

INFOVIDE-MATRIX

FOCUS ON CUSTOMER VALUE

INFOVIDE-MATRIX **SPÓŁKA AKCYJNA**

ABRIDGED CONSOLIDATED FINANCIAL STATEMENTS OF THE INFOVIDE-MATRIX GROUP FOR THE 1ST HALF OF 2012

**DRAWN IN ACCORDANCE WITH
THE INTERNATIONAL FINANCIAL
REPORTING STANDARDS**

WARSAW, 22 AUGUST 2012

I. CONSOLIDATED INCOME STATEMENT OF THE INFOVIDE-MATRIX GROUP FOR THE PERIOD OF 6 MONTHS FROM 1 JANUARY 2012 TO 30 JUNE 2012

in thousands of PLN	6 months from 1 January to 30 June 2012	6 months from 1 January to 30 June 2011	Note
Continuing operations			
Sales revenue	81 054	82 719	
Sale of products and services	74 774	75 927	1,3
Sale of merchandise and materials	6 280	6 792	2,3
Cost of sales	59 860	59 798	
Cost of producing products and services sold	54 591	53 992	4
Cost of merchandise and materials sold	5 269	5 806	4
Gross profit (loss)	21 194	22 921	
Selling and marketing costs	10 585	9 328	4
General administrative costs	8 639	10 553	4
Other operating income	110	90	5
Other operating expenses	108	244	6
Profit (loss) on continuing operations	1 972	2 886	
Finance income	291	255	7
Finance expenses	146	303	8,9
Profit (loss) before tax	2 117	2 838	
Income tax (tax charge)	569	709	10, 12
Profit (loss) after tax	1 548	2 129	
Profit (loss) determined by valuation using the equity method	-78	-211	17
After-tax profit (loss) on continuing operations	1 470	1 918	
attributable to:			
Equity holders of parent	1 357	1 512	
Minority interests	113	406	
Earnings per share (EPS)			
Basic EPS	0,11	0,13	13
Diluted EPS	0,11	0,12	13

II. CONSOLIDATED STATEMENT OF THE FINANCIAL POSITION OF THE INFOVIDE-MATRIX S.A. GROUP FOR THE PERIOD OF 6 MONTHS FROM 1 JANUARY 2012 TO 30 JUNE 2012

in thousands of PLN	as at 30 June 2012	as at 31 December 2011	as at 30 June 2011	Nota
ASSETS				
Non-current assets [fixed assets]	149 099	150 026	151 376	
Property, plant and equipment [tangible assets]	2 421	2 717	3 553	16
Goodwill	141 295	141 295	141 295	15
Intangible assets	1 595	2 072	1 913	14
Investments in associates	559	637	682	17
Deferred tax assets	3 207	3 282	3 912	11
Other non-current assets	22	23	21	
Current assets	75 845	114 227	64 299	
Stock [inventories]	2 912	1 806	1 856	18
Trade debtors	35 959	65 199	21 292	20
Debtors from valuation of long-term contracts	27 021	16 504	22 524	19
Debtors owed by the State Budget	13	1	0	
Other debtors	78	1 434	64	20
Prepayments	1 750	1 791	1 488	20
Other financial assets	2 535	2 351	3 772	21
Cash and cash equivalents	461	251	50	22
	5 116	24 890	13 253	22
TOTAL ASSETS				

in thousands of PLN	as at 30 June 2012	as at 31 December 2011	as at 30 June 2011	Note
EQUITY AND LIABILITIES				
Total equity	188 158	190 244	183 130	
- attributable to parent	187 529	189 689	181 970	
- attributable to minority interests	629	555	1 160	
Share capital [issued capital]	1 183	1 183	1 183	
Share premium reserve	140 175	140 175	140 175	23
Retained earnings reserve	48 925	48 727	48 727	23
Capital reserve from increased no. of shares in subsidiary	-8 159	-7 837	-8 506	
Currency translation reserve	-55	-55	-55	
Profit/(loss) brought forward from previous periods	4 103	-1 066	-1 066	
After-tax profit of current period	1 357	8 562	1 512	
Write-down of net profit (interim)	0	0	0	
Equity attributable to minority interests	629	555	1 160	
Non-current liabilities [long-term liabilities]	655	1 015	1 255	
Provisions	348	348	313	24
Deferred tax provision	75	76	83	11
Bank loans and other borrowings, leasing	232	591	859	25
Current liabilities	36 131	72 994	31 290	
Interest-bearing bank loans and other borrowings, leasing	2 592	530	523	25
Trade creditors	7 617	38 790	6 913	26
Creditors from valuation of long-term contracts	3 595	6 894	4 142	19
Accruals/prepayments recognisable as liabilities	18 191	16 839	15 900	30
Income tax liabilities	454	577	84	27
Other liabilities owed to State Budget	3 110	8 708	3 191	27
Other liabilities	532	525	504	28
Provisions	16	16	16	24
Deferred income	24	115	17	29
TOTAL EQUITY AND LIABILITIES	224 944	264 253	215 675	

III. CONSOLIDATED CASH FLOW STATEMENT OF THE INFOVIDE-MATRIX S.A. GROUP FOR THE PERIOD OF 6 MONTHS FROM 1 JANUARY 2012 TO 30 JUNE 2012

in thousands of PLN	6 months from 1 January to 30 June 2012	6 months from 1 January to 30 June 2011
A. Cash flows from operating activities (using indirect method)		
I. Profit/(loss) after tax attributable to equity holders of parent	1 357	1 512
II. Total adjustments	-18 469	-11 993
1. Depreciation	1 394	1 889
2. Net (gain)/loss on interests in associates	78	211
3. Net (gain)/loss on minority interests	113	406
4. Gain/(loss) on currency translation [exchange rate differences]	0	0
5. Interest and dividends	63	69
6. Gain/(loss) on investing activities	-83	-76
7. Change in provisions	0	0
8. Change in stock [inventories]	-1 106	-250
9. Change in debtors	20 114	46 473
10. Change in current liabilities, except borrowings	-40 175	-56 585
11. Change in prepayments/accruals/deferrals	1 445	-865
12. Income tax on pre-tax profit	569	709
13. Income tax paid	-881	-3 974
14. Net (gain)/loss on divestment of associates	0	0
15. Other adjustments	0	0
III. Net cash generated by/(used in) operating activities (I+/-II)	-17 112	-10 481
B. Cash flows from investing activities		
I. Proceeds	203	653
1. Disposal of fixed assets (tangible and intangible)	47	119
2. Disposal of investments in real properties and in intangibles	0	0
3. From financial assets:	155	534
a) in associates	150	534
-disposal of financial assets	0	0
-dividends received	0	0
-repayment of loans granted	150	500
-interest received	0	34
-other proceeds from financial assets	0	0
b) in other entities	5	0
-disposal of financial assets	0	0
-dividends received	0	0
-repayment of loans granted	0	0
-interest received	5	0
-other proceeds from financial assets	0	0
4. Other proceeds from investments	0	0
II. Payments	1 314	1 338
1. Acquisition of fixed assets	605	1 333

2. Investments in real properties and in intangibles	0	0
3. For financial assets:	510	5
a) in associates	510	5
-payments to acquire financial assets	360	5
-long-term loans granted	150	0
b) in other entities	0	0
-payments to acquire financial assets	0	0
-long-term loans granted	0	0
4. Other investment payments	200	0
III. Net cash generated by/(used in) investing activities (I-II)	-1 111	-685
C. Cash flows from financing activities		
I. Proceeds	1 972	0
1. Net proceeds from issues of shares and other equity instruments, and shareholders' supplementary contributions toward equity reserves	0	0
2. Proceeds from borrowings	1 972	0
3. Proceeds from issue of debt securities	0	0
4. Other financing proceeds	0	0
II. Payments	3 523	6 271
1. Buy-back of own shares	0	4 365
2. Dividends and other payments to equity holders	3 195	1 559
3. Profit-distribution costs other than payments to equity holders	0	0
4. Repayment of borrowings	0	0
5. Redemption of debt securities	0	0
6. Payment of other financial liabilities	0	0
7. Payment of liabilities under finance lease agreements	263	278
8. Interest paid	63	69
9. Other financing payments	0	0
III. Net cash generated by/(used in) financing activities (I-II)	-1 551	-6 271
D. Total net cash flow (A.III+/-B.III+/-C.III)	-19 774	-17 437
E. Change in cash balance as recognised in the balance sheet:	-19 774	-17 437
- change in cash balance caused by exchange rate differences		
F. Cash at start of period	24 890	30 690
G. Cash at end of period (F+/- D):	5 116	13 253
- cash of restricted use	115	38

IV. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY OF THE INFOVIDE-MATRIX S.A. GROUP FOR THE PERIOD OF 6 MONTHS FROM 1 JANUARY 2012 TO 30 JUNE 2012

in thousands of PLN

	Equity attributable to equity holders of parent										Total equity
	Share capital	Share premium reserve	Retained earnings reserve	Capital reserve from increased no. of shares in subsidiary	Currency translation reserve	Profit (loss) brought forward from previous years	After-tax profit of current period	Write-down of net profit	Total	Minority interests	
As at 1 January 2012	1 183	140 175	48 727	-7 837	-55	-1 066	8 562	0	189 689	555	190 244
Currency translation reserve	0	0	0	0	0	0	0	0	0	0	0
Profit distribution – retained earnings	0	0	198	0	0	-198	0	0	0	0	0
Profit distribution – dividend	0	0	0	0	0	-3 195	0	0	-3 195	0	-3 195
Increased interest in subsidiary	0	0	0	-322	0	0	0	0	-322	74	74
Cancellation of shares in subsidiary	0	0	0	0	0	0	0	0	0	0	0
Profit/(loss) of previous year	0	0	0	0	0	8 562	-8 562	0	0	0	0
Profit/(loss) of current year	0	0	0	0	0	0	1 357	0	1 357	0	1 357
Write-down of net profit	0	0	0	0	0	0	0	0	0	0	0
As at 30 June 2012	1 183	140 175	48 925	-8 159	-55	4 103	1 357	0	187 529	629	188 158

in thousands of PLN

	Equity attributable to equity holders of parent										Total equity
	Share capital	Share premium reserve	Retained earnings reserve	Capital reserve from increased no. of shares in subsidiary	Currency translation reserve	Profit (loss) brought forward from previous years	After-tax profit of current period	Write-down of net profit	Total	Minority interests	
As at 1 January 2011	1 183	140 175	46 867	-9 282	-54	225	4 803	-1 579	182 338	2 828	185 166
Currency translation reserve	0	0	0	0	-1	0	0	0	-1	0	-1
Profit distribution – retained earnings	0	0	1 860	0	0	-1 860	0	0	0	0	0
Profit distribution – dividend	0	0	0	0	0	-1 183	0	0	-1 183	-375	-1 558
Increased interest in subsidiary	0	0	0	644	0	0	0	0	644	-1 080	-436
Redemption shares in subsidiary	0	0	0	801	0	-1 472	0	0	-671	-1 699	-2 370
Profit/(loss) of previous year	0	0	0	0	0	4 803	-4 803	1 579	1 579	0	1 579
Profit/(loss) of current year	0	0	0	0	0	0	8 562	0	8 562	881	9 443
Write-down of net profit	0	0	0	0	0	-1 579	0	0	-1 579	0	-1 579
As at 31 December 2011	1 183	140 175	48 727	-7 837	-55	-1 066	8 562	0	189 689	555	190 244

	Equity attributable to equity holders of parent										
	Share capital	Share premium reserve	Retained earnings reserve	Capital reserve from increased no. of shares in subsidiary	Currency translation reserve	Profit (loss) brought forward from previous years	After-tax profit of current period	Write-down of net profit	Total	Minority interests	Total equity
As at 1 January 2011	1 183	140 175	46 867	-9 282	-54	225	4 803	-1 579	182 338	2 828	185 166
Currency translation reserve	0	0	0	0	-1	0	0	0	-1	0	-1
Profit distribution – retained earnings	0	0	1 860	0	0	-1 860	0	0	0	0	0
Profit distribution – dividend	0	0	0	0	0	-1 183	0	0	-1 183	-375	-1 558
Increased interest in subsidiary	0	0	0	-25	0	0	0	0	-25	0	-25
Redemption shares in subsidiary	0	0	0	801	0	-1 472	0	0	-671	-1 699	-2 370
Profit /(loss) of previous year	0	0	0	0	0	4 803	-4 803	1 579	1 579	0	1 579
Profit /(loss) of current year	0	0	0	0	0	0	1 512	0	1 512	406	1 918
Write-down of net profit	0	0	0	0	0	-1 579	0	0	-1 579	0	-1 579
As at 30 June 2011	1 183	140 175	48 727	-8 506	-55	-1 066	1 512	0	181 970	1 160	183 130