

INFOVIDE-MATRIX

FOCUS ON CUSTOMER VALUE

INFOVIDE-MATRIX SPÓŁKA AKCYJNA

CONDENSED INTERIM

FINANCIAL STATEMENTS OF THE INFOVIDE-MATRIX GROUP FOR THE THIRD QUARTER 2014

DRAWN UP IN ACCORDANCE WITH THE
INTERNATIONAL FINANCIAL
REPORTING STANDARDS

Warsaw, 12 November 2014

I. CONSOLIDATED INCOME STATEMENT OF THE INFOVIDE-MATRIX GROUP

FOR THE PERIOD OF 9 MONTHS FROM 1 JANUARY 2014 TO 30 SEPTEMBER 2014

in thousands of PLN

	3 months from 1 July to 30 September 2014	9 months from 1 January to 30 September 2014	3 months from 1 July to 30 September 2013	9 months from 1 January to 30 September 2013
Continued operations				
Sales revenue	48 206	148 136	45 168	121 889
Sale of products and services	46 878	136 285	44 588	119 928
Sale of goods and materials	1 328	11 851	580	1 961
Cost of sales	38 539	118 653	34 141	92 082
Cost of manufacturing products and services sold	37 341	108 593	33 636	90 450
Cost of goods and materials sold	1 198	10 060	505	1 632
Gross profit (loss) on sales	9 667	29 483	11 027	29 807
Selling and marketing costs	3 884	12 397	4 423	12 715
General administrative expenses	3 999	12 923	4 222	12 980
Other operating income	6 095	6 299	53	157
Other operating expenses	5 522	10 813	87	180
Operating profit (loss)	2 357	-351	2 348	4 089
Finance income	52	83	17	335
Finance expenses	480	1 052	115	370
Profit (loss) before tax	1 929	-1 320	2 250	4 054
Income tax	80	483	595	1 220
Net profit (loss)	1 849	-1 803	1 655	2 834
Profit (loss) from investments in associates accounted for using the equity method	-59	53	13	-307
Net profit (loss) for the period	1 790	-1 750	1 668	2 527
Attributable to:				
Shareholders of the parent company	1 790	-1 750	1 668	2 455
Non-controlling interests	0	0	0	72
Earnings per share (EPS)				
Basic EPS	0,14	-0,14	0,13	0,20
Diluted EPS				

The weighted average number of ordinary shares, assumed as the weighted average number of ordinary shares outstanding during the period between 1 January 2014 and 30 September 2014, is 12,476,705.

Basic EPS has been calculated by dividing the net profit attributable to the shareholders of the parent company (numerator) by the weighted average number of ordinary shares outstanding during the period (denominator).

II. CONSOLIDATED STATEMENT OF THE FINANCIAL POSITION OF THE INFOVIDE-MATRIX GROUP

AS AT 30 SEPTEMBER 2014

in thousands of PLN

	as at 30 September 2014	as at 30 June 2014	as at 31 December 2013	as at 30 September 2013
ASSETS				
Non-current assets [Fixed assets]	152 735	153 211	153 213	150 745
Property, plant and equipment [tangible fixed assets]	3 843	4 123	3 892	3 065
Goodwill	142 800	142 800	142 800	142 749
Intangible assets	495	561	648	563
Investments in associates	473	531	420	357
Other financial assets				
	0	0	0	0
Deferred income tax assets	0	0	292	284
Other fixed assets	5 084	5 156	4 921	3 527
Current assets	116 061	102 534	100 795	76 225
Inventories	16 823	14 077	3 583	4 479
Trade accounts receivable	26 092	35 189	58 115	24 382
Receivables from the valuation of long-term contracts	55 346	43 575	27 060	38 662
Income tax receivable	255	119	0	234
Receivables from the State budget	1 796	421	1 011	812
Other receivables	5 769	2 139	1 414	2 041
Pre-paid expenses	2 507	2 139	1 975	2 753
Other financial assets	475	839	132	132
Cash and cash equivalents	6 998	4 036	7 505	2 730
TOTAL ASSETS	268 796	255 745	254 008	226 970

in thousands of PLN

	as at 30 September 2014	as at 30 June 2014	as at 31 December 2013	as at 30 September 2013
EQUITY AND LIABILITIES				
Total equity	182 652	180 862	184 410	189 606
- attributable to shareholders of the parent company	182 652	180 862	184 410	189 606
- minority interests	0	0	0	0
Share capital [issued capital]	1 248	1 248	1 248	1 248
Share premium	143 950	143 950	143 950	143 950
Retained earnings	48 925	48 925	48 925	48 925
Changes in ownership shares in the subsidiaries	-14 067	-14 067	-14 067	-14 119
Foreign currency translation differences	-66	-66	-57	-57
Prior years' retained earnings (losses)	4 412	4 412	7 204	7 204
Current net profit attributable to shareholders of the parent company	-1 750	-3 540	-2 793	2 455
Write-down of net profit within the trading year	0	0	0	0
Non-controlling interests	0	0	0	0
Non-current liabilities [Long-term liabilities]	1 421	1 559	1 238	955
Long-term provisions	460	460	460	458
Deferred income tax provisions	0	0	0	6
Interest-bearing bank loans and borrowings, finance lease liabilities	961	1 099	778	491
Current liabilities	84 723	73 324	68 360	36 409
Interest-bearing bank loans and other borrowings, finance lease liabilities	42 663	31 575	7 276	1 074
Trade accounts payable	21 757	16 340	32 382	13 342
Liabilities from the valuation of long-term contracts	2 320	2 820	5 818	3 907
Accrued expenses	14 559	20 004	14 391	14 094
Income tax liabilities	0	0	287	4
Other liabilities to the State budget	1 820	1 822	7 068	3 075
Other liabilities	1 535	684	290	768
Provisions	35	35	35	28
Deferred income	34	44	813	117
TOTAL EQUITY AND LIABILITIES	268 796	255 745	254 008	226 970

III. CONSOLIDATED CASH FLOW STATEMENT OF THE INFOVIDE-MATRIX GROUP FOR THE PERIOD OF 9 MONTHS FROM 1 JANUARY 2014 TO 30 SEPTEMBER 2014

in thousands of PLN

	3 months from 1 July to 30 September 2014	9 months from 1 January to 30 September 2014	3 months from 1 July to 30 September 2013	9 months from 1 January to 30 September 2013
Cash flow from operating activities				
Net profit/(loss) attributable to shareholders of the parent company	1 790	-1 750	1 668	2 455
Total adjustments	-9 545	-32 898	-10 990	-23 290
Depreciation and amortization	59	-53	532	1 649
Net (gain)/loss on interests in associates	0	0	-13	307
Net (gain)/loss on minority interests	550	1 540	0	72
Gain/(loss) on foreign exchange differences	-1	-9	0	1
Interest and dividends	16	52	-163	48
Gain/(loss) on investing activities	-13	-20	-33	-89
Change in provisions	-6	-6	0	0
Change in inventories	-2 743	-13 240	301	-812
Change in receivables	-7 743	-1 517	-11 218	8 844
Change in current liabilities, except loans and borrowings	5 636	-18 625	-2 408	-29 612
Change in prepayments/accruals/deferrals	-5 253	-513	1 735	-3 433
Income tax on pre-tax profit	80	483	595	1 220
Income tax paid	-234	-1 097	-318	-1 485
Other adjustments	107	107	0	0
Net cash generated from/(used in) operating activities	-7 755	-34 648	-9 322	-20 835
Cash flow from investing activities				
Proceeds	35	51	50	234
Disposal of intangible and tangible fixed assets	32	45	30	127
Disposal of investments in real property and intangible assets	0	0	0	0
From financial assets, including:	3	6	20	57
- in related parties	0	0	21	57
disposal of financial assets	0	0	0	0
dividends and profit sharing	0	0	0	0
repayment of granted short- and long-term loans	0	0	0	35
interest received	0	0	21	22
other proceeds from financial assets	0	0	0	0
- in other entities	3	6	-1	0
disposal of financial assets	0	0	0	0
dividends and profit sharing	0	0	0	0
repayment of granted short- and long-term loans	3	6	0	0
interest received	0	0	-1	0
other proceeds from financial assets	0	0	0	0
Other proceeds from investment activities	0	0	0	50

Payments	242	648	496	3 461
Purchase of intangible and tangible fixed assets	242	618	496	897
Investments in real property and in intangible assets	0	0	0	0
For financial assets, including:	0	30	0	2 564
- in related parties	0	0	0	2 564
purchase of financial assets	0	0	0	2 564
long-term loans granted	0	0	0	0
- in other entities	0	30	0	0
purchase of financial assets	0	0	0	0
long-term loans granted	0	30	0	0
Other outflows from investment activities	0	0	0	0
Net cash generated from/(used in) investing activities	-207	-597	-446	-3 227
Cash flow from financing activities				
Proceeds	11 134	35 728	1 278	1 278
Net proceeds from issuance of shares and other capital instruments and from capital contributions	0	0	0	0
Loans and borrowings	11 134	35 728	1 278	1 278
Issuance of debt securities	0	0	0	0
Other proceeds from financing activities	0	0	0	0
Payments	210	990	980	1 690
Purchase of own shares for their redemption	0	0	0	0
Dividends and other payments to shareholders	0	0	129	308
Profit distribution liabilities other than payments to shareholders	0	0	0	0
Repayment of loans and borrowings	0	458	574	798
Redemption of debt securities	0	0	0	0
Payment of other financial liabilities	0	0	0	0
Payment of liabilities due to finance lease	184	454	204	477
Interest paid	26	78	63	95
Other outflows from financing activities	0	0	10	12
Net cash generated from/(used in) financing activities	10 924	34 738	298	-412
Total net cash flow	2 962	-507	-9 470	-24 474
Movements in cash and cash equivalents:	2 962	-507	-9 470	-24 474
including exchange gains/(losses) on cash and cash equivalents	0	0	0	0
Cash and cash equivalents at beginning of the period	4 036	7 505	12 200	27 204
Cash and cash equivalents at end of the period:	6 998	6 998	2 730	2 730
including restricted cash and cash equivalents	170	170	401	401

IV. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY OF THE INFOVIDE-MATRIX GROUP

FOR THE PERIOD OF 9 MONTHS FROM 1 JANUARY 2014 TO 30 SEPTEMBER 2014

in thousands of PLN

Equity attributable to shareholders of the parent company											
	Share capital	Share premium	Retained earnings	Changes in ownership shares in the subsidiaries	Foreign currency translation differences	Prior years' retained earnings (losses)	Current net profit attributable to shareholders of the parent company	Write-down of net profit within the trading year	Total	Non-controlling interests	Total equity
As at 1 January 2014	1 248	143 950	48 925	-14 067	-57	7 204	-2 793	0	184 410	0	184 410
Issue of ordinary shares	0	0	0	0	0	0	0	0	0	0	0
Foreign exchange differences	0	0	0	0	-9	0	0	0	-9	0	-9
Increase of interests in the subsidiaries	0	0	0	0	0	0	0	0	0		0
Redemption of shares in the subsidiaries	0	0	0	0	0	0	0	0	0	0	0
Profit /(loss) of the previous year	0	0	0	0	0	-2 793	2 793	0	0	0	0
Profit /(loss) of the current year	0	0	0	0	0	0	-1 750	0	-1 750		-1 750
Write-down of net profit within the trading year	0	0	0	0	0	0	0	0	0	0	0
As at 30 September 2014	1 248	143 950	48 925	-14 067	-66	4 412	-1 750	0	182 652	0	182 652

in thousands of PLN

Equity attributable to shareholders of the parent company											
	Share capital	Share premium	Retained earnings	Changes in ownership shares in the subsidiaries	Foreign currency translation differences	Prior years' retained earnings (losses)	Current net profit attributable to shareholders of the parent company	Write-down of net profit within the trading year	Total	Non-controlling interests	Total equity
As at 1 January 2013	1 183	140 175	48 925	-8 159	-56	4 103	3 101	0	189 272	742	190 014
Issue of ordinary shares	65	3 775	0	0	0	0	0	0	3 840	0	3 840
Foreign exchange differences	0	0	0	0	-1	0	0	0	-1	0	-1
Increase of interests in the subsidiaries	0	0	0	-5 908	0	0	0	0	-5 908	-742	-6 650
Redemption of shares in the subsidiaries	0	0	0	0	0	0	0	0	0	0	0
Profit /(loss) of the previous year	0	0	0	0	0	3 101	-3 101	0	0	0	0
Profit /(loss) of the current year	0	0	0	0	0	0	-2 793	0	-2 793		-2 793
Write-down of net profit within the trading year	0	0	0	0	0	0	0	0	0	0	0
As at 31 December 2013	1 248	143 950	48 925	-14 067	-57	7 204	-2 793	0	184 410	0	184 410

in thousands of PLN

Equity attributable to shareholders of the parent company											
	Share capital	Share premium	Retained earnings	Changes in ownership shares in the subsidiaries	Foreign currency translation differences	Prior years' retained earnings (losses)	Current net profit attributable to shareholders of the parent company	Write-down of net profit within the trading year	Total	Non-controlling interests	Total equity
As at 1 January 2013	1 183	140 175	48 925	-8 159	-56	4 103	3 101	0	189 272	742	190 014
Issue of ordinary shares	65	3 775	0	0	0	0	0	0	3 840	0	3 840
Foreign exchange differences	0	0	0	0	-1	0	0	0	-1	0	-1
Increase of interests in the subsidiaries	0	0	0	-5 960	0	0	0	0	-5 960	-742	-6 702
Redemption of shares in the subsidiaries	0	0	0	0	0	0	0	0	0	0	0
Profit/(loss) of the previous year	0	0	0	0	0	3 101	-3 101	0	0	0	0
Profit/(loss) of the current year	0	0	0	0	0	0	2 455	0	2 455		2 455
Write-down of net profit within the trading year	0	0	0	0	0	0	0	0	0	0	0
As at 30 September 2013	1 248	143 950	48 925	-14 119	-57	7 204	2 455	0	189 606	0	189 606