ASSECO BUSINESS SOLUTIONS SA

INTERIM CONDENSED FIANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2015 TOGETHER WITH THE INDEPENDENT CERTIFIED AUDITOR'S
REPORT

4 AUGUST 2015

for the six months ended 30 June 2015 (in PLN thousand)

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD OF SIX MONTHS ENDED 30 JUNE 2015

	Note	*3 months ended 30 June 2015 (unaudited)*	*6 months ended 30 June 2015 (unaudited)*	*3 months ended 30 June 2014 (unaudited)*	*6 months ended 30 June 2014 (unaudited)*
Revenue on sales	8	35,137	72,211	31,198	70,319
Own cost of sales	9	(22,235)	(44,538)	(20,682)	(46,073)
Gross profit on sales		**12,902**	**27,673**	**10,516**	**24,246**
Cost of sale	9	(2,038)	(4,028)	(1,792)	(3,660)
Overheads	9	(2,935)	(6,075)	(2,581)	(5,281)
Net profit on sales		**7,929**	**17,570**	**6,143**	**15,305**
Other operating profit	8	154	306	290	445
Other operating expenses	8	(60)	(142)	(106)	(237)
Profit on operating activities		**8,023**	**17,734**	**6,327**	**15,513**
Financial income	8	422	709	363	727
Financial expenses	8	(91)	(12)	(1)	(1)
Gross profit		**8,354**	**18,431**	**6,689**	**16,239**
Income tax	12	(1,634)	(3,585)	(1,324)	(3,178)
Net profit from continuing operations		**6,720**	**14,846**	**5,365**	**13,061**
Discontinued operations					
Net profit for the financial		**6,720**	**14,846**	**5,365**	**13,061**
Other total income		**–**			
- Items to be reclassified to profit/loss in subsequent reporting periods		**–**	**–**	**–**	**–**
- Items not converted to profit/loss in subsequent reporting periods		**–**	**–**	**–**	**–**
Other total income net		**–**	**–**	**–**	**–**
Total income for period6,720		**14,846**	**5,365**	**13,061**	
- basic/diluted from profit in the reporting period		0.20	0.44	0.16	0.39
- basic/diluted from profit on continuing operations for the reporting period		0.20	0.44	0.16	0.39

for the six months ended 30 June 2015 (in PLN thousand)

INTERIM CONDENSED BALANCE SHEET

AS AT 30 JUNE 2015

ASSETS	Note	30 June 2015 (unaudited)	31 December 2014	30 June 2014 (unaudited)
Non-current assets		**193,631**	**194,069**	**195,197**
Property, plant and equipment	13	10,253	10,315	10,879
Intangible assets	14.1	10,601	10,660	12,031
Goodwill	14.2	170,938	170,938	170,938
Long-term receivables		599	600	601
Deferred tax assets		1,182	1,515	693
Long-term accruals and deferred income		58	41	55
Current assets		**70,937**	**90,263**	**64,631**
Inventories	15	928	583	887
Accruals and prepayments		662	387	750
Trade receivables		26,508	28,939	21,811
Other receivables		2,631	2,871	3,225
Financial assets valued at fair value through profit or loss	20	58	–	14
Cash and short-term deposits	10	40,150	57,483	37,944
TOTAL ASSETS		**264,568**	**284,332**	**259,828**

The surplus from the sale of shares above their nominal value	62,543	62,423	62,423
Retained gains	17,579	31,139	15,849
Total equity	**247,213**	**260,653**	**245,363**
Non-current liabilities	**713**	**720**	**387**
Provisions	707	707	368
Long-term accruals and deferred income	6	13	19
Current liabilities	**16,642**	**22,959**	**14,078**
Trade liabilities	1,915	4,496	2,279
Other liabilities	5,441	6,502	4,515
Income tax liabilities	404	1,518	72
Financial liabilities	–	2	–
Provisions	709	373	373
Accruals and deferred income	8,173	10,068	6,839
Total liabilities	**17,355**	**23,679**	**14,465**
TOTAL EQUITY AND LIABILITIES	**264,568**	**284,332**	**259,828**

for the six months ended 30 June 2015 (in PLN thousand)

INTERIM CONDENSED STATEMENT OF CASH FLOWS
FOR THE PERIOD OF SIX MONTHS ENDED 30 JUNE 2015

	Note	*6 months ended 30 June 2015 (unaudited)*	*6 months ended 30 June 2014 (unaudited)*
Cash flows from operating activities			
Gross profit		18,431	16,239
Adjustments:		**(2,763)**	**19**
Amortization/Depreciation	9	5,434	5,929
Change in inventories		(345)	1,759
Change in receivables		2,672	13,835
Change in liabilities, excluding credits and loans		(3,641)	(15,029)
Change in prepayments and accruals		(2,194)	(2,032)
Change in provisions		336	–
Revenue on interest		(528)	(698)
Investment gain/(loss)		(131)	(119)
Income tax paid		(4,366)	(3,626)
Net cash from operating activities		**15,668**	**16,258**
Cash flows from investing activities			
Proceeds from the sale of non-financial assets		45	846
Acquisition of property, plant and equipment		(1,922)	(3,908)
Acquisition of intangible assets		(3,408)	(3,949)
Acquisition/settlement of financial assets at fair fair value through profit or loss		42	6
Interest received		554	685
Net cash from investing activities		**(4,689)**	**(6,320)**
Cash flows from financing activities			
Proceeds from the issue of shares	16	120	–
Dividend paid		(28,406)	(26,734)
Net cash from financing activities		**(28,286)**	**(26,734)**
Increase/(Decrease) in net cash and cash equivalents		(17,307)	(16,796)
Net differences in exchange rates		–	–
Opening cash	**10**	**57,368**	**54,630**
Closing cash	**10**	**40,061**	**37,834**

for the six months ended 30 June 2015 (in PLN thousand)

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2015

	Share capital	Surplus from the sale of shares above their nominal value	Retained profit/(loss) and current period	Total equity
6 months ended 30 June 2015 (unaudited)				
As at 01 January 2015	**167,091**	**62,423**	**31,139**	**260,653**
Total income for period	–	–	14,846	**14,846**
Payment of the dividend	–	–	(28,406)	**(28,406)**
Other transactions	–	120	–	**120**
As at 30 June 2015	**167,091**	**62,543**	**17,579**	**247,213**
12 months ended 31 December 2014				
As at 1 January 2014	**167,091**	**62,423**	**29,522**	**259,036**
Total income for period	–	–	28,351	**28,351**
Payment of the dividend	–	–	(26,734)	**(26,734)**
As at 31 December 2014	**167,091**	**62,423**	**31,139**	**260,653**
6 months ended 30 June 2014 (unaudited)				
As at 1 January 2014	**167,091**	**62,423**	**29,522**	**259,036**
Total income for period	–	–	13,061	**13,061**
Dividends	–	–	(26,734)	**(26,734)**
As at 30 June 2014	**167,091**	**62,423**	**15,849**	**245,363**

for the six months ended 30 June 2015 (in PLN thousand)

ADDITIONAL EXPLANATORY NOTES

1. GENERAL

Asseco Business Solutions SA (the "Company") is a joint-stock, publicly traded company seated in Lublin. These interim condensed financial statements cover the period of 6 months ended 30 June 2015 and include comparative data for the period of 6 months ended 30 June 2014 and as at 31 December 2014. Statement of comprehensive income and the notes to the statement of comprehensive income include data for the 3 months ended 30 June 2015 and comparative data for the 3 months ended 30 June 2014 – they were not subject to review or audit by the certified auditor.

The Company is registered in the Companies' Register of the National Court Register maintained by the District Court in Lublin, VI Economic Department of the National Court Register, under KRS: 0000028257. The Company has a business statistical number REGON 017293003.

The Company was established for an indefinite period of time.

The primary activity of Asseco Business Solutions SA, according to the classification adopted by the Warsaw Stock Exchange, is "information technology".

Within the Asseco Capital Group, the Company serves as a Competence Centre accountable for the development of ERP software, mobile reporting systems (SFA), factoring systems and software for SMEs. This comprehensive offering also includes the provision, adaptation and configuration of business applications for enterprises, design and construction of infrastructure at the client or in the outsourcing model, providing equipment and system software of renowned partners, training for client's personnel, service and remote support for users. Asseco Business Solutions also runs a Data Centre whose capacity parameters meet the highest standards of security, reliability and effectiveness of systems operation.

The direct parent entity of Asseco Business Solutions SA is Asseco Poland SA, which holds 46.47% of the Company's shares and, in accordance with the Company's Articles of Association, is able to exercise its right to appoint three of the five members of the Supervisory Board as long as it remains a Company's shareholder holding at least 20% of the Company's share capital.

These interim condensed financial statements for the 6 months ended 30 June 2015 was approved by the Management Board for publication on 4 August 2015.

2. COMPOSITION OF THE MANAGEMENT BOARD AND THE SUPERVISORY BOARD OF THE COMPANY

On 30 June 2015, the Management Board of the Company consisted of:

Wojciech Barczentewicz	President of the Management Board
Piotr Masłowski	Vice-President of the Management Board
Andreas Enders	Vice-President of the Management Board

Mariusz Lizon	Member of the Management Board

In the reporting period, the composition of the Company's Management Board remained unchanged.

On 30 June 2015, the Supervisory Board of the Company consisted of:

Romuald Rutkowski	Chairman of the Supervisory Board
Adam Góral	Vice-Chairman of the Supervisory Board
Zbigniew Pomianek	Member of the Supervisory Board
Adam Pawłowicz	Member of the Supervisory Board
Grzegorz Ogonowski	Member of the Supervisory Board

The Supervisory Board does not operate through separate committees, the committees' duties are performed by the Supervisory Board.

3. BASIS FOR THE PREPARATION OF THESE INTERIM CONDENSED FINANCIAL STATEMENTS

These interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting approved by the EU ("IAS 34").

On the day of approval of these financial statements for publication, taking into consideration the EU's ongoing process of introducing the IFRS and activities conducted by the Company, there is no difference in the accounting rules applied by the Company between the IFRS, which entered into force, and the IFRS adopted by the EU.

The International Financial Reporting Standards comprise standards and interpretations approved by the International Accounting Standards Board ("IASB") and the International Financial Reporting Interpretations Committee ("IFRIC").

These interim condensed financial statements are presented in the Polish zloty ("PLN") and all values, unless specified otherwise, are expressed in thousands of PLN.

While preparing these interim condensed financial statements, it was assumed that the Company intended to continue its business activity in the foreseeable future. At the date of approval of these financial statements, no fact or circumstances were identified that might pose a threat to the Company in continuing its business.

These interim condensed financial statements do not include all information and disclosures required in annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended 31 December 2014, approved for publication on 3 March 2015.

The interim financial results may not reflect the full realizable financial result for the financial year.

4. SIGNIFICANT ACCOUNTING RULES (POLICY)

The accounting rules (policies) used to prepare these interim condensed financial statements are consistent with those applied in preparing the Company's financial statements for the year ended 31 December 2014, with the exception of the application of the following new standards or changes to the standards and new interpretations applicable to annual periods beginning on or after 1 January 2015.

- IFRIC 21 *Levies* – applicable to annual periods beginning on or after 1 January 2014 – applicable in the EU for annual periods beginning on or after 17 June 2014,

This interpretation concerns the recognition of levies imposed on entities by the government, government agencies and similar local, national or international bodies.

- Amendments resulting from the review of IFRS 2012-2014 – applicable to annual periods beginning on or after 1 July 2014; applicable in the EU for annual periods beginning on or after 1 January 2015;

IFRS 1 – the amendment clarifies that the entity applying IFRS for the first time may elect to use IFRS in force at that date or earlier apply the new or revised IFRS that have not yet entered into force, provided that their early application is permitted. The entity must use the same version of IFRS throughout the period covered by the first financial statements prepared in accordance with IFRS,

IFRS 3 – the amendment eliminates from the scope of the standard the accounting of all kinds of joint arrangements as defined in IFRS 11 *Joint Arrangements*, including those determining a share in the venture,

IFRS 13 – the amendment clarifies that the exemption contained in para. 52 of IFRS 13 applies to all contracts accounted for in accordance with IAS 39 or IFRS 9, even if they do not meet the definition of assets or liabilities contained in IAS 32,

IAS 40 – the amendment clarifies that IFRS 3 and IAS 40 are not mutually exclusive.

The Company has not opted for the early application of any other standard, interpretation or amendment that was published but has not yet entered into force.

5. NEW STANDARDS AND INTERPRETATIONS THAT HAVE BEEN PUBLISHED AND NOT YET IN FORCE

The following standards and interpretations have been issued by the International Accounting Standards Board or the International Financial Reporting Interpretations Committee and are not yet in force:

- Amendments to IAS 19 *Defined Benefit Plans: Employee Contributions* (published on 21 November 2013) – applicable to annual periods beginning on or after 1 July 2014 – applicable in the EU for annual periods beginning on or after 1 February 2015,
- Amendments resulting from the review of IFRS 2012-2014 (published on 12 December 2013) – some of the changes are applicable to annual periods beginning on or after 1 July 2014, and some prospectively to transactions occurring on or after 1 July 2014,

applicable in the EU for annual periods beginning on or after 1 February 2015;

- IFRIC 9 *Financial Instruments* (published on 24 July 2014) – applicable to annual periods beginning on or after 1 January 2018; not approved by the EU until the date of approval of these financial statements,
- IFRS 14 *Regulatory Deferral Accounts* (published on 30 January 2014) – applicable to annual periods beginning on or after 1 January 2016; no decision has been made as to the dates by which the EFRAG will have completed the effort necessary to approve this standard; not approved by the EU until the date of approval of these financial statements,
- Amendments to IFRS 11 *Acquisition of an Interest in a Joint Operation* (published on 6 May 2014) – applicable to annual periods beginning on or after 1 January 2016; not approved by the EU until the date of approval of these financial statements,
- Amendments to IAS 16 and IAS 38 *Clarification of Acceptable Methods of Depreciation and Amortisation* (published on 20 May 2013) – applicable to annual periods beginning on or after 1 January 2016; not approved by the EU until the date of approval of these financial statements,
- IFRS 15 *Revenues from Contracts with Customers* (published on 28 May 2014) – applicable to annual periods beginning on or after 1 January 2017; not approved by the EU until the date of approval of these financial statements.
- Amendments to IAS 16 and IAS 41 *Agriculture: Bearer Plants* (published on 30 June 2014) – applicable to annual periods beginning on or after 1 January 2016; not approved by the EU until the date of approval of these financial statements,
- Amendments to IAS 27 *Equity Method in Separate Financial Statements* (published on 12 August 2014) – applicable to annual periods beginning on or after 1 January 2016; not approved by the EU until the date of approval of these financial statements,
- Amendments to IFRS 10 and IAS 28 *Sales or Contribution of Assets Between an Investor and its Associate or Joint Venture* (published on 11 September 2014) - applicable to annual periods beginning on or after 1 January 2016; EFRAG decided to postpone the process of approval of amendments until IASB published draft changes to IFRS 10 and IAS 28 *Elimination of gains and losses arising from 'downstream' transactions* (expected in the second quarter of 2015) - not approved by the EU before the date of approval of these financial statements,
- *Improvements to IFRSs 2012-2014* (published on 25 September 2014) – applicable to annual periods beginning on or after 1 January 2016 – not approved by the EU until the date of approval of these financial statements,
- Amendments to IFRS 10, IFRS 12 and IAS 28 *Investment Entities: Applying the Consolidation Exception* (published on 18 December 2014) – applicable

to annual periods beginning on or after 1 January 2016 – not approved by the EU until the date of approval of these financial statements,

- IFRIC 1 *Disclosures* (published on 18 December 2014) – applicable to annual periods beginning on or after 1 January 2016; not approved by the EU until the date of approval of these financial statements.

The Management Board does not anticipate that the introduction of these standards and interpretations may have a significant impact on the Company's applicable accounting rules (policies).

6. CHANGE IN ESTIMATES

6.1. PROFESSIONAL JUDGEMENT

In the process of applying the accounting rules (policies) to the issues listed below, of utmost importance, in addition to accounting estimates, was professional judgement of the management. In the six months ended 30 June 2015, there were no major changes to the method of making estimates compared with the standards described in the Company's financial statements for the year ended 31 December 2014.

Classification of lease agreements

The Company classifies leases as operating or finance based on an assessment of the extent to which risks and benefits of ownership of the leased item fall in the share of the lessor and the lessee, respectively. This assessment is based on the economic substance of each transaction.

6.2. ESTIMATION UNCERTAINTY

Below, the main assumptions have been made about the future and other key sources of uncertainty occurring on the balance sheet date which carry a significant risk of substantial adjustments to the carrying amounts of assets and liabilities within the next financial year. Although the estimates and assumptions are based on the Company's Management's best knowledge of the current activities and events, the actual results may differ materially from those projected.

Valuation of IT contracts and the measurement of the degree of progress

The Company realizes a number of contracts for the development and implementation of information systems. The valuation of IT contracts requires the establishment of future operating cash flows in order to determine the fair value of revenues and expenses, and to measure the degree of progress of the project work. The degree of progress is determined as the ratio of incurred expenses (to further the progress) to planned expenses, or as the ratio of man-days worked in relation to the total working time.

Amortization rates

The amount of amortization rates is determined on the basis of the expected economic lifetime of tangible fixed assets and intangible assets. The Company will review annually the adopted periods of economic useful life based on current estimates.

Goodwill and impairment test

In accordance with the Company's policy, on 31 December, the Management Board performs an annual impairment test of cash flow generating units, to which the goodwill is allocated, this goodwill arising from the acquisition of a subsidiary and mergers. At each interim balance sheet date, the Management Board reviews evidence indicating an impairment of cash flow generating units, to which goodwill is allocated along with/or intangible assets with indefinite useful life. If such evidence is identified, an impairment test is also carried out at an interim balance sheet date.

Each time, an impairment test requires the estimation of value in use of cash-generating units, to which goodwill is allocated. Estimating the value in use consists in determining future cash flows generated by the cash-generating unit and the discount rate that is subsequently used to calculate the current value of those cash flows.

Deferred tax asset

The Company recognizes deferred tax asset based on the assumption that the future tax profits will be achieved allowing for its use. Deterioration of the tax results in the future could make the assumption unjustified.

7. SEASONALITY OF OPERATIONS

The operations of Asseco Business Solutions are subject to moderate seasonal fluctuations. As regards ERP systems, the highest sales figures are reported in the first and fourth quarter of the year. This can be explained by the choice of the calendar year as fiscal year by most Company's clients, which translates into a tendency to launch information systems and modify the IT infrastructure of enterprises on the turn-of-the-year basis or beginning-of-the-year basis.

8. INFORMATION ON SEGEMENTS OF OPERATION

In accordance with IFRS 8, an operating segment is a distinguishable component of the Company, for which separate financial information is available that is reviewed regularly by the operations management responsible for the resource allocation and assessment of performance.

For management purposes, the Company has been divided into segments for the manufactured products and rendered services respectively. Based on that, the Management Board have identified the ERP Systems segment which accounts for more than 93% of total Company's revenues. Other activities do not meet the quantitative thresholds of IFRS 8 and are not separated. Changes in the size and significance of developed products and provided services may result in a change of composition of operating segments.

The ERP systems segment is made up of Oracle and Microsoft-based ERP solutions that support business management and original SFA and FFA solutions intended for businesses operating through the teams of sales representatives. These applications support business processes and information flow processes, covering most areas of the business, including: finance and accounting, personnel management, HR and payroll, logistics and WMS, mobile and retail sales in chains of stores, production and Internet applications. The systems provide a number of management tools: advanced reporting instruments and Business Intelligence solutions. The technological capacity of the systems enable their deployment in various network architectures (including WAN) and combination with specialized software and hardware.

As unallocated revenue presented is the sale not attributable to any of the main Company's segments.

for the six months ended 30 June 2015 (in PLN thousand)

The segment results do not include the unallocated part of administrative costs, the value of resold goods, materials and external services (COGS) related to unallocated sales and operating expenses of the organizational unit generating unallocated sales.

The Management Board monitors the operating results in separate segments in order to make decisions about allocating resources, assessing the impact of this allocation, and performance. The basis for the assessment of performance is profit or loss on operating activities, which to some extent, as explained in the table below, are measured differently than the profit or loss from operations in the financial statements. The financing of the Company (including costs and financial income) and income tax are monitored at the levels of the Company and they are not allocated to the segments.

Transaction prices used in transactions between operating segments are determined on the arm's length basis as in transactions with unrelated parties.

3 months ended 30 June 2015 (unaudited)	**ERP systems**	**Unallocated**	**Activity total**
Sales to external customers Sales between segments	32,259	2,878	35,137
Total segment revenue	**32,259**	**2,878**	**35,137**
Segment profit/(loss)	**7,752**	**177**	**7,929**
Other net operating income/(expenses)		94	94
Net financial income/(expenses)		331	331
Income tax		(1,634)	(1,634)
Profit for period	**7,752**	**(1,032)**	**6,720**

Segment operating profit does not include financial income (PLN 422 thousand) and expenses (PLN 91 thousand), other operating income (PLN 154 thousand) and other operating expenses (PLN 60 thousand) and the result of unallocated activities (PLN 177 thousand).

6 months ended 30 June 2015 (unaudited)	**ERP systems**	**Unallocated**	**Activity total**
Sales to external customers Sales between	66,892	5,319	72,211
segments			–
Total segment revenue	**66,892**	**5,319**	**72,211**
Segment profit/(loss)	**17,356**	**214**	**17,570**
Other net operating income/(expenses)		164	164
Net financial income/(expenses)		697	697
Income tax		(3,585)	(3,585)
Profit for period	**17,356**	**(2,510)**	**14,846**

Other information

for the six months ended 30 June 2015 (in PLN thousand)

Amortisation	(5,399)	(35)	**(5,434)**

Segment operating profit does not include financial income (PLN 709 thousand), financial expenses (PLN 12 thousand), other operating income (PLN 306 thousand) and other operating expenses (PLN 142 thousand) and the result of unallocated activity (PLN 214 thousand).

3 months ended 30 June 2014 (unaudited)	**ERP systems**	**Unallocated**	**Activity total**
Sales to external customers	28,395	2,803	31,198
Sales between segments			–
Total segment revenue	**28,395**	**2,803**	**31,198**
Segment profit	**5,856**	**287**	**6,143**
Other net operating income/(expenses)		184	184
Net financial income/(expenses)		362	362
Income tax		(1,324)	(1,324)
Profit for period	**5,856**	**(491)**	**5,365**

Segment operating profit does not include financial income (PLN 363 thousand) and expenses (PLN 1 thousand), other operating income (PLN 290 thousand) and other operating expenses (PLN 106 thousand) and the result of unallocated activities (PLN 287 thousand).

6 months ended 30 June 2014 (unaudited)	**ERP systems**	**Unallocated**	**Activity total**
Sales to external customers	61,659	8,660	70,319
Sales between segments			–
Total segment revenue	**61,659**	**8,660**	**70,319**
Segment profit	**14,300**	**1,005**	**15,305**
Other net operating income/(expenses)		208	208
Net financial income/(expenses)		726	726
Income tax		(3,178)	(3,178)
Profit for period	**14,300**	**(1,239)**	**13,061**
Other information			
Amortization/Depreciation	(5,753)	(176)	**(5,929)**

Segment operating profit does not include financial income (PLN 727 thousand) and expenses (PLN 1 thousand), other operating income (PLN 445 thousand) and other operating expenses (PLN 237 thousand) and the result of unallocated activities (PLN 1,005 thousand).

for the six months ended 30 June 2015 (in PLN thousand)

9. EXPENSES BY TYPE

	3 months ended 30 June 2015 (unaudited)	6 months ended 30 June 2015 (unaudited)	3 months ended 30 June 2014 (unaudited)	6 months ended 30 June 2014 (unaudited)
The value of sold goods, materials and external services (COGS)	(3,490)	(6,230)	(2,571)	(9,109)
Consumption of materials and energy	(639)	(1,275)	(669)	(1,325)
External services	(3,848)	(7,781)	(3,992)	(7,935)
Payroll	(13,243)	(26,947)	(11,872)	(24,681)
Employee benefits	(2,757)	(5,822)	(2,479)	(5,239
Amortization/Depreciation	(2,710)	(5,434)	(3,073)	(5,929)
Taxes and fees	(200)	(377)	(171)	(342)
Business trips	(160)	(319)	(185)	(396)
Other	(161)	(456)	(43)	(58)
Total	**(27,208)**	**(54,641)**	**(25,055)**	**(55,014)**
Own cost of sales, including:	(22,235)	(44,538)	(20,682)	(46,073)
production cost	*(18,745)*	*(38,308)*	*(18,111)*	*(36,964)*
value of sold goods, materials and external services (COGS)	*(3,490)*	*(6,230)*	*(2,571)*	*(9,109*
Cost of sales	(2,038)	(4,028)	(1,792)	(3,660)
Overheads	(2,935)	(6,075)	(2,581)	(5,281)
Total	**(27,208)**	**(54,641)**	**(25,055)**	**(55,014)**

10. CASH AND CASH EQUIVALENTS

Cash at bank bears interest at variable interest rates, the amount of which depends on the rate on overnight bank deposits. Short-term deposits are made at different periods, from one day to six months, depending on the actual Company's demand for cash, and bear interest at a fixed interest rate. The fair value of cash and cash equivalents at 31 June 2015 amounts to PLN 40,150 thousand (31 December 2014: PLN 57,483 thousand).

The balance of cash and short-term deposits shown in the statement of cash flows consisted of the following items:

Cash	30 June 2015 (unaudited)	31 December 2014	30 June 2014 (unaudited)
Cash at bank and in hand	1,014	866	504
Short-term deposits up to 3 months	39,136	56,617	37,440
Cash in the balance	**40,150**	**57,483**	**37,944**
Interest accrued on short-term deposits	(89)	(115)	(110)
Cash in cash flow statement	**40,061**	**57,368**	**37,834**

for the six months ended 30 June 2015 (in PLN thousand)

11. PAID AND PROPOSED DIVIDENDS

Dividend on ordinary shares for 2014 was paid on 1 June 2015 and amounted to PLN 28,406 thousand (the dividend for 2013 was paid on 2 June 2014 and amounted to PLN 26,734 thousand).

The dividend per share paid for 2014 amounted to PLN 0.85 (2013: PLN 0.80).

The Company did not pay an advance for the dividend for the year 2015.

12. INCOME TAX

The main components of tax expense in the profit and loss account are as follows:

	3 months ended 30 June 2015 (unaudited)	6 months ended 30 June 2015 (unaudited)	3 months ended 30 June 2014 (unaudited)	6 months ended 30 June 2014 (unaudited)
Current income tax	(1,866)	(3,252)	(1,262)	(2,653)
Deferred income tax	232	(333)	(62)	(525)
Tax expense reported in profit and loss, including:	**(1,634)**	**(3,585)**	**(1,324)**	**(3,178)**
Income tax attributed to discontinued operations	*(1,634)*	*(3,585)*	*(1,324)*	*(3,178)*

13. PROPERTY, PLANT AND EQUIPMENT

13.1. SALES AND PURCHASE

During the six months ended 30 June 2015, the Company acquired plant, property and equipment valued at PLN 1,922 thousand (during the 6 months ended 30 June 2014: PLN 3,908 thousand).

During the six months ended 30 June 2015, the Company sold the items of property, plant and equipment of the net value of PLN 12 (during the 6 months ended 30 June 2014: PLN 737), reaching a net profit on sales of PLN 33 thousand (in the six months ended 30 June 2014: PLN 109).

13.2. IMPAIRMENT LOSSES

During the period ended 30 June 2015 (or in the same period the previous year), the Company did not recognize impairment losses on assets.

14. INTANGIBLE ASSETS

14.1. SALES AND PURCHASE

During the six months ended 30 June 2015, the Company acquired items of intangible assets valued at PLN 15 thousand and its R&D expenses topped PLN 3,415 thousand (during the six months ended 30 June 2014:
PLN 422 thousand and 3,548 thousand, respectively).

During the six months ended 30 June 2015, the Company did not sell intangible assets (during the six months ended 30 June 2014: PLN 0 thousand).

14.2. GOODWILL

Goodwill has been created from the merger of Asseco Business Solutions SA, Safo Sp. z o.o., Softlab Sp. z o.o., Softlab Trade Sp. z o.o. and WA-PRO Sp. z o.o., and comprises goodwill on consolidation resulting from the merger of Asseco Business Solutions SA with Anica System SA.

Goodwill is allocated to the cash-generating unit, which was also a separate operating segment – ERP systems.

At 30 June 2015, there were no indications that there might be any loss of goodwill, and any assumptions to the test at the end of 2014 (which are described in the financial statements for the year ended 31 December 2014 in Note 19) remain valid on 30 June 2015.

14.3. IMPAIRMENT LOSSES

During the period ended 30 June 2015 (or in the same period in the previous year), the Company did not recognize impairment losses on intangible assets.

15. INVENTORIES

As at 30 June 2015, the inventory write-down amounted to PLN 228 thousand (at 31 December 2014: PLN 219 thousand). In the six months ended 30 June 2015, the Company wrote down the inventory value to the recoverable net value in the amount of PLN 9 thousand to operating expenses. The created write-down was related to computer accessories stored in the warehouse for more than 12 months.

16. SHARE CAPITAL AND SUPPLEMENTARY CAPITALS

During the 6 months ended 30 June 2015, the Company did not issue any shares.

All issued shares have a nominal value of PLN 5 and have been fully paid up. All shares are ordinary shares. There are no preference shares.

In April 2015, Asseco Business Solutions SA was returned the unlawfully levied tax on civil law transactions in the amount of PLN 120 thousand. The tax was levied in 2008 in connection with the registration of the increase of the Company's share capital and was intended to adjust the surplus from the sale of shares above their nominal value. As a result of the tax return, the Company's supplementary capital has been appropriately adjusted.

17. INTEREST-BEARING LOANS AND BORROWINGS

At 30 June 2015 (and at 31 December 2014), the Company did not have any open credit lines.

18. CONTINGENT LIABILITIES

At 30 June 2015 (and at 31 December 2014), the Company did not have any contingent liabilities.

19. LAWSUITS

The Company is a party to several lawsuits and enforcement proceedings to recover payments for delivered products and services.

In addition to matters relating to the said recovery, the Company appealed to the District Court in Warsaw, the Court of Competition and Consumer Protection, which dismissed the Company's appeal against a decision of the Office of Competition and Consumer Protection (not yet in force) imposing a fine on the Company. The fine was associated with investigations by the OCCP related to the use of abusive clauses in agreements concluded by the Company (and its legal predecessors) with the distributors of the WAPRO-branded software. In accordance with the precautionary principle, the entire amount of the fine was secured by a provision created as part of the 2013 expenses.

20. FINANCIAL INSTRUMENTS

In the period covered by these financial statements, there were no significant changes to the value and type of financial instruments in relation to the value and type of financial instruments reported in the Company's financial statements for the year ended 31 December 2014. Change in the level of receivables is due to the daily cycle of operations of the Company.

21. OBJECTIVES AND PRINCIPLES OF FINANCIAL RISK MANAGEMENT

The objectives and principles of financial risk management applied by the Company are consistent with the objectives and principles that were reported in the Company's financial statements for the year ended 31 December 2014.

22. CAPITAL MANAGEMENT

The objectives and principles of capital management applied by the Company are consistent with the objectives and principles that were reported in the Company's financial statements for the year ended 31 December 2014.

23. INVESTMENT LIABILITIES

Both at 30 June 2015, as well as at 31 December 2014, the Company had no commitments to expenditure on property, plant and equipment.

24. RELATED PARTY TRANSACTIONS

Transactions with related parties are held at arm's length.

The amounts of outstanding payments are not protected and will be settled in cash. No guarantees were granted or received. In the accounting period, the costs attributable to bad or unsafe debt arising from transactions with related parties were not recognised.

for the six months ended 30 June 2015 (in PLN thousand)

The following table shows the total amount of transactions with related parties during the 6 months ended 30 June 2015 and 2014:

Related party		*Sales to related parties*	*Purchase from related parties*	*Receivables from related parties*	*Liabilities to related parties*
The parent:					
Asseco Poland S.A.	*1st half 2015*	945	1,287	417	31
	1st half 2014	1,923	893	284	28
Other related parties:					
Other parties	*1st half 2015*	42	60	11	10
	1st half 2014	(48)	2	45	7
	1st half 2015	**987**	**1,347**	**428**	**41**
	1st half 2014	**895**	**329**	**35**	

According to the information held by Asseco Business Solutions SA, either at 30 June 2015 or at 31 December 2014, there was no outstanding balance of receivables arising from related party transactions held by the Company Executives and with the Company Executives.

According to the information held by Asseco Business Solutions SA, either at 30 June 2015 or at 31 December 2013, there were no outstanding liabilities arising from related party transactions held by the Company Executives and with the Company Executives.

According to the register of Asseco Business Solutions SA, during the six months ended 30 June 2015, the (net) value of purchase transactions for goods and services (including rental) with related parties by the Company Executives and with the Company Executives amounted to PLN 825 thousand (in the six months ended 30 June 2014: PLN 908 thousand).

25. THE PARENT

Asseco Poland SA is the parent of the Company.

26. THE REMUNERATION OF COMPANY EXECUTIVES

Remuneration paid or payable to the members of the Management Board and Supervisory Board:

	6 months ended 30 June 2015 (unaudited)	6 months ended 30 June 2015 (unaudited)
Management Board	2,654	2,091

Supervisory Board	159	159
Total	**2,813**	**2,250**

27. EVENTS AFTER THE BALANCE SHEET DATE

After the balance sheet date there were no significant events that could have a significant impact on the presented results for the six months ended 30 June 2015, not included in the current financial statements.

28. SIGNATURES OF MEMBERS OF THE MANAGEMENT BOARD

Name and surname	Position/function	Signature
Wojciech Barczentewicz	President of the Management Board	
Piotr Masłowski	Vice-President of the Management Board	
Andreas Enders	Vice-President of the Management Board	
Mariusz Lizon	Member of the Management Board	
Artur Czabaj	Responsible for book-keeping	