible fixed assets	882
Intangible assets	150
Deferred tax asset	25
Non performing loan portfolios	83,135
Loan receivables & other financial assets	0
Accounts receivable and other short term assets	1,294
Cash and short term deposits	6,182
	91,668
Liabilities	
Deferred tax liability	1,821
Short term interest bearing loans and borrowings	30,066
Other long term liabilities	147
Accounts and other payables	1,542
Income taxes payable	492
Other current liabilities	18,069
	52,137
Total identifiable net assets at fair value	39,531
Goodwill arising on acquisition	114,594
Purchase consideration	154,125
Contingent consideration	-60,925
Purchase consideration paid in cash	93,200
Net cash acquired with the subsidiary	6,186
Cash paid	93,200
Net cash outflow on acquisition	87,014

Transaction costs attributable to the acquisition amounted to NOK 2.3 million. These have been expensed as due diligence, transaction services and legal services within other operating expenses.

B2Holding
Condensed Interim Consolidated Financial Information
Second quarter and first half-year 2016

The goodwill of NOK 114.6 million that was created on the acquisition is mainly related to DCA maintaining and expanding its position as one of the leading companies in the Bulgarian non-performing loans market, and its platform for further growth in the Romanian market. DCA has an experienced management team with good market knowledge and good knowledge of portfolio purchases. It has an efficient organisation with its own well developed analysis and collection systems. The group is well positioned for further growth in the Balkan markets.

None of the goodwill recognised is deductible for income tax purposes.

The net operating revenue and profit before tax contribution to the consolidated income statement of the Group from the date of acquisition to 30 June 2014 was NOK 5.7 million and NOK 0.9 million. If the combination had taken place at the beginning of the year, the net operating revenue and profit before tax contribution to the consolidated income statement of the Group would have been NOK 41.1 million and NOK 17.2 million.

Contingent consideration may be paid in accordance with an earn-out agreement with the former shareholders based on gross collections for the portfolio back book and profit before tax, for the years 2016 to 2018. At the time of acquisition, the company estimated the fair value of the contingent consideration to be NOK 60.9 million. The consideration is due for measurement and payment to the former shareholders in the period January 2017 to June 2019.

Note 9 – Related party transactions

Agreement with the Chairman of the Board of Directors

In the years 2013, 2014 and 2015, the Chairman of the Board of Directors, Jon Harald Nordbrekken, has had an agreement with the Company regarding remunerations for consultancy work conducted on behalf of the Group and in connection with acquisition of companies and portfolios. The agreement was terminated with effect from 1 June 2016 and the remuneration for being a member of the Board of Directors as resolved by the Extraordinary General Meeting of the Company held on 19 May 2016 is a part of this termination agreement. Pursuant to the termination agreement, the Company paid a compensation for the chairman's loss of income in the amount of NOK 4,496,054.