



Quantum software S.A.

**Consolidated financial statements
of the Quantum software S.A. Capital Group for Q3 2018**

Kraków, 29 November 2018

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I. Selected financial data for the consolidated and separate financial statements

Selected financial data including basic items of the quarterly consolidated financial statements (also translated into EUR)

SELECTED FINANCIAL DATA including basic items of the consolidated financial statements	in thousand PLN		in thousand EUR	
	period from	period from	period from	period from
	01.01.2018 to 30.09.2018	01.01.2017 to 30.09.2017	01.01.2018 to 30.09.2018	01.01.2017 to 30.09.2017
Net revenues from the sale of products, goods and materials	21,742	22,249	5,112	5,227
Profit (loss) on operating activity	1,893	1,668	445	392
Profit (loss) before tax	1,498	3,232	352	759
Net profit (loss)	1,070	2,607	252	612
Net operating cash flow	1,421	2,895	334	680
Net cash flows from investing activity	588	1,869	138	439
Net cash flows from financing activity	-3,178	-2,512	-747	-590
Total net cash flows	-1,169	2,252	-275	529
	01.01.2018 to 30.09.2018	01.01.2017 to 31.12.2017	01.01.2018 to 30.09.2018	01.01.2017 to 31.12.2017
Total assets	17,575	19,755	4,115	4,584
Liabilities and provisions for liabilities, of which:	5,206	5,755	1,219	1,336
Long-term liabilities	685	526	160	122
Short-term liabilities	4,521	5,229	1,058	1,213
Equity capital	12,369	14,000	2,896	3,249
Share capital	657	657	154	152
Number of shares	1,314,870	1,314,870	1,314,870	1,314,870
Diluted number of shares	1,314,870	1,314,870	1,314,870	1,314,870
Number of shares 30.09.2017		1,480,757		1,480,757
Diluted number of shares 30.09.2017		1,480,757		1,480,757
Profit (loss) per ordinary share (in PLN/EUR)	0.81	1.76	0.19	0.41
Diluted earnings (loss) per one ordinary share (in PLN/EUR)	0.81	1.76	0.19	0.41
Book value per share (in PLN/EUR)	9.41	10.65	2.20	2.47
Diluted book value per share (in PLN/EUR)	9.41	10.65	2.20	2.47

Declared or paid dividend per share (in PLN / EUR)	-	-	-	-
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Principles for translating basic items of the quarterly consolidated financial statements into the euro

Translations of selected financial data into the euro in items I-VIII use the arithmetic mean calculated on the basis of the average exchange rates of the National Bank of Poland (NBP) applicable on the last day of each month in a given period:

Arithmetic mean in the period from 01.01.2018 to 30.09.2018: PLN 4.2535

Arithmetic mean in the period from 01.01.2017 to 30.09.2017: PLN 4.2566

Translations of selected financials into EUR in items IX through XVIII use the average exchange rate of the National Bank of Poland (NBP) applicable on the date hereof.

Q3, 2018 – PLN 4.2714

Q3, 2017 – PLN 4.3091

Average PLN to EUR exchange rates in the period covered by the statements		
period	average exchange rate in the period	exchange rate as of the last day of the period
Q3, 2018	4.2535	4.2714
Q3, 2017	4.2566	4.3091

Selected financial data, including basic items of the quarterly separate financial statements (also translated into the euro)

SELECTED FINANCIAL DATA including basic items of the separate financial statements	in thousand PLN		in thousand EUR	
	period from	period from	period from	period from
	01.01.2018 to 30.09.2018	01.01.2017 to 30.09.2017	01.01.2018 to 30.09.2018	01.01.2017 to 30.09.2017
Net revenues from the sale of products, goods and materials	937	939	220	221
Profit (loss) on operating activity	132	43	31	10
Profit (loss) before tax	1,366	3,058	321	718
Net profit (loss)	1,346	2,709	316	636
Net operating cash flow	209	70	49	16
Net cash flows from investing activity	1,822	3,157	428	742
Net cash flows from financing activity	-2,923	-2,815	-687	-661
Total net cash flows	-892	412	-210	97
	01.01.2018 to 30.09.2018	01.01.2017 to 31.12.2017	01.01.2018 to 30.09.2018	01.01.2017 to 31.12.2017
Total assets	10,901	13,622	2,552	3,161
Liabilities and provisions for liabilities, of which:	379	2,025	89	470
Long-term liabilities	2	2	0	0
Short-term liabilities	377	2,023	88	469
Equity capital	10,522	11,597	2,463	2,691
Share capital	657	740	154	172
Number of shares	1,314,870	1,314,870	1,314,870	1,314,870
Diluted number of shares	1,314,870	1,314,870	1,314,870	1,314,870
Number of shares 30.09.2017		1,480,757		1,480,757
Diluted number of shares 30.09.2017		1,480,757		1,480,757
Profit (loss) per ordinary share (in PLN/EUR)	1.02	1.83	0.24	0.43
Diluted earnings (loss) per one ordinary share (in PLN/EUR)	1.02	1.83	0.24	0.43
Book value per share (in PLN/EUR)	8.00	7.83	1.87	1.82
Diluted book value per share (in PLN/EUR)	8.00	7.83	1.87	1.82
Declared or paid dividend per share (in PLN / EUR)	-	-	-	-

Principles applicable to the translation of basic items of the quarterly separate financial statements into the euro.

Translations of selected financial data into the euro in items I-VIII use the arithmetic mean calculated on the basis of the average exchange rates of the National Bank of Poland (NBP) applicable on the last day of each month in a given period:

Arithmetic mean in the period from 01.01.2018 to 30.09.2018: PLN 4.2535

Arithmetic mean in the period from 01.01.2017 to 30.09.2017: PLN 4.2566

Translations of selected financials into EUR in items IX through XVIII use the average exchange rate of the National Bank of Poland (NBP) applicable on the date hereof.

Q3, 2018 – PLN 4.2714

Q3, 2017 – PLN 4.3091

average PLN to EUR exchange rates in the period covered by the statements		
period	average exchange rate in the period	exchange rate as of the last day of the period
Q3, 2018	4.2535	4.2714
Q3, 2017	4.2566	4.3091

II. Basic principles of preparing financial statements

These consolidated financial statements of the Quantum software S.A. Capital Group for Q3, 2018 have been prepared in line with International Accounting Standard ("IAS") 34 and they comply with the International Financial Reporting Standards (IFRS) approved by the European Union, which include standards and interpretations published or adopted by the International Accounting Standards Board and the Standing Interpretation Committee at the IASB. These financial statements of Quantum software S.A.'s Capital Group have been prepared pursuant to Article 55 (6a) of the Accounting Act.

Data included in the report were prepared in line with the principles for measurement of assets and equity and liabilities and measurement of the net financial result specified at the balance sheet date, in line with the materiality principle. The consolidated financial statements for Q3, 2018 were prepared on the assumption that the Capital Group would continue as a going concern.

These consolidated financial statements for Q3, 2018 were prepared in line with the International Financial Reporting Standards approved by the European Union. The presentation hereof is based on IAS 34 Interim Financial Reporting, using the same principles for the current period and the comparative period.

The consolidated financial statements for Q3, 2018 were prepared in the Polish zloty with figures rounded to whole thousands.

Postings follow the historical cost principle. The company did not make any adjustments that would reflect the influence of inflation on the individual items of the balance sheet or the profit and loss account. The company prepares a profit and loss account in the multiple-step variant. The cash flow statement uses the indirect method.

Accounting principles adopted for the preparation of the financial statements

Unless stated otherwise, the financial statements were prepared in thousands of PLN, on the basis of entries made in the Company's books of account kept in accordance with the following accounting policies:

- 1) reliability,
- 2) correctness,
- 3) going concern,
- 4) completeness,
- 5) comparability,
- 6) income and cost matching,
- 7) consistency of accounting principles.

Intangible assets, Property, plant and equipment

Methods for measuring intangible assets as well as property, plant and equipment: intangible assets as well as property, plant and equipment are measured according to the going concern principle, as specified in the International Accounting Standards. However:

- 1) Intangible assets are recognised at their purchase price, including their accumulated amortisation. The Company recognises amortisation/depreciation using the straight line

method, and adopts the following accumulated amortisation/depreciation periods (useful lives):

- a) computer software – 2 years,
 - b) licences – 2 years,
 - c) copyrights – 2 years,
 - d) R&D expenses – 5 years.
 - e) The company does not hold any intangible assets with indefinite useful lives.
- 2) Fixed assets are measured at their purchase price or cost of manufacturing, less depreciation, proportionally to their periods of use. Tangible assets are depreciated throughout their useful economic life. Tangible assets, despite being used for more than one year, do not include items of low initial unit value up to PLN 3,500.00, except for fixed assets classified under group 4 (machines and equipment). When these items are purchased, they are reported on a single basis as tax-deductible expenses in the month when they were purchased or in the following month. These items are not subject to recognition in the balance sheet. Cars are depreciated on a straight-line basis for 5 years based on their initial value, less their residual value in the amount of 20% of the initial value. All equipment included in group 4, regardless of its initial value, is depreciated on a straight-line basis as per individual rates defined in accordance with their expected useful lives, i.e.
- a) desktop computers – 4 years,
 - b) laptops – 3 years,
 - c) servers, printers, projectors, UPS, routers, switch boxes, changers, computer networks – 5 years,
 - d) UPS batteries – 2 years.

The company verifies the adopted useful lives of intangible assets as well as property, plant and equipment every year.

Financial instruments

Methods of measuring financial instruments: financial instruments are measured in accordance with the going concern principle, in the manner defined in the International Accounting Standards; however, receivables are recognised in the books of account as they arise at their nominal value and at the amount due at the balance sheet date. For mark-to-market purposes, receivables are decreased by write-downs on doubtful receivables. Receivables in foreign currencies are measured as of the balance sheet date according to the average exchange rate of the National Bank of Poland (NBP), and the foreign exchange gains/losses are recognised in financial revenues or expenses. Interests are measured at their purchase prices, less impairment losses. Financial assets are measured at the lower of their purchase price or market value. Cash in hand and cash in bank as well as interest on financial assets calculated on an accrual basis are measured at their nominal value, while cash in foreign currencies is measured at the bank's buying and selling exchange rates, and for the balance sheet measurement it is measured at the average NBP exchange rate. Liabilities are recognised in the books at their nominal value on the day when they arise, and at the payable amount as of the balance sheet date. Liabilities in foreign currencies are measured according to the average NBP exchange rate.

Main types of financial instruments:

– standard financial instruments – commercial receivables and liabilities – measured at the purchase price (on the basis of Article 29 Subsection (a) of IFRS 7), taking into account impairment losses and allowances for uncollectible receivables (on the basis of Article 58 of IAS 39),

- cash - measured at the purchase price - on the basis of Article 29 Subsection (a) of IFRS 7,
- borrowings, loans, leases are measured at amortised cost; however, in the opinion of the Management Board the company presents these items at the purchase price (at the payable amount) because such measurement does not affect the company's financial situation.

Investments

The company classifies its investments into the following categories:

- 1) Interests in subsidiaries.

Interests in subsidiaries include interests in consolidated companies. Interests in subsidiaries are measured at the purchase price adjusted for impairment losses. Impairment losses on interests in subsidiaries are disclosed in the statement of comprehensive income as financial expenses.

Write-downs on non-current assets

Property, plant and equipment, intangible assets and financial assets are verified in terms of impairment if certain events and changes take place which may cause impairment thereof. Impairment losses are recognised in other operating expenses in the periods in which such losses are incurred.

Inventory

Inventory includes goods which are measured, as of the balance sheet date, at the purchase price in accordance with the prudence principle, less write-downs.

Trade and other receivables

Trade receivables are recognised in the amount payable, less write-downs on doubtful receivables. Write-downs are estimated based on the recoverability of receivables, once the recovery of the full amount of receivables becomes unlikely.

Cash and cash equivalents

Cash in the balance sheet includes cash in hand and cash at bank.

Provisions for pensions and similar obligations

The company establishes provisions for employee benefits. The provisions are measured not less frequently than on each balance sheet date at the credibly estimated value. The provisions for employee benefits include retirement benefits. As of the balance sheet date, the company establishes provisions for the current value of retirement benefits to which employees became entitled by that date, with classification into short-term and long-term provisions, using the actuarial method. The provisions are recognised in other operating expenses. The provisions are released at the end of each reporting period based on the payments made, in correspondence to liabilities.

Provisions

The company establishes provisions if, as a result of economic events, certain or highly probable liabilities occur whose value can be credibly determined.

Prepayments/accruals

Prepayments/accruals are recognised in order to preserve the matching of revenues and expenses. They relate both to expenses and revenues. The Company maintains prepayments, which are the costs attributable to the following reporting period. The Company's accruals is the

amount of liabilities attributable to the current period based on services provided to the Company. Deferred revenue includes in particular the amount of invoiced services to be performed in the following periods.

Revenues from the sale of products, services, materials and goods

Net revenues from sale cover economic benefits from the reporting period in the entity's result in a value which was reliably determined, leading to an increase in equity by increasing the value of assets or decreasing the value of liabilities in a way other than contributing shareholders' funds. In particular, this includes revenues from the sale of products, services, goods and materials. Revenue includes amounts due for the sold products and services performed as part of the core and auxiliary business, and for the sold materials and goods, determined based on the net price and adjusted for discounts and reductions granted. Adjustments for revenues from sale are recognised in the period in which they are made.

Other operating income

Other operating revenues comprise revenues related to the company's operating activities. They specifically comprise:

- 1) profit on tangible assets and intangible assets,
- 2) profit on liquidation of tangible assets,
- 3) received damages,
- 4) release of provisions which encumbered operating expenses at the time of creation,
- 5) written-off, expired and remitted liabilities.

Financial income

Revenues from interest charged to counterparties, recognised at the time it is paid by the counterparty.

Revenues from interest on cash on bank accounts are recognised when the bank credits the account.

Operating expenses

All sales, marketing, administrative and management expenses incurred during the reporting period. Value of goods and materials sold during the reporting periods at the purchase price.

Other operating costs

Other operating expenses include expenses related to the company's operating activity.

They specifically comprise:

- 1) loss on tangible assets and intangible assets,
- 2) penalties and damages paid,
- 3) reserves created,
- 4) court fees.

Expenses

Costs in respect of interest paid are recognised directly in the profit and loss account in the period in which they are incurred.

Income tax

Statutory appropriations of the result include:

- 1) corporate income tax,

2) deferred tax.

The current tax liability is calculated on the basis of the tax result (tax base) for a given financial year. The tax profit (loss) differs from the accounting profit (loss) due to the exclusion of non-taxable revenues and expenses. The tax burden on the result is calculated based on tax rates applicable in a given tax year.

Deferred income tax

The company establishes deferred income tax provisions and assets in connection with temporary positive differences between the value of assets and liabilities disclosed in the accounting books and their tax value. Deferred income tax assets are recognised when it is likely that the taxable income to be generated in the future will allow for the use of temporary differences. Deferred income tax assets are also disclosed with respect to tax losses which may be deducted in the subsequent year, but only when it is probable that taxable income will be generated in the future, which would allow for using these tax losses. The company does not create deferred income tax assets if there is any doubt that they will be used in subsequent periods.

Earnings per share

Net earnings per share are calculated by dividing profit attributable to the shareholders by the weighted average number of ordinary shares.

Foreign currency transactions

Business transactions denominated in foreign currencies that result in liabilities and receivables are recognised in the accounting books according to the average exchange rate published for a given currency by the National Bank of Poland. As of the balance sheet date, receivables and liabilities in foreign currencies are measured according to the average exchange rate published for a given currency by the National Bank of Poland. Foreign exchange gains/losses related to settlements in foreign currencies which occurred at the date of measurement or at the payment date of receivables and liabilities are recognised in financial expenses or revenue.

Lease

Property, plant and equipment used based on finance lease agreements under which all benefits and risks of using such PP&E is transferred to the Company are disclosed in the Company's balance sheet according to the present value of prospective minimum lease fees. The lease fees are distributed for the reduction of unpaid liabilities and financial expenses posted directly in the financial result.

III. Notes to the consolidated financial statements for Q3, 2018**1) General information**

The parent company of the Capital Group is Quantum software S.A. with its registered office in Kraków at ul. Walerego Sławka 3A. The company was entered in the Register of Entrepreneurs of the National Court Register (KRS) Krakow – Śródmieście, 11th Commercial Division, on 30 October 2002, under KRS No. 0000136768; PKD 62.01Z (Polish Classification of Activities) "Software business". The company's core business consists in holding activities.

Statistical identification number (REGON):	351243328
Tax identification number (NIP):	677-17-53-870
National Court Register number (KRS):	0000136768
Share capital fully paid up	PLN 657,435.00

Management Board:

President of the Management Board	Tomasz Hatala
Vice-President of the Management Board	Bogusław Ożóg
Vice-President of the Management Board	Marek Jędra
Member of the Management Board	Tomasz Mnich

Supervisory Board:

Chairman of the Supervisory Board	Leopold Kutyla
Deputy Chairman of the Supervisory Board	Tomasz Polończyk
Member of the Supervisory Board	Henryk Gaertner
Member of the Supervisory Board	Andrzej Ruciński
Member of the Supervisory Board	Marcin Buczkowski

The quarterly financial statements were prepared on the assumption that entities within the Quantum software S.A. Capital Group would continue as a going concern in the foreseeable future.

2) Organisational structure of the Group as of 29.11.2018 – details of subsidiaries and related parties:

Apart from the parent company the Capital Group consists of the following entities:

1. Company name: Quantum East Sp. z o.o. – subsidiary

Registered office: Cracow
Address: Walerego Sławka 3a
National Court Register number (KRS): 0000294284
Shareholders: 63.74% of interests are held by Quantum Qguar sp. z o. o.
Share capital fully paid up: PLN 282,500.00

2. Company name: Quantum International Sp. z .o.o. – subsidiary in Ukraine

Registered office: Kiev
Address: Prospect Moskovskij
certificate No. 100107724
Shareholders: 100% of interests are held by Quantum East
Share capital fully paid up: USD 76,200

3. Company name: Quantum International Sp. z .o.o. – subsidiary in Russia

Registered office: Moscow
Address: Letnikovskaja 10, building no. 11
certificate No. 1117746038035
Shareholders: 99% of shares are held by Quantum East
Share capital: RUB 1,200,000.00, fully paid up

4. Company name: Quantum I- Services Sp. z o.o. – subsidiary

Registered office: Cracow
Address: Walerego Sławka 3A
National Court Register number (KRS): 0000331050
Shareholders: 100% of shares are held by Quantum Qguar sp. z o.o.
Initial capital fully paid by a contribution in kind: PLN 1,500,000.00

5. Company name: Quantum Mobile Solutions Sp. z o.o. - subsidiary

Registered office: Cracow
Address: Walerego Sławka 3a
National Court Register number (KRS): 0000297249
Shareholders: 100% of shares are held by Quantum I - Services Sp. z o.o.
Share capital fully paid up: PLN 6,000.00

6. Company name: Quantum Brasil Engenharia Em Software Ltda-ME. – subsidiary

Registered office: Brasilia/DF
Address: Condomínio Jardim Botânico, Etapa 01, quadra 02. Rua 01 lote 112 – loja 12, Lago Sul - Brasilia - DF - CEP 71.680-362
Register: 11.795.637/0001-38 and NIRE No. 53201627870
Shareholders: 85% of shares are held by Quantum Qguar sp. z o.o.
Share capital fully paid up: BRL 340,000.00

7. Company name: Quantum Qguar sp. z o.o. – subsidiary

Registered office: Cracow

Address: Walerego Sławka 3A

National Court Register number (KRS): 0000516717

Shareholders: 100% of interests are held by Quantum software S.A.

Share capital paid for with a contribution in kind in the amount of PLN 3,995,000.00, and with a contribution in cash in the amount of PLN 5,000.00.

8. Qcadoo Limited sp. z o.o. – subsidiary company

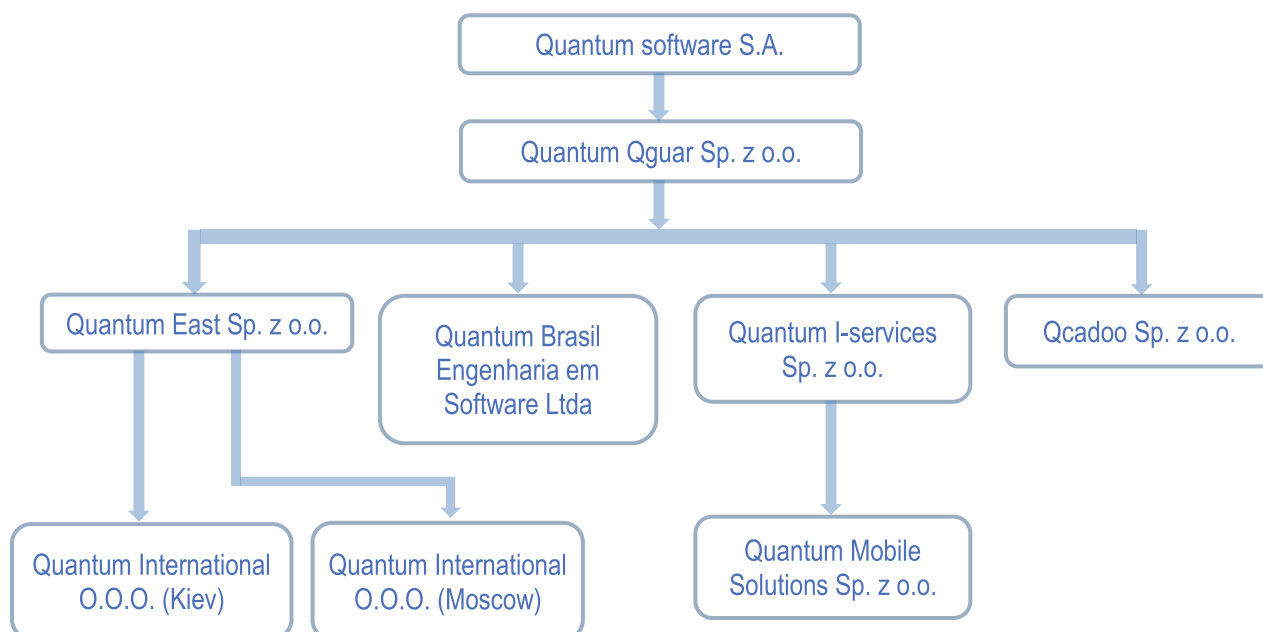
Registered office: Cracow

Address: Walerego Sławka 3A

National Court Register number (KRS): 0000344950

Shareholders: 99.9% of shares are held by Quantum Qguar sp. z o.o.

Share capital: PLN 885,000.00, fully paid



Product structure of the Quantum Group

	01.01 - 30.09.2018	% share	01.01 - 30.09.2017	% share
Qguar licences and services	16,230	74.6%	14,784	66.4%
Goods	4,933	22.7%	4,088	18.4%
Other sales	579	2.7%	3,377	15.2%
Total amount	21,742	100%	22,249	100%

Data in thousand PLN

Sales by markets

	01.01 - 30.09.2018	% share	01.01 - 30.09.2017	% share
Domestic	18,506	85.1%	17,898	80.4%
International	3,236	14.9%	4,351	19.6%
Total amount	21,742	100%	22,249	100%

Data in thousand PLN

3) Description of the Capital Group's organisation with identification of consolidated entities and changes in the Group's structure (if any).

The Group is composed of the following companies:

Quantum software S.A. – the Group's parent company - after the incorporation of Quantum Qguar Sp. z o.o., currently it mainly acts as a holding company;

Quantum East Sp. z o.o. – the Group's subsidiary in which Quantum Qguar sp. z o.o. holds 63.74% of shares (holding nature). Full consolidation method.

Quantum International Sp. z o.o. (Ukraine) – the Group's subsidiary in which Quantum East sp. z o.o. holds 100% of shares - its activity consists in selling and implementing IT solutions provided by Quantum software SA in Russian-speaking countries. Full consolidation method.

Quantum International Sp. z o.o. (Russia) – the Group's subsidiary in which Quantum East sp. z o.o. holds 99% of shares - the Company was established to focus on sale and implementation of IT solutions offered by Quantum software S.A. in Russia.

Quantum I- Services Sp. z o.o. – the Group's subsidiary, in which Quantum Qguar sp. z o.o. holds 100% of shares. The business focus of the company consists in selling IT licenses, equipment and services not directly related to Quantum software SA's own products (i.e. currently, the Qguar series of products). Full consolidation method.

Quantum Mobile Solutions Sp. z o.o. – the Group's subsidiary, in which Quantum I - Services Sp. z o.o. holds 100% of interests - the business focus of the Company consists

in the development and sale of IT solutions for mobile devices. Full consolidation method.

Quantum Brasil Engenharia em Software Ltda- ME. – the Group’s subsidiary in which Quantum Qguar sp. z o.o. holds 85% of shares. The purpose of the company is to introduce the Quantum’s offer to the Federative Republic of Brazil. Full consolidation method.

Quantum Qguar sp. z o.o. – a subsidiary of the Group; 100 % of its shares are held by Quantum Software S.A. The company develops and implements IT systems. Full consolidation method.

Qcadoo Limited sp. z o.o. – the Group’s subsidiary company in which Quantum Qguar sp. z o.o. holds 99.9% of shares - the Company implements and delivers SaaS-type software that supports production management. Full consolidation method.

In Q3 2018 no changes were introduced to the QS SA Capital Group’s organisational structure.

4) Identification of the effects of changes in the structure of companies, including effects resulting from business combinations, acquisitions or sale of the member companies of the issuer's capital group, long-term investments, division, restructuring and discontinuation of operations

Not applicable.

5) Material changes in estimates, including adjustments in provisions, deferred income tax provisions and assets, and any recognised write-downs on assets.

In Q3, 2018 no significant events took place influencing estimates and, by the same token, adjustments relative to provisions, deferred income tax provisions and assets and any recognised write-downs on assets.

6) Assessment of the Capital Group’s basic economic and financial figures

After Q3, 2018 the Capital Group recorded sales revenues of PLN 21,742 thousand, which constitutes a 2.3% decrease (the figure for the comparable period in the preceding year – PLN 22,249 thousand). The decrease in revenues compared to the past year was a result of excluding the statements of Edisona sp. z o.o. from the consolidation. The shares in this company have been sold in Q3 of the past year.

Revenues from the sale of licenses and services connected with own Qguar software package amounted to PLN 16,230 thousand (74.6% of total revenues), and were 9.8% higher than revenues in the corresponding period of last year.

The Capital Group closed Q3, 2018 cumulatively with an operating profit of PLN 1,893 thousand (PLN 1,668 thousand in the corresponding period of last year) and a net profit of PLN 1,070 thousand (PLN 2,607 thousand in the corresponding period of the past year). The

decidedly higher result in the past year was due to the above-mentioned sale of shares in Edisona sp. z o.o.

The Issuer maintains a stable structure of financing current activities which is based on financing by means of equity and current trade liabilities.

The current financing structure will not cause any risk of liquidity loss or imbalance.

7) Description of the issuer's significant achievements or failures in the period covered by the report, and a list of major related events

➤ New customers acquired in Poland and abroad:

- Exorigo – Upos sp. z o.o. (Quantum Qguar)
- Dedra Exim sp. z o.o. (Quantum Qguar)
- Jelfa Laboratoria Sp. z o. o. (Quantum International Ukraine)
- TK Mega - Trejd Sp. z o. o. (Quantum International Ukraine)
- Translogistik Sp. z o. o. (Quantum International Ukraine)

➤ New contracts/implementations for existing customers:

- Silvan Warehousing sp. z o.o. sp. k. (Quantum Qguar)
- Logwin Poland sp. z o.o. (Quantum Qguar)
- North Coast S.A. (Quantum Qguar)
- Dino Polska S.A. (Quantum Qguar)
- Famos sp. z o.o.(Quantum Qguar)
- Hama Polska sp. z o.o. (Quantum Qguar)

8) Description of factors and events, in particular unusual factors and events, with a considerable influence on the financial results

No such events occurred in Q3, 2018.

9) Notes on the seasonality or cyclicity of the Issuer's business in the presented period

The influence of seasonality on the Issuer's and the Group's performance remains as insignificant as in the previous periods.

10) Information on the issue, redemption and repayment of debt and equity securities

In Q3, 2018 Quantum software S.A. and its subsidiaries did not perform any issue of shares, did neither redeem nor repay debt or equity securities.

11) Information on the dividend paid or declared, in total and per share, broken down by equity and preference shares

On 30 August 2018, pursuant to Resolution of the Ordinary General Meeting of the Company's Shareholders No. 6 dated 22 June 2018, the Issuer paid dividend for 2017 amounting to PLN 2,919,011.40. The dividend per share was PLN 2.22.

On 23 August 2018, Quantum Qguar sp. z o.o., a subsidiary company, paid dividend for 2017 amounting to PLN 1,965,625.84 less an advance payment of PLN 500,000.00 (about which the Issuer informed in the current report no. 24/2017). The dividend payment affected the financial results of the Issuer for Q3, 2018.

12) Events after the day as of which the condensed quarterly financial statements were prepared, not included in these statements, which could have a significant influence on the Issuer's future financial performance

No such events occurred.

13) Information concerning changes in contingent liabilities or contingent assets which have occurred after the end of the last financial year

In period described here, there were no significant events resulting in the changes in contingent liabilities or contingent assets.

14) Position of the Management Board concerning the possibility of meeting previously published profit/loss forecasts for a given year, in the light of the results presented in the quarterly report in relation to the forecast profit/loss

The company did not publish any performance forecasts for the year.

15) Identification of shareholders holding, directly or indirectly through their subsidiaries, at least 5% of the total number of votes at the Issuer's General Meeting as of the date of submission of the quarterly report, including the number of shares held by such entities, their percentage share in the share capital, the number of resulting votes and their percentage share in the total number of votes at the general meeting, as well as identification of changes in the structure of ownership of substantial shareholdings of the issuer since the submission of the previous quarterly report

Until 29 November 2018, i.e. the day the report for Q3 2018 was released, the volume of shares held by Minvesta sp. z o.o. has not changed.

To the best of the Company's knowledge, as of 29 November 2018, the day of publication of the quarterly report, the Company's dominant shareholder is Minvesta Sp. z o.o. with its registered office in Kraków, holding 675,421 A series registered shares, which constitute a total of 51.37% of the company's share capital and carry 1,350,842 votes at the General Meeting, which constitutes 67.87% of the total number of votes and holding 277,491 bearer shares of the company, which constitute a total of 21.10% of the company's share capital and carry 277,491 votes as the General Meeting of the company, which constitutes 13.94% of the total number of votes.

16) Issuer's shares or rights thereto held by the Issuer's managers and supervisors as of the publication date of the semi-annual report and changes in their ownership, in the period following the publication of the previous report, for each person separately

The Company's Management Board (as at 29 November 2018)

Tomasz Hatala	36,200
Bogusław Ożóg	31,924
Marek Jędra	8,200
Tomasz Mnich	3,400

Members of the Supervisory Board holding the Company's shares (as at 29 November 2018)

Tomasz Polończyk	8,193
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17) Identification of proceedings pending before a court, a competent arbitration authority or a public administration authority, including the information on:

In the reporting period, neither the Company nor its subsidiaries or related entities instituted or were a party to any proceedings before a court or a public administration authority concerning claims whose total amount would exceed 10% of equity.

18) Information on the conclusion by the issuer or its subsidiary of one or more transactions with related entities, if they are material (separately or jointly) and if they were not arm's length transactions

In the reporting period the Company did not conclude any such agreements with related entities.

19) Information on the issuer's or its subsidiaries' loan or borrowing guarantees or warranties granted jointly to a single entity or its subsidiary, if the total value of the existing guarantees or warranties is equivalent to at least 10% of the issuer's equity capital

In the reporting period neither the Company nor its subsidiaries granted such sureties or guarantees whose amount would exceed 10% of the Issuer's equity.

20) Other information that, in the Issuer's opinion, is significant in order to evaluate its human resources, assets, financial position, financial performance and changes thereof as well as any information considered significant in order to evaluate the Issuer's capacity to meet its obligations

Comparability of the financial results for Q3, 2018 and for Q3, 2017 was affected by the sale of shares in Edisona sp. z o.o., a subsidiary, about which the Issuer informed in the current report no. 21/2017.

21) Identification of factors which, in the issuer's opinion, will continue to influence the financial results for at least one quarter

Factors which influence the Quantum software S.A. Capital Group's development in the subsequent quarter include factors independent of the company itself as well as internal factors which depend on Quantum software S.A. and entities composing the Capital Group.

External factors include:

- economic growth rate and corporate investments in Poland,
- effects of the conflict in Ukraine, the economic situation in this country and in Russia,
- impact of the crisis or low economic growth in certain Euro zone countries on the economy of Poland and its neighbours;
- the economic situation in Latin America;
- risk related to significant fluctuations of the PLN exchange rate against EUR,
- risk related to the exchange rates of the Ukrainian, Russian and Brazilian currencies (currencies of the markets on which the Group's companies operate),
- extended decision-making process in the companies related to IT expenses;
- changes of the market amount of remunerations of IT experts unfavourable for the Group (remunerations are the most significant cost item),
- concentrated competitor activity in the Group's main business area.
- fast technological progress in the industry that may produce solutions more effective than those applied by the Group.

Internal factors which influence the Capital Group's development include:

- timely completion of works specified in the contracts whose implementation started in previous quarters in accordance with budgeted expenditure and contractual terms;
- successful and timely completion of development works with respect to new products and services,
- effective HR policy so as to eliminate the risk of turnover among qualified and skilled employees;
- success of marketing efforts in acquiring new contracts,
- efficient investment strategy in subsidiaries, in particular the success of applied methods of selling own products on foreign markets.

Kraków, 29 November 2018

Signatures of Members of the Management Board:

President of the Management Board Tomasz Hatala

Vice-President of the Management Board Bogusław Ożóg

Vice-President of the Management Board Marek Jędra

Member of the Management Board Tomasz Mnich

IV. Consolidated financial statements of Quantum Software S.A. for Q3, 2018

Consolidated statement of financial position	30.09.2018	30.06.2018	31.12.2017	30.09.2017
ASSETS				
Fixed assets	2,523	2,434	2,605	2,061
Tangible fixed assets	1,539	1,374	1,413	1,302
Investment property	-	-	-	-
Biological assets	-	-	-	-
Goodwill of subsidiaries	530	530	530	-
Intangible assets	76	123	206	202
Investments in associated companies measured with the equity method	-	-	-	17
Financial assets held for sale	-	-	-	-
Borrowings granted	208	222	272	251
Other financial assets	-	-	-	-
Deferred tax assets	170	169	174	278
Other long-term receivables and prepayments	-	16	10	11
Current assets	15,052	17,148	17,150	15,163
Inventory	179	383	1,026	408
Trade receivables	5,757	5,259	5,357	4,174
Other short-term receivables and prepayments	982	1,025	858	1,057
Income tax receivables	23	51	34	-
Financial assets measured at fair value through financial result	-	-	-	-
Financial assets held for sale	-	-	-	-
Borrowings granted	93	103	100	132
Other financial assets	3,226	3,818	3,819	-
FX futures	-	-	-	-
Cash and cash equivalents	4,792	6,509	5,956	9,392
Fixed assets classified as available for sale	-	-	-	-
TOTAL ASSETS	17,575	19,582	19,755	17,224
EQUITY AND LIABILITIES				
Equity capital	12,369	10,362	14,000	13,086
Equity attributable to the shareholders of the parent company	12,465	10,498	14,160	13,286
Basic capital	657	657	657	740
Share premium	2,715	8,239	8,227	9,341
Equity shares	-	-102	-102	-1,299
Reserve and supplementary capital	5,503	74	78	11
Revaluation reserve capital	-	-	-	-

Amounts recognised directly in equity and related to assets classified as available for sale	-	-	-	-
Foreign exchange gains/losses	11	40	-139	-96
Profit/loss on sale of subsidiary	-	-	-	-
Profit/loss from previous years	2,457	1,001	3,431	2,022
Profit/loss from the current year	1,122	589	2,008	2,567
Non-controlling interests	-96	-136	-160	-200
LIABILITIES	5,206	9,220	5,755	4,138
Long-term liabilities	685	489	526	477
Provisions	245	245	245	211
Deferred tax provision	177	192	172	166
Long-term loans and borrowings	1	-	-	-
Other non-current financial liabilities	262	52	109	100
Other non-current liabilities and accruals	-	-	-	-
Short-term liabilities	4,521	8,731	5,229	3,661
Provisions	8	8	8	6
Short-term bank loans and borrowings	-	1	1	-
Short-term portion of long-term bank loans and borrowings	-	-	-	-
Other current financial liabilities	166	195	163	164
Trade creditors	3,236	2,577	3,119	1,897
Other current liabilities and accruals	1,110	5,813	1,750	1,302
Income tax liabilities	1	137	188	292
FX futures	-	-	-	-
Liabilities related to fixed assets classified as available for sale	-	-	-	-
TOTAL EQUITY AND LIABILITIES	17,575	19,582	19,755	17,224

Consolidated total income statement (by function)	01.07.2018 to 30.09.2018	01.01.2018 30.09.2018	01.07.2017 to 30.09.2017	01.01.2018 to 30.09.2018
Revenues from the sale of products, goods and materials	8,340	21,742	6,525	22,249
Cost of products, goods and materials sold	6,255	15,572	4,873	15,980
Movement in products – subsidy received for intangible assets and fixed assets	-	-	-	-
Gross profit/loss on sales	2,085	6,170	1,652	6,269
Cost of sales	524	1,919	476	1,491
Administrative expenses	775	2,531	1,039	3,199
Sales profit/loss	786	1,720	137	1,579
Other operating income	75	203	20	104
Other operating costs	12	30	12	15
Profit (loss) on operating activity	849	1,893	145	1,668
Financial income	76	140	34	99
Expenses	260	535	92	487
Share in profit/loss of associate companies	-	-	-1	-1
Profit/loss on the sale of shares in an associate company	-	-	1,953	1,953
Gross profit/loss	665	1,498	2,039	3,232
Income tax	127	428	368	625
Net profit (loss) on continued operations	538	1,070	1,671	2,607
Profit/loss on discontinued operations for the financial year	-	-	-	-
Net profit/loss for the reporting period	538	1,070	1,671	2,607
Net profit/loss attributable to:	538	1,070	1,671	2,607
<i>Shareholders of the parent company</i>	533	1,122	1,663	2,566
<i>Non-controlling interests</i>	5	-52	8	41
Other comprehensive income	-29	150	-34	67
Profit/loss on revaluation of property, plant and equipment	-	-	-	-
Profit/loss on valuation of investments available for sale charged to equity	-	-	-	-
Profit/loss on cash flow hedges (effective portion)	-	-	-	-
Exchange rate differences from valuation of entities that operate abroad	-29	150	-34	67
Income tax related to items presented in other comprehensive income	-	-	-	-
Acquisition of capital from non-controlling interests	-	-	-	-
Total comprehensive income	509	1,220	1,637	2,674
Comprehensive income attributable to:	509	1,220	1,637	2,674
<i>Shareholders of the parent company</i>	541	1,279	1,659	2,632

<i>Non-controlling interests</i>	-32	-59	-22	42
Profit / loss per share (in PLN):	-	-	-	-
On continuing operations	-	-	-	-
<i>Basic</i>	-	0.81	-	1.76
<i>Diluted</i>	-	0.81	-	1.76
On continuing and discontinued operations	-	-	-	-
<i>Basic</i>	-	0.81	-	1.76
<i>Diluted</i>	-	0.81	-	1.76

Exchange rate differences from valuation of entities that operate abroad	-	-	-	-	-	-	150	-	-	150	45	195
Income tax related to items presented in other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues and expenses for the financial year recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss for the financial year	-	-	-	-	-	-	-	-	1,122	1,122	-52	-1,070
Other changes in equity	-	-83	102	-4	-	-	-	-	-2,982	-2,967	71	-2,896
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	-
Distribution of the financial result	-	11	-	18	-	-	-	-	-2,949	-2,920	-	-2,920
Purchase of equity shares	-	-	-	-	-	-	-	-	-	-	-	-
Sale of equity shares	-	-94	102	-	-	-	-	-	-	8	-	8
Acquisition of shares in a subsidiary company	-	-	-	-22	-	-	-	-	-33	-55	71	-
Reclassification of the reserve capital to the stated capital	-	-	-	-	-	-	-	-	-	-	-	-
Undistributed financial result carried forward	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on sale of subsidiary	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	657	8,144	-	74	-	-	11	-	3,579	12,465	-96	12,369

Consolidated statement of changes in equity												
for the period	Equity attributable to the shareholders of the parent company										Non-controlling interests	Total equity
30.09.2017	Basic capital	Share premium	Equity shares	Reserve and supplementary capital	Revaluation reserve capital	Amounts recognised directly in equity and related to assets classified as available for sale	Foreign exchange gains/losses	Profit/loss on sale of subsidiary	Profit/loss brought forward and profit/loss for the current year	Total amount		
Opening balance at the beginning of the period before restatement	740	9,341	-1,211	447	-	-	-162	-	3,773	12,928	90	13,018
Changes in the accounting policy	-	-	-	-	-	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-	-	-	-	-
Opening balance at the beginning of the period after adjustments (after restatement)	740	9,341	-1,211	447	-	-	-162	-	3,773	12,928	90	13,018
Total comprehensive income	-	-	-	-	-	-	66	-	2,566	2,632	42	2,674
Profit/loss on revaluation of property, plant and equipment	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on valuation of investments available for sale charged to equity	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on cash flow hedges (effective portion)	-	-	-	-	-	-	-	-	-	-	-	-
Exchange rate differences from	-	-	-	-	-	-	66	-	-	66	1	67

valuation of entities that operate abroad													
Income tax related to items presented in or reclassified from capital	-	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues and expenses for the financial year recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss for the financial year	-	-	-	-	-	-	-	-	2,566	2,566	41	2,607	
Other changes in equity	-	-	-88	-436	-	-	-	-	-1,750	-2,274	-332	-2,606	
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-
Distribution of the financial result	-	-	-	-116	-	-	-	-	-3,228	-3,344	-150	-3,494	
Purchase of equity shares	-	-	-88	-	-	-	-	-	88	-	-	-	
Sale of equity shares	-	-	-	-	-	-	-	-	-	-	-	-	
Reclassification of the reserve capital to the stated capital	-	-	-	-	-	-	-	-	-	-	-	-	
Undistributed financial result carried forward	-	-	-	-	-	-	-	-	15	-	11	-	
Profit/loss on sale of subsidiary	-	-	-	-320	-	-	-	-	1,375	1,055	-193	-862	
Closing balance	740	9,341	-1,299	11	-	-	-96	-	4,589	13,286	-200	13,086	

Consolidated statement of changes in equity												
for the period	Equity attributable to the shareholders of the parent company										Non-controlling interests	Total equity
31.12.2017	Basic capital	Share premium	Equity shares	Reserve and supplementary capital	Revaluation reserve capital	Amounts recognised directly in equity and related to assets classified as available for sale	Foreign exchange gains/losses	Profit/loss on sale of subsidiary	Profit/loss brought forward and profit/loss for the current year	Total amount		
Opening balance at the beginning of the period before restatement	740	9,341	-1,211	447	-	-	-162	-	3,773	12,928	90	13,018
Changes in the accounting policy	-	-	-	-	-	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-	-	-	-	-
Opening balance at the beginning of the period after adjustments (after restatement)	740	9,341	-1,211	447	-	-	-162	-	3,773	12,928	90	13,018
Total comprehensive income	-	-	-	-	-	-	23	-	2,008	2,031	59	2,090
Profit/loss on revaluation of property, plant and equipment	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on valuation of investments available for sale charged to equity	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on cash flow hedges (effective portion)	-	-	-	-	-	-	-	-	-	-	-	-
Exchange rate differences from	-	-	-	-	-	-	23	-	-	23	1	24

valuation of entities that operate abroad													
Income tax related to items presented in or reclassified from capital	-	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues and expenses for the financial year recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss for the financial year	-	-	-	-	-	-	-	-	2,008	2,008	58	2,066	
Other changes in equity	-83	-1,114	1,109	-369	-	-	-	-	-342	-799	-309	-1,108	
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-	-	-
Redemption of treasury shares	-83	-1,114	1,109	-	-	-	-	-	88	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-1,898	-1,898	-	-1,898	
Distribution of the financial result	-	-	-	-	-	-	-	-	-	-	-	-	-
Purchase of equity shares	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of equity shares	-	-	-	-	-	-	-	-	-	-	-	-	-
Acquisition of shares in a subsidiary company	-	-	-	67	-	-	-	-	1,168	-	34	-	-
Reclassification of reserve capital to supplementary capital	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on sale of subsidiary	-	-	-	-436	-	-	-	-	300	-136	-343	-479	
Closing balance	657	8,227	-102	78	-	-	-139	-	5,439	14,160	-160	14,000	

Consolidated Cash Flow Statement (indirect method)	01.01.2018 to 09.30.2018	01.01.2017 to 30.09.2017
Gross profit/loss	1,498	3,232
Adjustments for items:	-77	-337
Share in net profit/loss of associated companies and joint ventures accounted for using the equity method	-	1
Non-controlling interests	-	-
Amortisation and depreciation	527	578
Goodwill impairment	-	-
Foreign exchange gains/losses	151	224
Interest expenses and revenues	99	-40
Dividend revenues	-	-
Profit/loss on investing activity	-87	-2,084
Movement in provisions	-	-
Movement in inventories	850	485
Movement in receivables and prepayments	-900	85
Movement in liabilities and accruals	-288	669
Income tax paid/returned	-451	-279
Other adjustments	22	24
Net cash flows from operating activities	1,421	2,895
Cash flow from investing activity		
Inflows from sale of fixed assets and intangible assets	59	60
Net inflows from the sale of associates and subsidiaries	-	-
Inflows from the sale of financial assets	640	2,091
Inflows from interest	37	56
Inflows from dividends	-	-
Repayment of borrowings	105	389
Outflows on the acquisition of property, plant and equipment, as well as intangible assets	227	268
Net outflows on the acquisition of subsidiaries and associates	-	-
Outflows on the acquisition of short-term financial assets	-	-
Borrowings granted	26	459
Miscellaneous	-	-
Net cash flows from investing activities	588	1,869
Cash flows from financing activities		
Inflows from loans and borrowings	9	-
Net inflows from the issue of shares	31	-
Net inflows from the issue of bonds, bills of exchange and bills	-	-
Repayment of loans and borrowings	8	-
Payment of liabilities under finance lease agreements	157	136

Dividends paid out to the Company's shareholders	2,917	2,167
Dividends paid out to the shareholders holding non-controlling interests	-	150
Purchase of equity shares	-	-
Interest paid	136	59
Miscellaneous	-	-
Net cash flows from financing activities	-3,178	-2,512
Increase/decrease in cash and cash equivalents	-1,169	2,252
Opening balance of cash and cash equivalents as well as overdrafts	5,956	7,196
<i>Foreign exchange gains/losses related to measurement of cash and cash equivalents as well as overdrafts</i>	5	-56
Closing balance of cash and cash equivalents as well as overdrafts	4,792	9,392

V. Separate financial statements of Quantum software S.A. for Q3 2018

Separate statement of financial condition	30.09.2018	30.06.2018	31.12.2017	30.09.2017
ASSETS				
Fixed assets	9,751	9,957	9,756	9,931
Tangible fixed assets	-	-	-	-
Intangible assets	-	-	-	-
Investments in associates measured with the equity method	-	-	-	24
Financial assets held for sale	9,701	9,701	9,701	9,701
Borrowings granted	-	206	-	151
Deferred tax assets	50	50	55	55
Other long-term receivables and prepayments	-	-	-	-
Current assets	1,150	2,405	2,545	3,691
Inventory	-	-	-	-
Trade receivables	294	244	193	1,145
Other short-term receivables and prepayments	42	31	32	104
Income tax receivables	4	30	34	-
Financial assets measured at fair value through the financial result	-	-	-	-
Financial assets held for sale	-	-	-	-
Borrowings granted	-	-	-	-
Other financial assets	616	1,215	1,203	-
Cash and cash equivalents	194	885	1,083	2,442
TOTAL ASSETS	10,901	12,362	12,301	13,622
EQUITY AND LIABILITIES				
Equity capital	10,522	9,244	12,087	11,597
Equity attributable to the shareholders of the parent company	10,522	9,244	12,087	11,597
Basic capital	657	657	657	740
Share premium	8,416	8,511	8,498	9,612
Equity shares	-	-102	-102	-1,299
Reserve and supplementary capital	-	-	-	-
Profit/loss from previous years	103	103	103	-165
Profit/loss from the current year	1,346	75	2,931	2,709
Non-controlling interests	-	-	-	-
LIABILITIES	379	3,118	214	2,025
Long-term liabilities	2	2	2	2
Provisions	-	-	-	-
Deferred tax provision	2	2	2	2

Long-term loans and borrowings	-	-	-	-
Other non-current financial liabilities	-	-	-	-
Other non-current liabilities and accruals	-	-	-	-
Short-term liabilities	377	3,116	212	2,023
Provisions	-	-	-	-
Short-term bank loans and borrowings	-	-	10	553
Short-term portion of long-term bank loans and borrowings	-	-	-	-
Other current financial liabilities	-	-	-	-
Trade creditors	330	172	171	804
Other current liabilities and accruals	47	2,944	31	375
Income tax liabilities	-	-	-	291
Liabilities related to fixed assets classified as available for sale	-	-	-	-
TOTAL EQUITY AND LIABILITIES	10,901	12,362	12,301	13,622

Separate statement of comprehensive income (multi-step variant)	01.07.2018 to 30.09.2018	01.01.2018 30.09.2018	01.07.2017 to 30.09.2017	01.01.2017 to 30.09.2017
Revenues from the sale of products, goods and materials	301	937	351	939
Cost of products, goods and materials sold	133	378	116	287
Movement in products – subsidy received for intangible assets and fixed assets	-	-	-	-
Gross profit/loss on sales	168	559	235	652
Cost of sales	-	-	-	-
Administrative expenses	107	431	156	611
Sales profit/loss	61	128	79	41
Other operating income	4	4	-	2
Other operating costs	-	-	-	-
Profit (loss) on operating activity	65	132	79	43
Financial income	1,444	1,479	3,017	3,022
Expenses	238	245	3	7
Share in profit/loss of associate companies	-	-	-	-
Profit/loss on the sale of shares in an associate company	-	-	-	-
Gross profit/loss	1,271	1,366	3,093	3,058
Income tax	-	20	350	349
Net profit (loss) on continued operations	1,271	1,346	2,743	2,709
Profit/loss on discontinued operations for the financial year	-	-	-	-
Net profit/loss for the reporting period	1,271	1,346	2,743	2,709
Net profit/loss attributable to:	1,271	1,346	2,743	2,709
Other comprehensive income	-	-	-	-
Profit/loss on revaluation of property, plant and equipment	-	-	-	-
Profit/loss on valuation of investments available for sale charged to equity	-	-	-	-
Profit/loss on cash flow hedges (effective portion)	-	-	-	-
Exchange rate differences from valuation of entities that operate abroad	-	-	-	-
Income tax related to items presented in other comprehensive income	-	-	-	-
Total comprehensive income	1,271	1,346	2,743	2,709
Earnings/loss per share in PLN:	-	-	-	-
On continuing operations	-	-	-	-
<i>Basic</i>	-	0.91	-	1.83
<i>Diluted</i>	-	0.91	-	1.83
On continuing and discontinued operations	-	-	-	-

<i>Basic</i>	-	0.91	-	1.83
<i>Diluted</i>	-	0.91	-	1.83

valuation of entities that operate abroad												
Income tax related to items presented in other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues and expenses for the financial year recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss for the period	-	-	-	-	-	-	-	1,346	1,346	-	-	1,346
Other changes in equity	-	-82	102	-	-	-	-	-2,931	-2,911	-	-	-2,911
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	-
Distribution of the financial result	-	12	-	-	-	-	-	-2,931	-2,919	-	-	-2,919
Purchase of equity shares	-	-	-	-	-	-	-	-	-	-	-	-
Sale of equity shares	-	-94	102	-	-	-	-	-	8	-	-	8
Reclassification of the reserve capital to the stated capital	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	657	8,416	-	-	-	-	-	1,449	10,522	-	-	10,522

Separate Statement of Changes in Equity											
for the period	Equity attributable to the shareholders of the parent company									Non-controlling interests	Total equity
30.09.2017	Basic capital	Share premium	Equity shares	Reserve and supplementary capital	Revaluation reserve capital	Amounts recognised directly in equity and related to assets classified as available for sale	Foreign exchange gains/losses	Profit/loss brought forward and profit/loss for the current year	Total amount		
Opening balance at the beginning of the period before restatement	740	9,612	-102	-	-	-	-	2,002	12,252	-	12,252
Changes in the accounting policy	-	-	-	-	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-	-	-	-
Opening balance at the beginning of the period after adjustments (after restatement)	740	9,612	-102	-	-	-	-	2,002	12,252	-	12,252
Total comprehensive income	-	-	-	-	-	-	-	2,709	2,709	-	2,709
Profit/loss on revaluation of property, plant and equipment	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on valuation of investments available for sale charged to equity	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on cash flow hedges (effective portion)	-	-	-	-	-	-	-	-	-	-	-
Exchange rate differences from valuation of entities	-	-	-	-	-	-	-	-	-	-	-

that operate abroad												
Income tax related to items presented in other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues and expenses for the financial year recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss for the period: 01.01.2017-30.09.2017	-	-	-	-	-	-	-	2,709	2,709	-	-	2,709
Other changes in equity	-	-1,197	-	-	-	-	-	-2,167	-3,364	-	-	-3,364
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	-
Distribution of the financial result	-	-	-	-	-	-	-	-2,167	-2,167	-	-	-2,167
Purchase of equity shares	-	-1,197	-	-	-	-	-	-	-1,197	-	-	-1,197
Sale of equity shares	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification of the reserve capital to the stated capital	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	740	8,415	-102	-	-	-	-	2,544	11,597	-	-	11,597

Separate Statement of Changes in Equity											
for the period	Equity attributable to the shareholders of the parent company									Non-controlling interests	Total equity
31.12.2017	Basic capital	Share premium	Equity shares	Reserve and supplementary capital	Revaluation reserve capital	Amounts recognised directly in equity and related to assets classified as available for sale	Foreign exchange gains/losses	Profit/loss brought forward and profit/loss for the current year	Total amount		
Opening balance at the beginning of the period before restatement	740	9,612	-102	-	-	-	-	2,002	12,252	-	12,252
Changes in the accounting policy	-	-	-	-	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-	-	-	-
Opening balance at the beginning of the period after adjustments (after restatement)	740	9,612	-102	-	-	-	-	2,002	12,252	-	12,252
Total comprehensive income	-	-	-	-	-	-	-	2,931	2,931	-	2,931
Profit/loss on revaluation of property, plant and equipment	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on valuation of investments available for sale charged to equity	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on cash flow hedges (effective portion)	-	-	-	-	-	-	-	-	-	-	-
Exchange rate differences from valuation of entities	-	-	-	-	-	-	-	-	-	-	-

that operate abroad												
Income tax related to items presented in other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues and expenses for the financial year recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss for the financial year	-	-	-	-	-	-	-	2,931	2,931	-	2,931	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-	-	-	-	-
Other changes in equity	-83	-1,114	-	-	-	-	-	-1,899	-3,096	-	-3,096	-
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	-
Distribution of the financial result	-	-	-	-	-	-	-	-1,899	-1,899	-	-1,899	-
Purchase of equity shares	-	-	-1,197	-	-	-	-	-	-1,197	-	-1,197	-
Sale of equity shares	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification of the reserve capital to the stated capital	-	-	-	-	-	-	-	-	-	-	-	-
Redemption of shares	-83	-1,114	1,197	-	-	-	-	-	-	-	-	-
Closing balance	657	8,498	-102	-	-	-	-	3,034	12,087	-	12,087	-

Separate Cash Flow Statement (indirect method)	01.01.2018 to 09.30.2018	01.01.2017 to 30.09.2017
Cash flows on operating activity		
Gross profit/loss	1,366	3,058
Adjustments for items:	-1,157	-2,988
Share in net profit/loss of associated companies and joint ventures accounted for using the equity method	-	-
Non-controlling interests	-	-
Amortisation and depreciation	-	-
Goodwill impairment	-	-
Foreign exchange gains/losses	-1	-1
Interest expenses and revenues	-6	-4
Dividend revenues	-1,457	-1,215
Profit/loss on investing activity	-13	-1,801
Movement in provisions	-	-
Movement in inventories	-	-
Movement in receivables and prepayments	-111	-846
Movement in liabilities and accruals	174	878
Income tax paid/returned	15	-
Other adjustments	242	1
Net cash flows from operating activities	209	70
Cash flow from investing activity		
Inflows from sale of fixed assets and intangible assets	-	-
Net inflows from the sale of associates and subsidiaries	-	-
Inflows from the sale of financial assets	601	2,091
Inflows from interest	9	6
Inflows from dividends	1,457	1,213
Repayment of borrowings	30	-
Outflows on the acquisition of property, plant and equipment, as well as intangible assets	-	-
Net outflows on the acquisition of subsidiaries and associates	-	-
Outflows on the acquisition of short-term financial assets	-	-
Borrowings granted	275	153
Miscellaneous	-	-
Net cash flows from investing activities	1,822	3,157
Cash flows from financing activity		
Inflows from loans and borrowings	-	750
Net inflows from the issue of shares	7	-
Net inflows from the issue of bonds, bills of exchange and bills	-	-
Repayment of loans and borrowings	10	200

Payment of liabilities under finance lease agreements	-	-
Dividends paid out to the Company's shareholders	2,917	2,167
Dividends paid out to the shareholders holding non-controlling interests	-	-
Purchase of equity shares	-	1,197
Interest paid	3	1
Miscellaneous	-	-
Net cash flows from financing activities	-2,923	-2,815
Increase/decrease in cash and cash equivalents	-892	412
Opening balance of cash and cash equivalents as well as overdrafts	1,083	2,026
<i>Foreign exchange gains/losses related to measurement of cash and cash equivalents as well as overdrafts</i>	3	4
Closing balance of cash and cash equivalents as well as overdrafts	194	2,442

Statement of the Management Board concerning the preparation of the financial statements

The Management Board of Quantum software S.A. declares that, to the best of their knowledge, the consolidated financial statements for Q3, 2018 and comparative data were prepared in compliance with the accounting principles in force and that they present a true, accurate and fair view of the Quantum software S.A. Capital Group's economic and financial standing and its financial result and that the Interim Management Report presents a true overview of development and achievements of the Quantum software S.A. Capital Group and its situation, including basic risks and exposures.

Kraków, 29 November 2018

President of the Management Board	Tomasz Hatala
Vice-President of the Management Board	Bogusław Ożóg
Vice-President of the Management Board	Marek Jędra
Member of the Management Board	Tomasz Mnich