



**Financial Statement of  
Quantum software S.A.  
for the period from 01/01/2018 to 31/12/2018**

**Kraków, 18 April 2019**

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## **1. Introduction to the financial statement of the Quantum software S.A. for 2018.**

### **1.1. Object of business operations:**

Quantum software Spółka Akcyjna; 30-633 Kraków, ul. Walerego Sławka 3A. Quantum software S.A. was entered into the Register of Businesses of the National Court Register Kraków – Śródmieście, 11th Commercial Division, on 30 October 2002 under the number 0000136768; PKD 62.01Z (Polish Classification of Activities) “Software business”.

As of 25 July 2014, in connection with the transfer of business operations to the subsidiary Quantum Qguar sp. z o.o., the Issuer’s core business consists mainly in acting as a holding company.

### **1.2. Duration of the Issuer**

The duration of Quantum software S.A. is unspecified.

### **1.3. Composition of the Company’s Management Board and Supervisory Board:**

The composition of the Management Board and Supervisory Board at 31 December 2018 was as follows:

#### **Management Board:**

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

#### **Supervisory Board:**

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

#### **1.4. Organisational structure of the Capital Group at 31/12/2014:**

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

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

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

Registered Office: Kiev  
Address: Jaroslavskij pereulok 7/9, office 40  
certificate No. 100107724  
Shareholders: 100% of shares held by Quantum East  
Share capital: USD 76,200, fully paid

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

##### **5. Company name: Quantum Mobile Solutions Sp. z o.o. – subsidiary**

Registered Office: Kraków  
Address: Walerego Sławka 3a  
National Court Register (KRS): 0000297249  
Shareholders: 100% of shares are held by Quantum I - Services Sp. z o.o.  
Share capital: PLN 6.000,00, fully paid up

##### **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: BRL 340,000.00, fully paid up

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

Registered Office: Kraków  
Address: Walerego Sławka 3A  
National Court Register (KRS): 0000516717  
Shareholders: 100% of shares are held by Quantum software S.A.  
Share capital: PLN 3,995,000.00, paid with a contribution in kind and  
PLN 5,000.00 paid with a contribution in cash

**8. Company name: Qcadoo Limited sp. z o.o. – subsidiary**

Registered Office: Kraków  
Address: Walerego Sławka 3A  
National Court Register (KRS): 0000344950  
Shareholders: 99.99% of shares are held by Quantum Qguar sp. z o.o.  
Share capital: PLN 885,000, fully paid up

### **1.5. Accounting policies used in preparing the financial statement of Quantum software S.A. for 2018 and the statement of compliance.**

This financial statement was prepared pursuant to the International Financial Reporting Standards (“IFRS”) as adopted by the EU, and in the scope not regulated by the above standards - pursuant to the requirements of the Accounting Act of 29 September 1994 (Journal of Laws of 1994, no. 121, item 591, as amended) and secondary legislation issued on the basis thereof as well as pursuant to the requirements of the Regulation of the Minister of Finance of 29 March 2018 on current and interim information to be submitted by issuers of securities (Journal of Laws of 2018, item 757).

The IFRS include standards and interpretations approved by the International Accounting Standards Board (“IASB”) and the International Financial Reporting Interpretations Committee (“IFRIC”).

The Management Board approves the separate financial statement for issue as of the date the financial statements are signed by all members of the Management Board, i.e. 18 April 2019. The separate financial statement should be read in conjunction with the consolidated financial statement. This provides full perspective of financial condition and results of Quantum software S.A. operations both as the parent entity and the Capital Group. The separate and consolidated financial statements are presented in the separate and consolidated report and are available on [www.quantum-software.com](http://www.quantum-software.com)

Pursuant to the provisions of the Accounting Act of 29 September 1994 (Journal of Laws of 1994, no. 121, item 591, as amended), the Company presents the financial statement for the financial year commencing on 1 January 2018 and ending on 31 December 2018. The financial statement was prepared in PLN, rounded to the nearest thousand, and on the assumption that the Company will continue its business operations in the foreseeable future. There are no circumstances indicating a threat to the continuation of the Company's operations.

Quantum software S.A. has prepared consolidated financial statements since 1 January 2008, starting from the interim consolidated financial statement for the period from 01/01/2008 to 31/03/2008. The first annual consolidated financial statement was prepared for 2008.

Accounting records are kept at the historical cost. The company did not make any adjustments that would reflect the influence of inflation on the individual items of the balance sheet and the profit and loss account. The company prepares the profit and loss account in the multiple-step variant. The cash flow statement uses the indirect method.

At present, IFRS as adopted by the EU do not significantly differ from regulations adopted by the International Accounting Standards Board (IASB) except from the following items which are awaiting approval by the European Union.

## **Application of new and verified IFRS.**

### **Standards and interpretations applied for the first time in 2018.**

The following amendments to the existing standards issued by the International Accounting Standards Board and approved by the EU became effective at the beginning of 2018:

- IFRS 9 “Financial Instruments” – approved in the EU on 22 November 2016 (effective for annual periods beginning on or after 1 January 2018),
- IFRS 15 “Revenue from Contracts with Customers” and amendments to IFRS 15 “Date of entry into force of IFRS 15” – approved in the EU on 22 September 2016 (effective for annual periods beginning on or after 1 January 2018),
- Amendments to IFRS 2 “Share-based Payments” – Classification and valuation of share-based payments – approved in the EU on 27 February 2018 (effective for annual periods beginning on or after 1 January 2018),
- Amendments to IFRS 4 “Insurance Contracts” – Application of IFRS 9 “Financial Instruments” together with IFRS 4 “Insurance Instruments” – approved in the EU on 3 November 2017 (effective for annual periods beginning on or after 1 January 2018 or as of the first application of IFRS 9 “Financial Instruments”),
- Amendments to IFRS 15 “Revenue from Contracts with Customers” – Explanations concerning IFRS 15 “Revenue from agreements with customers” – approved in the EU on 31 October 2017 (effective for annual periods beginning on or after 1 January 2018),
- Amendments to IAS 40 “Investment Real Properties” – Transfers of investment real properties – approved in the EU on 14 March 2018 (effective for annual periods beginning on or after 1 January 2018),
- Amendments to IFRS 1 and IAS 28 resulting from “Amendments to IFRS (2014-2016 Cycle)” – amendments made as part of the procedure for annual amendments to IFRS (IFRS 2, IFRS 12 and IAS 28) focused primarily on removing inconsistencies and clarifying the wording – approved in the EU on 7 February 2018 (amendments to IFRS 1 and IAS 28 effective for annual periods beginning on or after 1 January 2018),
- Interpretation of IFRIC 22 “Transactions in Foreign Currencies and Advance Payments” – approved in the EU on 28 March 2018 (effective for annual periods beginning on or after 1 January 2018).

### **Standards and interpretations which have already been issued and approved for the application in the EU, but have not entered into force until the end of the period for which this statement was prepared.**

The following standards and interpretations were issued by the International Accounting Standards Board or the International Financial Reporting Interpretations Committee, but have not yet entered into force:

- IFRS 16 Leasing (issued on 13 January 2016) – applicable to annual periods beginning on or after 1 January 2019,
- Amendments to IFRS 9 Contracts with Prepayment Features with Negative Compensation (issued on 12 October 2017) – applicable to annual periods beginning on or after 1 January 2019,

- IFRS 17 Insurance Contracts (issued on 18 May 2017) – applicable to annual periods beginning on or after 1 January 2021 – not approved by the EU until the approval of this financial statement,
- Amendments to IAS 28 Long-term Shares in Associates and Joint Venture (issued on 12 October 2017) – applicable to annual periods beginning on or after 1 January 2019 – not approved by the EU until the approval of this financial statement,
- Amendments to IAS 19 Plan amendment, curtailment or settlement (issued on 7 February 2018) – applicable to annual periods beginning on or after 1 January 2019 – not approved by the EU until the approval of this financial statement,
- Amendments resulting from the review of IFRS 2015-2017 concerning 4 standards: IFRS 3, IFRS 11, IAS 12 and IAS 23 (issued on 12 December 2017) – applicable to annual periods beginning on or after 1 January 2019 – not approved by the EU until the approval of this financial statement,
- IFRS 14 Regulatory Deferral Accounts (issued on 30 January 2014) – pursuant to the decision of the European Commission the process of the approval of the standard in its initial version will not be commenced before the issue of the standard in its final version – not approved by the EU until the approval of this financial statement – applicable to annual periods beginning on or after 1 January 2016,
- Amendments to IFRS 10 and IAS 28 Transactions of Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (issued on 11 September 2014) – both works aimed at the approval of these amendments and the date of entry into force were deferred by the EU and the IASB respectively for an indefinite period of time,
- Interpretation of IFRIC 23 “Uncertainty in the scope of the income tax settlement” (issued on 7 June 2017) – this interpretation applies to annual periods beginning on or after 1 January 2019 – not approved by the EU until the approval of this financial statement,
- Amendments to IAS 19 Conceptual rules of the International Financial Reporting Standards (issued on 29 March 2018) – applicable to annual periods beginning on or after 1 January 2010 – not approved by the EU until the approval of this financial statement.

Dates of entry into force are dates resulting from the content of standards issued by the International Accounting Standards Board. Dates of the standard application in the European Union may differ from dates of the application resulting from the content of the standards and are announced upon their approval for application by the European Union.

The Company is currently analysing the way in which the above standards and interpretations may affect the financial statement and accounting principles (policy) applied by the Company.

The Company applied the requirements of IFRS 9 and IFRS 15 with the use of the modified retrospective approach with effect as of 1 January 2018. Pursuant to the possibility allowed by the standard, the Company resigned from the restatement of comparable data. Data as at 31 December 2017 and for the first half of 2017 were prepared on the basis of IAS 39, IAS 18 and IAS 11. Selected accounting principles previously applied in the scope of revenue from sales (IAS 18 and IAS 11) and financial instruments (IAS 39) were disclosed in the financial statement for 2017.

### **IFRS 9 “Financial Instruments”**

The standard applies to annual periods beginning on or after 1 January 2018. It removes financial instrument categories currently occurring in IAS 39 and classifies them as measured



at the fair value (through profit or loss or other comprehensive income) or as measured at the depreciated cost.

The Company analysed financial assets classifying them pursuant to the requirements of the standard. The analyses confirm that most assets currently recognised as receivables, borrowings and cash will be measured at the fair value (through profit or loss). The initial calculation of impairment losses on receivables pursuant to the model of the expected losses did not indicate significant influence on profits retained at the time of the standard application for the first time.

As of 31 December 2018 the Company has financial instruments measured with the use of the fair value method. The following part presents details concerning fair values of financial instruments which can be estimated:

- cash and cash equivalents, short-term bank deposits and short-term borrowings received; the balance sheet value of the above listed instruments is similar to their fair value due to short maturity of these instruments;
- trade receivables, other receivables, trade liabilities and prepayments and accruals; the balance sheet value of the above listed instruments is similar to their fair value due to their short term character;

#### **IFRS 15 “Revenue from contracts with customers”**

The Group analysed principles resulting from IFRS 15, taking into account the five-step model with regard to contracts or commitments to deliver services and determined that the application of IFRS 15 to items of the financial statement in comparison with IAS 11 and IAS 18 and interpretations connected therewith is insignificant.

## **BASIC PRINCIPLES AND RISKS**

To the best knowledge of the Management Board, based on the Company’s documents, the separate financial statement for the financial year 2016 was prepared in accordance with the applicable accounting policies. It provides a true reflection of the Company’s development, achievements and the description of basic risks and threats.

### **Accounting principles**

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

- 1) reliability,
- 2) correctness,
- 3) continuity,
- 4) completeness,

- 5) comparability,
- 6) revenue and cost matching,
- 7) consistency of accounting principles.

### **Intangible assets, Tangible fixed assets**

Methods for measuring intangible assets and tangible fixed assets: intangible assets as well as tangible fixed assets are measured according to the continuity principle, as specified in the International Accounting Standards, with the following restrictions:

- 1) Intangible assets are recognised at their acquisition price, including their depreciation. The Company recognises depreciation write-downs using the straight line method, and adopts the following depreciation periods (useful lives):
  - a) computer software – 2 years,
  - b) licences – 2 years,
  - c) copyrights – 2 years,
  - d) R&D costs – 5 years,
  - e) The company does not hold any intangible assets with indefinite useful lives.
- 2) Tangible assets are measured at their acquisition price or manufacture cost, less depreciation, proportionally to their periods of use. Tangible assets are depreciated throughout their useful economic lives. 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 assets classified under group 4 (machinery and equipment). Costs of purchase of these assets are recognised on a one-off basis as operating expenses in the month when they were purchased or in the immediately following month. These assets are not recognised in the balance sheet. Cars are depreciated for 5 years using the straight-line method on their initial value less their final value equal to 20% of the initial value. All equipment classified under group 4, regardless of its initial value, is depreciated using the straight-line method at individual rates defined in accordance with its expected useful life, 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 and tangible fixed assets every year.

### **Financial instruments**

Methods of measuring financial instruments: financial instruments are measured in accordance with the continuity principle, in the manner defined in the International Accounting Standards, with the following restrictions:

Receivables are recognised in the accounting books as they arise at their nominal value and at the amount due at the balance sheet date. For making real the values of receivables, they 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 differences are recognised in financial revenue or financial costs.

Shares are measured at their acquisition prices, less impairment write-downs.

Financial assets are measured at their acquisition price or market value, whichever is lower.

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 valuation 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 on 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 – trade receivables and liabilities – measured at the acquisition price (on the basis of Article 29 Subsection (a) of IFRS 7), taking into account impairment write-downs and unrecoverability (on the basis of Article 58 of IAS 39),
- cash - measured at the acquisition price - on the basis of Article 29 Subsection (a) of IFRS 7,
- borrowings, loans, leases are measured at depreciated cost; however, in the opinion of the Management Board, the company presents these items at the acquisition price (at the payable amount) because such valuation does not affect the company's financial situation.

### **Investments**

The company classifies its investments into the following categories:

- 1) shares in subsidiaries.

Shares in subsidiaries include shares in consolidated companies. Shares in subsidiaries are measured at the acquisition price adjusted for impairment write-downs. Impairment write-downs on shares in subsidiaries are recognised in the statement of comprehensive income as financial costs.

### **Write-downs on fixed assets**

Tangible fixed assets, intangible assets and financial assets are verified in terms of impairment if certain events and changes take place which may cause impairment thereof.

Impairment write-downs are recognised in other operating costs in the periods in which such write-down is made.

### **Stocks**

Stocks include goods which are measured, as of the balance sheet date, at the acquisition 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 costs. 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 and accruals**

In order to preserve the matching of revenues and costs, the Company creates prepayments and accruals. They relate both to costs 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.

### **Revenue from the sale of products, services, materials and goods**

Net revenue from the sale covers economic benefits from the reporting period resulting from the entity's operations in a reliably determined value, leading to an increase in equity by increasing the value of assets or decreasing the value of liabilities in a way other than the contribution of shareholders' funds. In particular, this includes revenue 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 operations, and for the sold materials and goods, determined based on the net price and adjusted for discounts and reductions granted.

Adjustments for revenue from the sale are recognised in the period in which they are made.

### **Other operating revenue**

Other operating revenue comprises revenue related to the company's operating activities. They include:

- 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 costs at the time of creation,
- 5) written-off, time-barred and cancelled liabilities.

### **Financial revenue**

Revenue from interest charged to contractors, recognised at the time it is paid by the contractor.

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

### **Operating costs**

All sale, marketing, administrative and management costs incurred during the reporting period. Value of goods and materials sold during the reporting period at the acquisition price.

### **Other operating costs**

Other operating costs include costs related to the company's operating activities.

They include:

- 1) loss on tangible assets and intangible assets,
- 2) fines and compensation paid,
- 3) provisions established,
- 4) court fees.

### **Financial costs**

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**

Obligatory tax charges consist of:

- 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 revenue and costs. Tax charges are calculated based on the tax rates applicable in a given financial 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 tax assets are recognised to the extent that it is probable that taxable income will be generated in the future, which would allow using temporary differences. Deferred income tax assets are also disclosed with respect to tax losses which may be deducted in subsequent years, but only when it is probable that taxable income will be generated in the future, which would allow 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 differences relating to settlements in foreign currencies which occurred at the date of valuation or at the payment date of receivables and liabilities are recognised in financial costs or revenue.

### **Lease**

Tangible fixed assets used on the basis of finance lease contracts under which all benefits and risks of possessing such tangible fixed assets are 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 costs posted directly in the financial result.

## **1.6. Significant values based on professional judgement and estimates**

When applying the accounting principles (policies) to the issues mentioned below, the most important aspect, in addition to the accounting estimates, is the professional judgement of the management.

The following part of this financial statement presents basic assumptions related to the future and other key sources of uncertainty occurring at the balance sheet date, which are connected with a significant risk of a material adjustment in the next financial year of balance sheet values of assets and liabilities.

### **Write-downs on receivables and borrowings granted**

The Management Board examines all circumstances relating to unrecoverability of overdue receivables and borrowings and, in the case of the risk of their unrecoverability, decides to establish write-down on given receivables. Details concerning changes in write-downs on receivables are presented in Note no. 8.

### **Valuation of provisions for employee benefits**

Provisions for employee benefits are estimated using actuarial methods. The relevant assumptions are described in Note no. 14.

### **Deferred tax assets**

The Company recognises a deferred tax asset assets based on the assumption that future taxable income will allow its use. The deterioration of tax results in the future might make this assumption unjustifiable.

The 2016 financial plan prepared by the Management Board as well as the projected results and income for the subsequent years assume a positive financial result. The continuity of the company's operations is not threatened and the planned profit will allow assuming that a tax loss will be accounted for.

Information about the deferred tax is presented in Note no. 23.

### **Revenue recognition**

The Company determines revenue from long-term contracts for the implementation of IT systems in proportion to the progress of the service, measured by the share of costs incurred to total estimated costs (budget of the contract). Budgets of each of the long-term contracts are revised at least at each balance sheet date. Upon occurrence of any circumstances which have an impact on the outcome of the contract performance between the balance sheet dates, revisions are made in advance. The Management Board reviews the possibility of realisation of receivables arising from the valuation of contracts that are not yet performed on a day-to-day basis. Information about the valuation of contracts is contained in Note no. 28.

### **Depreciation rates**

The amount of depreciation rates is determined on the basis of the expected economic useful lives of tangible fixed assets and intangible assets. Every year, the Company verifies the adopted periods of economic useful lives on the basis of current estimates.

## 2. Separate statement of financial condition

Separate statement of financial condition	Note	As at 31/12/2018	As at 31/12/2017
<b>ASSETS</b>			
Fixed assets		<b>9,705</b>	<b>9,756</b>
Tangible fixed assets	1	-	-
Intangible assets	2	-	-
Investments in associates measured with the equity method	3	-	-
Available-for-sale financial assets	4	9,701	9,701
Borrowings granted	5	-	-
Deferred income tax assets	23	4	55
Other long-term receivables as well as prepayments and accruals	6	-	-
<b>Current assets</b>		<b>1,749</b>	<b>2,545</b>
Stocks	7	-	-
Trade receivables	8	157	193
Other short-term receivables as well as prepayments and accruals	6	30	32
Income tax receivables	23	-	34
Other financial assets		620	1,203
Borrowings granted	5	-	-
Cash and cash equivalents	9	942	1,083
<b>Total Assets</b>		<b>11,454</b>	<b>12,301</b>
<b>LIABILITIES</b>			
<b>Equity</b>		<b>11,358</b>	<b>12,087</b>
<b>Equity attributable to shareholders of the parent entity</b>		<b>11,358</b>	<b>12,087</b>
Basic capital	10	657	657
Surplus of share sale above their nominal value	13	8,429	8,498
Equity shares	12	-13	-102
Reserve and supplementary capitals	13	-	-
Retained profit (loss)		105	103
<b>Current year profit/loss</b>		<b>2,180</b>	<b>2,931</b>
<b>Non-controlling shares</b>		<b>-</b>	<b>-</b>
<b>LIABILITIES</b>		<b>96</b>	<b>214</b>
<b>Long-term liabilities</b>		<b>2</b>	<b>2</b>
Provisions	14	-	-
Deferred income tax provision	23	2	2



Long-term bank loans and borrowings	15	-	-
Other long-term financial liabilities	16	-	-
Other long-term liabilities as well as prepayments and accruals	18	-	-
<b>Short-term liabilities</b>		<b>94</b>	<b>212</b>
Provisions	14	-	-
Short-term bank loans and borrowings	15	-	10
Short-term portion of long-term bank loans and borrowings	15	-	-
Other short-term financial liabilities	16	-	-
Trade liabilities	17	75	171
Other short-term liabilities as well as prepayments and accruals	18	19	31
Income tax liabilities		-	-
FX forward contracts		-	-
Liabilities related to fixed assets classified as available for sale		-	-
<b>TOTAL LIABILITIES</b>		<b>11,454</b>	<b>12,301</b>

### 3. Separate statement of comprehensive income

Statement of comprehensive income	Note	As at 31/12/2018	As at 31/12/2017
<b>Continued operations:</b>			
Revenue from the sale of products, goods and materials	19	1,254	1,088
Costs of products, goods and materials sold	20	476	416
Movement in products – subsidy received for intangible assets and fixed assets		-	-
<b>Gross profit (loss) on sales</b>		<b>778</b>	<b>672</b>
Selling costs	20	-	-
General management costs	20	567	743
<b>Profit (loss) on sales</b>		<b>211</b>	<b>-71</b>
Other operating revenue	21	4	44
Other operating costs	21	-	3
<b>Profit (loss) on operating activities</b>		<b>215</b>	<b>-30</b>
Financial revenue	22	2,288	1,728
Financial costs	22	256	235
Share in profit/loss of associates		-	-
Profit/loss from the sale of shares in an associate		-	1,793
<b>Gross profit (loss)</b>		<b>2,247</b>	<b>3,256</b>
Income tax	23	67	325
<b>Net profit/loss on continued operations</b>		<b>2,180</b>	<b>2,931</b>
<b>Discontinued operations:</b>			
Profit/loss on discontinued operations for the financial year		-	-
<b>Net profit/loss for the reporting period</b>		<b>2,180</b>	<b>2,931</b>
<b>Net profit/loss attributable to:</b>		<b>2,180</b>	<b>2,931</b>
<b>Other comprehensive income</b>		-	-
Gain (losses) on revaluation of tangible fixed assets		-	-
Gains (losses) on revaluation of investments available for sale recognised in equity		-	-
Gains/losses 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		-	-
<b>Total comprehensive income</b>		<b>2,180</b>	<b>2,931</b>
<b>Comprehensive income attributable to:</b>		<b>2,180</b>	<b>2,931</b>
<b>Profit/loss per share in PLN:</b>			

<b>From continuing operations:</b>			
<i>Basic</i>	24	1.66	2.23
<i>Diluted</i>	24	1.66	2.23
<b>On continued and discontinued operations</b>			
<i>Basic</i>	24	1.66	2.23
<i>Diluted</i>	<b>24</b>	1.66	2.23

#### 4. Separate Statement of Changes in Equity

for the period	Equity attributable to the shareholders of the parent company									Non-controlling shares	Total equity
31 December 2018	Basic capital	Surplus of share sale above their nominal value	Equity shares	Reserve and supplementary capitals	Revaluation reserve capital	Amounts recognised directly in equity connected with assets classified as held for sale	Foreign exchange differences from translation	Profit/loss from previous years and the current year	Total		
<b>Balance at the beginning of the period prior to conversion</b>	657	8,498	-102	-	-	-	-	3,034	12,087	-	12,087
Changes in the accounting policy	-	-	-	-	-	-	-	-	-	-	-
Adjustments of fundamental errors	-	-	-	-	-	-	-	-	-	-	-
<b>Opening balance at the beginning of the period after adjustments (after conversion)</b>	657	8,498	-102	-	-	-	-	3,034	12,087	-	12,087
<b>Total comprehensive income</b>	-	-	-	-	-	-	-	2,180	2,180	-	2,180
Profit/loss on revaluation of tangible fixed assets	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on valuation of investments available for sale recognised in equity	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on cash flow hedges (effective portion)	-	-	-	-	-	-	-	-	-	-	-

Exchange rate differences from valuation of entities that operate abroad	-	-	-	-	-	-	-	-	-	-	-
Income tax connected with items presented in or reclassified from capital	-	-	-	-	-	-	-	-	-	-	-
Total revenue and costs for the financial year recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-
Profit/loss for the financial year	-	-	-	-	-	-	-	2,180	2,180	-	2,180
<b>Other changes in equity</b>	-	<b>-69</b>	<b>89</b>	-	-	-	-	<b>-2,929</b>	<b>-2,909</b>	-	<b>-2,909</b>
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-
Distribution of the financial result	-	12	-	-	-	-	-	-2,929	-2,917	-	-2,917
Acquisition of equity shares	-	-	-	-	-	-	-	-	-	-	-
Sale of equity shares	-	-81	89	-	-	-	-	-	8	-	8
Reclassification of the reserve capital to the basic capital	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at the end of the period</b>	<b>657</b>	<b>8,429</b>	<b>-13</b>	-	-	-	-	<b>2,285</b>	<b>11,358</b>	-	<b>11,358</b>

for the period	Equity attributable to the shareholders of the parent company									Non-controlling shares	Total equity
31 December 2017	Basic capital	Surplus of share sale above their nominal value	Equity shares	Reserve and supplementary capitals	Revaluation reserve capital	Amounts recognised directly in equity connected with assets classified as held for sale	Foreign exchange differences from translation	Profit/loss from previous years and the current year	Total		
Balance at the beginning of the period prior to conversion	740	9,612	-102	-	-	-	-	2,002	12,252	-	12,252
Changes in the accounting policy	-	-	-	-	-	-	-	-	-	-	-
Adjustments of fundamental errors	-	-	-	-	-	-	-	-	-	-	-
Balance at the beginning of the period after adjustments (after conversion)	740	9,612	-102	-	-	-	-	2,002	12,252	-	12,252
Total comprehensive income	-	-	-	-	-	-	-	2,931	2,931	-	2,931
Profit/loss on revaluation of tangible fixed assets	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on valuation of investments available for sale recognised in 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 revenue and costs for the financial year recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss for the financial year	-	-	-	-	-	-	-	2,931	2,931	-	-	2,931
<b>Other changes in equity</b>	<b>-83</b>	<b>-1,114</b>	-	-	-	-	-	<b>-1,899</b>	<b>-3,096</b>	-	-	<b>-3,096</b>
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	-
Distribution of the financial result	-	-	-	-	-	-	-	-1,899	-1,899	-	-	-1,899
Acquisition of equity shares	-	-	-1,197	-	-	-	-	-	-1,197	-	-	-1,197
Sale of equity shares	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification of the reserve capital to the basic capital	-	-	-	-	-	-	-	-	-	-	-	-
Redemption of shares	-83	-1,114	1,197	-	-	-	-	-	-	-	-	-
<b>Balance at the end of the period</b>	<b>657</b>	<b>8,498</b>	<b>-102</b>	-	-	-	-	<b>3,034</b>	<b>12,087</b>	-	-	<b>12,087</b>

## 5. Separate cash flow statement.

Cash flow statement	Note	31/12/2018	31/12/2017
<b>Cash flow from operating activities</b>			
<b>Gross profit/loss</b>		<b>2,247</b>	<b>3,256</b>
<b>Adjustments for items:</b>		<b>-2,085</b>	<b>-3,254</b>
Share in net profit/loss of associates and joint ventures accounted for using the equity method		-	-
Non-controlling shares		-	-
Depreciation		-	-
Goodwill impairment		-	-
Foreign exchange profits/losses		-3	13
Interest costs and revenue		-4	-11
Dividend revenue		-2,257	-1,713
Profit/loss on investing operations		-18	-1,796
Movement in provisions		-	-
Change in stocks		-	-
Movement in receivables and prepayments		37	178
Movement in liabilities and accruals		-107	-102
Income tax paid/returned		19	-34
Other adjustments		248	211
<b>Net cash flows from operating activities</b>		<b>162</b>	<b>2</b>
<b>Cash flow from investing activities</b>			
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	2,108
Inflows from interest		9	12
Inflows from dividends		2,257	1,715
Repayment of borrowings granted		30	-
Expenditure on the acquisition of tangible fixed assets and intangible assets		-	-
Net expenditure on the acquisition of subsidiaries and associates		-	-
Expenditure on the acquisition of short-term financial assets		-	1,200
Borrowings granted		275	218
Other		-	-
<b>Net cash flows from investing operations</b>		<b>2,622</b>	<b>2,417</b>
<b>Cash flows from financing operations</b>			
Inflows from loans and borrowings		-	760
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	750
Payment of liabilities for financial leasing contracts		-	-
Dividends paid out to the Company's shareholders		2,917	2,167
Dividends paid out to the shareholders holding non-controlling shares		-	-
Acquisition of equity shares		-	1,197
Interest paid		8	4
Other		-	-
<b>Net cash flows from financing operations</b>		<b>-2,928</b>	<b>-3,358</b>
<b>Increase/decrease in cash and cash equivalents</b>		<b>-144</b>	<b>-939</b>
<b>Opening balance of cash and cash equivalents as well as overdrafts</b>		<b>1,083</b>	<b>2,026</b>
<i>Foreign exchange profits/losses related to valuation of cash and cash equivalents as well as overdrafts</i>		3	-4
<b>Closing balance of cash and cash equivalents as well as overdrafts</b>		<b>942</b>	<b>1,083</b>

Explanations to the cash flow statement	31/12/2018	31/12/2017
<b>Foreign exchange profits (losses) disclosed in the cash flow statement result from the following items:</b>		
- foreign exchange differences from valuation of cash	-3	13
- unrealised FX differences on loans and borrowings	-3	3
- realised FX differences on loans and borrowings	-	10
- realised FX differences on loans and borrowings	-	-
<b>Interest and share in profits (dividends), including:</b>	<b>-2,261</b>	<b>-1,724</b>
- interest received on borrowings granted	-	-
- interest received on cash at bank and deposits	-6	-11
- interest received on lease instalments	-	-
- interest paid on loans	-	-
- interest paid on borrowings	-	-
- interest paid on debt securities	-	-
- interest paid on lease liabilities	-	-
- commissions paid on debt securities	-	-
- dividends received	-2,256	-1,713
- interest accrued on borrowings granted	-7	-3
- interest accrued on loans and borrowings raised	-	3
- interest accrued on debt securities	-	-
- other interest	8	-
<b>Profit (loss) on investment operations results from:</b>	<b>-18</b>	<b>-1,796</b>
- revenue from sales of tangible fixed assets and investment real properties	-	-

- revenue from sales of intangible assets	-	-
- cost of sales of tangible fixed assets and investment real properties,	-	-
- cost of sales of intangible assets	-	-
- costs of liquidation of tangible fixed assets	-	-
- revenue from sales of shares	-	-1,801
- cost of sales of shares	-	8
- other	-18	-3
<b>Movements in receivables result from the following items:</b>	<b>37</b>	<b>178</b>
- change in short-term receivables resulting from the balance sheet	37	178
- change in long-term receivables resulting from the balance sheet	-	-
- adjustment for movement in dividend receivables	-	-
- adjustment for change in receivables from disposal of tangible fixed assets and investment real properties	-	-
- adjustment for change in receivables from disposal of intangible assets	-	-
- adjustment for change in short-term receivables from disposal of financial investments	-	-
- adjustment for change in receivables from bank guarantee deposits	-	-
- other adjustments	-	-
<b>Movements in liabilities, except for loans and borrowings, result from the following items:</b>	<b>-107</b>	<b>-102</b>
- change in short-term trade and other liabilities	-107	-102
- movement in other long-term liabilities	-	-
- adjustment for change in liabilities against unpaid dividend	-	-
- adjustment for change in liabilities against purchase of tangible fixed assets	-	-
- adjustment for change in liabilities against purchase of financial assets	-	-
- adjustment for movement in lease liability	-	-
- adjustment for change in liability against guarantees granted to subsidiaries	-	-
- other adjustments	-	-
<b>Income tax paid</b>	<b>19</b>	<b>-34</b>
- income tax recognised in the profit and loss account	-	-
- adjustment for change in deferred tax assets	-	-
- adjustment for change in income tax receivables	-	-
- adjustment for change in deferred tax provision	-	-
- adjustment for change in current tax liabilities	-	-
- adjustment for deferred tax on changes in equity	-	-
- income tax reimbursed	26	-34

- income tax paid	-7	-
<b>“Other adjustments” include:</b>	<b>248</b>	<b>211</b>
- revaluation of tangible fixed assets (positive valuation)	-	-
- revaluation of tangible fixed assets (write-down)	-	-
- revaluation of shares (positive valuation)	-	-
- revaluation of shares (write-down)	-	-
- revaluation of borrowings granted (write-down)	<b>248</b>	<b>211</b>
- revaluation of financial instruments	-	-
- revaluation of sureties	-	-
- conversion of cash deposits to financial assets	-	-
- other	-	-
<b>Acquisition of tangible fixed assets and intangible assets – investing operations</b>	-	-
- change in tangible fixed assets resulting from the balance sheet	-	-
- change in investment properties resulting from the balance sheet	-	-
- change in intangible assets resulting from the balance sheet	-	-
- movement in the above assets in assets for sale	-	-
- depreciation for the reporting period resulting from the profit and loss account	-	-
- cost of sale of fixed assets sold, investment real properties and intangible assets	-	-
- cost of liquidated tangible assets	-	-
- impairment write-downs/reversed impairment write-down on the above assets	-	-
- valuation of the above fixed assets	-	-
- other	-	-
- adjustment for advances on the purchase of tangible assets and intangible assets	-	-
- adjustment for investment liabilities (purchase)	-	-
- other adjustments	-	-
- transfer of assets in an organised part of the business to the new entity	-	-

**6. Selected financial data including basic items of the annual separate financial statement (also translated into EUR).**

SELECTED FINANCIAL DATA including basic items of the annual financial statement	PLN '000		EUR '000	
	period from	period from	period from	period from
	01/01/2018 to 31/12/2018	01/01/2017 to 31/12/2017	01/01/2018 to 31/12/2018	01/01/2017 to 31/12/2017
Net revenue from the sale of products, goods and materials	1,254	1,088	294	256
Profit (loss) on operating activities	215	-30	50	-7
Gross profit (loss)	2,247	3,256	527	767
Net profit (loss)	2,180	2,931	511	691
Net cash flows from operating activities	162	2	38	0
Net cash flows from investing activities	2,622	2,417	614	569
Net cash flows from financing operations	-2,928	-3,358	-686	-791
Total net cash flows	-144	-939	-34	-221
Total assets	11,454	12,301	2,664	2,949
Liabilities and provisions for liabilities, including:	96	214	22	51
Long-term liabilities	2	2	0	0
Short-term liabilities	94	212	22	51
Equity capital	11,358	12,087	2,641	2,898
Share capital	657	657	153	158
Number of shares (pcs.)	1,314,870	1,314,870	1,314,870	1,314,870
Diluted number of shares (pcs.)	1,314,870	1,314,870	1,314,870	1,314,870
Profit (loss) per ordinary share (in PLN/EUR)	1.66	2.23	0.39	0.53
Diluted profit (loss) per ordinary share (in PLN/EUR)	1.66	2.23	0.39	0.53
Book value per share (in PLN/EUR)	8.64	9.19	2.01	2.20
Diluted book value per share (in PLN/EUR)	8.64	9.19	2.01	2.20
Declared or paid dividend per share (in PLN / EUR)	-	-	-	-

The selected financial data included in this report were translated to EUR according to the following rules:

Assets and liabilities in the statement of the company's financial condition – at the average exchange rate announced by the National Bank of Poland on the last balance sheet date.

Items in the statement of comprehensive income and cash flow statement – at the average rate, calculated as the arithmetic average of exchange rates announced by the National Bank of Poland on the last day of the month in the given year:

**Average PLN to EUR exchange rates in the period covered by the statement**

<b>Average PLN to EUR exchange rates in the period covered by the statement</b>		
<b>period</b>	<b>average exchange rate in the period</b>	<b>exchange rate on the last day of the period</b>
2018	4.2669	4.3000
2017	4.2447	4.1709

## 7. Additional information – selected notes

## Note no. 1 – Tangible fixed assets

TANGIBLE FIXED ASSETS	FOR THE PERIOD ENDING 31 DECEMBER 2018					
	Land and perpetual usufruct title to land	Buildings and structures	Machinery and equipment	Means of transport	Other	Total
<b>Gross value at the beginning of the period</b>	-	-	-	-	-	-
Increases	-	-	-	-	-	-
<i>acquisition</i>	-	-	-	-	-	-
<i>acquisition as a result of the combination of business entities</i>	-	-	-	-	-	-
<i>due to revaluation</i>	-	-	-	-	-	-
<i>other</i>	-	-	-	-	-	-
Decreases	-	-	-	-	-	-
<i>disposal</i>	-	-	-	-	-	-
<i>due to revaluation</i>	-	-	-	-	-	-
<i>due to reclassification to fixed assets held for sale</i>	-	-	-	-	-	-
<i>transfer of the business</i>	-	-	-	-	-	-
<i>other</i>	-	-	-	-	-	-
Allocated to discontinued operations	-	-	-	-	-	-
Internal movements (+/-)	-	-	-	-	-	-
<b>Gross value at the end of the period</b>	-	-	-	-	-	-
<b>Depreciation at the beginning of the period</b>	-	-	-	-	-	-
depreciation for the period	-	-	-	-	-	-
other increases	-	-	-	-	-	-
transfer of the business	-	-	-	-	-	-
decreases	-	-	-	-	-	-
<b>Depreciation at the end of the period</b>	-	-	-	-	-	-

Impairment write-down at the beginning of the period	-	-	-	-	-	-
Recognition of impairment write-down in the period	-	-	-	-	-	-
Reversal of impairment write-down in the period	-	-	-	-	-	-
Value taking into account the depreciation and impairment write-down at the end of the period	-	-	-	-	-	-
Adjustment for net foreign exchange differences on translation	-	-	-	-	-	-
<b>Net value at the end of the period</b>	-	-	-	-	-	-

TANGIBLE FIXED ASSETS	FOR THE PERIOD ENDING 31 DECEMBER 2017					
	Land and perpetual usufruct title to land	Buildings and structures	Machinery and equipment	Means of transport	Other	Total
<b>Gross value at the beginning of the period</b>	-	-	-	-	-	-
Increases	-	-	-	-	-	-
<i>acquisition</i>	-	-	-	-	-	-
<i>acquisition as a result of the combination of business entities</i>	-	-	-	-	-	-
<i>due to revaluation</i>	-	-	-	-	-	-
<i>other</i>	-	-	-	-	-	-
Decreases	-	-	-	-	-	-
<i>disposal</i>	-	-	-	-	-	-
<i>due to revaluation</i>	-	-	-	-	-	-
<i>due to reclassification to fixed assets held for sale</i>	-	-	-	-	-	-
<i>other</i>	-	-	-	-	-	-
Allocated to discontinued operations	-	-	-	-	-	-
Internal movements (+/-)	-	-	-	-	-	-

<b>Gross value at the end of the period</b>	-	-	-	-	-	-
<b>Depreciation at the beginning of the period</b>	-	-	-	-	-	-
depreciation for the period	-	-	-	-	-	-
other increases	-	-	-	-	-	-
decreases	-	-	-	-	-	-
<b>Depreciation at the end of the period</b>	-	-	-	-	-	-
Impairment write-down at the beginning of the period	-	-	-	-	-	-
Recognition of impairment write-down in the period	-	-	-	-	-	-
Reversal of impairment write-down in the period	-	-	-	-	-	-
Value taking into account the depreciation and impairment write-down at the end of the period	-	-	-	-	-	-
Adjustment for net foreign exchange differences on translation	-	-	-	-	-	-
<b>Net value at the end of the period</b>	-	-	-	-	-	-

As at 31 December 2017 and 31 December 2018, the Company does not own cars classified as tangible fixed assets under lease.

As at 31 December 2017 and 31 December 2018, the Company did not incur any expenditure on tangible fixed assets under construction.

## Note no. 2 – Intangible assets

INTANGIBLE ASSETS	FOR THE PERIOD ENDING 31 DECEMBER 2018				
	Own development work	Intangible assets purchased			Total
		Patents and trademarks	Licences	Other	
<b>Gross value at the beginning of the period</b>	-	-	-	-	-
Increases	-	-	-	-	-
<i>acquisition</i>	-	-	-	-	-
<i>own development work</i>	-	-	-	-	-
<i>acquisition as a result of the combination of</i>	-	-	-	-	-



<i>business entities</i>					
<i>due to revaluation</i>	-	-	-	-	-
<i>other</i>	-	-	-	-	-
Decreases	-	-	-	-	-
<i>decommissioning</i>	-	-	-	-	-
<i>liquidation</i>	-	-	-	-	-
<i>disposal</i>	-	-	-	-	-
<i>due to revaluation</i>	-	-	-	-	-
<i>due to reclassification to fixed assets held for sale</i>	-	-	-	-	-
<i>transfer of the business</i>	-	-	-	-	-
<i>other</i>	-	-	-	-	-
<b>Gross value at the end of the period</b>	-	-	-	-	-
<b>Depreciation at the beginning of the period</b>	-	-	-	-	-
depreciation for the period	-	-	-	-	-
other increases	-	-	-	-	-
Transfer of the business	-	-	-	-	-
decreases	-	-	-	-	-
<b>Depreciation at the end of the period</b>	-	-	-	-	-
Impairment write-down at the beginning of the period	-	-	-	-	-
Recognition of impairment write-down in the period	-	-	-	-	-
Reversal of impairment write-down in the period	-	-	-	-	-
Value taking into account the depreciation and impairment write-down at the end of the period	-	-	-	-	-
Adjustment for net foreign exchange differences on translation	-	-	-	-	-
<b>Net value at the end of the period</b>	-	-	-	-	-

INTANGIBLE ASSETS	FOR THE PERIOD ENDING 31 DECEMBER 2017				
	Own development work	Intangible assets purchased			Total
		Patents and trademarks	Licences	Other	
<b>Gross value at the beginning of the period</b>	-	-	-	-	-
Increases	-	-	-	-	-
<i>Acquisition</i>	-	-	-	-	-
<i>own development work</i>	-	-	-	-	-
<i>acquisition as a result of the combination of business entities</i>	-	-	-	-	-
<i>due to revaluation</i>	-	-	-	-	-
<i>other</i>	-	-	-	-	-
Decreases	-	-	-	-	-
<i>decommissioning</i>	-	-	-	-	-
<i>liquidation</i>	-	-	-	-	-
<i>disposal</i>	-	-	-	-	-
<i>due to revaluation</i>	-	-	-	-	-
<i>due to reclassification to fixed assets held for sale</i>	-	-	-	-	-
<i>other</i>	-	-	-	-	-
<b>Gross value at the end of the period</b>	-	-	-	-	-
<b>Depreciation at the beginning of the period</b>	-	-	-	-	-
depreciation for the period	-	-	-	-	-
other increases acquisition under the merger of business entities	-	-	-	-	-
decreases	-	-	-	-	-
<b>Depreciation at the end of the period</b>	-	-	-	-	-
Impairment write-down at the beginning of the period	-	-	-	-	-
Recognition of	-	-	-	-	-

impairment write-down in the period					
Reversal of impairment write-down in the period	-	-	-	-	-
Value taking into account the depreciation and impairment write-down at the end of the period	-	-	-	-	-
Adjustment for net foreign exchange differences on translation	-	-	-	-	-
<b>Net value at the end of the period</b>	-	-	-	-	-

The Company does not hold any intangible assets with indefinite useful lives.

### Note no. 3 – Investments in associates measured with the equity method

Entity name:	31/12/2018	31/12/2017
<b>Share in the associate's balance sheet</b>	-	-
Fixed (long-term) assets	-	-
Current (short-term) assets	-	-
Long-term liabilities	-	-
Short-term liabilities	-	-
Net assets	-	-
Share in the associate's revenue and financial result:	-	-
Revenue	-	-
Profit/loss	-	-
Balance sheet value of investments in the associate	-	-

The Issuer does not have shares in associates that are measured using the equity method.

### Note no. 4 – Financial assets held for sale

FINANCIAL ASSETS AVAILABLE FOR SALE	31/12/2018	31/12/2017
<b>Shares of companies listed on the Stock Exchange at the beginning of the period</b>	-	-
At the beginning of the period in subsidiaries, including:	-	-
At the acquisition price	-	-
a) increases	-	-
Reclassification from a group of entities	-	-
Purchase	-	-

Valuation	-	-
b) decreases	-	-
Reclassification to a group of entities	-	-
Sale	-	-
Valuation	-	-
<b>At the end of the period in subsidiaries</b>	-	-
<b>At the beginning of the period in associates, including:</b>	-	-
At the acquisition price	-	-
a) increases	-	-
Reclassification from a group of entities	-	-
Purchase	-	-
Valuation, including:	-	-
Reversal of fair value valuation of shares sold	-	-
Balance sheet valuation to the fair value	-	-
b) decreases	-	-
Reclassification to a group of entities	-	-
Sale	-	-
Valuation, including:	-	-
a) reversal of fair value valuation of shares sold	-	-
b) balance sheet valuation to the fair value	-	-
<b>At the end of the period in associates</b>	-	-
<b>At the beginning of the period in other entities, including:</b>	-	-
At the acquisition price	-	-
a) increases	-	-
Reclassification from a group of entities	-	-
Purchase	-	-
Valuation, including:	-	-
Reversal of fair value valuation of shares sold	-	-
Balance sheet valuation to the fair value	-	-
b) decreases	-	-
Reclassification to a group of entities	-	-
Sale	-	-
Valuation	-	-
<b>At the end of the period in other entities</b>	-	-
<b>Shares of companies listed on the Stock Exchange at the end of the period</b>	-	-
In subsidiaries, including:	-	-
At the acquisition price	-	-

In associates, including:	-	-
At the acquisition price	-	-
In other entities, including:	-	-
At the acquisition price	-	-
<b>Shares of companies not listed on the Stock Exchange at the beginning of the period</b>	<b>9,701</b>	<b>9,991</b>
<b>At the beginning of the period in subsidiaries, including:</b>	<b>9,701</b>	<b>9,991</b>
At the acquisition price	9,701	9,991
a) increases	-	-
Reclassification from a group of entities	-	-
Purchase	-	-
Transfer of business	-	-
Reclassification from the borrowing granted previously	-	-
Reversal of valuation	-	-
b) decreases	-	290
Reclassification to a group of entities	-	-
Sale	-	290
Transfer of business	-	-
Valuation	-	-
<b>At the end of the period in subsidiaries</b>	<b>9,701</b>	<b>9,701</b>
<b>At the beginning of the period in associates, including:</b>	<b>-</b>	<b>-</b>
At the acquisition price	-	-
a) increases	-	-
Reclassification from a group of entities	-	-
Purchase	-	-
Valuation, including:	-	-
Reversal of fair value valuation of shares sold	-	-
Balance sheet valuation to the fair value	-	-
b) decreases	-	-
Reclassification to a group of entities	-	-
Sale	-	-
Valuation, including:	-	-
a) reversal of fair value valuation of shares sold	-	-
b) balance sheet valuation to the fair value	-	-
<b>At the end of the period in associates</b>	<b>-</b>	<b>-</b>
<b>At the beginning of the period in other entities, including:</b>	<b>-</b>	<b>-</b>
At the acquisition price	-	-
a) increases	-	-

Reclassification from a group of entities	-	-
purchase	-	-
Valuation, including:	-	-
Reversal of fair value valuation of shares sold	-	-
Balance sheet valuation to the fair value	-	-
b) decreases	-	-
Reclassification to a group of entities	-	-
Sale	-	-
Valuation	-	-
<b>At the end of the period in other entities</b>	-	-
<b>Shares of companies not listed on the Stock Exchange at the end of the period</b>	<b>9,701</b>	<b>9,701</b>
In subsidiaries, including:	9,701	9,701
At the acquisition price	9,701	9,701
In associates, including:	-	-
At the acquisition price	-	-
In other entities, including:	-	-
At the acquisition price	-	-
<b>Total shares</b>	<b>9,701</b>	<b>9,701</b>
Shares of companies listed on the Stock Exchange	-	-
<b>Shares of companies not listed on the Stock Exchange</b>	<b>9,701</b>	<b>9,701</b>

**IMPAIRMENT WRITE-DOWNS ON FINANCIAL ASSETS HELD FOR SALE FOR THE PERIOD ENDING 31 DECEMBER 2018**

Entity name	Balance at the beginning of the period	Increases	Decreases	Balance at the end of the period
-	-	-	-	-
-	-	-	-	-
<b>Total write-downs</b>	-	-	-	-

**IMPAIRMENT LOSSES ON FINANCIAL ASSETS HELD FOR SALE FOR THE PERIOD ENDING 31 DECEMBER 2017**

	Balance at the beginning of the period	Increases	Decreases	Balance at the end of the period
-	-	-	-	-
-	-	-	-	-
<b>Total write-downs</b>	-	-	-	-

**Note no. 5 – Borrowings granted in 2018**

BORROWINGS GRANTED								
Long-term	Amount of the borrowing	Interest rate	Repayment date	Balance as at		Interest accrued from the beginning of the financial year to		Security
				31/12/2018	31/12/2017	31/12/2018	31/12/2017	
<i>Borrowings granted to related parties</i>								
Quantum Brasil	EUR 482	1-2%	31/12/2019	-	-	8	1	No security
-	-	-		-	-	-	-	-
-	-	-		-	-	-	-	-
<i>Borrowings granted to other entities</i>								
-	-	-		-	-	-	-	-
Total				-	-	8	1	-

BORROWINGS GRANTED								
Short-term	Amount of the borrowing	Interest rate	Repayment date	Balance as at		Interest accrued from the beginning of the financial year to		Security
				31/12/2018	31/12/2017	31/12/2018	31/12/2017	
<i>Borrowings granted to related parties</i>								
-	-	-		-	-	-	-	-

	-	-	-	-	-	-	-	-
<b>Borrowings granted to other entities</b>								
Other entities	30	2% + WIBOR 6M	-	-	-	1	1	No security
			Total	-	-	1	1	-

Currently, the Issuer holds receivables on account of the following borrowings:

- 1) borrowing granted to Qcadoo Limited sp. z o.o. in 2015. The principal amount is PLN 30,000.00, the interest rate is 2% + WIBOR 6M, and the interest due as of 31/12/2017 amounts to PLN 3.300,04. In 2018, the whole borrowing together with interest was repaid.
- 2) The borrowing granted to Quantum Brazil - the principal amount is PLN 481,600.00, the interest accrued as at 31/12/2018 amounts to PLN 9,141.50, the interest rate is 1-2% a year. The repayment deadline - 2019. The write-down is made on the whole principle amount together with interest accrued.



**Note no. 6 – Other receivables as well as prepayments and accruals**

<b>OTHER RECEIVABLES AS WELL AS PREPAYMENTS AND ACCRUALS</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
<b>Receivables from subsidiaries:</b>	-	-
- long-term portion	-	-
- short-term portion	-	-
<b>Receivables from related entities:</b>	-	-
- long-term portion	-	-
- short-term portion	-	-
<b>Advances:</b>	<b>7</b>	-
- long-term portion	-	-
- short-term portion	7	-
<b>Other receivables:</b>	<b>11</b>	<b>16</b>
- long-term portion	-	-
- short-term portion	11	16
<b>Prepayments:</b>	<b>12</b>	<b>16</b>
- long-term portion	-	-
- short-term portion	12	16
<b>Impairment write-downs at the beginning of the period</b>	-	-
<b>Recognition of impairment write-downs in the period</b>	-	-
<b>Reversal of impairment write-down in the period</b>	-	-
<b>Impairment write-downs at the end of the period</b>	-	-
<b>TOTAL</b>	<b>30</b>	<b>32</b>

**Other receivables comprise:**

- security deposits paid	-	-
- payroll settlements	-	-
- other employee settlements	-	-
- input VAT to be settled in future periods	2	4
- output VAT on corrective invoices to be settled in future periods	3	6
- VAT	-	-
- ZUS (Social Insurance Institution) – overpayment	-	1
- settlements with a brokerage house related to the purchase of equity shares	5	5
- other settlements with suppliers	-	-
- other receivables	1	-
<b>TOTAL:</b>	<b>11</b>	<b>16</b>

**Prepayments and accruals include:**

- settlement of long-term contracts	-	-
- inter-period cost settlement	-	-
- other prepayments	-	-
- property insurance	12	16
- write-down for the Company Social Benefit Fund (ZFSS)	-	-
- prepaid subscriptions, etc.	-	-
- settlement of VAT related to lease contracts to be settled in subsequent periods – within 12 months	-	-
- settlement of VAT related to lease contracts to be settled in subsequent periods – above 12 months	-	-
<b>TOTAL:</b>	<b>12</b>	<b>16</b>

**Note no. 7 – Stocks**

STOCKS	Balance at 31 December 2018				
	Materials	Work in progress	Finished goods	Goods	Total
<b>Valuation according to the acquisition price/manufacture cost</b>	-	-	-	-	-
Valuation according to the net obtainable value	-	-	-	-	-
Write-downs on stocks at the beginning of the period	-	-	-	-	-
Reversal of write-downs on stocks recognised in the period as a cost	-	-	-	-	-
Reversal of write-downs on stocks recognised in the period as a decrease in these write-downs	-	-	-	-	-
<b>Write-downs on stocks at the end of the period</b>	-	-	-	-	-
Stocks recognised as cost in the period	-	-	-	-	-
<b>Balance sheet value of stocks</b>	-	-	-	-	-
Value of stocks securing liabilities	-	-	-	-	-
Including long-term	-	-	-	-	-

STOCKS	Balance at 31 December 2017				
	Materials	Work in progress	Finished goods	Goods	Total
<b>Valuation according to the acquisition price/manufacture cost</b>	-	-	-	-	-
Valuation according to the net obtainable value	-	-	-	-	-
Write-downs on stocks at the beginning of the period	-	-	-	-	-
Reversal of write-downs on stocks recognised in the period as cost	-	-	-	-	-
Reversal of write-downs on stocks recognised in the period as decrease in these write-downs	-	-	-	-	-
<b>Write-downs on stocks at the end of the period</b>	-	-	-	-	-
Stocks recognised as cost in the period	-	-	-	-	-
<b>Balance sheet value of stocks</b>	-	-	-	-	-
Value of stocks securing liabilities	-	-	-	-	-
Including long-term	-	-	-	-	-

As at 31 December 2018 and 31 December 2017, the company did not hold any goods for resale.

#### Note no. 8 – Trade receivables

TRADE RECEIVABLES	31/12/2018	31/12/2017
Trade receivables from related entities	74	70
Trade receivables from other entities	83	123
<b>Total receivables</b>	<b>157</b>	<b>193</b>
<b>Write-downs on trade receivables</b>	-	-
<b>Net trade receivables</b>	<b>157</b>	<b>193</b>

AGE STRUCTURE OF TRADE RECEIVABLES	Gross value	Write-down	Gross value	Write-down
	31/12/2018		31/12/2017	
Paid on time	145	-	166	-
Overdue up to 3 months	12	-	26	-
Overdue between 3 and 6 months	-	-	1	-
Overdue between 6 and 12 months	-	-	-	-
Overdue over 1 year	-	-	-	-
<b>Total</b>	<b>157</b>	<b>-</b>	<b>193</b>	<b>-</b>

MOVEMENTS IN WRITE-DOWNS	31/12/2018	31/12/2017
Balance at the beginning of the period	-	43
Increases	-	-
Decreases	-	43
<b>Balance at the end of the period</b>	<b>-</b>	<b>-</b>

As at 31 December 2017 and 2018, there were no write-downs.

#### Note no. 9 – Cash and cash equivalents

CASH AND CASH EQUIVALENTS	31/12/2018	31/12/2017
Cash in bank and cash in hand	83	269
Short-term deposits	859	814
Other	-	-
<b>Total, including:</b>	<b>942</b>	<b>1,083</b>
- cash in bank and cash in hand allocated to discontinued operations	-	-
- cash in bank and cash in hand not available for use by the Group	-	-

As at 31 December 2018, cash decreased by PLN 140,343.79.

Both in 2018 and in 2017, the Company invested cash in short-term (overnight) deposits. Moreover, the Issuer has units in the open fund of the money market disclosed in the statement of financial condition in other financial assets.



**Note no. 10 – Basic capital**

BASIC CAPITAL		Balance at 31 December 2018					
Series/issue	Type of shares	Type of preference	Type of limitation of the rights to shares	Number of shares	Value of series/issue at nominal value	Registration date	Right to dividend (as from)
Series A	Registered shares	Available	None	750,000	375,000.00	07/03/1997	1997
Series B	Ordinary bearer shares	None	None	84,113	42,056.50	02/08/2007	2007
Series C	Ordinary bearer shares	None	None	470,000	235,000.00	11/09/2007	2007
Series D	Ordinary bearer shares	None	None	10,757	5,378.50	11/05/2011	2011
<b>Total number of shares</b>				<b>1,314,870</b>			
<b>Total share capital</b>					<b>657,435</b>		
<b>Nominal value per share</b>					<b>0.50</b>		

Shareholders	Number of shares	% of capital
Minvesta sp. z o.o.	952,912	72.47%
Tomasz Hatala	40,414	3.07%
Bogusław Ożóg	32,321	2.46%
Robert Dykacz	16,179	1.23%
Marek Jędra	10,327	0.79%
Tomasz Polończyk	9,873	0.75%
Tomasz Mnich	5,342	0.41%
Tomasz Mołata	1,312	0.10%
Equity shares Q	954	0.07%
Other	245,236	18.65%
<b>Total</b>	<b>1,314,870</b>	<b>100%</b>

**Note no. 11 – Number of shares in the basic capital**

<b>Number of shares in the basic capital</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Ordinary shares with a nominal value of PLN 0.50	1,314,870	1,314,870
<b>At the end of the period</b>	<b>1,314,870</b>	1,314,870
<b>Changes in the number of shares</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
<b>Ordinary shares issued and paid up in full</b>		
At the beginning of the period	1,314,870	1,480,757
Redeemed	-	-165,887
At the end of the period	1,314,870	1,314,870
<b>Ordinary shares issued and not paid up in full</b>		
At the beginning of the period	-	-
At the end of the period	-	-
<b>Equity shares</b>		
At the beginning of the period	14,930	14,930
Purchase of equity shares for the purposes of an incentive plan	-	-
Repurchase of equity shares from Quantum Qguar	-	165,887
Redemption of equity shares	-	-165,887
Sale of shares to the senior management	-13,976	-
At the end of the period	954	14,930
<b>Shares</b>		
At the beginning of the period	-	-
At the end of the period	-	-
<b>BASIC CAPITAL</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Nominal value per share	0.50	0.50
Basic capital value	657	657

**Note no. 12 – Equity shares**

<b>EQUITY SHARES</b>			
<b>Balance at 31/12/2018</b>	<b>Number of shares</b>	<b>Value at acquisition prices</b>	<b>Purpose of acquisition</b>
	954	13	Art. 362(1)(8) of the Commercial Companies Code
<b>TOTAL</b>	<b>954</b>	<b>13</b>	<b>0</b>

Between 2009 and 2014, 14,930 equity shares were repurchased for the purpose of the implementation of the company's incentive plan (hereinafter referred to as: "POM") for its senior management. The authorisation for the Management Board to purchase equity shares was granted by way of resolution no. 17 of 18 May 2009, pursuant to article 362(1)(8) of the Commercial Companies Code, and expired on 18 May 2014.

As a result of failure to achieve business goals (referred to in POM), 14,930 equity shares were not allocated for the implementation of POM. Therefore, on 15 March 2013 the Supervisory Board adopted a resolution on suspension of POM. The plan introduced by the Company in 2008 was partially implemented and expired on 31 December 2013.

On 26 June 2017, the Ordinary General Meeting of Shareholders of Quantum software SA adopted Resolution no. 17 on the allocation of equity shares acquired by the Company between 2009 and 2014, in which the shareholders agreed to allocate 14,930 equity shares to persons belonging to the managerial personnel of the Company and Quantum software S.A. Capital Group companies, authorising the Company's Supervisory Board to determine detailed parameters of shares acquisition.

The Company's Supervisory Board determined detailed parameters of shares acquisition by way of Resolution no. 2 of 6 September 2017 on the basis of the above mentioned authorisation granted by the Ordinary General Meeting of Shareholders.

On 2 July 2018, the Company's Management Board submitted to individual members of the managerial personnel the offer to acquire the Company's equity shares. These offers were accepted by all persons to whom they were addressed. As of this day, the Company has 954 equity shares at its brokerage account. Currently, the process of their formal transfer to the relevant member of the managerial personnel is in progress.



**Note no. 13 – Reserve, supplementary and revaluation reserve capitals**

	FOR THE PERIOD ENDING 31 DECEMBER 2018										
	Surplus of share sale above their nominal value	Condition al capital	Suppleme ntary capital	Reserve capital	Reserve capital due to foreign exchange differences	Reserve capital due to cash flow hedges	Reserve capital from valuation of tangible fixed assets	Reserve capital from valuation of intangible assets	Reserve capital from valuation of financial assets available for sale	Foreign exchange differences from translation	Total
<b>Balance at the beginning of the period</b>	9,498	-	-	-	-	-	-	-	-	-	<b>8,498</b>
Changes in accounting principles (policy)	-	-	-	-	-	-	-	-	-	-	-
Adjustments of fundamental errors	-	-	-	-	-	-	-	-	-	-	-
Balance at the beginning of the period after adjustments (after conversion)	8,498	-	-	-	-	-	-	-	-	-	8,498
Profits/losses on revaluation of tangible fixed assets	-	-	-	-	-	-	-	-	-	-	-
Profits/losses on valuation of investments available for sale recognised in equity	-	-	-	-	-	-	-	-	-	-	-
Profits/losses on cash flow hedges (effective portion)	-	-	-	-	-	-	-	-	-	-	-

Surplus resulting from the issue of basic capital above its nominal value	-	-	-	-	-	-	-	-	-	-	-	-
Acquisition of equity shares	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification to basic and supplementary capital	-	-	-	-	-	-	-	-	-	-	-	-
Exchange rate differences from valuation of entities that operate abroad	-	-	-	-	-	-	-	-	-	-	-	-
Coverage of loss	12	-	-	-	-	-	-	-	-	-	-	12
Dividend on equity shares	-	-	-	-	-	-	-	-	-	-	-	-
Redemption of shares	-	-	-	-	-	-	-	-	-	-	-	-
Sale of equity shares to member of the senior management	-81	-	-	-	-	-	-	-	-	-	-	-81
Income tax connected with items presented in other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at the end of the period</b>	<b>8,429</b>	-	-	-	-	-	-	-	-	-	-	<b>8,429</b>

	FOR THE PERIOD ENDING 31 DECEMBER 2017										
	Surplus of share sale above their nominal value	Conditional capital	Supplementary capital	Reserve capital	Reserve capital due to foreign exchange differences	Reserve capital due to cash flow hedges	Reserve capital from valuation of tangible fixed assets	Reserve capital from valuation of intangible assets	Reserve capital from valuation of financial assets available for sale	Foreign exchange differences from translation	Total
Balance at the beginning of the period	9,612	-	-	-	-	-	-	-	-	-	9,612
Changes in accounting principles (policy)	-	-	-	-	-	-	-	-	-	-	-
Adjustments of fundamental errors	-	-	-	-	-	-	-	-	-	-	-
Balance at the beginning of the period after adjustments (after conversion)	9,612	-	-	-	-	-	-	-	-	-	9,612
Profits/losses on revaluation of tangible fixed assets	-	-	-	-	-	-	-	-	-	-	-
Profits/losses on valuation of investments available for sale recognised in equity	-	-	-	-	-	-	-	-	-	-	-
Profits/losses on cash flow hedges (effective portion)	-	-	-	-	-	-	-	-	-	-	-
Surplus resulting from the issue of basic capital above its	-	-	-	-	-	-	-	-	-	-	-

nominal value												
Acquisition of equity shares	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification to basic and supplementary capital	-	-	-	-	-	-	-	-	-	-	-	-
Exchange rate differences from valuation of entities that operate abroad	-	-	-	-	-	-	-	-	-	-	-	-
Coverage of loss		-	-	-	-	-	-	-	-	-	-	-
Dividend on equity shares		-	-	-	-	-	-	-	-	-	-	-
Redemption of shares	- 1,114	-	-	-	-	-	-	-	-	-	-	- 1,114
Income tax related to items presented in other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at the end of the period</b>	<b>8,498</b>	-	-	-	-	-	-	-	-	-	-	<b>8,498</b>

**Note no. 14 – Provisions**

<b>PROVISIONS</b>					
	<b>FOR THE PERIOD ENDING 31 DECEMBER 2018</b>				
	<b>Provisions for repairs under guarantee</b>	<b>Restructuring provisions</b>	<b>Provisions for employee and similar benefits</b>	<b>Other provisions</b>	<b>Total</b>
<b>Value at the beginning of the period, including:</b>	-	-	-	-	-
<i>Short-term at the beginning of the period</i>	-	-	-	-	-
<i>Long-term at the beginning of the period</i>	-	-	-	-	-
Increases	-	-	-	-	-
Created in the period and increase in the existing ones	-	-	-	-	-
Purchased as part of business combinations	-	-	-	-	-
Decreases	-	-	-	-	-
Used during the year	-	-	-	-	-
Released but not used	-	-	-	-	-
Adjustment for net foreign exchange differences on translation	-	-	-	-	-
Discount rate adjustment	-	-	-	-	-
<b>Value at the end of the period, including:</b>	-	-	-	-	-
<i>Short-term at the end of the period</i>	-	-	-	-	-
<i>Long-term at the end of the period</i>	-	-	-	-	-

PROVISIONS					
	FOR THE PERIOD ENDING 31 DECEMBER 2017				
	Provisions for repairs under guarantee	Restructuring provisions	Provisions for employee and similar benefits	Other provisions	Total
<b>Value at the beginning of the period, including:</b>	-	-	-	-	-
<i>Short-term at the beginning of the period</i>	-	-	-	-	-
<i>Long-term at the beginning of the period</i>	-	-	-	-	-
Increases	-	-	-	-	-
Created in the period and increase in the existing ones	-	-	-	-	-
Purchased as part of business combinations	-	-	-	-	-
Decreases	-	-	-	-	-
Used during the year	-	-	-	-	-
Released but not used	-	-	-	-	-
Transfer of business	-	-	-	-	-
Adjustment for net foreign exchange differences on translation	-	-	-	-	-
Discount rate adjustment	-	-	-	-	-
<b>Value at the end of the period, including:</b>	-	-	-	-	-
<i>Short-term at the end of the period</i>	-	-	-	-	-
<i>Long-term at the end of the period</i>	-	-	-	-	-

As at 31/12/2017 and 31/12/2018, the Company did not create any provisions.

**Note no. 15 – Bank loans and borrowings**

LONG-TERM BANK LOANS AND BORROWINGS			31/12/2018		31/12/2017	
Detailed list	Effective interest rate	Repayment date	Short-term portion	Long-term portion	Short-term portion	Long-term portion
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-

SHORT-TERM BANK LOANS AND BORROWINGS			31/12/2018	31/12/2017
Detailed list	Effective interest rate	Repayment date		
Borrowing from Quantum Qguar sp. z o.o.	3%+WIBOR 3 M	31/01/2018		10
-	-	-		-
-	-	-		-
<b>Total</b>	-	-		10

At the end of 2018, the parent company did not have any loan and borrowing contracts.

**Note no. 16 – Other financial liabilities**

<b>LIABILITIES DUE TO FINANCE LEASE CONTRACTS</b>				
<b>FUTURE MINIMUM LEASE FEES AND NET PRESENT VALUE OF MINIMUM LEASE FEES</b>				
	<b>31 DECEMBER 2018</b>		<b>31 DECEMBER 2017</b>	
	<b>Minimum fees</b>	<b>Present value of minimum fees</b>	<b>Minimum fees</b>	<b>Present value of minimum fees</b>
up to 1 year	-	-	-	-
from 1 to 5 years	-	-	-	-
over 5 years	-	-	-	-
<b>Total</b>	-	-	-	-
short-term portion	-	-	-	-
long-term portion	-	-	-	-

As at 31 December 2018 and 31 December 2017, the parent company did not have any lease contracts.

**Note no. 17 – Trade liabilities**

<b>TRADE LIABILITIES</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Trade liabilities due to related entities	55	159
Trade liabilities from other entities	20	12
<b>Total</b>	<b>75</b>	<b>171</b>

**Note no. – Other liabilities as well as prepayments and accruals**

<b>OTHER LIABILITIES AS WELL AS PREPAYMENTS AND ACCRUALS</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
<b>Liabilities to subsidiaries:</b>	-	-
- long-term portion	-	-
- short-term portion	-	-
<b>Liabilities due to related entities:</b>	-	-
- long-term portion	-	-
- short-term portion	-	-
<b>Advances:</b>	-	-
- long-term portion	-	-



- short-term portion	-	-
<b>Other liabilities:</b>	<b>19</b>	<b>31</b>
- long-term portion	-	-
- short-term portion	19	31
<b>Accruals:</b>	-	-
- long-term portion	-	-
- short-term portion	-	-
<b>Deferred revenue:</b>	-	-
- long-term portion	-	-
- short-term portion	-	-
<b>Total, including:</b>	<b>19</b>	<b>31</b>
- long-term portion	-	-
- short-term portion	19	31

**Other liabilities comprise:**

- payroll tax	7	11
- income tax	-	-
- social security and health insurance	1	2
- VAT	11	18
- other taxes, customs, insurance and other benefits	-	-
- payroll	-	-
- dividends	-	-
- other liabilities	-	-
- settlements of special purpose funds	-	-
	-----	-----
	<b>19</b>	<b>31</b>

**Prepayments and accruals comprise:**

- settlements of subsidy received – within 12 months	-	-
- settlements of subsidy received – over 12 months	-	-
- settlement of long-term contracts	-	-
- other prepayments and accruals	-	-
- turn-of-the-period costs	-	-
	-----	-----
	-	-

**Note no. 19 – Revenue from the sale of products, goods and materials**

REVENUE FROM THE SALE OF PRODUCTS, GOODS AND MATERIALS						
	Continued operations		Discontinued operations		Total	
	31/12/2018	31/12/2017	31/12/2018	31/12/2017	31/12/2018	31/12/2017
Revenue from the sale of products	23	20	-	-	23	20
Revenue from the sale of services	1,231	1,054	-	-	1,231	1,054
Revenue from the sale of materials	-	-	-	-	-	-
Revenue from the sale of goods	-	14	-	-	-	14
<b>TOTAL</b>	<b>1,254</b>	<b>1,088</b>	-	-	<b>1,254</b>	<b>1,088</b>
including: non-cash revenue from exchange of goods or services	-	-	-	-	-	-

The Issuer's operations in 2018 consisted of the holding function towards subsidiaries and the management of contracts for Qguar software with clients of Axell Logistics Sp. z o.o. (formerly Ponetex sp. z o.o.) and Neuca S.A., performed in fact by the Quantum Qguar sp. z o.o. subsidiary.

In 2018, an increase in the Issuer's sales compared to the same period in 2017 was recorded.

**Note no. 20 – Costs by type**

COSTS BY TYPE	31/12/2018	31/12/2017
Depreciation of tangible assets	-	-
Amortisation of intangible assets	-	-
Costs of employee benefits	293	273
Use of raw materials and materials	-	-
Costs of third-party services	714	842
Costs of taxes and charges	1	1
Other costs	35	31
Change in the balance of products and work-in-progress	-	-
Value of goods sold	-	12
<b>TOTAL</b>	<b>1,043</b>	<b>1,159</b>
Selling costs	-	-
General management costs	567	743

Costs of products, goods and materials sold	476	416
<b>TOTAL</b>	<b>1,043</b>	<b>1,159</b>
including: minimum lease payments recognised as operating lease costs	-	-

<b>EMPLOYEE BENEFIT COSTS</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Payroll costs	293	273
Social security costs	-	-
Costs of defined contribution plans	-	-
Costs of defined benefit plans, including:	-	-
Costs of other long-term employee benefits	-	-
Costs of benefits due to termination of employment	-	-
Costs of retirement benefits	-	-
Other benefits	-	-
Other post-employment benefits	-	-
Costs of employee benefits in the form of equity shares	-	-
<b>TOTAL</b>	<b>293</b>	<b>273</b>

<b>R&amp;D COSTS</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Depreciation	-	-
Consumption of raw materials and auxiliary materials	-	-
Costs of third-party services	-	-
Other costs	-	-
<b>TOTAL</b>	<b>-</b>	<b>-</b>

#### Note no. 21 – Other revenue and costs

<b>OTHER REVENUE</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
State subsidies	-	-
Profit on the sale of tangible fixed assets	-	-
Reversal of impairment write-downs on receivables	-	44
Reversal of impairment write-downs on stocks	-	-
Reversal of impairment write-downs on intangible assets	-	-
Reversal of impairment write-downs on tangible fixed assets	-	-
Reversal of impairment write-downs on investment real properties	-	-

Release of other provisions	-	-
Release of provision for the entity's restructuring costs	-	-
Damages received	-	-
Adjustment of contributions to the Labour Fund for previous years	-	-
Refund of insurance policy premiums	-	-
Other operating revenue	4	-
Other	-	-
<b>TOTAL</b>	<b>4</b>	<b>44</b>
including: non-cash revenue from exchange of goods or services	-	-

<b>OTHER COSTS</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Loss on the sale of tangible fixed assets	-	-
Provision for guarantee repairs	-	-
Direct costs (including renovation and maintenance) due to investment real properties rented out	-	-
Accumulated loss on revaluation of investment real properties to fair value	-	-
Impairment write-downs on receivables	-	-
Impairment write-downs on stocks	-	-
Impairment losses on intangible assets	-	-
Impairment write-downs on tangible fixed assets	-	-
Impairment write-downs on investment real properties	-	-
Provision for the entity's restructuring costs	-	-
Other operating costs	-	3
Other	-	-
<b>TOTAL</b>	<b>-</b>	<b>3</b>

#### Note no. 22 - Financial revenue and costs

<b>FINANCIAL REVENUE</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Interest revenue	29	15
Deposits	22	12
Borrowings	7	3
Dividend revenue	2,257	1,713
Investment revenue	-	-
Foreign exchange gains	2	-
Other	-	-

Reversal of impairment losses on financial assets, including:	-	-
assets available for sale	-	-
financial assets and liabilities at fair value through profit or loss	-	-
hedging instruments	-	-
Profit on change in the fair value of financial instruments	-	-
assets available for sale	-	-
financial assets and liabilities at fair value through profit or loss	-	-
hedging instruments	-	-
<b>TOTAL</b>	<b>2,288</b>	<b>1,728</b>

<b>FINANCIAL COSTS</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Interest costs, including:	8	4
Bank loans	-	-
Borrowings	-	3
Bonds	-	-
Other	-	-
State budget interest	8	1
Financial costs arising from finance lease contracts	-	-
Adjustment due to the discount of provisions to ...	-	-
Unrealised loss on a contract on ...	-	-
Remittance of borrowing and interest	-	-
Loss on the sale of financial assets	-	-
Foreign exchange losses	-	20
Impairment write-downs on financial assets, including:	248	211
assets available for sale	-	-
borrowings granted	248	211
hedging instruments	-	-
Losses on changes in the fair value of financial instruments, including:	-	-
assets available for sale	-	-
financial assets and liabilities measured at the fair value through profit or loss	-	-
hedging instruments	-	-
<b>TOTAL</b>	<b>256</b>	<b>235</b>

**Note no. 23 – Income tax**

MAIN COMPONENTS OF TAX BURDEN/RECOGNITION IN THE STATEMENT OF COMPREHENSIVE INCOME	31/12/2018	31/12/2017
<b>Current income tax disclosed in the profit and loss account</b>	-	267
- current income tax charge	-	267
- adjustments concerning current income tax for previous years	-	-
<b>Deferred income tax disclosed in the profit and loss account</b>	67	58
- deferred tax burden/recognition concerning originating and reversing temporary differences	67	58
- deferred tax burden/recognition concerning changes in tax rates	-	-
<b>Tax burden/recognition recognised in the profit and loss account, including:</b>	<b>67</b>	<b>325</b>
- allocated to continuing operations	67	325
- allocated to discontinued operations	-	-
<b>Income tax connected with items presented in other comprehensive income</b>	-	-
- deferred tax burden/recognition concerning revaluation of cash flow hedges	-	-
- deferred tax burden/recognition concerning revaluation of tangible fixed assets	-	-
<b>Tax burden/recognition disclosed in the statement of comprehensive income</b>	<b>67</b>	<b>325</b>

MAIN COMPONENTS OF TAX BURDEN/RECOGNITION IN THE STATEMENT OF CHANGES IN EQUITY	31/12/2018	31/12/2017
<b>Current income tax</b>	-	-
<b>Deferred income tax</b>	-	-
<b>Tax burden/recognition disclosed in the statement of changes in equity</b>	-	-

RECONCILIATION OF INCOME TAX ON THE GROSS FINANCIAL RESULT BEFORE INCOME TAX DISCLOSED IN THE PROFIT AND LOSS ACCOUNT	31/12/2018	31/12/2017
<b>Gross financial result before tax (continuing and discontinued operations)</b>	<b>2,247</b>	<b>3,256</b>
Tax rate (%)	15%	19%
Tax charge according to the applied tax rate	337	619
Adjustments regarding current income tax brought forward	-	-
Tax benefits on investments	-	-
Revaluation	-	-
Non-taxable income, including:	-	-
Interest accrued as at the balance sheet date	-4	-1
Balance sheet valuation	-4	-2
Dividend	-338	-325

Reversal of write-down on non-financial assets	-5	-8
Reversal of write-down on financial assets	-	-
Taxable revenue (licences) in previous years	-	-
Transfer of business – deferred tax	-	-
Other	-	-
Tax revenue, including:	-	-
Interest accrued in previous years and received in the current year	-	-
Revenue concerning the current year, added for tax purposes	-	26
Non-tax deductible costs, including:	-	-
Depreciation accounted for the in the balance sheet	-	-
Contributions to the National Disabled Persons' Rehabilitation Fund (PFRON)	-	-
Valuation of employee benefits	-	-
Write-down on non-financial assets	-	-
Write-down on non-financial assets – stocks	-	-
Write-down on financial assets	43	40
Balance sheet valuation	3	5
Interest	1	-
Net value of non-financial fixed assets sold	-	-
Remitted borrowing	-	-
No contribution to the Company Social Benefits Fund	-	-
Outstanding payroll	-	-
Other	-	1
Tax costs, including:	-	-
Tax costs concerning 2017	-	-28
Tax depreciation	-	-
Equalisation of the Company Social Benefit Fund (ZFŚS) for previous years	-	-
Settlement of loss for the previous years	-	-
Unsettled tax loss	-	-
Tax paid	16	-
Current tax loss	-34	-60
Deferred income tax assets due to a write-down on financial assets	-	-1
Deferred income tax assets due to foreign exchange losses	1	-1
Deferred income tax assets due to losses brought forward	51	60
Deferred income tax assets due to interest accrued	-	-1
Deferred income tax assets due to a write-down on non-financial assets	-	-
Deferred tax liability due to temporary differences in amortisation/depreciation settlement	-	-

Deferred income tax provision due to interest accrued	1	-
Deferred income tax provision due to foreign exchange gains	-1	1
Deferred income tax provision due to foreign exchange gains	-	-
<b>Tax burden/recognition disclosed in the profit and loss account</b>	<b>67</b>	<b>325</b>

DEFERRED INCOME TAX	Statement of financial condition		Profit and loss account		Other comprehensive income	
	31/12/2018	31/12/2017	31/12/2018	31/12/2017	31/12/2018	31/12/2017
<b>Deferred income tax provision</b>						
Differences in the settlement of depreciation	-	-	-	-	-	-
Interest accrued	2	1	1	1	-	-
FX differences	-	1	-1	-	-	-
Rounding		-		-	-	-
<b>Gross deferred income tax provision</b>	<b>2</b>	<b>2</b>	<b>-</b>	<b>1</b>	<b>-</b>	<b>-</b>

DEFERRED INCOME TAX	Statement of financial condition		Profit and loss account		Other comprehensive income	
	31/12/2018	31/12/2017	31/12/2018	31/12/2017	31/12/2018	31/12/2017
<b>Deferred income tax assets</b>						
FX differences	-	1	1	-1	-	-
Losses from previous years	3	53	50	59	-	-
Write-down on non-financial assets	1	1	-	-1	-	-
Write-down on non-financial assets – goods	-	-	-	-	-	-
Rounding	-	-	-	-	-	-
Tax-deductible loss	-	-	-	-	-	-
<b>Gross deferred income tax assets</b>	<b>4</b>	<b>55</b>	<b>51</b>	<b>57</b>	<b>-</b>	<b>-</b>

Deferred income tax provision and asset are established in connection with temporary differences between the amount of assets and liabilities recognised in accounting books and their tax value.

#### Note no. – Profit per share

<b>PROFIT PER SHARE</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
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<b>Net profit for the reporting period attributable to:</b>	<b>2,180</b>	<b>2,931</b>
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<b>WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
<i>in thousands of shares</i>		
Weighted average number of shares at the beginning of the period	1,314,870	1,314,870
Weighted average number of ordinary shares at the end of the period	1,314,870	1,314,870

<b>BASIC NET PROFIT PER SHARE</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
on continuing and discontinued operations	0.00	0.00
on continuing operations	0.00	0.00

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

<b>WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES (DILUTED)</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
<i>in thousands of shares</i>		
Weighted average number of ordinary shares	1,314,870	1,314,870
Effect of conversion of convertible bonds on shares	-	-
Effect of the issue of options on shares	-	-
<b>Weighted average number of ordinary shares at the end of the period (diluted)</b>	<b>1,314,870</b>	<b>1,314,870</b>

<b>DILUTED NET PROFIT PER SHARE</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
on continuing and discontinued operations	0.00	0.00
on continuing operations	0.00	0.00

Diluted net profit per share is calculated by dividing profit attributable to the shareholders by the average weighted number of diluted ordinary shares.

#### **Note no. 25 – Dividends**

<b>DECLARED AND PAID IN THE REPORTING PERIOD</b>		
<b>Dividends on ordinary shares</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Dividend paid	2,919	1,898

<b>Total</b>	<b>2,919</b>	<b>1,898</b>
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<b>SUBMITTED FOR APPROVAL AT THE GMS (GENERAL MEETING OF SHAREHOLDERS) (NOT RECOGNISED AS LIABILITIES AT THE BALANCE SHEET DATE)</b>		
<b>Dividends on ordinary shares</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

### Note no. 26 – Information on operating segments

The Company does not distinguish product segments, as the Management Board recognises only one operating segment for management purposes (IT services). The Company presents sales broken down by products, services and goods and by geographical areas. The Company does not disclose any information on the customer concentration as such concentration does not exist.

<b>31/12/2018</b>		
<b>INFORMATION ON GEOGRAPHICAL AREAS</b>	<b>Revenue</b>	<b>Fixed assets</b>
Domestic sales	<b>1,254</b>	*
Total foreign sales	-	*
including:	-	-
Germany	-	-
Ukraine	-	-
Russia	-	-
Hungary	-	-
Czech Republic	-	-
Spain	-	-
Other	-	-
<b>TOTAL</b>	<b>1,254</b>	<b>-</b>

<b>31/12/2017</b>		
<b>INFORMATION ON GEOGRAPHICAL AREAS</b>	<b>Revenue</b>	<b>Fixed assets</b>
Domestic sales	<b>1,088</b>	*
Total foreign sales	-	*
including:	-	-
Germany	-	-
Ukraine	-	-

Russia	-	-
Hungary	-	-
Czech Republic	-	-
Spain	-	-
Other	-	-
<b>TOTAL</b>	<b>1,088</b>	-

\* Fixed assets are used by the entity for the purpose of manufacturing goods sold in the domestic and foreign markets.

INFORMATION ON TYPES OF PRODUCTS, SERVICES AND GOODS	31/12/2018	31/12/2017
	Revenue	Revenue
Products – licences	22	20
Services – implementation	208	106
Services – maintenance	364	366
Services – individual projects and other services	660	582
Long-term contracts	-	-
Goods	-	14
<b>TOTAL</b>	<b>1,254</b>	<b>1,088</b>

#### Note no. 27 – Transactions with related entities

TRANSACTIONS WITH RELATED ENTITIES				
Parties to transaction	31/12/2018		31/12/2018	
	Sale	Purchases	Receivables	Liabilities
Parent company	660	491	74	55
Capital Group companies	-	-	-	-
Non-consolidated subsidiaries	-	-	-	-
Associates	-	-	-	-
Key members of the senior management	-	-	-	-
Other entities, including key members of the senior management	-	-	-	-
<b>Total</b>	<b>660</b>	<b>491</b>	<b>74</b>	<b>55</b>

<b>TRANSACTIONS WITH RELATED ENTITIES</b>				
<b>Parties to transaction</b>	<b>31/12/2017</b>		<b>31/12/2017</b>	
	<b>Sale</b>	<b>Purchases</b>	<b>Receivables</b>	<b>Liabilities</b>
Parent company	717	602	70	159
Capital Group companies	-	-	-	-
Non-consolidated subsidiaries	-	-	-	-
Associates	-	-	-	-
Key members of the senior management	-	-	-	-
Other entities, including key members of the senior management	-	-	-	-
<b>Total</b>	<b>717</b>	<b>602</b>	<b>70</b>	<b>159</b>

<b>TRANSACTIONS BETWEEN QUANTUM SOFTWARE S.A. AND SUBSIDIARIES IN 2018</b>			
<b>Party</b>	<b>Transaction Type</b>	<b>Transaction value in PLN</b>	<b>Transaction value in a foreign currency</b>
Quantum Qguar sp. z o.o.	Sales of services	540	-
Quantum Mobile Solutions sp. z o.o.	Sales of services	120	-
Quantum Qguar sp. z o.o.	Purchase of services	478	-

<b>TRANSACTIONS BETWEEN QUANTUM SOFTWARE S.A. AND SUBSIDIARIES IN 2017</b>			
<b>Party</b>	<b>Transaction Type</b>	<b>Transaction value in PLN</b>	<b>Transaction value in a foreign currency</b>
Quantum Qguar sp. z o.o.	Sales of services	716	-
Edisonda sp. z o.o.	Sales of services	1	-
Quantum I-Services sp. z o.o.	Sales of services	-	-
Quantum Qguar sp. z o.o.	Purchase of services	404	-
Quantum Brasil	Purchase of services	198	-
Quantum Brasil	Purchase of services	13	-

### Note no. 28 – Construction contracts

The Company currently does not have contracts with the traits of long-term agreements.

<b>CONSTRUCTION CONTRACTS IN PROGRESS</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Total costs incurred	-	-
Total profits and losses recognised	-	-
Advances received	-	-
Deposit amount	-	-
Receivables from clients under contractual works	-	-
<b>Liabilities due to clients under contractual works</b>	-	-

### Note no. 29 – Financial instruments

<b>FINANCIAL INSTRUMENTS – INTEREST RATE RISK – SENSITIVITY ANALYSIS</b>			
<b>Balance at 31/12/2018</b>			
	<b>Balance sheet value</b>	<b>Increase/decrease by percentage points</b>	<b>Effect on the gross financial result</b>
<b>Financial assets</b>	<b>11,263</b>	-	-
Cash	942	-	-
Available-for-sale financial assets	9,701	-	-
Other financial assets	620	-	-
Borrowings granted	-	-	-
<b>Financial liabilities</b>	-	-	-
Bank loans and borrowings	-	-	-
Financial lease liabilities	-	-	-
Other financial liabilities	-	-	-

<b>FINANCIAL INSTRUMENTS – INTEREST RATE RISK – SENSITIVITY ANALYSIS</b>			
<b>Balance at 31/12/2017</b>			
	<b>Balance sheet value</b>	<b>Increase/decrease by percentage points</b>	<b>Effect on the gross financial result</b>
<b>Financial assets</b>	<b>10,784</b>	-	-
Cash	1,083	-	-
Available-for-sale financial assets	9,701	-	-
Other financial assets	-	-	-

Borrowings granted	-	-	-
<b>Financial liabilities</b>	<b>10</b>	-	-
Bank loans and borrowings	10	-	-
Financial lease liabilities	-	-	-
Other financial liabilities	-	-	-

<b>FINANCIAL INSTRUMENTS – CURRENCY RISK – SENSITIVITY ANALYSIS</b>			
<b>Balance at 31/12/2018</b>			
	<b>Balance sheet value</b>	<b>Exchange rate increase/decrease in percentage points</b>	<b>Effect on the gross financial result</b>
<b>Financial assets</b>	-	-	-
Cash in EUR	-	3.00%	-
Cash in USD	-	-	-
Trade and other receivables in EUR	-	-	-
<b>Financial liabilities</b>	-	-	-
Overdrafts in EUR	-	-	-
Short-term loans in EUR	-	-	-
Trade liabilities in EUR	-	-	-

<b>FINANCIAL INSTRUMENTS – CURRENCY RISK – SENSITIVITY ANALYSIS</b>			
<b>Balance at 31/12/2017</b>			
	<b>Balance sheet value (PLN '000)</b>	<b>Exchange rate increase/decrease in percentage points</b>	<b>Effect on the gross financial result</b>
<b>Financial assets</b>	-	-	-
Cash in EUR	216	-6%	-12
Cash in USD	-	-	-
Trade and other receivables in EUR	-	-	-
<b>Financial liabilities</b>	-	-	-
Overdrafts in EUR	-	-	-
Short-term loans in EUR	-	-	-
Trade liabilities in EUR	-	-	-

FAIR VALUE OF INDIVIDUAL CATEGORIES OF FINANCIAL INSTRUMENTS					
	Category in accordance with IAS 39*	Balance sheet value		Fair value	
		31/12/2018	31/12/2017	31/12/2018	31/12/2017
<b>Financial assets</b>	-	<b>10,830</b>	<b>11,009</b>	<b>10,830</b>	<b>11,009</b>
Cash	Measured at fair value through P&L	942	1,083	942	1,083
Trade and other receivables	Borrowings and receivables	187	225	187	225
Receivables on account of borrowings granted	Borrowings and receivables	-	-	-	-
Available-for-sale financial assets	Available for sale	9,701	9,701	9,701	9,701
<b>Financial liabilities</b>		<b>94</b>	<b>212</b>	<b>94</b>	<b>212</b>
Liabilities due to finance lease	Financial liabilities at depreciated cost	-	-	-	-
Trade and other liabilities	Financial liabilities at depreciated cost	94	202	94	202
Short-term bank loans	Financial liabilities at depreciated cost	-	10	-	10

ITEMS OF INCOME, COSTS, PROFITS AND LOSSES RECOGNISED IN THE STATEMENT OF COMPREHENSIVE INCOME BY CATEGORIES OF FINANCIAL INSTRUMENTS					
FOR THE PERIOD	31 December 2018				
	Category in accordance with IAS 39*	Interest revenue/costs	Foreign exchange profits/losses	Reversal/establishment of write-downs	Profits/losses on sales
<b>Financial assets</b>	-	<b>2,286</b>	<b>1</b>	<b>-248</b>	-
Cash	Measured at the fair value through P&L	22	5	-	-
Trade and other receivables	Borrowings and receivables	-	-4	-	-
Receivables on account of borrowings granted	Borrowings and receivables	7	-	-248	-
Available-for-sale financial assets	Available for sale	2,257	-	-	-
<b>Financial liabilities</b>		<b>-8</b>	-	-	-
Liabilities due to finance lease	Financial liabilities at	-	-	-	-

	depreciated cost				
Trade and other liabilities	Financial liabilities at depreciated cost	-8	-	-	-
Short-term bank loans	Financial liabilities at depreciated cost	-	-	-	-

ITEMS OF REVENUE, COSTS, PROFITS AND LOSSES RECOGNISED IN THE STATEMENT OF COMPREHENSIVE INCOME BY CATEGORIES OF FINANCIAL INSTRUMENTS					
FOR THE PERIOD	31 December 2017				
	Category in accordance with IAS 39*	Interest revenue/costs	Foreign exchange profits/losses	Reversal/establishment of write-downs	Profits/losses on sales
<b>Financial assets</b>	-	<b>1,728</b>	<b>-20</b>	<b>41</b>	-
Cash	Measured at the fair value through P&L	12	-4	-	-
Trade and other receivables	Borrowings and receivables	-	-9	42	-
Receivables on account of borrowings granted	Borrowings and receivables	3	-9	-1	-
Available-for-sale financial assets	Available for sale	1,713	2	-	-
<b>Financial liabilities</b>		<b>-4</b>	<b>-</b>	<b>-</b>	<b>-</b>
Liabilities due to finance lease	Financial liabilities at depreciated cost	-	-	-	-
Trade and other liabilities	Financial liabilities at depreciated cost	-4	-	-	-
Short-term bank loans	Financial liabilities at depreciated cost	-	-	-	-

**Note no. 30 – Remuneration of the entity's senior management**

Management Board of the parent company	31/12/2018	31/12/2017
Short-term employee benefits (remuneration and charges)	260	246
Anniversary and retirement benefits	-	-
Post-employment benefits	-	-



Benefits due to termination of employment	-	-
Employee benefits in the form of equity shares	-	-
<b>Total</b>	<b>260</b>	<b>246</b>

<b>Supervisory Board of the parent company</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Short-term employee benefits (remuneration and charges)	28	30
Anniversary and retirement benefits	-	-
Post-employment benefits	-	-
Benefits due to termination of employment	-	-
Employee benefits in the form of equity shares	-	-
<b>Total</b>	<b>28</b>	<b>30</b>

<b>Other members of the senior management</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Short-term employee benefits (remuneration and charges)	-	-
Anniversary and retirement benefits	-	-
Post-employment benefits	-	-
Benefits due to termination of employment	-	-
Employee benefits in the form of equity shares	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

	<b>31/12/2018</b>	<b>31/12/2017</b>
Management Board	260	246
Supervisory Board	28	30
<b>Total</b>	<b>288</b>	<b>276</b>
Other members of the senior management	-	-

### Note no. 31 – Capital management

<b>Capital Management</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Interest-bearing loans, borrowings and bonds	-	-
Trade and other liabilities	94	202
Less cash and cash equivalents	-942	-1,083
<b>Net debt</b>	<b>-848</b>	<b>-881</b>
Convertible preference shares	-	-
Equity	11,358	12,087

Reserve capitals on unrealised net profits	-	-
<b>Total capital</b>	<b>11,358</b>	<b>12,087</b>
<b>Capital and net debt</b>	<b>10,510</b>	<b>11,206</b>
Leverage ratio	-0.08	-0.08

### Note no. 32 – Employment

As at 31 December 2018, Quantum software S.A.'s employment was as follows:

EMPLOYMENT STRUCTURE	31/12/2018	31/12/2017
Services	0	0
Sales and marketing	0	0
Manufacture	0	0
Administration	4	4
IT Department	0	0

### Note no. 33 – Contingent liabilities

As at 31 December 2018, the Company has no contingent liabilities due to litigations pending against Quantum software S.A.

### Note no. 34 – Events after the balance sheet date

No events after the balance sheet date

### Note no. 35 – Information about litigations pending

As at the date of this report, no litigation is pending against the Issuer.

### Note no. 36 – Differences between financial results shown in the report and previously forecast results

The Management Board of Quantum software S.A. did not publish any forecasts for 2018 or for the comparable period of 2017.

**Note no. 37 – Contracts which may result in changes in the shares held by the shareholders**

Until the balance sheet date, there were no such contracts.

**Note no. 38 – Information on sureties and guarantees granted and received**

In the reporting period, Quantum software S.A. did not grant any sureties or guarantees.

**Note no. 39 – Seasonality and cyclicity**

Due to the holding character of the Issuer's operations, seasonality and cyclicity are not of significant importance.

**Note no. 40 – Discontinued operations**

The Company did not discontinue its operations either in 2018 or in the comparable period.

**Note no. 41 – Contracts imposing obligations on managers, supervisors and persons related to them**

Pursuant to the information held by Quantum software S.A. as at 31 December 2018, there were no such contracts.

**Note no. 42 – Other transactions with managers and supervisors**

Pursuant to the information held by the Management Board of Quantum software S.A., as at the date of this report there are no transactions with managers and supervisors.

**Note no. 43 – Information on the remuneration of the entity authorised to audit financial statements**

2018			
ENTITY AUTHORISED TO PERFORM AUDITS	DATE OF THE CONTRACT	OBJECT OF THE AUDIT	REMUNERATION
PRO Audyt Sp. z o.o.	15/07/2018	Review of the separate interim financial statement	PLN 5,000.00
PRO Audyt Sp. z o.o.	15/07/2018	Review of the consolidated interim financial statement	PLN 6,000.00
PRO Audyt Sp. z o.o.	15/07/2018	Audit of the separate financial statement for 2018	PLN 10,000.00

2017			
ENTITY AUTHORISED TO PERFORM AUDITS	DATE OF THE CONTRACT	OBJECT OF THE AUDIT	REMUNERATION
WBS Audyty Sp. z o.o.	07/09/2017	Review of the separate interim financial statement	PLN 4,000.00
WBS Audyty Sp. z o.o.	07/09/2017	Review of the consolidated interim financial statement	PLN 4,000.00
WBS Audyty Sp. z o.o.	19/02/2018	Audit of the separate financial statements for 2017	PLN 10,000.00
WBS Audyty Sp. z o.o.	19/02/2018	Audit of the consolidated financial statement for 2017	PLN 4,000.00
PRO Audyty Sp. z o.o.	15/07/2018	Audit of the consolidated financial statement for 2018	PLN 10,000.00

The financial statement was approved by the Management Board and signed by all Members of the Management Board on 18 April 2019.

Signatures of the Management Board Members  
keeping

Person responsible for

accounting books

Tomasz Hatala

Chief Accountant - Monika Kuś

Bogusław Ożóg

Marek Jędra

Tomasz Mnich