

PRODUCT DISCLOSURE STATEMENT

Financial Information



This document forms part of the Product Disclosure Statement (**PDS**) dated 7 September 2023 as may be supplemented from time to time, for the issue of Secured Deposits by Xceda Finance Limited (**Xceda**).

Xceda is required by law and its trust deed to meet certain financial requirements. This table shows how Xceda is currently meeting those requirements. These are minimum requirements. Meeting them does not mean that Xceda is safe. The section on specific risks relating to Xceda's creditworthiness in the PDS sets out risk factors that could cause its financial position to deteriorate. The Disclose Register provides a breakdown of how the figures in this table are calculated, as well as full financial statements.

Key ratios

Key Ratio	31/03/2023	31/03/2022	31/03/2021
Capital ratio	15.35%	15.41%	15.03%
Minimum capital ratio (under the Trust Deed)	10%	10%	10%
Minimum capital ratio (under the 2010 Regulations)*	8%	8%	8%

The capital ratio is a measure of the extent to which Xceda is able to absorb losses without becoming insolvent. The lower the capital ratio, the fewer financial assets Xceda has to absorb unexpected losses arising out of its business activities.

Aggregate exposures to related parties	0%	0%	0%
Maximum limit to aggregate exposures to related parties (under the Trust Deed)	5%	5%	5%
Maximum limit to aggregate exposures to related parties (under the 2010 Regulations)*	15%	15%	15%

Related party exposures are financial exposures that Xceda has to related parties. A related party is an entity that is related to Xceda through common control or some other connection that may give the party influence over Xceda (or Xceda over the related party). These related parties include directors of Xceda.

Liquidity calculated in accordance with the quantitative liquidity requirements under the Trust Deed	April: \$15,922,265 May: \$15,394,728 June: \$12,924,847	April: \$7,852,816 May: \$7,866,247 June: \$7,873,528	April: \$8,372,653 May: \$8,156,832 June: \$7,847,996
Minimum liquidity requirements required under the Trust Deed	Xceda's projected Liquidity Position must be positive for each of the first three months of each of its monthly Liquidity Report.		

Liquidity requirements help to ensure that Xceda has sufficient realisable assets on hand to pay its debts as they become due in the ordinary course of business. Failure to comply with liquidity requirements may mean that Xceda is unable to repay investors on time and may indicate other financial problems in its business.

*"the 2010 regulations" means the Deposit Takers (Credit Ratings, Capital Ratios, and Related Party Exposures) Regulations 2010.
Selected financial information (Audited)

Period	Year to 31/03/2023	Year to 31/03/2022	Year to 31/03/2021
Total assets as determined in accordance with GAAP*	\$89,105,847	\$58,853,411	\$46,428,782
Total liabilities as determined in accordance with GAAP	\$79,954,115	\$50,807,682	\$39,247,298
Net Profit after Tax as determined in accordance with GAAP	\$902,511	\$434,553	\$502,861
Net Cash Flows from Operating Activities as determined in accordance with GAAP	-\$18,655,346	-\$12,435,246	-\$12,527,422
Cash and cash equivalents as determined in accordance with GAAP	\$16,381,283	\$7,164,641	\$8,736,278
Capital as calculated in accordance with the 2010 regulations**	\$8,749,400	\$7,141,769	\$6,167,723

* financial information determined in accordance with GAAP is presented on a consolidated basis for the Xceda Group (as defined in the PDS).

**"the 2010 regulations" means the Deposit Takers (Credit Ratings, Capital Ratios, and Related Party Exposures) Regulations 2010.

Other limitations, restrictions and prohibitions

Financial restrictions

In addition to the restrictions on security described under "Ranking and security" in section 4 of the PDS, the Trust Deed with the Supervisor requires that Xceda will not:

- allow the Capital Ratio to be less than 10%. The Capital Ratio is the ratio, expressed as a percentage, of
- Xceda's capital to an amount representing the degree of risk to which Xceda is exposed; or permit the Aggregate Related Party Exposures to exceed 5% of Capital.

References to "**Capital**", "**Capital Ratio**", and "**Aggregate Related Party Exposures**" in this PDS shall have the meaning given to them in the Trust Deed. A copy of the Trust Deed may be obtained from the Disclose register at: <https://disclose-register.companiesoffice.govt.nz>.

Other restrictions

For further details regarding other limitations, restrictions and prohibitions on Xceda, refer to the Trust Deed on the Disclose Register at <https://disclose-register.companiesoffice.govt.nz>.