

INFOVIDE-MATRIX

FOCUS ON CUSTOMER VALUE

INFOVIDE-MATRIX
SPÓŁKA AKCYJNA

CONDENSED INTERIM

**FINANCIAL STATEMENTS
OF THE
INFOVIDE-MATRIX GROUP
FOR THE THIRD QUARTER 2013**

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

Warsaw, 14 November 2013

I. CONSOLIDATED INCOME STATEMENT OF THE INFOVIDE-MATRIX GROUP

FOR THE PERIOD OF 9 MONTHS FROM 1 JANUARY 2013 TO 30 SEPTEMBER 2013

in thousands of PLN

	3 months from 1 July to 30 September 2013	9 months from 1 January to 30 September 2013	3 months from 1 July to 30 September 2012	9 months from 1 January to 30 September 2012
Continued operations				
Sales revenue	45 168	121 889	47 663	128 717
Sale of products and services	44 588	119 928	43 377	118 151
Sale of goods and materials	580	1 961	4 286	10 566
Cost of sales	34 141	92 082	40 030	99 890
Cost of manufacturing products and services sold	33 636	90 450	35 569	90 160
Cost of goods and materials sold	505	1 632	4 461	9 730
Gross profit (loss) on sales	11 027	29 807	7 633	28 827
Selling and marketing costs	4 423	12 715	5 331	15 916
General administrative expenses	4 222	12 980	4 163	12 802
Other operating income	53	157	87	203
Other operating expenses	87	180	111	225
Operating profit (loss)	2 348	4 089	-1 885	87
Finance income	17	335	191	481
Finance expenses	115	370	98	243
Profit (loss) before tax	2 250	4 054	-1 792	325
Income tax	595	1 220	-250	319
Net profit (loss)	1 655	2 834	-1 542	6
Profit (loss) from investments in associates accounted for using the equity method	13	-307	-53	-131
Net profit (loss) for the period	1 668	2 527	-1 595	-125
Attributable to:				
Shareholders of the parent company	1 668	2 455	-1 627	-270
Non-controlling interests	0	72	32	145
Earnings per share (EPS)				
Basic EPS	0,13	0,20	-0,13	-0,02
Diluted EPS	0,13	0,20	-0,13	-0,02

The weighted average number of ordinary shares, assumed as the weighted average number of ordinary shares outstanding during the period between 1 January 2013 and 30 September 2013, 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 2013

in thousands of PLN

	as at 30 September 2013	as at 30 June 2013	as at 31 December 2012	as at 30 September 2012
ASSETS				
Non-current assets [Fixed assets]	150 745	151 284	151 731	149 629
Property, plant and equipment [tangible fixed assets]	3 065	2 958	2 658	2 566
Goodwill	142 749	142 749	142 800	141 295
Intangible assets	563	637	1 034	1 333
Investments in associates	357	344	664	506
Other financial assets	284	277	262	254
Deferred income tax assets	3 527	4 119	4 286	3 653
Other fixed assets	200	200	27	22
Current assets	76 225	75 832	109 842	83 720
Inventories	4 479	4 780	3 667	5 421
Trade accounts receivable	24 382	25 771	58 549	35 946
Receivables from the valuation of long-term contracts	38 662	26 144	14 166	27 216
Income tax receivable	234	30	0	28
Receivables from the State budget	812	639	259	446
Other receivables	2 041	1 952	1 767	1 733
Pre-paid expenses	2 753	4 184	4 013	2 339
Other financial assets	132	132	217	257
Cash and cash equivalents	2 730	12 200	27 204	10 334
TOTAL ASSETS	226 970	227 116	261 573	233 349

in thousands of PLN

	as at 30 September 2013	as at 30 June 2013	as at 31 December 2012	as at 30 September 2012
EQUITY AND LIABILITIES				
Total equity	189 606	187 950	190 014	186 398
- attributable to shareholders of the parent company	189 606	187 950	189 272	185 902
- minority interests	0	0	742	496
Share capital [issued capital]	1 248	1 248	1 183	1 183
Share premium	143 950	143 960	140 175	140 175
Retained earnings	48 925	48 925	48 925	48 925
Changes in ownership shares in the subsidiaries	-14 119	-14 119	-8 159	-8 159
Foreign currency translation differences	-57	-55	-56	-55
Prior years' retained earnings (losses)	7 204	7 204	4 103	4 103
Current net profit attributable to shareholders of the parent company	2 455	787	3 101	-270
Write-down of net profit within the trading year	0	0	0	0
Non-controlling interests	0	0	742	496
Non-current liabilities [Long-term liabilities]	955	915	594	612
Long-term provisions	458	458	458	348
Deferred income tax provisions	6	1	60	106
Interest-bearing bank loans and borrowings, finance lease liabilities	491	456	76	158
Current liabilities	36 409	38 251	70 965	46 339
Interest-bearing bank loans and other borrowings, finance lease liabilities	1 074	510	738	561
Trade accounts payable	13 342	16 479	36 308	15 118
Liabilities from the valuation of long-term contracts	3 907	2 818	6 033	3 728
Accrued expenses	14 094	13 819	18 663	23 109
Income tax liabilities	4	121	741	0
Other liabilities to the State budget	3 075	3 293	7 648	3 234
Other liabilities	768	1 095	565	545
Provisions	28	28	28	16
Deferred income	117	88	241	28
TOTAL EQUITY AND LIABILITIES	226 970	227 116	261 573	233 349

III. CONSOLIDATED CASH FLOW STATEMENT OF THE INFOVIDE-MATRIX GROUP

FOR THE PERIOD OF 9 MONTHS FROM 1 JANUARY 2013 TO 30 SEPTEMBER 2013

in thousands of PLN

	3 months from 1 July to 30 September 2013	9 months from 1 January to 30 September 2013	3 months from 1 July to 30 September 2012	9 months from 1 January to 30 September 2012
Cash flow from operating activities				
Net profit/(loss) attributable to shareholders of the parent company	1 668	2 455	-1 627	-270
Total adjustments	-10 990	-23 290	9 611	-8 858
Depreciation and amortization	532	1 649	599	1 993
Net (gain)/loss on interests in associates	-13	307	53	131
Net (gain)/loss on minority interests	0	72	32	145
Gain/(loss) on foreign exchange differences	0	1	0	0
Interest and dividends	-163	48	-1	62
Gain/(loss) on investing activities	-33	-89	-58	-141
Change in provisions	0	0	0	0
Change in inventories	301	-812	-2 509	-3 615
Change in receivables	-11 218	8 844	-554	19 560
Change in current liabilities, except loans and borrowings	-2 408	-29 612	8 006	-32 169
Change in prepayments/accruals/deferrals	1 735	-3 433	4 676	6 121
Income tax on pre-tax profit	595	1 220	-250	319
Income tax paid	-318	-1 485	-383	-1 264
Other adjustments	0	0	0	0
Net cash generated from/(used in) operating activities	-9 322	-20 835	7 984	-9 128
Cash flow from investing activities				
Proceeds	50	234	345	548
Disposal of intangible and tangible fixed assets	30	127	54	102
Disposal of investments in real property and intangible assets	0	0	0	0
From financial assets, including:	20	57	16	171
- in related parties	21	57	0	150
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	35	0	150
interest received	21	22	0	0
other proceeds from financial assets	0	0	0	0
- in other entities	-1	0	16	21
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	0
interest received	-1	0	16	21
other proceeds from financial assets	0	0	0	0
Other proceeds from investment activities	0	50	275	275

Payments	496	3 461	837	2 151
Purchase of intangible and tangible fixed assets	496	897	505	1 109
Investments in real property and in intangible assets	0	0	0	0
For financial assets, including:	0	2 564	82	592
- in related parties	0	2 564	82	592
purchase of financial assets	0	2 564	0	360
long-term loans granted	0	0	82	232
- in other entities	0	0	0	0
purchase of financial assets	0	0	0	0
long-term loans granted	0	0	0	0
Other outflows from investment activities	0	0	250	450
Net cash generated from/(used in) investing activities	-446	-3 227	-492	-1 603
Cash flow from financing activities				
Proceeds	1 278	1 278	0	1 972
Net proceeds from issuance of shares and other capital instruments and from capital contributions	0	0	0	0
Loans and borrowings	1 278	1 278	0	1 972
Issuance of debt securities	0	0	0	0
Other proceeds from financing activities	0	0	0	0
Payments	980	1 690	2 274	5 797
Purchase of own shares for their redemption	0	0	0	0
Dividends and other payments to shareholders	129	308	165	3 360
Profit distribution liabilities other than payments to shareholders	0	0	0	0
Repayment of loans and borrowings	574	798	1 972	1 972
Redemption of debt securities	0	0	0	0
Payment of other financial liabilities	0	0	0	0
Payment of liabilities due to finance lease	204	477	130	394
Interest paid	63	95	7	71
Other outflows from financing activities	10	12	0	0
Net cash generated from/(used in) financing activities	298	-412	-2 274	-3 825
Total net cash flow	-9 470	-24 474	5 218	-14 556
Movements in cash and cash equivalents:	-9 470	-24 474	5 218	-14 556
including exchange gains/(losses) on cash and cash equivalents	0	0	0	0
Cash and cash equivalents at beginning of the period	12 200	27 204	5 116	24 890
Cash and cash equivalents at end of the period:	2 730	2 730	10 334	10 334
including restricted cash and cash equivalents	401	401	150	150

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

FOR THE PERIOD OF 9 MONTHS FROM 1 JANUARY 2013 TO 30 SEPTEMBER 2013

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
Distribution of the profit for the year 2011: retained earnings	0	0	0	0	0	0	0	0	0	0	0
Distribution of the profit for the 2011: dividend	0	0	0	0	0	0	0	0	0	0	0
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

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 2012	1 183	140 175	48 727	-7 837	-55	-1 066	8 562	0	189 689	555	190 244
Foreign exchange differences	0	0	0	0	-1	0	0	0	-1	0	-1
Distribution of the profit for the year 2011: retained earnings	0	0	198	0	0	-198	0	0	0	0	0
Distribution of the profit for the 2011: dividend	0	0	0	0	0	-3 195	0	0	-3 195	-165	-3 360
Increase of interests in the subsidiaries	0	0	0	-322	0	0	0	0	-322	-39	-361
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	8 562	-8 562	0	0	0	0
Profit/(loss) of the current year	0	0	0	0	0	0	3 101	0	3 101	391	3 492
Write-down of net profit within the trading year	0	0	0	0	0	0	0	0	0	0	0
As at 31 December 2012	1 183	140 175	48 925	-8 159	-56	4 103	3 101	0	189 272	742	190 014

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 2012	1 183	140 175	48 727	-7 837	-55	-1 066	8 562	0	189 689	555	190 244
Foreign exchange differences	0	0	0	0	0	0	0	0	0	0	0
Distribution of the profit for the year 2011: re-tained earnings	0	0	198	0	0	-198	0	0	0	0	0
Distribution of the profit for the 2011: dividend	0	0	0	0	0	-3 195	0	0	-3 195	-165	-3 360
Increase of interests in the subsidiaries	0	0	0	-322	0	0	0	0	-322	-39	-361
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	8 562	-8 562	0	0	0	0
Profit/(loss) of the current year	0	0	0	0	0	0	-270	0	-270	145	-125
Write-down of net profit within the trading year	0	0	0	0	0	0	0	0	0	0	0
As at 30 September 2012	1 183	140 175	48 925	-8 159	-55	4 103	-270	0	185 902	496	186 398