

INFOVIDE-MATRIX

FOCUS ON CUSTOMER VALUE

INFOVIDE-MATRIX SPÓŁKA AKCYJNA

CONDENSED INTERIM

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

DRAWN UP IN ACCORDANCE WITH THE
INTERNATIONAL FINANCIAL
REPORTING STANDARDS

Warsaw, 15 May 2014

I. CONSOLIDATED INCOME STATEMENT OF THE INFOVIDE-MATRIX GROUP

FOR THE PERIOD OF 3 MONTHS FROM 1 JANUARY 2014 TO 31 MARCH 2014

in thousands of PLN

	3 months from 1 January to 31 March 2014	3 months from 1 January to 31 March 2013
Continued operations		
Sales revenue	52 092	35 594
Sale of products and services	46 230	35 325
Sale of goods and materials	5 862	269
Cost of sales	43 343	27 341
Cost of manufacturing products and services sold	37 679	27 126
Cost of goods and materials sold	5 664	215
Gross profit (loss) on sales	8 749	8 253
Selling and marketing costs	4 351	4 668
General administrative expenses	4 727	5 235
Other operating income	23	85
Other operating expenses	40	55
Operating profit (loss)	-346	-1 620
Finance income	30	238
Finance expenses	228	117
Profit (loss) before tax		
	-544	-1 499
Income tax		
Net profit (loss)	-44	-154
	-500	-1 345
Profit (loss) from investments in associates accounted for using the equity method		
Net profit (loss) for the period	17	-247
Attributable to:	-483	-1 592
Shareholders of the parent company		
Minority interests	-483	-1 636
Earnings per share (EPS)	0	44
Basic EPS		
Diluted EPS	-0,04	-0,14

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 31 March 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 31 MARCH 2014

in thousands of PLN

	as at 31 March 2014	as at 31 March 2013
ASSETS		
Non-current assets [Fixed assets]	153 302	151 669
Property, plant and equipment [tangible fixed assets]	3 741	2 564
Goodwill	142 800	142 749
Intangible assets	571	815
Investments in associates	437	418
Other financial asset	300	269
Deferred income tax assets	5 213	4 632
Other fixed assets	240	222
Current assets	99 069	83 893
Inventories	14 235	4 829
Trade accounts receivable	36 227	25 191
Receivables from the valuation of long-term contracts	37 311	21 737
Income tax receivable	634	276
Receivables from the State budget	642	860
Other receivables	1 292	2 122
Pre-paid expenses	1 653	5 429
Other financial assets	132	132
Cash and cash equivalents	6 943	23 317
TOTAL ASSETS	252 371	235 562

in thousands of PLN

	as at 31 March 2014	as at 31 March 2013
EQUITY AND LIABILITIES		
Total equity	183 920	188 371
- <i>attributable to shareholders of the parent company</i>	<i>183 920</i>	<i>187 637</i>
- <i>minority interests</i>	<i>0</i>	<i>734</i>
Share capital [issued capital]	1 248	1 183
Share premium	143 950	140 175
Retained earnings	48 925	48 925
Changes in ownership shares in the subsidiaries	-14 067	-8 159
Foreign currency translation differences	-65	-55
Prior years' retained earnings (losses)	4 412	7 204
Current net profit attributable to shareholders of the parent company	-483	-1 636
Write-down of net profit within the trading year	0	0
Minority interests	0	734
Non-current liabilities [Long-term liabilities]	16 127	637
Long-term provisions	460	458
Deferred income tax provisions	0	45
Interest-bearing bank loans and borrowings, finance lease liabilities	15 667	134
Current liabilities	52 324	46 554
Interest-bearing bank loans and other borrowings, finance lease liabilities	9 203	395
Trade accounts payable	19 828	20 157
Liabilities from the valuation of long-term contracts	3 950	4 219
Accrued expenses	17 005	17 609
Income tax liabilities	0	101
Other liabilities to the State budget	1 902	2 909
Other liabilities	309	914
Provisions	35	28
Deferred income	92	222
TOTAL EQUITY AND LIABILITIES	252 371	235 562

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

FOR THE PERIOD OF 3 MONTHS FROM 1 JANUARY 2013 TO 31 MARCH 2014

in thousands of PLN

	3 months from 1 January to 31 March 2014	3 months from 1 January to 31 March 2013
Cash flow from operating activities		
Net profit/(loss) attributable to shareholders of the parent company	-483	-1 636
Total adjustments	-16 553	-1 861
Depreciation and amortization	-17	247
Net (gain)/loss on interests in associates	0	44
Net (gain)/loss on minority interests	473	553
Gain/(loss) on foreign exchange differences	-8	1
Interest and dividends	81	13
Gain/(loss) on investing activities	-8	-56
Change in provisions	0	0
Change in inventories	-10 652	-1 162
Change in receivables	12 129	24 618
Change in current liabilities, except loans and borrowings	-19 856	-22 355
Change in prepayments/accruals/deferrals	2 215	-2 489
Income tax on pre-tax profit	-44	-154
Income tax paid	-863	-1 121
Other adjustments	-3	0
Net cash generated from/(used in) operating activities	-17 036	-3 497
Cash flow from investing activities		
Proceeds	1	180
Disposal of intangible and tangible fixed assets	1	94
Disposal of investments in real property and intangible assets	0	0
From financial assets, including:	0	36
- in related parties	0	36
disposal of financial assets	0	0
dividends and profit sharing	0	0
repayment of granted short- and long-term loans	0	35
interest received	0	1
other proceeds from financial assets	0	0
- in other entities	0	0
disposal of financial assets	0	0
dividends and profit sharing	0	0
repayment of granted short- and long-term loans	0	0
interest received	0	0
other proceeds from financial assets	0	0
Other proceeds from investment activities	0	50

Payments	244	203
Purchase of intangible and tangible fixed assets	244	203
Investments in real property and in intangible assets	0	0
For financial assets, including:	0	0
- in related parties	0	0
purchase of financial assets	0	0
long-term loans granted	0	0
- in other entities	0	0
purchase of financial assets	0	0
long-term loans granted	0	0
Other outflows from investment activities	0	0
Net cash generated from/(used in) investing activities	-243	-23
Cash flow from financing activities		0
Proceeds	21 920	0
Net proceeds from issuance of shares and other capital instruments and from capital contributions	0	0
Loans and borrowings	21 920	0
Issuance of debt securities	0	0
Other proceeds from financing activities	0	0
Payments	5 203	367
Purchase of own shares for their redemption	0	0
Dividends and other payments to shareholders	0	0
Profit distribution liabilities other than payments to shareholders	0	0
Repayment of loans and borrowings	5 013	224
Redemption of debt securities	0	0
Payment of other financial liabilities	0	0
Payment of liabilities due to finance lease	93	130
Interest paid	97	13
Other outflows from financing activities	0	0
Net cash generated from/(used in) financing activities	16 717	-367
Total net cash flow	-562	-3 887
Movements in cash and cash equivalents:	-562	-3 887
including exchange gains/(losses) on cash and cash equivalents	0	0
Cash and cash equivalents at beginning of the period	7 505	27 204
Cash and cash equivalents at end of the period:	6 943	23 317
including restricted cash and cash equivalents	108	415

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

FOR THE PERIOD OF 3 MONTHS FROM 1 JANUARY 2014 TO 31 MARCH 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	Minority 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
Foreign exchange differences	0	0	0	0	-8	0	0	0	-8	0	-8
Distribution of the profit for the year 2013: retained earnings	0	0	0	0	0	0	0	0	0	0	0
Distribution of the profit for the 2013: dividend	0	0	0		0	0	0	0	0	0	0
Increase of interests in the subsidiaries	0	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	-483	0	-483	0	-483
Write-down of net profit within the trading year	0	0	0		0	0	0	0	0	0	0
As at 31 March 2014	1 248	143 950	48 925	-14 067	-65	4 412	-483	0	183 920	0	183 920

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	Minority 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
Foreign exchange differences	0	0	0	0	1	0	0	0	1	0	1
Distribution of the profit for the year 2012: retained earnings	0	0	0	0	0	0	0	0	0	0	0
Distribution of the profit for the 2012: dividend	0	0	0		0	0	0	0	0	0	0
Increase of interests in the subsidiaries	0	0	0	0	0	0	0	0	0	-52	-52
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	-1 636	0	-1 636	44	-1 592
Write-down of net profit within the trading year	0	0	0		0	0	0	0	0	0	0
As at 31 March 2013	1 183	140 175	48 925	-8 159	-55	7 204	-1 636	0	187 637	734	188 371