



Significant transactions in the pipeline

Highlights third quarter 2015

- Pipeline remains strong with significant transactions expected to be signed in Q4
- Net collections decreased by 12% percent to SEK 21.3M (SEK 24.1M)
- Cash EBITDA amounted to SEK 20.6M (SEK 22.8M)

Highlights nine months 2015

- Net collections increased by 14 percent to SEK 84.7M (SEK 74.3M)
- Cash EBITDA amounted to SEK 83.8 M (SEK 68.8M)

Amounts in SEK M (unless specified otherwise)	1 Jul–30 Sep 2015	1 Jul–30 Sep 2014	1 Jan–30 Sep 2015	1 Jan–30 Sep 2014	Full year 2014*
Net collections	21.3	24.1	84.7	74.3	128.1
Operating expenses	(0.7)	(1.3)	(0.9)	(5.5)	(6.9)
Cash EBITDA	20.6	22.8	83.8	68.8	121.2
Decrease of book value of portfolios and revaluation of distressed asset portfolios	(11.3)	(13.3)	(47.5)	(29.5)	(83.9)
Operating profit / (loss) – EBIT	9.4	9.6	36.3	39.3	37.3
Profit / (loss) for the period	(9.9)	(8.1)	(2.1)	5.6	(18.2)

Selected key figures

Total assets	395.1	401.5	395.1	401.5	410.9
Net debt	317.8	262.5	317.8	265.2	312.1
Net cash flow from operating activities before working capital changes	(17.2)	(4.9)	52.1	34.3	47.3
Investments in distressed asset portfolios in line with cash flow statement	3.4	6.6	(102.1)	(82.6)	(53.2)

* Audited

The information in this Interim Report requires DDM to publish the information in accordance with the Securities Market Act and/or the Act on Trading in Financial Instruments. The information was submitted for publication 12 November 2015 at 8:00 a.m. CET.

Comment by the CEO

Following successful completion of our refinancing in the second quarter 2015, the third quarter 2015 has been marked by work on significant transactions where DDM is in exclusivity. Some of these are expected to be signed before the end of the year and contribute to a positive result for the full year 2015.

In tandem with these processes, we continue to work on our capital structure raising additional funding for coming investments.

Net collections in the third quarter of 2015 amounted to SEK 21.3 M, a decrease of 12% compared to third quarter 2014. During the first nine months in 2015, net collections increased by 14% compared to the same period last year.

Collections in Russia temporarily slowed down during the third quarter due to the weakness in the Russian ruble, but improved at the end of the quarter as the ruble recovered again. Collections in Poland have not been performing according to initial forecast as legal collections have taken longer than expected. We are actively working with our servicers to catch up to our timetable and do not foresee any adjustments to the ERC relating to the Polish portfolios. Our actions and efforts continue to result in strong collections in Romania and Czech Republic.

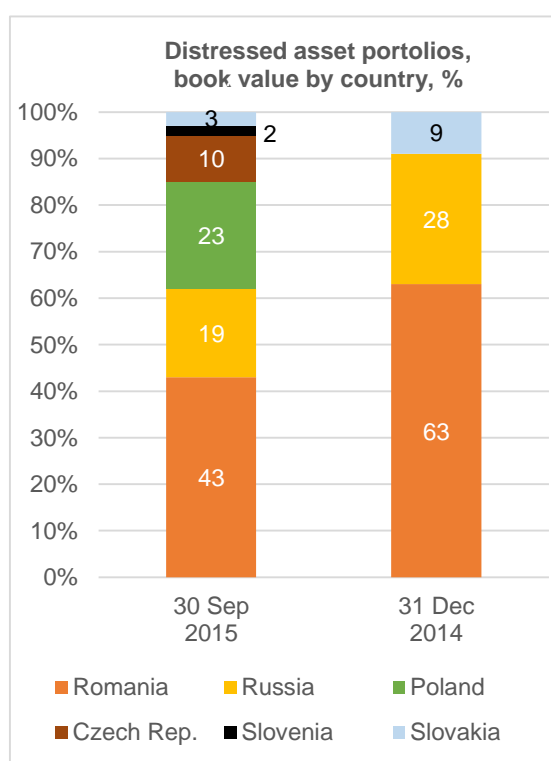
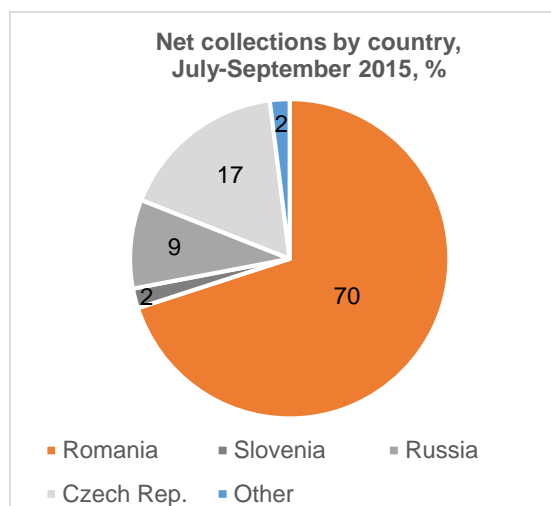
Cash EBITDA (net collections less operating expenses) during the third quarter amounted to SEK 20.6M, decrease of 10% compared to the same period 2014 while for the first nine months 2015 it increased by 22% compared to the same period in 2014.

Cash flow from operating activities before working capital changes was SEK 52.1M in the first nine months 2015, an increase of 52% compared to the same period in 2014. For the third quarter 2015 it was negative SEK 17.2M, largely a reflection of the costs associated with the refinancing undertaken at the end of the second quarter.

Market outlook

We remain positive on the outlook of DDM as we continue to see strong growth in our pipeline of investment opportunities and reinforcement of DDM's position in the market as a leading investor and manager of distressed assets. As mentioned above we currently work on several significant transactions in exclusivity with the selling party and we anticipate signing some of these before the end of the year, contributing to a strong result for the full year 2015.

More details are available on www.ddm-group.ch



Gustav Hultgren, CEO DDM Treasury Sweden AB

Significant events after the period

There were no significant events after the reporting period.

Financial calendar

DDM Treasury Sweden AB (publ) intends to publish financial information on the following dates:

Year-end Report for 2015	29 February 2016
Annual Report for 2015:	End of March 2016

Other financial information from DDM is available on DDM's website, www.ddm-group.ch.

This report has not been reviewed by the Company's auditors.

Stockholm, 12 November 2015

Gustav Hultgren
CEO, DDM Treasury Sweden AB (publ)

Presentation of the interim report

The Interim Report and presentation material are available at www.ddm-group.ch on 12 November 2015, at 08:00 a.m. CET. CEO Gustav Hultgren and CFO Fredrik Olsson will comment on the report at a conference call on 12 November 2015, starting at 10:00 a.m. CET. The presentation can be followed live on www.ddm-group.ch and/or by telephone with dial-in numbers: SE: +46 8 566 426 62, CH: toll free 0800 005 203 or UK: +44 203 428 1400. Participants are advised to register via email to investor@ddm-group.ch.

Consolidated Income Statement

Amounts in SEK M	Notes	1 Jul–30 Sep 2015	1 Jul–30 Sep 2014	1 Jan–30 Sep 2015	1 Jan–30 Sep 2014	Full Year 2014*
Revenues	2	10.1	10.9	37.2	44.8	44.2
Gross profit / (loss)		10.1	10.9	37.2	44.8	44.2
Operating expenses		(0.7)	(1.3)	(0.9)	(5.5)	(6.9)
Operating profit / (loss)		9.4	9.6	36.3	39.3	37.3
Finance income		32.8	7.4	130.8	41.3	96.4
Finance expense		(52.2)	(24.9)	(172.2)	(73.2)	(151.8)
Profit / (loss) before income tax		(10.0)	(7.9)	(5.1)	7.4	(18.1)
Income tax		0.1	(0.2)	3.0	(1.8)	(0.1)
Profit / (loss) for the period		(9.9)	(8.1)	(2.1)	5.6	(18.2)

* Audited

Consolidated Statement of Other Comprehensive Income

Amounts in SEK M	Notes	1 Jul–30 Sep 2015	1 Jul–30 Sep 2014	1 Jan–30 Sep 2015	1 Jan–30 Sep 2014	Full Year 2014*
Profit / (loss) for the period		(9.9)	(8.1)	(2.1)	5.6	(18.2)
Currency translation differences		(0.5)	(0.1)	0.0	0.3	(0.1)
Other comprehensive income for the year, net of tax		(10.4)	(8.2)	(2.1)	5.9	(18.3)
Total comprehensive income for the period		(10.4)	(8.2)	(2.1)	5.9	(18.3)
Profit attributable to owners of the Parent Company		(10.4)	(8.2)	(2.1)	5.9	(18.3)
Total other comprehensive income for the period attributable to owners of the Parent Company		(10.4)	(8.2)	(2.1)	5.9	(18.3)
Non-controlling interest		0.0	0.0	0.0	0.0	0.0

* Audited

Consolidated Balance Sheet

Amounts in SEK M	Notes	30 September 2015	31 December 2014*
ASSETS			
<i>Non-current assets</i>			
Distressed asset portfolios	3	283.1	228.4
Total non-current assets		283.1	228.4
<i>Current assets</i>			
Accounts receivable		20.0	8.2
Receivables from other group companies		82.7	105.0
Prepaid expenses and accrued income		5.5	2.0
Cash and cash equivalents		3.8	67.3
Total current assets		112.0	182.5
TOTAL ASSETS		395.1	410.9
SHAREHOLDERS' EQUITY AND LIABILITIES			
<i>Shareholders' equity</i>			
Ordinary shares		0.5	0.5
Other contributed capital		141.0	37.5
Reserves		0.5	0.3
Retained earnings, incl. net earnings for the period		(68.6)	(6.8)
Total shareholders' equity attributable to Parent Company's shareholders		73.4	31.6
LIABILITIES			
<i>Non-current liabilities</i>			
Bond loans		300.3	320.1
Total non-current liabilities		300.3	320.1
<i>Current liabilities</i>			
Accounts payable		0.0	1.6
Liabilities to other group companies		0.0	27.5
Other liabilities		5.7	4.2
Accrued expenses and deferred income		15.7	25.9
Total current liabilities		21.4	59.2
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		395.1	410.9

* Audited

Consolidated Cash Flow Statement

Amounts in SEK M	Notes	1 Jul–30 Sep 2015	1 Jan–30 Sep 2015	1 Jan–30 Sep 2014	Full Year 2014*
Cash flow operating activities					
Operating profit / (loss)		9.4	36.3	39.3	37.3
<i>Adjustments for non-cash items, etc</i>					
Reversal of depreciation and amortization		9.9	45.0	56.5	94.2
Revaluation of distressed asset portfolios		1.3	2.5	(27.0)	(10.3)
Other items not affecting cash*		(3.4)	17.5	3.6	(31.4)
Interest received		0.0	0.0	0.3	0.9
Interest paid		(34.4)	(49.2)	(38.4)	(43.3)
Cash flow from operating activities before working capital changes		(17.2)	52.1	34.3	47.3
<u>Working capital adjustments</u>					
Increase / (decrease) in accounts receivable		(2.6)	(6.2)	(21.0)	(3.0)
Increase / (decrease) in other receivables		(3.8)	25.7	(1.1)	(90.0)
Increase / (decrease) in accounts payable		0.1	(1.6)	(0.2)	1.6
Increase / (decrease) in other current liabilities		0.4	(26.0)	8.9	29.7
Net cash flow from operating activities		(23.1)	44.0	20.9	(14.4)
Cash flow from investing activities					
Purchase of investments**		(0.1)	(5.6)	0.0	0.0
Portfolio acquisition**		3.4	(102.1)	(82.6)	(53.2)
Net cash flow received / (used) in investing activities		3.3	(107.7)	(82.6)	(53.2)
Cash flow from financing activities					
Increase in other contributed capital		0.0	0.0	0.0	13.1
Net cash flow received / (used) in financing activities		0.0	0.0	0.0	13.1
Cash flow for the period		(19.8)	(63.7)	(61.7)	(54.5)
Cash and cash equivalents less bank overdrafts at beginning of period					
		22.8	67.3	121.8	121.8
Exchange gains / (losses) on cash and cash equivalents					
		0.8	0.2	0.0	0.0
Cash and cash equivalents less bank overdrafts at end of period		3.8	3.8	60.1	67.3

* Audited

** Includes negative FX impact

Consolidated Statement of Changes in Equity

Amounts in SEK M	Notes	Share capital	Other contributed capital	Reserves	Profit or loss brought forward	Total equity
Balance at 1 January 2014		0.5	24.3	0.0	11.7	36.5
Comprehensive income						
Profit / (loss) for the period		0.0	0.0	0.0	(18.2)	(18.2)
Other comprehensive income						
Currency translation differences / reserves		0.0	0.0	(0.1)	0.0	(0.1)
Total comprehensive income		0.0	0.0	(0.1)	(18.2)	(18.3)
<i>Transactions with owners</i>						
Legal reserve		0.0	0.0	0.4	(0.4)	0.0
Borrowings from related parties, equity part		0.0	13.2	0.0	0.0	13.2
Total transactions with owners		0.0	13.2	0.4	(0.4)	13.2
Balance at 31 December 2014*		0.5	37.5	0.3	(6.8)	31.6
Balance at 1 January 2015		0.5	37.5	0.3	(6.8)	31.6
Comprehensive income						
Profit / (loss) for the period		0.0	0.0	0.0	(2.1)	(2.1)
Other comprehensive income						
Recognition of accumulated losses of subsidiaries		0.0	0.0	0.5	(60.0)	(59.5)
Currency translation differences / reserves		0.0	0.0	(0.3)	0.3	0.0
Total comprehensive income		0.0	0.0	0.2	(61.8)	(61.6)
<i>Transactions with owners</i>						
Legal reserve						
Subordinated loans		0.0	103.5	0.0	0.0	103.5
Total transactions with owners		0.0	103.5	0.0	0.0	103.5
Balance at 30 September 2015		0.5	141.0	0.5	(68.6)	73.4

* Audited

Parent Company – Income Statement

Amounts in SEK M	Notes	1 Jul–30 Sep 2015	1 Jan–30 Sep 2015	1 Jan–30 Sep 2014	Full Year 2014*
Revenues		8.5	11.4	0.0	5.7
Operating expenses		(7.2)	(8.4)	(2.9)	(3.4)
Operating profit / (loss)		1.3	3.0	(2.9)	2.3
Finance income		11.4	34.2	38.1	45.0
Finance costs		(15.0)	(37.2)	(34.9)	(47.0)
Profit / (loss) from financial items		(3.6)	(3.0)	3.2	(2.0)
Profit / (loss) before income tax		(2.3)	0.0	0.3	0.3
Current tax expense		0.0	0.0	0.0	(0.1)
Profit / (loss) for the period		(2.3)	0.0	0.3	0.2

Parent Company – Statement of Other Comprehensive Income

Amounts in SEK M	Notes	1 Jul–30 Sep 2015	1 Jan–30 Sep 2015	1 Jan–30 Sep 2014	Full Year 2014*
Profit / (loss) for the period		(2.3)	(0.0)	0.3	0.2
Other comprehensive income for the year, net of tax					
Items that will not be reclassified to profit or loss:					
Items that may be subsequently reclassified to profit:					
Total comprehensive income for the period, net of tax		0.0	0.0	0.0	0.0
Total other comprehensive income for the period		(2.3)	0.0	0.3	0.2

* Audited

Parent Company – Statement of Financial Position

Amounts in SEK M	Notes	30 September 2015	31 December 2014*
ASSETS			
<i>Non-current assets</i>			
Shares in group companies		5.6	0.7
Receivables from group companies		312.9	312.8
Total non-current assets		318.5	313.5
<i>Current assets</i>			
Receivables from group companies		200.7	14.3
Prepaid expenses and accrued income		30.5	0.0
Cash and cash equivalents (excluding bank overdrafts)		0.0	22.3
Total current assets		231.2	36.6
TOTAL ASSETS		549.7	350.1
SHAREHOLDERS' EQUITY AND LIABILITIES			
<i>Shareholders' equity</i>			
Ordinary shares		0.5	0.5
Retained earnings, incl. net earnings for the period		0.3	0.3
Total equity		0.8	0.8
LIABILITIES			
<i>Non-current liabilities</i>			
Bond loans		275.8	320.1
Total non-current liabilities		275.8	320.1
<i>Current liabilities</i>			
Accounts payable		0.9	0.1
Bond loans		24.5	0.0
Liabilities to group companies		234.9	7.2
Other liabilities		1.4	0.5
Accrued expenses and deferred income		11.4	21.4
Total current liabilities		273.1	29.2
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		549.7	350.1

* Audited

Parent Company – Cash Flow Statement

Amounts in SEK M	Notes	1 Jul–30 Sep 2015	1 Jan–30 Sep 2015	1 Jan–30 Sep 2014	Full Year 2014*
Cash flow operating activities					
Operating profit / (loss)		1.3	3.0	(2.9)	2.3
Interest received		11.4	34.3	38.1	44.9
Interest paid		(15.0)	(37.2)	(45.9)	(47.0)
Other items not affecting cash		0.0	(5.0)	1.8	0.0
Cash flow from operating activities before working capital changes					
		(2.3)	(4.9)	(8.9)	0.2
<u>Working capital adjustments</u>					
Increase / (decrease) in other receivables		52.0	179.0	0.0	2.3
Increase / (decrease) in accounts payable		0.0	0.0	0.2	0.1
Increase / (decrease) in other current liabilities		(19.1)	(10.1)	(0.1)	3.2
Net cash flow from operating activities					
		30.6	164.0	(8.8)	5.8
Cash flow from investing activities					
Loan to group companies		(31.2)	(186.3)	(97.7)	(90.2)
Net cash flow received / (used) in investing activities					
		(31.2)	(186.3)	(97.7)	(90.2)
Cash flow from financing activities					
Borrowings		0.0	0.0	0.0	0.0
Net cash flow received / (used) in financing activities					
		0.0	0.0	0.0	0.0
Cash flow for the period					
		(0.6)	(22.3)	(106.5)	(84.4)
Cash and cash equivalents less bank overdrafts at beginning of period		0.6	22.3	106.7	106.7
Cash and cash equivalents less bank overdrafts at end of period					
		0.0	0.0	0.2	22.3

* Audited

Parent Company – Statement of Changes in Equity

Amounts in SEK M					
	Notes	Share capital	Profit or loss brought forward	Profit for the year	Total equity
Balance at 1 January 2014		0.5	0.0	0.1	0.6
Comprehensive income					
Profit / (loss) for the period		0.0	0.0	0.2	0.2
Other comprehensive income					
Total comprehensive income		0.0	0.0	0.2	0.2
<i>Transactions with owners</i>					
Total transactions with owners		0.0	0.0	0.0	0.0
Balance at 31 December 2014*		0.5	0.0	0.3	0.8
Balance at 1 January 2015					
		0.5	0.0	0.3	0.8
Comprehensive income					
Profit / (loss) for the period		0.0	0.0	0.0	(7.0)
Other comprehensive income					
Total comprehensive income		0.0	0.0	0.0	(7.0)
<i>Transactions with owners</i>					
Total transactions with owners		0.0	0.0	0.0	0.0
Balance at 30 September 2015		0.5	0.0	0.3	0.8

* Audited

Notes

Note 1. General information

DDM Treasury Sweden AB (publ) ("DDM Treasury") and its subsidiaries ("DDM") is providing liquidity to lenders on certain lending markets by acquiring distressed consumer debt, enabling the lenders to continue providing loans to companies and individuals. DDM then assists the consumers to restructure their overdue debt.

DDM Treasury was founded in 2013 as a wholly owned subsidiary of DDM Group AG, Baar, Switzerland. DDM Invest I AG, DDM Invest II AG, DDM Invest III AG, DDM Invest IV AG, DDM Invest X AG and DDM Invest XX AG, Baar, Switzerland are wholly owned subsidiaries of DDM Treasury.

DDM Treasury acts solely as the issuer of financial instruments and extends this funding intra-group to its subsidiaries, whereas DDM Group AG acts as the investment manager and make all decisions regarding investments and allocation of resources.

The Parent Company, DDM Treasury Sweden AB (publ) is a limited liability company with registered offices in Stockholm, Sweden and its Swedish Corporate ID No. is 556910-3053. The address of the main office and postal address is S:t Eriksgatan 63, SE-112 34, Stockholm, Sweden.

All amounts are reported in million Swedish krona (SEK) M, unless stated otherwise.

Rounding differences might occur.

Note 2. Revenue by region

Income from distressed debt portfolios is recognized in the income statement in the "Revenue" line item, which includes cash collection from distressed debt portfolios at the collected amount (net of direct collection costs), decrease of the book value of the portfolio in the period, revaluation and impairment.

SEK M	1 Jan–30 Sep 2015	Full-year 2014	1 Jan–30 Sep 2014
Romania	44.3	65.1	46.0
Slovenia	20.5	31.4	2.8
Russia	7.5	31.6	25.5
Czech Republic	10.4	0.0	0.0
Poland	1.6	0.0	0.0
Slovakia	0.4	0.0	0.0
Net collection on distressed asset portfolios	84.7	128.1	74.3
Amortization of purchased distressed asset portfolios	(45.0)	(94.2)	(56.5)
Interest income on acquired distressed asset portfolios	39.7	33.9	17.8
Revaluation of distressed asset portfolios	(2.5)	10.3	27.0
Revenue	37.2	44.2	44.8

The chief operating decision maker of DDM reviews the financial outcome as a whole. Analysis is performed on a portfolio-by-portfolio basis but the chief operating decision maker reviews the outcome from the group as a whole. Each portfolio is not considered to be an identifiable segment and the Company report segment on an entity basis, i.e. one operating segment.

The Company disclose information regarding revenue and distressed asset portfolios per country.

DDM Group focuses mainly on small ticket, distressed consumer and bank debts where the debtor has not serviced its debt for 1–5 years. DDM Group acquires its portfolios from financial institutions at a discount. Such discount gives DDM Group room to negotiate realistic instalment plans with debtors. DDM Group targets portfolios with a market value of EUR 1–20 million.

No customer represents more than 10 percent of the group's total aggregated revenue.

Note 3. Distressed asset portfolios

SEK M	30 Sep 2015	30 June 2015	31 Dec 2014	30 Sep 2014	30 June 2014
Opening accumulated acquisition cost at the beginning of the year	311.6	311.6	248.5	248.5	248.5
Distressed asset portfolios, including foreign exchange differences	130.6	138.1	63.1	82.0	84.4
Closing accumulated acquisition cost at the end of the period	442.2	449.7	311.6	330.5	332.9
Opening accumulated amortization at the beginning of the year	(83.2)	(83.2)	(8.9)	(8.9)	(8.9)
Amortization for the period, including foreign exchange differences	(75.9)	(68.8)	(74.3)	(28.9)	(19.0)
Closing accumulated amortization at the end of the period	(159.1)	(152.0)	(83.2)	(37.8)	(27.9)
Closing net book value at the end of the period	283.1	297.7	228.4	292.7	305.0

None of these financial non-current assets are overdue or require impairment.

DDM invests in portfolios that are denominated in local currencies as well as portfolios denominated in EUR and USD. Therefore, fluctuations in the SEK exchange rate against these currencies affect collections on distressed asset portfolios and operating earnings of the DDM Treasury.

Net collection by currencies on distressed asset portfolios are distributed as follows:

SEK M	1 Jan–30 Sep 2015	1 Jan–30 Sep 2014	1 Jan–31 Dec 2014
EUR	46.6	31.7	69.8
RUB	6.7	23.2	31.5
RON	20.0	19.7	27.0
CZK	10.4	0.0	0.0
Other (MKD, USD, PLN, CHF)	1.0	(0.3)	(0.2)
Total	84.7	74.3	128.1

In terms of balance sheet positions denominated in foreign currencies that are then converted to SEK, the net present values of portfolio owned by DDM Treasury are distributed as follows:

SEK M	As at 30 Sept 2015	As at 30 Sept 2014	As at 31 Dec 2014
EUR	87.3	133.9	106.1
RUB	54.3	61.9	64.7
RON	47.6	96.8	57.5
PLN	53.2	0.0	0.0
CZK	26.8	0.0	0.0
CHF	13.7	0.0	0.0
Other (USD, MKD)	0.2	0.1	0.1
Total	283.1	292.7	228.4

Note 4. Borrowings

The Group has outstanding bonds. A bond loan was issued in June 2013, amounting to SEK 300,000,000 at 13% interest, with maturity date 26 June 2016 by Treasury Sweden AB ("DDM Treasury"). On 18 May 2015, DDM Treasury initiated a written procedure to allow noteholders to vote on a restatement and certain amendments to the existing terms and conditions.

The Written Procedure was closed on 11 June 2015 and the Notes Exchange became effective on 23 June 2015. DDM Treasury made an additional cash payment of 4% on the effective date to the noteholders. In connection to the notes exchange was ownership of DDM Invest I AG, DDM Invest II AG, DDM Invest III AG, DDM Invest IV AG and DDM Invest X AG transferred to DDM Treasury and pledged as security.

The amended terms and conditions included extension of the maturity to 27 December 2018, wider geographic scope in Europe, removal of cash-covenants and hedging restrictions, improved possibilities for future dividend payments and

the introduction of an Inter-Creditor Agreement. The amended Terms and Conditions are available on our webpage along with a summary of the amendments.

A second bond loan was issued in September 2013, amounting to SEK 31,000,000 at 18% interest rate with maturity date September 30, 2016 by Treasury Sweden AB. The Shares of DDM Invest XX AG are pledged under the shareholder's agreement. The bond loans are secured by these shares.

During the fourth quarter of 2014 the Company decided to repurchase SEK 6.0M of the junior bond loan that was issued in September 2013, at 18% interest, on the open market.

Long-term liabilities

Group SEK M	30 Sep 2015	31 Dec 2014
Bond loan	300.3	320.1
Total	300.3	320.1

Maturities of long-term borrowing

Group SEK M	30 Sep 2015	31 Dec 2014
Between 1 and 2 years	24.5	320.1
Between 2 and 3 years	0.0	0.0
Between 3 and 4 years	275.8	0.0
Between 4 and 5 years	0.0	0.0
Total	300.3	320.1

Long-term liabilities

Parent Company SEK M	30 Sep 2015	31 Dec 2014
Bond loan	300.3	320.1
Total	300.3	320.1

Maturities of long-term borrowing

Parent Company SEK M	30 Sep 2015	31 Dec 2014
Between 1 and 2 years	24.5	320.1
Between 2 and 3 years	0.0	0.0
Between 3 and 4 years	275.8	0.0
Between 4 and 5 years	0.0	0.0
Total	300.3	320.1

Note 5. Participations in Group companies

Parent Company SEK M	30 Sep 2015	31 Dec 2014
Investment	5.6	0.7
Net book amount	5.6	0.7

The Parent Company holds shares in the following subsidiaries:

SEK M Company	Domicile	30 Sep 2015	Proportion of equity	Net book value	
				30 Sep 2015	31 Dec 2014
DDM Invest XX AG	Switzerland	100%	100	0.7	0.7
DDM Invest I AG	Switzerland	100%	100	1.4	–
DDM Invest II AG	Switzerland	100%	100	0.6	–
DDM Invest III AG	Switzerland	100%	100	0.6	–
DDM Invest IV AG	Switzerland	100%	100	0.8	–
DDM Invest X AG	Switzerland	100%	100	1.5	–
Net book amount				5.6	0.7

Note 6. Subsequent events

There were no significant events after the period.

Definitions

DDM

DDM Group AG and its subsidiaries, including DDM Treasury Sweden AB (publ) and its subsidiaries.

Adjusted operating earnings

Operating earnings adjusted for non-recurring items.

Amortization of portfolios

The carrying value of portfolios are amortized over time according to the effective interest rate method.

Capital employed

Total assets less non-interest bearing liabilities, non-interest bearing provisions and interest-bearing assets.

Cash EBITDA

Net collections less operating expenses.

Earnings per share

Net earnings for the period, attributable to owners of the parent, divided by the weighted average number of shares during the period.

EBITDA

Earnings before Interest, Taxes, Depreciation of fixed assets as well as amortisation and revaluations of purchased debt.

Gross ERC

Estimated Remaining Collections refers to the sum of all future projected cash collections before collection costs from acquired portfolios. ERC is not a balance sheet item, however it is provided for informational purposes.

Equity

Shareholders' equity at the end of the period.

Equity per share

Shareholders' equity at the end of the period, attributable to owners of the parent, divided by the weighted average number of shares during the period.

Equity ratio

Financial ratio indicating the relative proportion of equity used to finance a company's assets.

Interest-bearing net debt

Interest-bearing provisions and liabilities less interest-bearing assets.

Net collections

Gross collection in respect of the debt portfolios held by DDM minus commission to collection agencies.

Net debt/equity ratio

Interest-bearing net debt divided by shareholders' equity.

Net debt

Long-term liabilities plus Short-term liabilities minus Cash and cash equivalents.

Net revenues

Net collections less amortization and revaluation of portfolios of distressed assets.

Non-recurring items

One-time costs not affecting the company's run rate cost level.

Operating expenses

Personnel, administration, consulting, legal, audit and similar expenses & repair and maintenance expenses.

Operating margin

Operating earnings as a percentage of net collections.

Return on capital employed

Operating earnings as a percentage of average capital employed.

Return on equity

Earnings for the period, attributable to owners of the parent, as a percentage of average shareholders' equity, attributable to owners of the parent.

Revaluation of portfolios

Portfolios are reviewed at each reporting date and revalued if there is objective evidence that one or more events have taken place that will have a positive or negative impact on future cash flows.

About DDM

DDM Treasury AG (NGM: DDM1) is a subsidiary of **DDM Holding AG** (First North: DDM) a key acquirer and manager of distressed assets, offering the prospect of attractive returns from the expanding Eastern European market for distressed assets and non-performing loans. Since 2007, the DDM Group has built a successful platform in Eastern Europe, with 2.2 million receivables in nominal value over EUR 1.7 billion.

For sellers (banks and financial institutions), management of portfolios of distressed assets is a sensitive issue as it concerns the relationship with their customers. For these sellers it is therefore critical that the acquirer handles the underlying individual debtors professionally, ethically and with respect. DDM has longstanding relations with sellers of distressed assets, based on trust and the Company's status as a credible acquirer.

The banking sector in Eastern Europe is subject to increasingly stricter capital ratio requirements resulting in distressed assets being more expensive for banks to keep on their balance sheets. As a result, banks are increasingly looking to divest portfolios of distressed and other non-core assets.

DDM Holding AG is a company incorporated and domiciled in Baar, Switzerland and listed on Nasdaq First North in Stockholm, Sweden, since August 2014.



DDM Treasury Sweden AB (publ)

S:t Eriksgatan 63
SE-112 34 Stockholm, Sweden
+41 8 4080 9030
<http://www.ddm-group.ch>
investor@ddm-group.ch

