



Quantum software S.A.

Consolidated financial statements
of the Quantum software S.A. Capital Group for Q3, 2019

Kraków, 8 November 2019

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

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

SELECTED FINANCIAL DATA including basic items of the consolidated financial statements	PLN '000		EUR '000	
	period from	period from	period from	period from
	01.01.2019 to 30.09.2019	01.01.2018 to 30.09.2018	01.01.2019 to 30.09.2019	01.01.2018 to 30.09.2018
Net revenues from the sale of products, goods and materials	24,604	21,742	5,710	5,112
Profit (loss) on operating activity	2,250	1,893	522	445
Gross profit (loss)	2,362	1,498	548	352
Net profit (loss)	1,797	1,070	417	252
Net operating cash flow	2,914	1,421	676	334
Net cash flows from investing activity	-210	588	-49	138
Net cash flows from financing activity	-1,447	-3,178	-336	-747
Total net cash flows	1,257	-1,169	292	- 275
	01.01.2019 to 30.09.2019	01.01.2018 to 31.12.2018	01.01.2019 to 30.09.2019	01.01.2018 to 31.12.2018
Total assets	18,635	17,464	4,261	4,061
Liabilities and provisions for liabilities, of which:	5,509	4,962	1,260	1,154
Long-term liabilities	907	809	207	188
Short-term liabilities	4,602	4,153	1,052	966
Equity capital	13,126	12,502	3,001	2,907
Share capital	657	657	150	153
Number of shares (pcs.)	1,314,870	1,314,870	1,314,870	1,314,870
Diluted number of shares	1,314,870	1,314,870	1,314,870	1,314,870
Profit (loss) per ordinary share (in PLN/EUR)	1.37	0.81	0.32	0.19
Diluted profit (loss) per ordinary share (in PLN/EUR)	1.37	0.81	0.32	0.19
Book value per share (in PLN/EUR)	9.98	9.51	2.28	2.21
Diluted book value per share (in PLN/EUR)	9.98	9.51	2.28	2.21
Declared or paid dividend per share (in PLN / EUR)	-	-	-	-

Principles for translating basic items of the quarterly consolidated financial statements into the euro

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

Arithmetic mean in the period from 01.01.2019 to 30.09.2019 - PLN 4.3086

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

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

Q3, 2019 - PLN 4.3736

Q3, 2018 - PLN 4.3000

Average PLN to EUR exchange rates in the period covered by the statements		
period	average exchange rate in the period	exchange rate on the last day of the period
Q3, 2019	4.3086	4.3736
Q3, 2018	4.2535	4.3000

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

SELECTED FINANCIAL DATA including basic items of the separate financial statements	PLN '000		EUR '000	
	period from	period from	period from	period from
	01.01.2019 to 30.09.2019	01.01.2018 to 30.09.2018	01.01.2019 to 30.09.2019	01.01.2018 to 30.09.2018
Net revenues from the sale of products, goods and materials	1,175	937	273	220
Profit (loss) on operating activity	167	132	39	31
Gross profit (loss)	1,852	1,366	430	321
Net profit (loss)	1,812	1,346	421	316
Net operating cash flow	323	209	75	49
Net cash flows from investing activity	1,517	1,822	352	428
Net cash flows from financing activity	-1,091	-2,923	-253	-687
Total net cash flows	749	-892	174	-210
	01.01.2019 to 30.09.2019	01.01.2018 to 31.12.2018	01.01.2019 to 30.09.2019	01.01.2018 to 31.12.2018
Total assets	12,334	11,454	2,820	2,664
Liabilities and provisions for liabilities, of which:	258	96	59	22
Long-term liabilities	4	2	1	0
Short-term liabilities	254	94	58	22
Equity capital	12,076	11,358	2,761	2,641
Share capital	657	657	150	153
Number of shares (pcs.)	1,314,870	1,314,870	1,314,870	1,314,870
Diluted number of shares	1,314,870	1,314,870	1,314,870	1,314,870
Profit (loss) per ordinary share (in PLN/EUR)	1.38	1.02	0.32	0.24
Diluted profit (loss) per ordinary share (in PLN/EUR)	1.38	1.02	0.32	0.24
Book value per share (in PLN/EUR)	9.18	8.64	2.10	2.01
Diluted book value per share (in PLN/EUR)	9.18	8.64	2.10	2.01
Declared or paid dividend per share (in PLN / EUR)	-	-	-	-

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

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

Arithmetic mean in the period from 01.01.2019 to 30.09.2019 – PLN 4.3086

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

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

Q3, 2019 - PLN 4.3736

Q3, 2018 - PLN 4.3000

average PLN to EUR exchange rates in the period covered by the statements		
period	average exchange rate in the period	exchange rate on the last day of the period
Q3, 2019	4.3086	4.3736
Q3, 2018	4.2535	4.3000

II. Basic principles of preparing financial statements

These consolidated financial statements of the Quantum software S.A. Capital Group for Q3, 2019 have been prepared in line with International Accounting Standard ("IAS") 34 and they comply with the International Financial Reporting Standards (IFRS) approved by the European Union, which include standards and interpretations published or adopted by the International Accounting Standards Board and the Standing Interpretation Committee at the IASB.

Data included in the report were prepared in line with the principles for measurement of assets and equity and liabilities and measurement of the net financial result specified at the balance sheet date, in line with the materiality principle. The consolidated financial statements for Q3, 2019 were prepared on the assumption that the Capital Group would continue as a going concern.

These consolidated financial statements for Q3, 2019 were prepared in line with the International Financial Reporting Standards approved by the European Union. The presentation hereof is based on IAS 34 Interim Financial Reporting, using the same principles for the current period and the comparative period.

The consolidated financial statements for Q3, 2019 were prepared in the Polish zloty with figures rounded to whole thousands.

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

Accounting principles adopted for the preparation of the financial statements

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

Intangible assets, Property, plant and equipment

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

- 1) Intangible assets are recognised at their acquisition price, including their accumulated amortisation. The Company recognises amortisation/depreciation using the straight line method, and adopts the following amortisation/depreciation periods (useful lives):
 - a) computer software – 2 years,
 - b) licences – 2 years

- c) copyrights – 2 years,
 - d) R&D expenses – 5 years.
 - e) The company does not hold any intangible assets with indefinite useful lives.
- 2) Fixed assets are measured at their acquisition price or cost of manufacturing, 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 costs in the month of purchasing or in the immediately following month. These items are not subject to recognition 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 determined 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 as well as property, plant and equipment every year.

Financial instruments

Methods of measuring financial instruments: financial instruments are measured in accordance with the going concern principle, in the manner defined in the International Accounting Standards; however:

Receivables are recognised in the 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 at 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 costs.

Interests are measured at their acquisition price, less impairment losses.

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 as at the balance sheet date. Liabilities in foreign currencies are measured according to the average NBP exchange rate.

Main types of financial instruments:

- standard financial instruments – commercial receivables and liabilities – measured at the acquisition price (on the basis of Article 29(a) of IFRS 7), taking into account impairment losses and unrecoverability (on the basis of Article 58 of IAS 39),
- cash - measured at the acquisition price - on the basis of Article 29(a) of IFRS 7,

- borrowings, loans and leases are measured at the 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) Interests in subsidiaries.

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

Write-downs on non-current assets

Property, plant and equipment, intangible assets and financial assets are verified in terms of impairment in the case of the occurrence of certain events and changes which may cause impairment thereof.

Impairment losses are recognised in other operating expenses in the periods in which such losses are incurred.

Inventory

Inventory includes goods which are measured, as at 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 at the balance sheet date, the company establishes provisions for the current value of retirement benefits to which employees became entitled by that date, with classification into short-term and long-term provisions, using the actuarial method. The provisions are recognised in other operating expenses. The provisions are released at the end of each reporting period based on the payments made, in correspondence to liabilities.

Provisions

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

Prepayments/Accruals

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

The Company maintains prepayments, which are the costs attributable to the following reporting period.

The Company maintains prepayments, which are the amount of liabilities attributable to the current period based on services provided to the Company.

Deferred revenue settlements include, in particular, the equivalent of invoiced services which will be performed in the following periods.

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

Revenue includes amounts due for the sold products and services performed as part of the core and auxiliary business operations, and for the sold materials and goods, determined on the basis of 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 income

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

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

Financial income

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

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

Operating expenses

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

Other operating expenses

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

They specifically comprise:

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

Financial expenses

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

Income tax

Statutory appropriations of the result include:

- 1) corporate income tax,
- 2) deferred tax.

The current tax liability is calculated on the basis of the tax result (tax base) for a given financial year. The tax profit (loss) differs from the accounting profit (loss) due to the exclusion of non-taxable 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 is 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 concerning settlements in foreign currencies which occurred at the date of valuation and at the payment date of receivables and liabilities are recognised in financial costs or revenue.

Lease

Property, plant and equipment used on the basis of finance lease agreements under which all benefits and risks of using such PP&E 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.

III. Notes to the consolidated financial statements for Q3, 2019**1) General information**

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

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

Management Board:

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

Supervisory Board:

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

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

2) Organisational structure of the Group as at 08.11.2019 – details of subsidiaries and related entities:

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

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

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

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

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

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

Registered office: Moscow
Address: Letnikovskaja street 10 building 11
Certificate No. 1117746038035
Shareholders: 99% of interests 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. - a 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.
Initial capital fully covered by a contribution in kind: PLN 1,500,000.00

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

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

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

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

7. Company name: Quantum Qguar sp. z o. o. - a subsidiary

Registered office: Kraków

Address: Walerego Sławka 3A

National Court Register number (KRS): 0000516717

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

Share capital covered by a contribution in kind in the amount of PLN 3,995,000.00, and with a contribution in cash in the amount of PLN 5,000.00

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

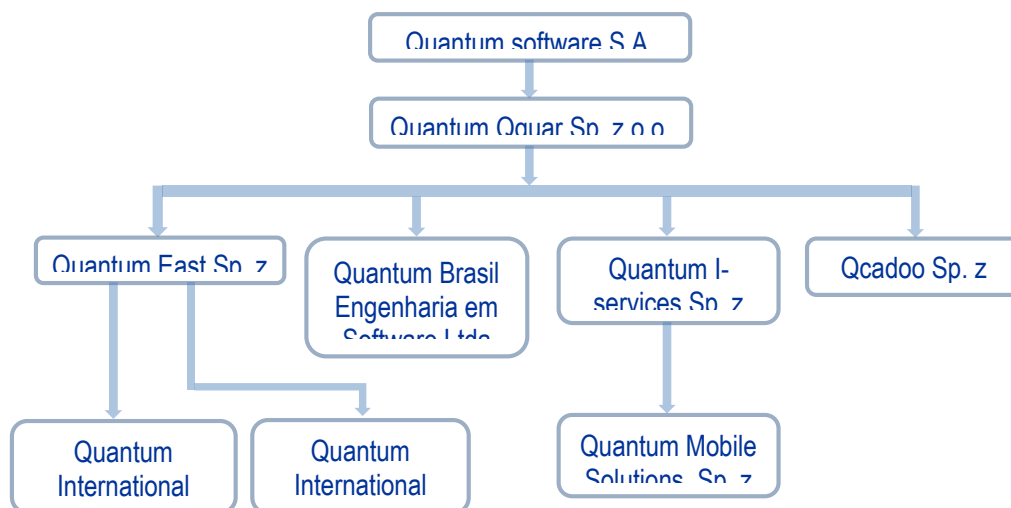
Registered office: Kraków

Address: Walerego Sławka 3A

National Court Register number (KRS): 0000344950

Shareholders: 100% of shares are held by Quantum Qguar sp. z o.o.

Share capital PLN 885,000.00 fully paid up



Product structure of the Quantum Group

	01.01 – 30.09.2019	% share	01.01 - 30.09.2018	% share
Qguar licences and services	19,068	77.5%	16,230	74.6%
Goods	5,125	20.8%	4,933	22.7%
Other sales	411	1.7%	579	2.7%
Total	24,604	100%	21,742	100%

Data in thousand PLN

Sales by markets

	01.01 – 30.09.2019	% share	01.01 - 30.09.2018	% share
Domestic	20,472	83.2%	18,506	85.1%
International	4,132	16.8%	3,236	14.9%
Total	24,604	100%	21,742	100%

Data in thousand PLN

3) Description of the Capital Group's organisation with identification of consolidated entities and changes in the Group's structure (if any).
The Group is composed of the following companies:

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

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

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

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

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

Quantum Mobile Solutions Sp. z o.o. – the Group's subsidiary, in which Quantum I- Services Sp. z o.o. holds 100% of shares - the business focus of the Company consists in the development and sale of IT solutions for mobile devices. Full consolidation method.

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

Quantum Qguar sp. z o.o. – the Group's subsidiary in which Quantum Software S.A. holds 100% of shares. The company develops and implements IT systems. Full consolidation method.

Qcadoo Limited sp. z o.o. – the Group's subsidiary in which Quantum Qguar sp. z o.o. holds 100% of shares - the Company implements and delivers SaaS-type software that supports production management. Full consolidation method.

In Q3, 2019 no changes were introduced to the QS SA Capital Group's organisational structure.

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

Not applicable

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

In Q3, 2019 no significant events took place influencing estimates and, by the same token, adjustments relative to provisions, deferred income tax provisions and assets and any recognised write-downs on assets.

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

After Q3, 2019, the Capital Group generated sales revenue of PLN 24,604 thousand, which means an increase of 13% (in the comparable period of the preceding year it was PLN 21,742 thousand).

The Capital Group closed Q3, 2019 cumulatively with an operating profit of PLN 2,250 thousand (PLN 1,893 thousand in the corresponding period of the preceding year) and a net profit of PLN 1,797 thousand.

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

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

7) Description of the Issuer's significant achievements or failures in the period covered by the report, and a list of major related events:**➤ New customers acquired in Poland and abroad:**

- P.W. TECHSAM Woch sp. j. (Quantum Qguar)
- Paul Schockemoehle Logistics Polska Sp. z o.o. (Quantum Qguar)
- Ejko Sp. z o.o. sp. k. (customer under the EFL lease) (Quantum Qguar)
- CHSPM Logistik sp. z o.o. (Quantum Interantional Ukraine)

➤ New contracts/implementations for existing customers:

- Schrader Internationale Logistic sp. z o.o. (Quantum Qguar)
- Intersnack Poland sp. z o.o. (Quantum Qguar)
- Arhelan sp. z o.o. sp. k. (Quantum Qguar)
- Tubądzin Management Group sp. z o.o. (Quantum Qguar)

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

In Q3, 2019, the management board of the subsidiary Quantum Qguar sp. z o. o., while analysing the economic indicators in one of its subsidiaries, i.e. Qcadoo Limited sp. z o.o. decided to write down goodwill in the amount of PLN 530,179.52, which had an impact on the Group's financial result.

9) Notes on the seasonal or cyclic nature of the Issuer's business in the period presented:

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

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

In Q3, 2019 Quantum software S.A. and its subsidiaries did not perform any issue of shares, did neither redeem nor repay debt or equity securities.

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

On 25 July 2019, pursuant to Resolution No. 6 of 11 June 2019 of the Ordinary General Meeting of the Company, the Issuer paid dividend for 2018 in the amount of PLN 1,091,342.10. The dividend per share was PLN 0.83.

In Q3, 2019, the subsidiary Quantum Qguar sp. z o.o. paid dividend for 2018 in the amount of PLN 2,458,925.22 less an advance payment in the amount of PLN 800,000 (which the Issuer announced in current report No. 11/2018). The payment was made in two tranches (on 31 July 2019 in the amount of PLN 1,400,000 and on 12 August 2019 in the amount of PLN 258,925.22) and had an impact on the Issuer's financial result for Q3, 2019.

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

No such events occurred.

13) Information concerning changes in contingent liabilities or contingent assets which have occurred since the end of the previous financial year.

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

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

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

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

Until 8 November 2019, i.e. the day the report for Q3 2019 was released, the volume of shares held by Minvesta sp. z o.o. has not changed.

To the best of the Company's knowledge, as of 8 November 2019, the day of publication of the quarterly report, the Company's dominant shareholder is Minvesta Sp. z o.o. with its registered office in Kraków, holding 675,421 A series registered shares, which constitute a total of 51.37% of the Company's share capital and carry 1,350,842 votes at the General Meeting, which constitutes 67.87% of the total number of votes and holding 277,491 bearer shares of the Company, which constitute a total of 21.10% of the Company's share capital and carry 277,491 votes as the General Meeting of the Company, which constitutes 13.94% of the total number of votes.

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

Company's Management Board (as of 8 November 2019)

Members of the	Tomasz Hatala	40,414	Supervisory
	Bogusław Ożóg	32,321	
	Marek Jędra	10,327	
	Tomasz Mnich	5,342	
Board holding the Company's shares (as of 8 November 2019)			
	Tomasz Polończyk	9,873	

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

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

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

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

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

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

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

There were no events that could have affected the Issuer's human resources, assets and financial situation.

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

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

External factors include:

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

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

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

Kraków, 8 November 2019

Signatures of Members of the Management Board:

President of the Management Board Tomasz Hatala

Vice-President of the Management Board Bogusław Ożóg

Vice-President of the Management Board Marek Jędra

Member of the Management Board Tomasz Mnich

Consolidated financial statements of Quantum Software S.A. for Q3, 2019

Consolidated statement of financial position	30.09.2019	30.06.2019	31.12.2018	30.09.2018
ASSETS				
Fixed assets	2,247	2,631	2,695	2,523
Property, plant and equipment	2,038	1,835	1,776	1,539
Investment property	-	-	-	-
Biological assets	-	-	-	-
Goodwill of subsidiaries	-	530	530	530
Intangible assets	43	51	48	76
Investments in associated companies measured with the equity method	-	-	4	-
Financial assets held for sale	-	-	-	-
Borrowings granted	4	53	187	208
Other financial assets	-	-	-	-
Deferred income tax assets	162	162	150	170
Other long-term receivables as well as prepayments and accruals	-	-	-	-
Current assets	16,388	17,114	14,769	15,052
Inventory	45	25	54	179
Trade receivables	5,603	6,621	5,648	5,757
Other short-term receivables as well as prepayments and accruals	846	853	898	982
Income tax receivables	2	68	-	23
Financial assets measured at the fair value through profit or loss	-	-	-	-
Financial assets held for sale	-	-	-	-
Borrowings granted	291	109	94	93
Other financial assets	3,292	3,310	3,248	3,226
FX forward contracts	-	-	-	-
Cash and cash equivalents	6,309	6,128	4,827	4,792
Fixed assets classified as held for sale	-	-	-	-
TOTAL ASSETS	18,635	19,745	17,464	17,575
EQUITY AND LIABILITIES				
Equity capital	13,126	10,792	12,502	12,369
Equity attributable to the shareholders of the parent company	13,162	10,881	12,611	12,465
Basic capital	657	657	657	657
Share premium	9,504	9,518	8,158	8,144
Equity shares	-	-13	-13	-
Reserve and supplementary capitals	-	-	74	74

Revaluation reserve capital	-	-	-	-
Amounts recognised directly in equity and related to assets classified as held for sale	-	-	-	-
Foreign exchange differences from translation	4	-34	-12	11
Profit/loss on the sale of a subsidiary	-	-	-	-
Profit/loss from previous years	1,276	- 325	2,105	2,457
Profit/loss from the current year	1,721	1,078	1,642	1,122
Non-controlling interests	-36	-89	-109	-96
LIABILITIES	5,509	8,953	4,962	5,206
Long-term liabilities	907	793	809	685
Provisions	282	282	282	245
Deferred income tax provision	195	179	183	177
Long-term loans and borrowings	-	-	-	1
Other non-current financial liabilities	430	332	344	262
Other non-current liabilities as well as prepayments and accruals	-	-	-	-
Short-term liabilities	4,602	8,160	4,153	4,521
Provisions	512	512	512	8
Short-term bank loans and borrowings	-	-	-	-
Current portion of long-term bank loans and borrowings	-	-	-	-
Other current financial liabilities	342	274	243	166
Trade creditors	2,817	3,914	2,365	3,236
Other current liabilities as well as prepayments and accruals	839	3,460	976	1,110
Income tax liabilities	92	-	57	1
FX forward contracts	-	-	-	-
Liabilities related to fixed assets classified as held for sale	-	-	-	-
TOTAL EQUITY AND LIABILITIES	18,635	19,745	17,464	17,575

Consolidated total income statement (by function)	01.07.2019 to 30.09.2019	01.01.2019 to 30.09.2019	01.07.2018 to 30.09.2018	01.01.2018 to 30.09.2018
Revenues from the sale of products, goods and materials	8,565	24,604	8,340	21,742
Cost of products, goods and materials sold	5,770	17,432	6,255	15,572
Movement in products – subsidy received for intangible assets and fixed assets	-	-	-	-
Gross profit/loss on sales	2,795	7,172	2,085	6,170
Cost of sales	517	1,753	524	1,919
General and administrative expenses	964	2,696	775	2,531
Sales profit/loss	1,314	2,723	786	1,720
Other operating income	21	84	75	203
Other operating costs	538	557	12	30
Profit (loss) on operating activity	797	2,250	849	1,893
Financial income	198	280	76	140
Financial expenses	30	168	260	535
Share in profit/loss of associate companies	-	-	-	-
Profit/loss on the sale of shares in an associate company	-	-	-	-
Gross profit/loss	965	2,362	665	1,498
Income tax	273	565	127	428
Net profit/loss on continued operations	692	1,797	538	1,070
Profit/loss on discontinued operations for the financial year	-	-	-	-
Net profit/loss for the reporting period	692	1,797	538	1,070
Net profit/loss attributable to:	692	1,797	538	1,070
<i>Shareholders of the parent company</i>	<i>643</i>	<i>1,721</i>	<i>533</i>	<i>1,122</i>
<i>Non-controlling interests</i>	<i>49</i>	<i>76</i>	<i>5</i>	<i>-52</i>
Other comprehensive income	44	14	-29	150
Profit/loss on revaluation of property, plant and equipment	-	-	-	-
Profit/loss on valuation of investments held for sale recognised in equity	-	-	-	-
Profit/loss on cash flow hedges (effective portion)	-	-	-	-
Exchange rate differences from valuation of entities that operate abroad	44	14	-29	150
Income tax connected with items presented in other comprehensive income	-	-	-	-
Acquisition of capital from non-controlling interests	-	-	-	-
Total comprehensive income	736	1,811	509	1,220
Comprehensive income attributable to:	736	1,811	509	1,220
<i>Shareholders of the parent company</i>	<i>681</i>	<i>1,737</i>	<i>541</i>	<i>1,279</i>

<i>Non-controlling interests</i>	55	74	-32	-59
Profit/loss per share (in PLN):	-	-	-	-
On continued operations:	-	-	-	-
<i>Basic</i>	-	1.37	-	0.81
<i>Diluted</i>	-	1.37	-	0.81
On continued and discontinued operations	-	-	-	-
<i>Basic</i>	-	1.37	-	0.81
<i>Diluted</i>	-	1.37	-	0.81

Exchange rate differences from valuation of entities that operate abroad	-	-	-	-	-	-	-	16	-	-	16	-2	14
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	-	-	-	-	-	-	-	-	-	1,721	1,721	75	1,796
Other changes in equity	-	1,346	13	-74	-	-	-	-	-	-2,471	-1,186	-	-1,186
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-	-	-
Redemption of treasury shares	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-
Distribution of the financial result	-	1,089	-	-74	-	-	-	-	-	-2,107	-1,092	-	-1,092
Acquisition of equity shares	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of equity shares	-	-13	13	-	-	-	-	-	-	-	-	-	-
Acquisition of shares in a subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer between supplementary capital and result from previous years	-	270	-	-	-	-	-	-	-	-270	-	-	-
Adjustment for the previous years	-	-	-	-	-	-	-	-	-	-94	-94	-	-94
Profit/loss on the sale of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	657	9,504	-	-	-	-	-	4	-	-2,997	13,162	-36	13,126

Consolidated statement of changes in equity												
for the period	Equity attributable to the shareholders of the parent company										Non-controlling interests	Total equity
30 September 2018	Basic capital	Share premium	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 on the sale of a subsidiary	Profit/loss brought forward and profit/loss for the current year	Total		
Opening balance at the beginning of the period before restatement	657	8,227	-102	78	-	-	-139	-	5,439	14,160	-160	14,000
Changes in the accounting policy	-	-	-	-	-	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-	-	-	-	-
Balance at the beginning of the period after adjustments (after conversion)	657	8,227	-102	78	-	-	-139	-	5,439	14,160	-160	14,000
Total comprehensive income	-	-	-	-	-	-	150	-	1,122	1,272	-7	1,265
Profit/loss on revaluation of property, plant and equipment	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on valuation of investments held for sale recognised in equity	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on cash flow hedges (effective portion)	-	-	-	-	-	-	-	-	-	-	-	-

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

Consolidated statement of changes in equity												
for the period	Equity attributable to the shareholders of the parent company										Non-controlling interests	Total equity
31 December 2018	Basic capital	Share premium	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 on the sale of a subsidiary	Profit/loss brought forward and profit/loss for the current year	Total		
Opening balance at the beginning of the period before restatement	657	8,227	-102	78	-	-	-139	-	5,439	14,160	-160	14,000
Changes in the accounting policy	-	-	-	-	-	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-	-	-	-	-
Balance at the beginning of the period after adjustments (after conversion)	657	8,227	-102	78	-	-	-139	-	5,439	14,160	-160	14,000
Total comprehensive income	-	-	-	-	-	-	127	-	1,642	1,769	-23	1,746
Profit/loss on revaluation of property, plant and equipment	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on valuation of investments held for sale recognised in equity	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on cash flow hedges (effective portion)	-	-	-	-	-	-	-	-	-	-	-	-

Exchange rate differences from valuation of entities that operate abroad	-	-	-	-	-	-	127	-	-	127	41	168
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	-	-	-	-	-	-	-	-	1,642	1,642	-64	1,578
Other changes in equity	-	-69	89	-4	-	-	-	-	-3,334	-3,318	74	-3,244
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-	-
Redemption of treasury shares	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	-
Distribution of the financial result	-	12	-	18	-	-	-	-	-2,947	-2,917	-	-2,917
Acquisition of equity shares	-	-	-	-	-	-	-	-	-	-	-	-
Sale of equity shares	-	-81	89	-	-	-	-	-	-	8	-	8
Acquisition of shares in a subsidiary	-	-	-	-22	-	-	-	-	-33	-	74	-
Provision for holiday leaves brought forward	-	-	-	-	-	-	-	-	-354	-354	-	-354
Profit/loss on the sale of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	657	8,158	-13	74	-	-	-12	-	3,747	12,611	-109	12,502

Consolidated Cash Flow Statement (indirect method)	01.01.2019 to 30.09.2019	01.01.2018 to 30.09.2018
Gross profit/loss	2,362	1,498
Adjustments for items:	552	-77
Share in net profit/loss of associated companies and joint ventures accounted for using the equity method	-	-
Non-controlling interests	-	-
Amortisation/Depreciation	468	527
Goodwill impairment	530	-
Foreign exchange gains/losses	-114	151
Interest expenses and revenues	102	99
Dividend revenues	-	-
Profit/loss on investing activity	-152	-87
Movement in provisions	-	-
Movement in inventory	10	850
Movement in receivables and prepayments	320	-900
Movement in liabilities and accruals	-5	-288
Income tax paid/returned	-512	-451
Other adjustments	-95	22
Net cash flows from operating activity	2,914	1,421
Cash flows from investing activity		
Inflows from sale of fixed assets and intangible assets	83	59
Net inflows from the sale of associates and subsidiaries	-	-
Inflows from the sale of financial assets	50	640
Inflows from interest	34	37
Inflows from dividends	-	-
Repayment of borrowings	118	105
Outflows on the acquisition of plant, property and equipment as well as intangible assets	273	227
Net outflows on the acquisition of subsidiaries and associates	-	-
Outflows on the acquisition of short-term financial assets	-	-
Borrowings granted	222	26
Miscellaneous	-	-
Net cash flows from investing activity	-210	588
Cash flows from financing activity		
Inflows from loans and borrowings	-	9
Net inflows from the issue of shares	-	31
Net inflows from the issue of bonds, bills of exchange and bills	-	-
Repayment of loans and borrowings	-	8
Payment of liabilities for finance lease contracts	273	157

Dividends paid out to the Company's shareholders	1,091	2,917
Dividends paid out to the shareholders holding non-controlling shares	-	-
Acquisition of equity shares	-	-
Interest paid	83	136
Miscellaneous	-	-
Net cash flows from financing activity	-1,447	-3,178
Increase/decrease in cash and cash equivalents	1,257	-1,169
Opening balance of cash and cash equivalents as well as overdrafts	4,827	5,956
<i>Foreign exchange profits/losses related to valuation of cash and cash equivalents as well as overdrafts</i>	225	5
Closing balance of cash and cash equivalents as well as overdrafts	6,309	4,792

V. Separate financial statements of Quantum software S.A. for Q3, 2019

Separate statement of financial condition	30.09.2019	30.06.2019	31.12.2018	30.09.2018
ASSETS				
Fixed assets	9,709	9,709	9,705	9,751
Property, plant and equipment	-	-	-	-
Intangible assets	-	-	-	-
Investments in associates measured with the equity method	-	-	-	-
Financial assets held for sale	9,701	9,701	9,701	9,701
Borrowings granted	-	-	-	-
Deferred income tax assets	8	8	4	50
Other long-term receivables as well as prepayments and accruals	-	-	-	-
Current assets	2,625	1,817	1,749	1,150
Inventory	-	-	-	-
Trade receivables	62	216	157	294
Other short-term receivables as well as prepayments and accruals	82	32	30	42
Income tax receivables	-	63	-	4
Financial assets measured at fair value through the financial result	-	-	-	-
Financial assets held for sale	-	-	-	-
Borrowings granted	201	-	-	-
Other financial assets	588	632	620	616
Cash and cash equivalents	1,692	874	942	194
TOTAL ASSETS	12,334	11,526	11,454	10,901
EQUITY AND LIABILITIES				
Equity capital	12,076	10,403	11,358	10,522
Equity attributable to the shareholders of the parent company	12,076	10,403	11,358	10,522
Basic capital	657	657	657	657
Share premium	9,505	9,518	8,429	8,416
Equity shares	-	-13	-13	-
Reserve and supplementary capitals	-	-	-	-
Profit/loss from previous years	102	102	105	103
Profit/loss from the current year	1,812	139	2,180	1,346
Non-controlling interests	-	-	-	-
LIABILITIES	258	1,123	96	379

Long-term liabilities	4	4	2	2
Provisions	-	-	-	-
Deferred income tax provision	4	4	2	2
Long-term loans and borrowings	-	-	-	-
Other non-current financial liabilities	-	-	-	-
Other non-current liabilities as well as prepayments and accruals	-	-	-	-
Short-term liabilities	254	1,119	94	377
Provisions	-	-	-	-
Short-term bank loans and borrowings	-	-	-	-
Current portion of long-term bank loans and borrowings	-	-	-	-
Other current financial liabilities	-	-	-	-
Trade creditors	242	13	75	330
Other current liabilities as well as prepayments and accruals	12	1,106	19	47
Income tax liabilities	-	-	-	-
Liabilities related to fixed assets classified as held for sale	-	-	-	-
TOTAL EQUITY AND LIABILITIES	12,334	11,526	11,454	10,901

Separate statement of comprehensive income (multi-step variant)	01.07.2019 to 30.09.2019	01.01.2019 to 30.09.2019	01.07.2018 to 30.09.2018	01.01.2018 to 30.09.2018
Revenues from the sale of products, goods and materials	522	1,175	301	937
Cost of products, goods and materials sold	310	569	133	378
Movement in products – subsidy received for intangible assets and fixed assets	-	-	-	-
Gross profit/loss on sales	212	606	168	559
Cost of sales	-	-	-	-
General and administrative expenses	184	436	107	431
Sales profit/loss	28	170	61	128
Other operating income	-	-	4	4
Other operating costs	-	3	-	-
Profit (loss) on operating activity	28	167	65	132
Financial income	1,679	1,701	1,444	1,479
Financial expenses	10	16	238	245
Share in profit/loss of associate companies	-	-	-	-
Profit/loss on the sale of shares in an associate company	-	-	-	-
Gross profit/loss	1,697	1,852	1,271	1,366
Income tax	24	40	-	20
Net profit/loss on continued operations	1,673	1,812	1,271	1,346
Profit/loss on discontinued operations for the financial year	-	-	-	-
Net profit/loss for the reporting period	1,673	1,812	1,271	1,346
Net profit/loss attributable to:	1,673	1,812	1,271	1,346
Other comprehensive income	-	-	-	-
Profit/loss on revaluation of property, plant and equipment	-	-	-	-
Profit/loss on valuation of investments held 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 other comprehensive income	-	-	-	-
Total comprehensive income	1,673	1,812	1,271	1,346
Comprehensive income attributable to:	-	1,812	-	1,346
Profit/loss per share in PLN:	-	-	-	-
On continued operations:	-	-	-	-
<i>Basic</i>	-	1.38	-	1.02
<i>Diluted</i>	-	1.38	-	1.02

On continued and discontinued operations	-	-	-	-
<i>Basic</i>	-	1.38	-	1.02
<i>Diluted</i>	-	1.38	-	1.02

valuation of entities that operate abroad												
Income tax connected with items presented in other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Total revenue and costs for the financial year recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss for the period	-	-	-	-	-	-	-	1,812	1,812	-	-	1,812
Other changes in equity	-	1,076	13	-	-	-	-	-2,183	-1,094	-	-	-1,094
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	-
Distribution of the financial result	-	1,089	-	-	-	-	-	-2,180	-1,091	-	-	-1,091
Acquisition of equity shares	-	-	-	-	-	-	-	-	-	-	-	-
Sale of equity shares	-	-13	13	-	-	-	-	-	-	-	-	-
Reclassification of the reserve capital to the basic capital	-	-	-	-	-	-	-	-	-	-	-	-
Adjustment for the previous years	-	-	-	-	-	-	-	-3	-3	-	-	-3
Closing balance	657	9,505	-	-	-	-	-	1,914	12,076	-	-	12,076

Separate Statement of Changes in Equity											
for the period	Equity attributable to the shareholders of the parent company									Non-controlling interests	Total equity
30 September 2018	Basic capital	Share premium	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 brought forward and profit/loss for the current year	Total		
Opening balance at the beginning of the period before restatement	657	8,498	-102	-	-	-	-	3,034	12,087	-	12,087
Changes in the accounting policy	-	-	-	-	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-	-	-	-
Balance at the beginning of the period after adjustments (after conversion)	657	8,498	-102	-	-	-	-	3,034	12,087	-	12,087
Total comprehensive income	-	-	-	-	-	-	-	1,346	1,346	-	1,346
Profit/loss on revaluation of property, plant and equipment	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on valuation of investments held 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 other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
Total revenue and costs for the financial year recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-	-
Profit/loss for the period	-	-	-	-	-	-	-	1,346	1,346	-	-	1,346
Other changes in equity	-	-82	102	-	-	-	-	-2,931	-2,911	-	-	-2,911
Issue of share capital	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	-
Distribution of the financial result	-	12	-	-	-	-	-	-2,931	-2,919	-	-	-2,919
Acquisition of equity shares	-	-	-	-	-	-	-	-	-	-	-	-
Sale of equity shares	-	-94	102	-	-	-	-	-	8	-	-	8
Reclassification of the reserve capital to the basic capital	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	657	8,416	-	-	-	-	-	1,449	10,522	-	-	10,522

Separate Statement of Changes in Equity											
for the period	Equity attributable to the shareholders of the parent company									Non-controlling interests	Total equity
31 December 2018	Basic capital	Share premium	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 brought forward and profit/loss for the current year	Total		
Opening balance at the beginning of the period before restatement	657	8,498	-102	-	-	-	-	3,034	12,087	-	12,087
Changes in the accounting policy	-	-	-	-	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-	-	-	-
Balance at the beginning of the period after adjustments (after conversion)	657	8,498	-102	-	-	-	-	3,034	12,087	-	12,087
Total comprehensive income	-	-	-	-	-	-	-	2,180	2,180	-	2,180
Profit/loss on revaluation of property, plant and equipment	-	-	-	-	-	-	-	-	-	-	-
Profit/loss on valuation of investments held 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 other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Total revenue and costs for the financial year recognised directly in equity	-	-	-	-	-	-	-	-	-	-	-
Profit/loss for the financial year	-	-	-	-	-	-	-	2,180	2,180	-	2,180
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-	-	-	-
Other changes in equity	-	-69	89	-	-	-	-	-2,929	-2,909	-	-2,909
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	-	-	-	-	-	-	-	-	-	-	-
Closing balance	657	8,429	-13	-	-	-	-	2,285	11,358	-	11,358

Separate Cash Flow Statement (indirect method)	01.01.2019 to 30.09.2019	01.01.2018 to 30.09.2018
Cash flow from operating activities		
Gross profit/loss	1,852	1,366
Adjustments for items:	-1,529	-1,157
Share in net profit/loss of associated companies and joint ventures accounted for using the equity method	-	-
Non-controlling interests	-	-
Amortisation/Depreciation	-	-
Goodwill impairment	-	-
Foreign exchange gains/losses	-9	-1
Interest expenses and revenues	-17	-6
Dividend revenues	-1,659	-1,457
Profit/loss on investing activity	-18	-13
Movement in provisions	-	-
Movement in inventory	-	-
Movement in receivables and prepayments	43	-111
Movement in liabilities and accruals	159	174
Income tax paid/returned	-41	15
Other adjustments	13	242
Net cash flows from operating activity	323	209
Cash flows from investing activity		
Inflows from sale of fixed assets and intangible assets	-	-
Net inflows from the sale of associates and subsidiaries	-	-
Inflows from the sale of financial assets	50	601
Inflows from interest	8	9
Inflows from dividends	-1,659	1,457
Repayment of borrowings	-	30
Outflows on the acquisition of plant, property and equipment as well as intangible assets	-	-
Net outflows on the acquisition of subsidiaries and associates	-	-
Outflows on the acquisition of short-term financial assets	-	-
Borrowings granted	200	275
Miscellaneous	-	-
Net cash flows from investing activity	1,517	1,822
Cash flows from financing activity		
Inflows from loans and borrowings	-	-
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

Payment of liabilities for finance lease contracts	-	-
Dividends paid out to the Company's shareholders	1,091	2,917
Dividends paid out to the shareholders holding non-controlling shares	-	-
Acquisition of equity shares	-	-
Interest paid	-	3
Miscellaneous	-	-
Net cash flows from financing activity	-1,091	-2,923
Increase/decrease in cash and cash equivalents	749	-892
Opening balance of cash and cash equivalents as well as overdrafts	943	1,083
<i>Foreign exchange profits/losses related to valuation of cash and cash equivalents as well as overdrafts</i>	-	3
Closing balance of cash and cash equivalents as well as overdrafts	1,692	194

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

The Management Board of Quantum software S.A. declares that, to the best of their knowledge, the consolidated financial statements for Q3, 2019 and comparative data were prepared in compliance with the accounting principles in force and that they present a true, accurate and fair view of the Quantum software S.A. Capital Group's economic and financial standing and its financial result and that the Interim Management Report presents a true overview of development and achievements of the Quantum software S.A. Capital Group and its situation, including basic risks and exposures.

Kraków, 8 November 2019

President of the Management Board Tomasz Hatala

Vice-President of the Management Board Bogusław Ożóg

Vice-President of the Management Board Marek Jędra

Member of the Management Board Tomasz Mnich