ASSECO BUSINESS SOLUTIONS SA

INTERIM CONDENSED FIANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2013 TOGETHER WITH THE REPORT FROM AN INDEPENDENT CERTIFIED AUDITOR'S REVIEW

7 August 2013

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(in PLN thousand)

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD OF SIX MONTHS ENDED 30 June 2013

	Note	*3 months ended 30 June 2013 (unaudited)*	*6 months ended 30 June 2013 (unaudited)*	*3 months ended 30 June 2012 (unaudited)*	*6 months ended 30 June 2012 (unaudited)*
Revenue on sales	7	32,579	66,279	32,985	70,242
Own cost of sales	7	(23,742)	(46,677)	(22,880)	(47,203)
Gross profit on sales		**8,837**	**19,602**	**10,105**	**23,039**
Cost of sale		(651)	(1,305)	(887)	(1,759)
General and administrative expenses		(2,584)	(5,420)	(4,193)	(8,547)
Net profit on sales		**5,602**	**12,877**	**5,025**	**12,733**
Other operating income	7	120	580	114	236
Other operating expenses	7	(192)	(270)	(42)	(111)
Profit on operating activities		**5,530**	**13,187**	**5,097**	**12,858**
Financial income	7	513	1,190	710	1,551
Financial expenses	7	(11)	(39)	(3)	(141)
Gross profit		**6,032**	**14,338**	**5,804**	**14,268**
Income tax	10	(1,212)	(2,801)	(1,164)	(2,812)
Net profit on continued operations		**4,820**	**11,537**	**4,640**	**11,456**
Discontinued operations					
Net profit for the financial year		**4,820**	**11,537**	**4,640**	**11,456**
Other total income		–	–	–	–
- Other total net income subject to reclassification to profit/loss in subsequent reporting periods		–	–	–	–
- Other total not income subject to reclassification to profit/loss in subsequent reporting periods		–	–	–	–
Other total net income		–	–	–	–
Total income for the period		**4,820**	**11,537**	**4,640**	**11,456**
Earnings per share:					
- basic/diluted profit for the reporting period		0.14	0.35	0.14	0.34
- basic/diluted profit for continued activity in the reporting period		0.14	0.35	0.14	0.34

(in PLN thousand)

INTERIM CONDENSED BALANCE SHEET

AS AT 30 June 2013

ASSETS	Note	30 June 2013 (unaudited)	31 December 2012	30 June 2012 (unaudited)
Non-current assets		**194,487**	**196,223**	**197,122**
Tangible assets	11	9,918	10,737	12,506
Intangible assets	12	12,291	12,766	12,153
Goodwill		170,938	170,938	170,938
Non-current receivables		601	604	604
Deferred tax assets		692	1,069	792
Long-term prepayments and accrued income		47	109	129
Current assets		**63,780**	**80,374**	**62,973**
Inventories	13	512	1,646	1,188
Prepayments and accrued income		715	527	818
Trade receivables Income tax receivables		21,532	26,387	25,593
Other receivables		491	1,297	1,204
Financial assets valued at fair value through profit or loss		2,797	1,979	2,860
		–	39	–
Cash and short-term deposits	8	37,733	48,499	31,310
Non-current assets classified as held for sale		–	–	–
TOTAL ASSETS		**258,267**	**276,597**	**260,095**

EQUITY AND LIABILITIES	Note	30 June 2013 (unaudited)	31 December 2012	30 June 2012 (unaudited)
The surplus from the sale of shares above their nominal value		62,423	62,423	62,423
Retained profit/(loss) and current period		14,231	29,094	14,018
Total equity		**243,745**	**258,608**	**243,532**
Non-current liabilities		**314**	**320**	**269**
Provisions		282	282	224
Long-term accruals and deferred income		32	38	45
Current liabilities		**14,208**	**17,669**	**16,294**
Trade		3,393	4,688	3,738
Budgetary commitments		3,825	4,089	4,087
Financial liabilities	18	–	–	84
Other liabilities		905	1,248	2,163
Provisions		6	256	256
Accruals and deferred income		6,079	7,388	5,966
Total liabilities		**14,522**	**17,989**	**16,563**
TOTAL EQUITY AND LIABILITIES		**258,267**	**276,597**	**260,095**

(in PLN thousand)

INTERIM CONDENSED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 June 2013

	Note	*6 months ended 30 June 2013 (unaudited)*	*6 months ended 30 June 2012 (unaudited)*
Cash flows from operating activities			
Gross profit		14,338	14,268
Adjustments:		**4,655**	**(4,574)**
Amortization/depreciation		5,817	5,355
Change in inventories		1,134	(245)
Change in receivables		4,040	1,569
Change in liabilities, excluding credits and loans		(1,902)	(597)
Change in accruals and prepayments		(1,441)	(3,124)
Change in provisions		(250)	–
Revenue on interest		(1,033)	(1,301)
Interest expense		–	4
Investment gain/(loss)		(92)	(309)
Income tax paid		(1,618)	(5,926)
Net cash from operating activities		**18,993**	**9,694**
Cash flows from investing activities			
Proceeds from the sale of non-financial assets		189	132
Acquisition of property, plant and equipment		(1,384)	(1,383)
Acquisition of intangible assets		(3,227)	(3,247)
Acquisition/settlement of financial assets at fair value through profit or loss		29	32
Established bank deposits		–	(40,066)
Cash returned from bank deposits		–	79,766
Interest received		1,153	1,469
Net cash from investing activities		**(3,240)**	**36,703**
Cash flows from financing activities			
Dividend paid		(26,400)	(32,081)
Repayment of interest		–	(4)
Repayment of liabilities under lease agreements		–	(146)
Net cash from financing activities		**(26,400)**	**(32,231)**
Increase/(Decrease) in net cash and cash equivalents		(10,647)	14,166
Net differences in exchange rates		–	–
Opening cash		**48,200**	**16,968**
Closing cash	8	**37,553**	**31,134**

(in PLN thousand)

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 June 2013

	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 2013 (unaudited)				
As at 1 January 2013	**167,091**	**62,423**	**29,094**	**258,608**
Total income for period	–	–	11,537	**11,537**
Payment of dividends	–	–	(26,400)	**(26,400)**
As at 30 June 2013	**167,091**	**62,423**	**14,231**	**243,745**
12 months ended 31 December 2012				
As at 1 January 2012	**167,091**	**62,423**	**34,643**	**264,157**
Total income for period			26,532	**26,532**
Payment of dividends	–	–	(32,081)	**(32,081)**
As at 31 December 2012	**167,091**	**62,423**	**29,094**	**258,608**

6 months ended 30 June 2012 (unaudited)				
As at 1 January 2012	**167,091**	**62,423**	**34,643**	**264,157**
Total income for period	–	–	11,456	**11,456**
Dividends	–	–	(32,081)	**(32,081)**
As at 30 June 2012	**167,091**	**62,423**	**14,018**	**243,532**

ADDITIONAL EXPLANATORY NOTES

1. General information

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 2013 and include comparative data for the period of 6 months ended 30 June 2012 and as at 31 December 2012. The statement of comprehensive income and the notes to the statement of comprehensive income include data for the 3 months ended 30 June 2013 and comparative data for the 3 months ended 30 June 2012 – 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 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 ERP software, mobile reporting systems (SFA), factoring systems and software for SMEs. This comprehensive offering 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.

Direct parent entity of Asseco Business Solutions SA is Asseco Poland SA, which holds 46.67% 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 2013 was approved by the Management Board for publication on 7 August 2013.

2. Composition of the Management Board and the Supervisory Board of the Company

On 30 June 2013, the Management Board of the Company consisted of:

Wojciech Barczentewicz	President of the Management Board
Piotr Masłowski	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 2013, 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 condensed financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS) and, in particular, in accordance with the International Accounting Standard 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 the activities conducted by the Company, with regard to the accounting rules applied by the Company, the International Financial Reporting Standards differ from the International Reporting Standards approved by the EU. The Company has taken advantage of the opportunity, afforded in the case of the application of the International Financial Reporting Standards adopted by the EU, to apply IFRS 10, IFRS 11, IFRS 12 and amended IAS 27 and IAS 28 for the annual periods beginning on or after 1 January 2014.

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 Polish zloty ("PLN") and all values, unless indicated otherwise, are given 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 2010, approved for publication on 4 March 2013.

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 2012, with the exception of the application of the following changes to the standards and new interpretations applicable to annual periods beginning on or after 1 January 2013.

- IFRS 13 *Fair Value Measurement* – applicable to annual periods beginning on or after 1 January 2013,

IFRS 13 introduces a uniform set of rules on determining the fair value of financial and non-financial assets and liabilities whereby such measurement is required or permitted by the IFRS. IFRS 13 does not indicate when the Company is required to perform the measurement at fair value. IFRS 13 applies to both initial measurement and thr measurement after the initial recognition.

It requires new disclosures in the techniques (methods) of measurement and input information/data to determine the fair value and the impact of certain input information on the measurement at fair value.

The application of IFRS 13 had no impact on the Company's financial position or performance, nor on the extent of information disclosed in the Company's financial statements.

- IFRIC 20 *Stripping Costs in the Production Phase of a Surface Mine* – applicable to annual periods beginning on or after 1 January 2013,

The interpretation does not apply to the Company.

- Amendments to IFRS 7 *Financial Instruments: Disclosures: Compensation of Financial Assets and Liabilities* – applicable to annual periods beginning on or after 1 January 2013,

The amendments introduce additional qualitative and quantitative disclosures regarding transferred financial assets if:

  - financial assets are completely removed from the balance sheet but the unit continues its involvement in these asset (e.g. options or guarantees regarding transferred assets)
  - financial assets are not entirely removed from the balance sheet

The application of these amendments had no impact on the Company's financial position or performance.

- Amendments to IAS 19 *Employee Benefits* – applicable to annual periods beginning on or after 1 January 2013,

Amendments to IAS 19 regarding benefit plans cover the following: removal of the "corridor" method, introduction of the requirement of immediate recognition of changes in assets/liabilities of the plan and the immediate recognition of past employment costs, recognition of actuarial gains/losses in other comprehensive income and the extension of the scope of disclosures.

The amendments also introduce changes with regard to the division into short and long-term employee benefits. These amendments had no material impact on the Company's financial position or performance, nor on the extent of information presented in the Company's financial statements.

- Amendments to IAS 1 *Presentation of Financial Statements*: *Presentation of Other Comprehensive Income* – applicable to annual periods beginning on or after 1 July 2012,

The amendments concern the division of items in other comprehensive income. The items in other comprehensive income, formerly subject to reclassification to profit or loss, are presented separately from items that will not be reclassified to profit or loss. The application of these amendments had no impact on the Company's financial position or comprehensive income.

- Amendments to IAS 1 *First-time Adoption of International Financial Reporting Standards: Government Grants* - applicable to annual periods beginning on or after 1 January 2013,

Amendments to IFRS 1 did not affect the Company.

- Amendments resulting from the review of IFRS (published in May 2012) – applicable to annual periods beginning on or after 1 January 2013,

IAS 1 – The amendment clarifies the difference between voluntarily submitted additional comparative data and the comparative data required as a minimum,

IAS 16 – The amendment clarifies that the main spare parts and service equipment that meet the definition of tangible fixed assets are not inventories,

IAS 32 – The amendment removes the existing requirements of recognizing the tax from IAS 32 and requires the application of IAS 12 with regard to income taxes from the distribution to the owners of financial instruments,

IAS 34 – The amendment clarifies the requirements of IAS 34 relating to the information on the total value of assets and liabilities in each reportable segment in order to improve consistency with the requirements of IFRS 8 Operating Segments. The change requires that the total value of the assets and liabilities in a given reporting segment must be disclosed only if: the values are regularly reported to the superior operating decision-maker of the unit and there has been a significant change in the total value of assets and liabilities disclosed in the preceding annual financial statements for that segment.

The application of these changes had no impact on the Company's financial position or the scope of information disclosed in the Company's financial statements.

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. Change in estimates

5.1. Professional judgement

In the process of applying 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 2013, there were no major changes in the method of making estimates compared with the standards described in the Company's financial statements for the year ended 31 December 2012.

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.

5.2. 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 is performing under 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/depreciation 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 the evidence indicating an impairment of cash flow generating units, to which goodwill is allocated. 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.

6. 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.

7. Information on segments 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 90% 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.

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.

(in PLN thousand)

3 months ended 30 June 2013 (unaudited)	ERP systems	Unallocated	Activity total
Sales to external customers	29,586	2,993	32,579
Sales between segments			
Total segment revenue	**29,586**	**2,993**	**32,579**
Segment profit/(loss)	**5,505**	**97**	**5,602**
Other net operating income/(expenses)		(72)	(72)
Net financial income/(expenses)		502	502
Income tax		(1,212)	(1,212)
Profit for the period	**5,505**	**(685)**	**4,820**

Segment operating profit does not include financial income (PLN 513 thousand), financial expenses (PLN 11 thousand), other operating income (PLN 120 thousand) and other operating expenses (PLN 192 thousand) and the result of unallocated activity (PLN 97 thousand).

6 months ended 30 June 2013 (unaudited)	ERP systems	Unallocated	Activity total
Sales to external customers	61,262	5,017	66,279
Sales between segments			–
Total segment revenue	**61,262**	**5,017**	**66,279**
Segment profit/(loss)	**12,448**	**429**	**12,877**
Other net operating income/(expenses)		310	310
Net financial income/(expenses)		1,151	1,151
Income tax		(2,801)	(2,801)
Profit for the period	**12,448**	**(911)**	**11,537**
Segment assets	217,933	40,334	**258,267**
Amortization/depreciation	(5,779)	(38)	**(5,817)**

1. Segment operating profit does not include financial income (PLN 1,190 thousand), financial expenses (PLN 39 thousand), other operating income (PLN 580 thousand) and other operating expenses (PLN 270 thousand) and the result of unallocated activity (PLN 429 thousand).
2. Segment assets do not include deferred tax (PLN 692 thousand), financial assets and short-term deposits (PLN 37,733 thousand), non-current liabilities (PLN 601 thousand), income tax liabilities (PLN 491 thousand) and other unallocated assets (PLN 817 thousand) because these assets are managed at the level of the Company.

(in PLN thousand)

3 months ended 30 June 2012 (unaudited)	ERP systems	Unallocated	Activity total
Sales to external customers	28,844	4,141	**32,985**
Sales between segments			–
Total segment revenue	**28,844**	**4,141**	**32,985**
Segment profit	**4,482**	**543**	**5,025**
Other net operating income/(expenses)		72	72
Net financial income/(expenses)		707	707
Income tax		(1,164)	(1,164)
Profit for the period	**4,482**	**158**	**4,640**

Segment operating profit does not include financial income (PLN 710 thousand), financial expenses (PLN 3 thousand), other operating income (PLN 114 thousand) and other operating expenses (PLN 42 thousand) and the result of unallocated activity (PLN 543 thousand).

6 months ended 30 June 2012 (unaudited)	ERP systems	Unallocated	Activity total
Sales to external customers	63,344	6,898	**70,242**
Sales between segments			–
Total segment revenue	**63,344**	**6,898**	**70,242**
Segment profit	**11,738**	**995**	**12,733**
Other net operating income/(expenses)		125	125
Net financial income/(expenses)		1,410	1,410
Income tax		(2,812)	(2,812)
Profit for the period	**11,738**	**(282)**	**11,456**
Segment assets	221,943	38,152	**260,095**
Amortization/depreciation	(5,068)	(287)	**(5,355)**

1. Segment operating profit does not include financial income (PLN 1,551 thousand), financial expenses (PLN 141 thousand), other operating income (PLN 236 thousand) and other operating expenses (PLN 111 thousand) and the result of unallocated activity (PLN 995 thousand).

2. Segment assets do not include deferred tax (PLN 792 thousand), financial assets and short-term deposits (PLN 31,310 thousand), non-current liabilities (PLN 604 thousand), income tax liabilities (PLN 1,204 thousand) and other unallocated assets (PLN 4,242 thousand) because these assets are managed at the level of the Company.

(in PLN thousand)

8. 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 30 June 2013 amounts to PLN 37,733 thousand (at 31 December 2012: PLN 48 429 thousand).

The balance of cash and short-term deposits in the balance sheet consisted of the following items:

Cash	30 June 2013 (unaudited)	31 December 2012	30 June 2012 (unallocated)
Cash at bank and in hand	330	1,535	733
Short-term deposits up to 3 months	37,403	46,964	30,577
Short-term deposits from 3 to 6 months	–	–	–
Cash in balance sheet	**37,733**	**48,499**	**31,310**
Accrued interest on short-term deposits	(180)	(299)	-176
Cash in balance sheet	**37,533**	**48,200**	**31,134**

For the purposes of the statement of cash flows, short-term deposits with the original maturity over three months are treated as part of investment activity.

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

Cash	30 June 2013 (unaudited)	31 December 2012	30 June 2012 (unallocated)
Cash at bank and in hand	330	1,535	733
Short-term deposits to 3 months	37,403	46,964	30,577
Cash in the balance	**37,733**	**48,499**	**31,310**
Interest accrued on short-term deposits	(180)	(299)	(176)
Cash in cash flow statement	**37,553**	**48,200**	**31,134**

9. Paid and proposed dividends

The dividend on ordinary shares for 2012, paid on 3 June 2013, amounted to PLN 26,400 thousand (for 2011, paid on 1 June 2012: PLN 32,081 thousand).

The dividend per share paid for 2012 amounted to PLN 0.79 (2011: PLN 0.96).

The Company has not paid an advance for dividend for the year 2013.

(in PLN thousand)

10. INCOME TAX

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

	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Current income tax	(1,242)	(2,424)	(1,448)	(2,201)
Deferred income tax	30	(377)	284	(611)
Tax expense reported in the statement of comprehensive income, including:	**(1,212)**	**(2,801)**	**(1,164)**	**(2,812)**
Income tax attributed to continued operations	*(1,212)*	*(2,801)*	*(1,164)*	*(2,812)*

11. Plant, property and equipment

11.1. Sales and purchase

During the six months ended 30 June 2013, the Company acquired plant, property and equipment valued at PLN 1,383 thousand (during the 6 months ended 30 June 2012: PLN 1,383).

During the six months ended 30 June 2013, the Company sold items of property, plant and equipment of the net value of PLN 83 thousand (during the 6 months ended 30 June 2012: PLN 48 thousand), reaching a net profit on sales at PLN 106 thousand (in 2012: PLN 84 thousand).

11.2. Impairment losses

During the period ended 30 June 2013 (or in the same period the previous year), the Company did not recognize impairment losses on assets.

12. Intangible assets

12.1. Sales and purchase

During the six months ended 30 June 2013, the Company acquired items of intangible assets valued at PLN 99 thousand and its R&D expenses topped PLN 3,141 thousand (during the 6 months ended 30 June 2012: PLN 124 thousand and 3,123 thousand respectively).

During the six months ended 30 June 2013, the Company did not sell intangible assets (during the 6 months ended 30 June 2012: PLN 0).

12.2. 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 2013, there were no indications that there might be any loss of goodwill, and any assumptions to the test at the end of 2012 (described in the financial statements for the year ended 31 December 2012 in Note 18) remain valid at 30 June 2013.

12.3. Impairment losses

During the period ended 30 June 2013 (or in the same period in the previous year), the Company did not recognize impairment losses on intangible assets.

13. Inventories

As at 30 June 2013, inventory write-down amounted to PLN 216 thousand (at 31 December 2012: PLN 159 thousand). In the year ended 30 June 2013, the Company wrote down the inventory value to the recoverable net value in the amount of PLN 57 thousand to operating expenses. The created write-down was related to computer accessories stored in the warehouse for more than 12 months.

14. Share capital and supplementary capitals

During the 6 months ended 30 June 2013, 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.

15. Interest-bearing loans and borrowings

At 30 June 2013 (and at 31 December 2012), the Company did not have open credit lines.

16. Contingent liabilities

At 30 June 2013 (and at 31 December 2012), the Company did not have any contingent liabilities.

17. Lawsuits

On 10 May 2013 the Office of Competition and Consumer Protection initiated proceedings against Asseco Business Solutions SA concerning agreements concluded by the Company (and its legal predecessors) with the distributors of WAPRO software. At 30 June 2013, the Company is unable to estimate the potential risks associated with the final settlement of the proceedings.

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

(in PLN thousand)

18. Financial instruments

In the period covered by these financial statements, there were no significant changes in 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 2012.

19. 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 2012.

20. 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 2012.

21. Investment commitments

At 30 June 2013 (and at 31 December 2012), the Company did not have any commitments involving expenditure on property, plant and equipment.

22. 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.

The following table shows the total amount of transactions with related parties during the six months ended 30 June 2013 and 2012:

Related party		*Sales to related parties*	*Purchase from related parties*	*Receivables from related parties*	*Amounts due to related parties*
The parent:					
Asseco Poland SA	*1st half 2013*	2,466	387	1,785	–
	1st half 2012	5,391	636	4,212	2
Other related parties:					
Other parties	*1st half 2013*	146	96	269	18
	1st half 2012	(21)	–	240	–
	1st half 2013	**2,612**	**483**	**2,054**	**18**

(in PLN thousand)

1st half 2012	**5,370**	**636**	**4,452**	**2**

According to information held by Asseco Business Solutions SA, at 30 June 2012 and at 30 June 2012, there were no outstanding balances of receivables arising from transactions with related parties concluded by the Company Executives and with the Company Executives.

According to information held by Asseco Business Solutions SA, at 30 June 2012 and at 30 June 2012, there were no outstanding balances of liabilities arising from transactions with related parties concluded 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 2013, 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 896 thousand (in the six months ended 30 June 2012: PLN 886 thousand).

23. The parent

Asseco Poland SA is the parent of the Company.

24. The remuneration of Company executives

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

	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)
Management Board	1,945	2,625
Supervisory Board	234	114
Total	**2,179**	**2,739**

25. Events after the balance sheet

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 2013, not included in the current financial statement.

26. Signatures of Members of the Management Board

Imię i nazwisko	Stanowisko/Funkcja	Podpis
Wojciech Barczentewicz	Prezes Zarządu	
Piotr Masłowski	Wiceprezes Zarządu	
Mariusz Lizon	Członek Zarządu	
Artur Czabaj	Osoba odpowiedzialna za prowadzenie ksiąg rachunkowych	