



Quantum software S.A.

Semi-annual report of Quantum Software S.A. Capital Group
for the first half of 2022

Krakow, 30 September 2022

The document contains the following:

- I. Selected financial data of the consolidated and separate financial statements for the first half of 2022 and for the first half of 2021.
- II. Semi-annual condensed consolidated financial statements:
 - Consolidated statement of financial position
 - Consolidated statement of comprehensive income
 - Consolidated statement of changes in equity
 - Consolidated cash flow statement
 - Selected consolidated notes
- III. Issuer's semi-annual condensed financial statements:
 - Statement of financial position
 - Statement of comprehensive income
 - Statement of changes in equity
 - Cash flow statement
 - Selected notes
- IV. Management Report of the Issuer's capital group for the first half of 2022
- V. Statement by the Management Board on the preparation of financial statements

Attachments:

1. Auditing firm's report on the review of the Insurer's interim condensed consolidated financial statements.
2. Auditing firm's report on the review of interim condensed consolidated financial statements.

I. Selected financial data including basic items of the semi-annual consolidated financial statements (also translated into EUR)

| | PLN '000 | | EUR '000 | |
|---|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | from | from | from | from |
| | 01/01/2022 to 30/06/2022 | 01/01/2021 to 30/06/2021 | 01/01/2022 to 30/06/2022 | 01/01/2021 to 30/06/2021 |
| Statement of comprehensive income | | | | |
| Net revenues from sale of products, goods and materials | 20,851 | 19,443 | 4,491 | 4,276 |
| Operating profit (loss) | -597 | 3,498 | -129 | 769 |
| Gross profit (loss) | -808 | 3 431 | -174 | 755 |
| Net profit (loss) | -875 | 2,896 | -188 | 637 |
| | PLN '000 | | EUR '000 | |
| | from | from | from | from |
| | 01/01/2022 to 30/06/2022 | 01/01/2021 to 30/06/2021 | 01/01/2022 to 30/06/2022 | 01/01/2021 to 30/06/2021 |
| Cash flow statement | | | | |
| Net operating cash flow | -311 | 3,138 | -67 | 690 |
| Net cash flow from investing activities | -467 | -989 | -101 | -217 |
| Net cash flow from financing activities | -232 | -218 | -50 | -48 |
| Total net cash flows | -1,010 | 1,931 | -218 | 425 |
| | PLN '000 | | EUR '000 | |
| | from | from | from | from |
| | 01/01/2022 to 30/06/2022 | 01/01/2021 to 31/12/2021 | 01/01/2022 to 30/06/2022 | 01/01/2021 to 31/12/2021 |
| Statement of financial position | | | | |
| Total assets | 23,704 | 24,503 | 5,064 | 5,327 |
| Liabilities and provisions for liabilities, including: | 9,587 | 5,130 | 2,048 | 1,115 |
| Non-current liabilities | 452 | 685 | 97 | 149 |
| Current liabilities | 9,135 | 4,445 | 1,952 | 966 |
| Equity | 14,117 | 19,373 | 3,016 | 4,212 |
| Share capital | 682 | 682 | 146 | 148 |
| Number of shares as of 30/06/2021 | 1,314,870 | 1,314,870 | 1,314,870 | 1,314,870 |
| Diluted number of shares as of 30/06/2021 | 1,314,870 | 1,314,870 | 1,314,870 | 1,314,870 |
| Number of shares as of 31/12/2021 | 1,364,870 | 1,364,870 | 1,364,870 | 1,364,870 |
| Diluted number of shares as of 31/12/2021 | 1,364,870 | 1,364,870 | 1,364,870 | 1,364,870 |

| | | | | |
|---|-------|-------|-------|------|
| Profit (loss) per ordinary share (in PLN/EUR) | -0.64 | 2.20 | -0.14 | 0.48 |
| Diluted profit (loss) per ordinary share (in PLN/EUR) | -0.64 | 2.20 | -0.14 | 0.48 |
| Book value per share (in PLN/EUR) | 10.34 | 14.19 | 2.21 | 3.09 |
| Diluted book value per share (in PLN/EUR) | 10.34 | 14.19 | 2.21 | 3.09 |
| Declared or paid dividend per share (in PLN/EUR) | - | - | - | - |

Principles for translating basic items of the semi-annual consolidated financial statements into EUR

Translations of selected financial data into EUR in the statement of comprehensive income and in the cash flow statement use the arithmetic mean calculated based on 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 01/01/2022 to 30/06/2022: PLN 4.6427

Arithmetic mean in the period from 01/01/2021 to 30/06/2021: PLN 4.5472

Translations of selected financial data into EUR in the statement of financial position use the average exchange rate of the National Bank of Poland (NBP) applicable on the statement day.

H1 2022: PLN 4.6806

31/12/2021: PLN 4.5994

| average PLN to EUR exchange rates in the period covered by the statements | | |
|--|-------------------------------------|--|
| Period | Average exchange rate in the period | Exchange rate as of the last day of the period |
| 2022 | 4.6427 | 4.6806 |
| 2021 | 4.5472 | 4.5994 |

Selected financial data, including basic items of the semi-annual separate financial statements (also translated into EUR)

| | PLN '000 | | EUR '000 | |
|---|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | from | from | from | from |
| | 01/01/2022 to 30/06/2022 | 01/01/2021 to 30/06/2021 | 01/01/2022 to 30/06/2022 | 01/01/2021 to 30/06/2021 |
| Statement of comprehensive income | | | | |
| Net revenues from sale of products, goods and materials | 576 | 874 | 124 | 192 |
| Operating profit (loss) | -1 | 145 | 0 | 32 |
| Gross profit (loss) | -59 | 136 | -13 | 30 |
| Net profit (loss) | -68 | 105 | -15 | 23 |
| | | | | |
| | PLN '000 | | EUR '000 | |
| | from | from | from | from |
| | 01/01/2022 to 30/06/2022 | 01/01/2021 to 30/06/2021 | 01/01/2022 to 30/06/2022 | 01/01/2021 to 30/06/2021 |
| Cash flow statement | | | | |
| Net operating cash flow | -2 | -829 | 0 | -182 |
| Net cash flow from investing activities | 33 | -115 | 7 | -25 |
| Net cash flow from financing activities | - | - | - | - |
| Total net cash flows | 31 | -944 | 7 | -208 |
| | | | | |
| | PLN '000 | | EUR '000 | |
| | from | from | from | from |
| | 01/01/2022 to 30/06/2022 | 01/01/2021 to 31/12/2021 | 01/01/2022 to 30/06/2022 | 01/01/2021 to 31/12/2021 |
| Statement of financial position | | | | |
| Total assets | 14,794 | 14,856 | 3,161 | 3,230 |
| Liabilities and provisions for liabilities, including: | 4,183 | 82 | 894 | 18 |
| Non-current liabilities | 1 | 6 | 0 | 1 |
| Current liabilities | 4,182 | 76 | 893 | 17 |
| Equity | 10,611 | 14,774 | 2,267 | 3,212 |
| Share capital | 682 | 682 | 146 | 148 |
| Number of shares as of 30/06/2021 | 1,314,870 | 1,314,870 | 1,314,870 | 1,314,870 |
| Diluted number of shares as of 30/06/2021 | 1,314,870 | 1,314,870 | 1,314,870 | 1,314,870 |
| Number of shares as of 31/12/2021 | 1,364,870 | 1,364,870 | 1,364,870 | 1,364,870 |
| Diluted number of shares as of 31/12/2021 | 1,364,870 | 1,364,870 | 1,364,870 | 1,364,870 |

| | | | | |
|---|-------|-------|-------|------|
| Earnings (loss) per ordinary share (in PLN/EUR) | -0.05 | 0.08 | -0.01 | 0.02 |
| Diluted profit (loss) per ordinary share (in PLN/EUR) | -0.05 | 0.08 | -0.01 | 0.02 |
| Book value per share (in PLN/EUR) | 7.77 | 10.82 | 1.66 | 2.35 |
| Diluted book value per share (in PLN/EUR) | 7.77 | 10.82 | 1.66 | 2.35 |
| Declared or paid dividend per share (in PLN/EUR) | - | - | - | - |

Principles for translating basic items of the semi-annual separate financial statements into EUR

Translations of selected financial data into EUR in the statement of comprehensive income and in the cash flow statement use the arithmetic mean calculated based on 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 01/01/2022 to 30/06/2022: PLN 4.6427

Arithmetic mean in the period from 01/01/2021 to 30/06/2021: PLN 4.5472

Translations of selected financial data into EUR in the statement of financial position use the average exchange rate of the National Bank of Poland (NBP) applicable on the statement day.

H1 2022: PLN 4.6806

31/12/2021: PLN 4.5994

| average PLN to EUR exchange rates in the period covered by the statements | | |
|--|-------------------------------------|--|
| Period | Average exchange rate in the period | Exchange rate as of the last day of the period |
| 2022 | 4.6427 | 4.6806 |
| 2021 | 4.5472 | 4.5994 |

II. Semi-annual condensed consolidated financial statements

| Consolidated statement of financial position | Note | 30/06/2022 | 31/12/2021 |
|---|-------------|-------------------|-------------------|
| ASSETS | | | |
| Non-current assets | | 2,664 | 2,684 |
| Property, plant and equipment | 1 | 2,263 | 2,170 |
| Investment real property | | - | - |
| Biological assets | | - | - |
| Goodwill of subordinates | 2 | - | - |
| Intangible assets | 3 | 24 | 34 |
| Investments in associates measured with equity method | 4 | - | - |
| Financial assets available for sale | | - | - |
| Loans granted | 5 | 72 | 33 |
| Other financial assets | | - | - |
| Deferred tax assets | | 305 | 263 |
| Other non-current receivables and prepayments | 6 | - | 184 |
| Current assets | | 21,040 | 21,819 |
| Inventory | 7 | 37 | 72 |
| Trade receivables | 8 | 6,656 | 5,802 |
| Other current receivables and prepayments | 6 | 869 | 541 |
| Income tax receivables | | - | 515 |
| Financial assets measured at fair value through profit/loss | | - | - |
| Financial assets available for sale | | - | - |
| Loans granted | 5 | 432 | 425 |
| Other financial assets | | 4,753 | 5,133 |
| FX futures | | - | - |
| Cash and equivalents | 10 | 8,293 | 9,331 |
| Non-current assets classified as held for sale | | - | - |
| TOTAL ASSETS | | 23,704 | 24,503 |
| LIABILITIES & EQUITY. | | | |
| Equity | | 14,117 | 19,373 |
| Equity attributable to shareholders of the parent | | 13,860 | 18,873 |
| Share capital | 11 | 682 | 682 |
| Share premium | 14 | 9,672 | 10,144 |
| Equity shares | 13 | - | - |
| Reserve and supplementary capital | | 3,524 | - |
| Revaluation reserve | | - | - |
| Amounts recognised directly in equity and related to assets classified as held for sale | | - | - |
| Foreign exchange gains/losses on translation | | -245 | -219 |

| | | | |
|--|----|---------------|---------------|
| Profit/loss on sale of subsidiary | | - | - |
| Advances paid on dividends | | - | - |
| Retained profit/loss | | 1,031 | 5,247 |
| Profit/loss in current year | | -804 | 3,019 |
| Non-controlling interests | | 257 | 500 |
| LIABILITIES | | 9,587 | 5,130 |
| Non-current liabilities | | 452 | 685 |
| Provisions | 17 | 258 | 298 |
| Deferred tax provision | | 194 | 203 |
| Long-term bank loans and borrowings | 18 | - | 149 |
| Other non-current financial liabilities | 19 | - | 29 |
| Other non-current liabilities and accruals | 21 | - | 6 |
| Current liabilities | | 9,135 | 4,445 |
| Provisions | 17 | 1,177 | 921 |
| Short-term bank loans and borrowings | 18 | - | - |
| Short-term portion of long-term bank loans and borrowings | 18 | 298 | 298 |
| Other current financial liabilities | 19 | 80 | 131 |
| Trade liabilities | 20 | 1,891 | 1,257 |
| Other current liabilities and accruals | 21 | 5,596 | 1,573 |
| Tax liabilities | | 93 | 265 |
| FX futures | | - | - |
| Liabilities related to non-current assets classified as held for sale | | - | - |
| TOTAL LIABILITIES AND EQUITY | | 23,704 | 24,503 |

| Consolidated income statement (by function) | Note | 30/06/2022 | 30/06/2021 |
|---|-------------|-------------------|-------------------|
| Continued operations | | | |
| revenue from sale of products, goods and materials | 22 | 20,851 | 19,443 |
| Costs of products, goods and materials sold | 23 | 17,208 | 13,452 |
| Movement in products – subsidy received for intangible assets and tangible assets | | - | - |
| Gross profit/loss on sales | | 3,643 | 5,991 |
| Selling costs | 23 | 1,081 | 1,012 |
| General and administrative expenses | 23 | 3,146 | 2,083 |
| Sales profit/loss | | -584 | 2,896 |
| Other operating revenues | 24 | 81 | 685 |
| Other operating expenditure | 24 | 94 | 83 |
| Operating profit/loss | | -597 | 3,498 |
| Financial revenues | 25 | 171 | 59 |
| Financial expenses | 25 | 382 | 126 |
| Share in profit/loss of associates | | - | - |
| Profit/loss on sale of interests in an associate | | - | - |
| Gross profit/loss | | -808 | 3 431 |
| Income tax | | 67 | 535 |
| Net profit/loss on continued operations | | -875 | 2,896 |
| Discontinued operations | | | |
| Profit/loss on discontinued operations for the financial year | | - | - |
| Net profit/loss for the reporting period | | -875 | 2,896 |
| Net profit/loss attributable to: | | -875 | 2,896 |
| <i>Shareholders of the parent</i> | | -804 | 2,723 |
| <i>Non-controlling interests</i> | | -71 | 173 |
| Other comprehensive income | | -32 | 149 |
| Profit/loss on revaluation of PP&E | | - | - |
| Profit/loss on measurement of investments available for sale recognised in equity | | - | - |
| Profit/loss on cash flow hedges (effective portion) | | - | - |
| FX gains/losses on measurement of foreign operations | | - -32 | 149 |
| Income tax related to items presented in other comprehensive income | | - | - |
| Acquisition of capital from non-controlling interests | | - | - |
| Total comprehensive income | | -907 | 3,045 |
| Comprehensive income attributable to: | | -907 | 3,045 |
| <i>Shareholders of the parent</i> | | -831 | 2,852 |
| <i>Non-controlling interests</i> | | -76 | 193 |

| | | | |
|---|-----------|-------|------|
| Earnings/loss per share (in PLN): | | - | - |
| From going concern | 26 | - | - |
| <i>Basic</i> | 26 | -0.64 | 2.20 |
| <i>Diluted</i> | 26 | -0.64 | 2.20 |
| On continued and discontinued operations | 26 | - | - |
| <i>Basic</i> | 26 | -0.64 | 2.20 |
| <i>Diluted</i> | 26 | -0.64 | 2.20 |

Consolidated statement of changes in equity

| for the period | Equity attributable to shareholders of the parent | | | | | | | | | | Non-controlling interests | Total equity |
|---|---|---------------|---------------|-----------------------------------|---------------------|---|--|-----------------------------------|--|--------|---------------------------|--------------|
| | Share capital | Share premium | Equity shares | Reserve and supplementary capital | Revaluation reserve | Amounts recognised directly in equity and related to assets classified as held for sale | Foreign exchange gains/losses on translation | Profit/loss on sale of subsidiary | Profit/loss brought forward and profit/loss for the current year | Total | | |
| 30/06/2022 | | | | | | | | | | | | |
| Opening balance before restatement | 682 | 10,144 | - | - | - | - | -219 | - | 8,266 | 18,873 | 500 | 19,373 |
| Changes in accounting principles (policy) | - | - | - | - | - | - | - | - | - | - | - | - |
| Corrections of fundamental errors | - | - | - | - | - | - | - | - | - | - | - | - |
| Opening balance after corrections (restated) | 682 | 10,144 | - | - | - | - | -219 | - | 8,266 | 18,873 | 500 | 19,373 |
| Total comprehensive income | - | - | - | - | - | - | -26 | - | -804 | -830 | -77 | -907 |
| Profit/loss on revaluation of PP&E | - | - | - | - | - | - | - | - | - | - | - | - |
| Profit/loss on measurement of investments available for sale recognised in equity | - | - | - | - | - | - | - | - | - | - | - | - |
| Profit/loss on cash flow hedges (effective portion) | - | - | - | - | - | - | - | - | - | - | - | - |
| FX gains/losses on measurement of foreign operations | - | - | - | - | - | - | -26 | - | - | -26 | -6 | -32 |

| | | | | | | | | | | | | |
|--|------------|--------------|---|--------------|---|---|-------------|---|---------------|---------------|-------------|---------------|
| Income tax related to items presented in other comprehensive income | - | - | - | - | - | - | - | - | - | - | - | - |
| Total revenues and expenses for the financial year recognised directly in equity | - | - | - | - | - | - | - | - | - | - | - | - |
| Profit/loss for the financial year | - | - | - | - | - | - | - | - | -804 | -804 | -71 | -875 |
| Other movements in equity | - | -472 | - | 3,524 | - | - | - | - | -7,145 | -4,183 | -166 | -4,349 |
| Issue of share capital | - | - | - | - | - | - | - | - | - | - | - | - |
| Redemption of equity shares | - | - | - | - | - | - | - | - | - | - | - | - |
| Dividends | - | - | - | - | - | - | - | - | - | - | - | - |
| Distribution of financial result | - | - | - | 2,831 | - | - | - | - | -6,926 | -4,095 | - | -4,095 |
| Acquisition of equity shares | - | - | - | - | - | - | - | - | - | - | - | - |
| Sale of equity shares | - | - | - | - | - | - | - | - | - | - | - | - |
| Acquisition of interests in a subsidiary | - | - | - | - | - | - | - | - | - | - | - | - |
| Other movements in equity | - | -472 | - | 693 | - | - | - | - | -309 | -88 | -166 | -254 |
| Closing balance | 682 | 9,672 | - | 3,524 | - | - | -245 | - | 227 | 13,860 | 257 | 14,117 |

| | | | | | | | | | | | | | |
|--|------------|---------------|---|---|---|---|---|-------------|---------------|---------------|------------|---------------|---|
| comprehensive income | | | | | | | | | | | | | |
| Total revenues and expenses for the financial year recognised directly in equity | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Profit/loss for the financial year | - | - | - | - | - | - | - | - | 3,019 | 3,019 | 216 | 3,235 | |
| Other movements in equity | 25 | 446 | - | - | - | - | - | - | -1,603 | -1,132 | 109 | -1,023 | |
| Issue of share capital | 25 | 1,725 | - | - | - | - | - | - | - | 1 750 | - | 1 750 | |
| Redemption of equity shares | - | - | - | - | - | - | - | - | - | - | - | - | |
| Dividends | - | -1,648 | - | - | - | - | - | - | - | -1,648 | - | -1,648 | |
| Distribution of financial profit/loss | - | 369 | - | - | - | - | - | - | -3,254 | -2,885 | -103 | -2,988 | |
| Acquisition of equity shares | - | - | - | - | - | - | - | - | - | - | - | - | |
| Sale of equity shares | - | - | - | - | - | - | - | - | - | - | - | - | |
| Acquisition of interests in a subsidiary | - | - | - | - | - | - | - | - | -7 | -7 | 7 | - | |
| Other movements in equity | - | - | - | - | - | - | - | - | 1,658 | 1,658 | 205 | 1,863 | |
| Closing balance | 682 | 10,144 | - | - | - | - | - | -219 | 8,266 | 18,873 | 500 | 19,373 | |

| Consolidated Cash Flow Statement (indirect method) | Note | 30/06/2022 | 30/06/2021 |
|---|-------------|-------------------|-------------------|
| Operating cash flows | | | |
| Gross profit/loss | | -808 | 3 431 |
| Adjustments for: | | 497 | -293 |
| Share in net profit/loss of associates and joint ventures accounted for using the equity method | | - | - |
| Non-controlling interests | | - | - |
| Amortisation and depreciation | | 385 | 350 |
| Goodwill impairment | | - | - |
| Foreign exchange gains/losses | | 1 | 91 |
| Expenses and revenue due to interest | | -13 | 36 |
| Dividends revenue | | - | - |
| Profit/loss on investing activities | | 318 | -78 |
| Movement in provisions | | 218 | - |
| Movement in inventory | | 34 | -150 |
| Movement in receivables and prepayments | | -1,096 | 3,828 |
| Movement in liabilities and accruals | | 392 | -4,097 |
| Income tax paid/returned | | 233 | 334 |
| Other adjustments | | 25 | -607 |
| Net operating cash flow | | -311 | 3,138 |
| Cash flow from investment | | | |
| Inflows from sale of tangible assets and intangible assets | | 62 | 48 |
| Net inflows from sale of associates and subsidiaries | | - | - |
| Inflows from the sale of financial assets | | - | - |
| Inflows from interest | | 2 | 2 |
| Inflows from dividends | | - | - |
| Repayment of borrowings granted | | 30 | 71 |
| Expenditures on acquisition of property, plant and equipment, and intangible assets | | 473 | 515 |
| Net expenditures on acquisition of subsidiaries and associates | | - | - |
| Expenditures on acquisition of current financial assets | | - | 250 |
| Borrowings granted | | 88 | 345 |
| Other | | - | - |
| Net cash flow from investing activities | | -467 | -989 |
| Cash flows from financial operations | | | |
| Inflows from loans and borrowings | | - | - |
| Net inflows from the issue of shares | | - | - |
| Net inflows from the issue of bonds, bills and bills of exchange | | - | - |
| Repayment of loans and borrowings | | 149 | - |

| | | | |
|--|--|---------------|---------------|
| Payments under finance lease contracts | | 80 | 197 |
| Dividends paid to the Company's shareholders | | - | 4 |
| Dividends paid to shareholders holding non-controlling interests | | - | - |
| Acquisition of equity shares | | - | - |
| Interest paid | | 3 | 17 |
| Other | | - | - |
| Net cash flow from financing activities | | -232 | -218 |
| Increase/decrease in cash and cash equivalents | | -1,010 | 1,931 |
| Opening balance of cash and cash equivalents, and overdrafts | | 9,331 | 11,143 |
| <i>Foreign exchange gains/losses related to measurement of cash and cash equivalents, and overdrafts</i> | | -28 | -45 |
| Closing balance of cash and cash equivalents, and overdrafts | | 8,293 | 13,029 |

Selected consolidated notes

- Notes on the adopted accounting principles (policy):

1. General information

The parent of the Capital Group is Quantum software S.A. with its registered office in Kraków at ul. Walerego Sławka 3A. The Company is entered in the Register of Entrepreneurs of the National Court Register Kraków – Śródmieście, 11th Commercial Division on 30 October 2002 under KRS number 0000136768; PKD 62.01Z. Software activities. The Company's core business consists in holding activities.

The financial year of the Group's companies corresponds to the calendar year.

2. Approval of the financial statements

The financial statements were adopted and approved for publication by the Management Board on 30 September 2022.

3. Basic principles of preparing financial statements

The accounting principles adopted for preparing these Condensed Interim Consolidated Financial Statements are described below. These principles were applied in all of the reporting periods presented.

The presented Condensed Interim Consolidated Financial Statements have been prepared in accordance with International Financial Reporting Standards (IFRS), in particular, in compliance with IAS 34 "Interim Financial Reporting" and the Ordinance of the Minister of Finance of 29 March 2018 on current and periodic information provided by issuers of securities and in accordance with the relevant accounting standards applicable to interim financial reporting adopted by the European Union, published and in effect at the time of preparation of the Condensed Interim Consolidated Financial Statements.

Data included in the report was prepared in line with the principles for measurement of assets, equity and liabilities, and measurement of net income specified as of the balance sheet date, in line with the materiality principle. The Condensed Interim Consolidated Financial Statements for H1 2022 were prepared on the assumption that the Capital Group would continue as a going concern.

The financial statements contain financial data for H1 2022 and comparative financial data as of 31/12/2021 and as of 30/06/2021.

The Interim Consolidated Financial Statements for H1 2022 have been prepared in PLN with figures rounded to full thousand.

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

Accounting principles

The Company's financial statements have been prepared in thousands of PLN (unless specified otherwise), pursuant to entries made in the Company's accounting books maintained in accordance with the basic accounting principles:

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

Consolidation principles

Subsidiaries

Subsidiaries include all entities whose financial and operating policies can be controlled by the Group, where such control is usually gained by acquiring the majority of votes in governing bodies. In assessing control over an entity, the existence and impact of potential voting rights that can be exercised at a given moment is considered. Subsidiaries are included in the consolidated financial statements from the date the Group gains control until the date when the Group ceases to control them. In the event of a share capital increase, the acquisition of new shares/stock is recognised at registration of the increase in the National Court Register. At acquisition, the assets and liabilities of an acquired subsidiary are measured at fair value. The surplus of the acquisition price over the fair value of identifiable acquired net assets of an entity is disclosed as goodwill. If the difference between the fair value and the net carrying value is not significant, then the fair value of net assets of a subsidiary is its carrying value. If the acquisition price is lower than the fair value of identifiable acquired assets of an entity, the difference is recognised as profit in the profit and loss account for the period in which the acquisition took place. The share of minority interests is reported proportionately in the fair value of assets and capital. In subsequent periods, the losses attributable to minority shareholders exceeding the value of their shares are deducted from the equity of the parent company.

Associates

Associates are all entities over which the Group has significant influence, but not control. A holding of 20% to 50% of the voting power usually indicates significant influence. Investments in associates are settled using the equity method and recognised initially at cost. Investments in associates include goodwill less any accumulated depreciation/amortisation, determined on acquisition.

The Group's share of the profit/loss of associates is recognised from the acquisition date in the profit and loss account, while its share of changes of other capital is recognised from the acquisition date in other capital. The balance sheet value of an investment is adjusted to reflect accumulated balance changes from the acquisition date. If the Group's share of losses of an associate equals or exceeds its interest in the associate, the Group discontinues recognising further losses unless it has incurred obligations or makes payments on behalf of the associate.

Profit and loss on transactions between the Group and an associate are eliminated to the extent of the Group's interest in the associate. Losses incurred by an associate can indicate impairment of its assets, resulting in recognition of an adequate impairment loss.

All transactions, balances, revenues and expenses between consolidated related parties are subject to consolidation exclusions.

Intangible assets, and Property, plant and equipment

Methods for measuring intangible assets and PP&E: Intangible assets and PP&E items are measured according to the going concern principle, as specified in the International Accounting Standards. However:

- 1) Intangible assets are recognised at cost, taking into account their accumulated amortisation. The Group companies recognise amortisation/depreciation using the straight-line method, and adopt the following accumulated amortisation/depreciation periods (useful lives):
 - a) computer software: 2 years;
 - b) licences: 2 years;
 - c) copyrights: 2 years;
 - d) R&D expenses: 5 years.
 - e) The Group does not post any intangible assets with indefinite useful lives.
- 2) Tangible assets are measured at their purchase prices or manufacturing costs, less depreciation, proportionally to their periods of use. Tangible assets are depreciated throughout their useful economic life. Tangible assets, despite being used for more than one year, do not include items of low initial unit value up to PLN 3,500.00, except for tangible assets classified under group 4 (machines and equipment). When these items are purchased, they are reported on a single basis as tax-deductible expenses in the month when they were purchased or in the following month. These items are not subject to recognition in the balance sheet. Cars are depreciated on a straight-line basis for 5 years based on their initial value, less their residual value in the amount of 20% of the initial value. All equipment included in group 4, regardless of its initial value, is depreciated on a straight-line basis as per individual rates defined in accordance with their expected useful lives, i.e.
 - a) desktop computers -5 years;
 - b) laptops: 4 years;
 - c) servers, printers, projectors, UPS devices, routers, switch boxes, changers; computer networks – 8- 10 years;
 - d) UPS batteries: 2 years.

The adopted useful lives of intangible assets and PP&E items are verified 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 at their nominal value as of their accrual date, and at the payable amount as of the balance sheet date. For mark-to-market purposes, receivables are decreased by write-downs on doubtful receivables. Receivables in foreign currencies are measured as of the balance sheet date according to the average exchange rate of the National Bank of Poland (NBP), and the foreign exchange gains/losses are recognised in financial revenue or expenses. Interests are measured at their purchase prices, less impairment losses.

Financial assets are measured at the lower of their purchase price or market value.

Cash in hand and cash in bank as well as interest on financial assets calculated on an accrual basis are measured at their nominal value, while cash in foreign currencies is measured at the bank's buying and selling exchange rates, and for the balance sheet measurement it is measured at the average NBP exchange rate.

Liabilities are recognised in the books at their nominal value on the day when they arise, and at the payable amount as of the balance sheet date. Liabilities in foreign currencies are measured according to the average NBP exchange rate.

Main types of financial instruments:

- standard financial instruments – trade receivables and liabilities – measured at the acquisition price (on the basis of Section 29(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 and leases: measurement at amortised cost is required but, in the opinion of the Management Board, the Group discloses these items at the acquisition price (at the payable amount) because such measurement does not affect the entity's financial situation.

Investments

The Group classifies its investments into the following categories:

- 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 disclosed in the Statement of Comprehensive Income as financial expenses.

Impairment losses on non-current assets

PP&E, intangible assets and financial assets are tested for impairment if certain events and changes take place which may cause impairment.

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

Inventory

Inventory includes goods which are measured, as of the balance sheet date, at the acquisition price in accordance with the prudence principle, less impairment losses.

Trade and other receivables

Trade receivables are recognised at the amount payable, less impairment losses on doubtful receivables. Impairment losses are estimated based on the recoverability of receivables, once the recovery of the full amount of receivables becomes unlikely.

Cash and equivalents

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

Provision for retirement and similar benefits

The Group creates 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 Group creates a provision for the current value of retirement benefits to which the employees became entitled by that date, with classification into short-term and long-term provision, using the actuarial method. The provision is 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 Group creates provisions if, as a result of economic events, certain or highly probable liabilities occur whose value can be credibly determined.

Accruals/prepayments

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

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

The Group's accruals are the amount of liabilities attributable to the current period based on services provided to the entity.

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 sales revenue includes economic benefits in the course of the reporting period which occurred as a result of the company's business operations and have a credibly determined value, resulting in an increase in equity through an increase in or a decrease in liabilities in a manner other than contribution of funds by the shareholders. 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, and for the sold materials and goods, determined based on the net price and adjusted for discounts and reductions granted.

The adjustments of sales revenue are recognised in the period in which they are made.

Other operating revenues

Other operating revenue is revenue related to the Group's operating activities. It includes:

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

Financial revenue

Revenue from interest calculated on counterparties is recognised at the date when a counterparty makes the payment.

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

Business costs

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

Other operating expenses

Other operating expenses include expenses related to the Group's operating activities.

Including:

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

Financial expenses

The expenses of interest paid are recognised directly in the profit and loss account for the period in which they were incurred.

Income tax

Statutory charges on the result include:

- 1) CIT;
- 2) deferred tax.

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

Deferred income tax

The Group establishes deferred income tax provisions and assets in connection with temporary positive differences between the value of assets, equity and liabilities disclosed in the accounting books and their tax value. Deferred income tax assets are recognised when it is likely that the taxable income to be generated in the future will allow for the use of temporary differences. Deferred income tax assets are also disclosed with respect to tax losses which may be deducted in subsequent year, but only when it is probable that taxable income will be generated in the future which would allow for using these tax losses. The Group does not create deferred income tax assets if there is doubt concerning the possibility of their use 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 according to the average exchange rate published for a given currency by the National Bank of Poland.

As of the balance sheet date, receivables and liabilities in foreign currencies are measured according to the average exchange rate published for a given currency by the National Bank of Poland.

Foreign exchange gains/losses related to settlements in foreign currencies which occurred at the date of measurement or at the payment date of receivables and liabilities are recognised in financial expenses or revenue.

Leases

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

Notes – selected explanatory information

Note 1 – Property, plant and equipment

| PROPERTY, PLANT AND EQUIPMENT | AS OF 30/06/2022 | | | | | | |
|---|---|--------------------------|------------------------|--------------------|-----------------------------|-------|-------|
| | Land and perpetual usufruct title to land | Buildings and structures | Machines and equipment | Means of transport | Tangible assets under lease | Other | Total |
| Gross value at the beginning of the period | - | 46 | 3,509 | 2,028 | 661 | 140 | 6,384 |
| Increase | - | - | 230 | 241 | - | 2 | 473 |
| <i>acquisition</i> | - | - | 230 | 241 | - | 2 | 473 |
| <i>acquisition as part of taking control over an entity</i> | - | - | - | - | - | - | - |
| <i>due to revaluation</i> | - | - | - | - | - | - | - |
| <i>transfer of the business</i> | - | - | - | - | - | - | - |
| <i>other</i> | - | - | - | - | - | - | - |
| Decrease | - | - | 19 | 70 | - | - | 89 |
| <i>disposal</i> | - | - | 19 | 70 | - | - | 89 |
| <i>due to revaluation</i> | - | - | - | - | - | - | - |
| <i>due reclassification to fixed assets held for sale</i> | - | - | - | - | - | - | - |
| <i>transfer of the business</i> | - | - | - | - | - | - | - |
| <i>other</i> | - | - | - | - | - | - | - |
| Allocated to discontinued operations | - | - | - | - | - | - | - |
| Internal movements (+/-) | - | - | - | - | - | - | - |
| Gross value at the end of the period | - | 46 | 3,720 | 2,199 | 661 | 142 | 6,768 |
| Accumulated amortisation/depreciation at the beginning of the period | - | 46 | 2,550 | 1,221 | 288 | 109 | 4,214 |
| amortisation/depreciation for the period | - | - | -174 | 145 | 53 | 4 | 376 |
| other increases | - | - | - | - | - | - | - |
| other increases (acquisition resulting from | - | - | - | - | - | - | - |

| | | | | | | | |
|---|---|-----------|--------------|--------------|------------|------------|--------------|
| taking control over an entity) | | | | | | | |
| transfer of business | - | - | - | - | - | - | - |
| decreases in the sale | - | - | 17 | 70 | - | - | 87 |
| other decreases | - | - | - | - | - | - | - |
| Accumulated amortisation/depreciation at the end of the period | - | 46 | 2,707 | 1,296 | 341 | 113 | 4,503 |
| Impairment loss at the beginning of the period | - | - | - | - | - | - | - |
| Recognition of impairment loss in the period | - | - | - | - | - | - | - |
| Reversal of impairment loss in the period | - | - | - | - | - | - | - |
| Value taking account of accumulated amortisation/depreciation and impairment loss at the end of the period | - | 46 | 2,707 | 1,296 | 341 | 113 | 4,503 |
| Adjustment for net foreign exchange gains/losses on translation | - | - | -2 | - | - | - | -2 |
| Net value at period end | - | - | 1,011 | 903 | 320 | 29 | 2,263 |

| PROPERTY, PLANT AND EQUIPMENT | AS OF 31 December 2021 | | | | | | |
|---|---|--------------------------|------------------------|--------------------|-----------------------------|------------|--------------|
| | Land and perpetual usufruct title to land | Buildings and structures | Machines and equipment | Means of transport | Tangible assets under lease | Other | Total |
| Gross value at the beginning of the period | - | 46 | 3,247 | 1,348 | 1,327 | 120 | 6,088 |
| Increase | - | - | 421 | 1,025 | - | 20 | 1,466 |
| <i>acquisition</i> | - | - | 421 | 359 | - | 20 | 800 |
| <i>acquisition as part of taking control over an entity</i> | - | - | - | - | - | - | - |
| <i>due to revaluation</i> | - | - | - | - | - | - | - |
| <i>transfer of the business</i> | - | - | - | - | - | - | - |
| <i>other</i> | - | - | - | 666 | - | - | 666 |
| Decrease | - | - | 151 | 345 | 666 | - | 1,162 |
| <i>disposal</i> | - | - | 151 | 345 | - | - | 496 |
| <i>due to revaluation</i> | - | - | - | - | - | - | - |
| <i>due reclassification to</i> | - | - | - | - | - | - | - |

| | | | | | | | |
|---|---|-----------|--------------|--------------|------------|------------|--------------|
| <i>fixed assets held for sale</i> | | | | | | | |
| <i>transfer of the business</i> | - | - | - | - | - | - | - |
| <i>other</i> | - | - | - | - | 666 | - | 666 |
| Allocated to discontinued operations | - | - | - | - | - | - | - |
| Internal movements (+/-) | - | - | - | - | - | - | - |
| Gross value at the end of the period | - | 46 | 3,517 | 2,028 | 661 | 140 | 6,392 |
| Accumulated amortisation/depreciation at the beginning of the period | - | 46 | 2 374 | 1,051 | 420 | 85 | 3,976 |
| amortisation/depreciation for the period | - | - | 316 | 169 | 204 | 24 | 713 |
| other increases | - | - | - | 336 | - | - | 336 |
| other increases (acquisition resulting from taking control over an entity) | - | - | - | - | - | - | - |
| transfer of the business | - | - | - | - | - | - | - |
| decreases in the sale | - | - | 140 | 335 | - | - | 475 |
| other decreases | - | - | - | - | 336 | - | 336 |
| Accumulated amortisation/depreciation at the end of the period | - | 46 | 2,550 | 1,221 | 288 | 109 | 4,214 |
| Impairment loss at the beginning of the period | - | - | - | - | - | - | - |
| Recognition of impairment loss in the period | - | - | - | - | - | - | - |
| Reversal of impairment loss in the period | - | - | - | - | - | - | - |
| Value taking account of accumulated amortisation/depreciation and impairment loss at the end of the period | - | 46 | 2,550 | 1,221 | 288 | 109 | 4,214 |
| Adjustment for net foreign exchange gains/losses on translation | - | - | -8 | - | - | - | -8 |
| Net value at period end | - | - | 959 | 807 | 373 | 31 | 2,170 |

The Group owns cars classified as PP&E under lease, with a net value of PLN 373.201,80 and PLN 320.138,08 as of 31/12/2021 and 30/06/2022 respectively.

Expenditures on PP&E under construction recognised in the carrying value amount to PLN 0.00 and PLN 0.00 as of 31/12/2021 and 30/06/2022 respectively.

Note 2 – Goodwill of subsidiaries

| Goodwill of subordinates | 30/06/2022 | 31/12/2021 |
|---|--------------|--------------|
| Gross value at period beginning | 1,447 | 1,447 |
| Increase | - | - |
| Decrease | - | - |
| Gross value at the end of the period | 1,447 | 1,447 |
| Foreign exchange gains/losses | - | - |
| Other adjustments | - | - |
| Gross value at the end of the period after adjustments | 1,447 | 1,447 |
| Impairment loss at the beginning of the period | 1,447 | 1,447 |
| Recognition of impairment loss in the period | - | - |
| Reversal of impairment loss in the period | - | - |
| Impairment write-down at the end of the period | 1,447 | 1,447 |
| Net value at period end | - | - |

Note 3 – Intangible assets

| INTANGIBLE ASSETS | AS OF 30/06/2022 | | | | |
|--|----------------------|-----------------------------|--------------|-------|--------------|
| | Own development work | Intangible assets purchased | | | Total |
| | | Patents and trademarks | Licenses | Other | |
| Gross value at period beginning | 5,580 | - | 2,345 | - | 7,925 |
| Increase | - | - | - | - | - |
| <i>acquisition</i> | - | - | - | - | - |
| <i>own development work</i> | - | - | - | - | - |
| <i>acquisition as part of the combination of business entities</i> | - | - | - | - | - |
| <i>due to revaluation</i> | - | - | - | - | - |
| <i>transfer of the business</i> | - | - | - | - | - |
| <i>other</i> | - | - | - | - | - |
| Decrease | - | - | - | - | - |
| <i>decommissioning</i> | - | - | - | - | - |
| <i>liquidation</i> | - | - | - | - | - |
| <i>disposal</i> | - | - | - | - | - |

| | | | | | |
|--|--------------|----------|--------------|----------|--------------|
| <i>due to revaluation</i> | - | - | - | - | - |
| <i>due reclassification to fixed assets held for sale</i> | - | - | - | - | - |
| <i>transfer of the business</i> | - | - | - | - | - |
| <i>other</i> | - | - | - | - | - |
| Gross value at the end of the period | 5,580 | - | 2,345 | - | 7,925 |
| Accumulated amortisation/depreciation at the beginning of the period | 5,580 | - | 2,311 | - | 7,891 |
| <i>amortisation/depreciation for the period</i> | - | - | 9 | - | 9 |
| <i>other increases acquisition within business combinations</i> | - | - | - | - | - |
| <i>transfer of the business</i> | - | - | - | - | - |
| <i>decreases</i> | - | - | - | - | - |
| Accumulated amortisation/depreciation at the end of the period | 5,580 | - | 2,320 | - | 7,900 |
| Impairment loss at the beginning of the period | - | - | - | - | - |
| Recognition of impairment loss in the period | - | - | - | - | - |
| Reversal of impairment loss in the period | - | - | - | - | - |
| Value taking account of accumulated amortisation/depreciation and impairment loss at the end of the period | 5,580 | - | 2,321 | - | 7,901 |
| Adjustment for net foreign exchange gains/losses on translation | - | - | - | - | - |
| Net value at period end | - | - | 24 | - | 24 |

| INTANGIBLE ASSETS | AS OF 31/12/2021 | | | | |
|---|----------------------|-----------------------------|----------|-------|-------|
| | Own development work | Intangible assets purchased | | | Total |
| | | Patents and trademarks | Licenses | Other | |
| Gross value at period beginning | 5,580 | - | 2,836 | - | 8,416 |
| Increase | - | - | 27 | - | 27 |
| <i>Acquisition</i> | - | - | 27 | - | 27 |
| <i>own development work</i> | - | - | - | - | - |
| <i>acquisition as part of taking control over an entity</i> | - | - | - | - | - |
| <i>due to revaluation</i> | - | - | - | - | - |
| <i>transfer of the business</i> | - | - | - | - | - |
| <i>other</i> | - | - | - | - | - |
| Decrease | - | - | 518 | - | 518 |
| <i>decommissioning</i> | - | - | - | - | - |
| <i>liquidation</i> | - | - | 518 | - | 518 |
| <i>disposal</i> | - | - | - | - | - |
| <i>due to revaluation</i> | - | - | - | - | - |
| <i>due reclassification to fixed assets held for sale</i> | - | - | - | - | - |
| <i>transfer of the business</i> | - | - | - | - | - |
| <i>other</i> | - | - | - | - | - |
| Gross value at the end of the period | 5,580 | - | 2,345 | - | 7,925 |
| Accumulated amortisation/depreciation at the beginning of the period | 5,580 | - | 2,814 | - | 8,394 |
| <i>amortisation/depreciation for the period</i> | - | - | 15 | - | 15 |
| <i>other increases</i> | - | - | - | - | - |
| <i>transfer of the business</i> | - | - | - | - | - |
| <i>decreases</i> | - | - | 518 | - | 518 |
| Accumulated amortisation/depreciation at the end of the period | 5,580 | - | 2,311 | - | 7,891 |

| | | | | | |
|--|-------|---|-----------|---|-----------|
| Impairment loss at the beginning of the period | - | - | - | - | - |
| Recognition of impairment loss in the period | - | - | - | - | - |
| Reversal of impairment loss in the period | - | - | - | - | - |
| Value taking account of accumulated amortisation/depreciation and impairment loss at the end of the period | 5,580 | - | 2,311 | - | 7,891 |
| Adjustment for net foreign exchange gains/losses on translation | - | - | - | - | - |
| Net value at period end | - | - | 34 | - | 34 |

The Capital Group does not hold any intangible assets with indefinite useful life.

Note 4 Investments in associates

Not applicable.

Note 5 – Borrowings granted

| BORROWINGS GRANTED | | | | | | | | |
|--|------------------|---------------------|----------------|------------|------------|--|------------|----------------|
| Long-term | Borrowing amount | Interest rate | Repayment date | As of | | Interest accrued from the beginning of the financial year to | | Collateral |
| | | | | 30/06/2022 | 31/12/2021 | 30/06/2022 | 30/06/2021 | |
| <i>Borrowings granted to related parties</i> | | | | | | | | |
| <i>Borrowings granted to other parties</i> | | | | | | | | |
| Other entities | 27 | 1.5% + WIBOR, 5%,7% | 31-05-2025 | 27 | 17 | - | 1 | No collateral. |
| Member of the Management Board – Tomasz Hatala | - | - | - | - | - | - | - | No collateral. |
| Employees | 43 | Fixed (7%) | 31-12-2025 | 45 | 16 | 1 | - | No collateral. |
| TOTAL: | | | | 72 | 33 | 1 | 1 | |

| BORROWINGS GRANTED | | | | | | | | |
|---|------------------|---------------------|------------------|------------|------------|--|------------|----------------|
| Short-term | Borrowing amount | Interest rate | Repayment date | As of | | Interest accrued from the beginning of the financial year to | | Collateral |
| | | | | 30/06/2022 | 31/12/2021 | 30/06/2022 | 30/06/2021 | |
| <i>Borrowings granted to other parties</i> | | | | | | | | |
| Other entities | 178 | 1.5% + WIBOR, 5%,7% | 31-05-2025 | 188 | 114 | 4 | 2 | No collateral. |
| Tomasz Hatala – Member of the parent company’s Management Board | 155 | Fixed (7%) | 31 December 2022 | 170 | 191 | 6 | 5 | No collateral. |
| Employees of subsidiaries | 68 | Fixed (7%) | 31 December 2025 | 74 | 120 | 2 | 1 | No collateral. |
| TOTAL: | | | | 432 | 425 | 12 | 8 | |

2022:**• Borrowings granted to other parties:**

- I. Long-term borrowings granted to other parties as of 30/06/2022: PLN 27,043.62.
- II. Short-term borrowings granted to other parties as of 30/06/2022: PLN 188,082.89.

• Borrowings granted to employees:

- I. Long-term borrowings granted to employees as of 30/06/2022: PLN 44.708,26.
- II. Short-term borrowings granted to employees as of 30/06/2022: PLN 73.997,63.

• Borrowings granted to a member of the Management Board of the parent company by a subsidiary:

Short-term borrowing as of 30/06/2022: PLN 170,056.27.

2021:**• Borrowings granted to other parties:**

- I. Long-term borrowings granted to other parties as of 30/06/2021: PLN 16,795.22.
- II. Short-term borrowings granted to other parties as of 30/06/2021: PLN 113,007.22.

• Borrowings granted to employees:

- I. Long-term borrowings granted to employees as of 30/06/2021: PLN 15.723,34.
- II. Short-term borrowings granted to employees as of 30/06/2021: PLN 120.331,39.

• Borrowings granted to a member of the Management Board of the parent company by a subsidiary:

Short-term borrowing as of 30/06/2021: PLN 191,364.03.

Note 6 Other receivables and prepayments

| OTHER RECEIVABLES AND PREPAYMENTS | 30/06/2022 | 31/12/2021 |
|---|------------|------------|
| Receivables from subsidiaries: | - | - |
| - non-current | - | - |
| - current | - | - |
| Receivables from related parties: | - | - |
| - non-current | - | - |
| - current | - | - |
| Advance payments: | 63 | 67 |
| - non-current | - | - |
| - current | 63 | 67 |
| Other receivables: | 453 | 364 |
| - non-current | - | 174 |
| - current | 453 | 190 |
| Prepayments: | 353 | 294 |
| - long-term | - | 9 |
| - short-term | 353 | 285 |
| Impairment losses at the beginning of the period | - | - |
| Recognition of impairment losses in the period | - | - |
| Reversal of impairment loss in the period | - | - |
| Impairment losses at the end of the period | - | - |
| TOTAL | 869 | 725 |

Other receivables include:

| | | |
|---|-----|-----|
| - due to taxes, customs duty, insurance and other benefits | - | 49 |
| - security deposits paid | 225 | 215 |
| - payroll settlements | 3 | 2 |
| - other settlements with employees | - | 2 |
| - input VAT to be settled in future periods | 31 | 41 |
| - output VAT on corrective invoices to be settled in future periods | - | 1 |
| - VAT | 59 | - |
| - statutory settlements – receivables | - | - |
| - statutory settlements – overpayment | - | - |
| - settlements with a brokerage house related to redemption of equity shares | 6 | 6 |
| - settlements with a brokerage house related to redemption of Quantum software's shares | - | - |
| - other settlements with suppliers | 39 | 14 |
| - other receivables | 15 | 4 |
| - unsettled tax paid by foreign companies | 75 | 30 |
| - debt of Q. International | - | - |

| | | |
|---|------------|------------|
| TOTAL: | 453 | 364 |
| Prepayments/accruals include: | | |
| - settlement of long-term contracts | 13 | 9 |
| - inter-period cost settlement | 60 | 2 |
| - other prepayments | - | 146 |
| - property insurance | 67 | 91 |
| - contribution to Company Social Benefits Fund (ZFSS) | 113 | - |
| - prepaid subscriptions, etc. | 100 | 46 |
| - 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 | - | - |
| TOTAL: | 353 | 294 |

NOTE 7 – Inventory

| INVENTORIES | As of 30/06/2022 | | | | |
|---|------------------|------------------|-------------------|-----------|-----------|
| | Materials | Work in progress | Finished products | Goods | Total |
| Measurement according to the acquisition price/manufacturing cost | - | - | - | 37 | 37 |
| Measurement according to the net realisable value | - | - | - | - | - |
| Write-downs on inventory at the beginning of the period | - | - | - | - | - |
| Reversed write-downs on inventory recognised as a decrease in the write-downs in the period | - | - | - | - | - |
| Write-downs on inventory recognised as cost in the period | - | - | - | - | - |
| Write-downs on inventory at the end of the period | - | - | - | - | - |
| Inventory recognised as cost in the period | - | - | - | - | - |
| Carrying value of inventory | - | - | - | 37 | 37 |
| <i>Value of inventory securing liabilities</i> | - | - | - | 37 | 37 |
| <i>Including long-term</i> | - | - | - | - | - |

| INVENTORIES | As of 31/12/2021 | | | | |
|---|------------------|------------------|-------------------|-----------|-----------|
| | Materials | Work in progress | Finished products | Goods | Total |
| Measurement according to the acquisition price/manufacturing cost | - | - | - | 72 | 72 |
| Measurement according to the net realisable value | - | - | - | - | - |
| Write-downs on inventory at the beginning of the period | - | - | - | - | - |
| Reversed write-downs on inventory recognised as a decrease in the write-downs in the period | - | - | - | - | - |
| Write-downs on inventory recognised as cost in the period | - | - | - | - | - |
| Write-downs on inventory at the end of the period | - | - | - | - | - |
| Inventory recognised as cost in the period | - | - | - | - | - |
| Carrying value of inventory | - | - | - | 72 | 72 |
| <i>Value of inventory securing liabilities</i> | - | - | - | 72 | 72 |
| <i>Including long-term</i> | - | - | - | - | - |

Note 8 Trade receivables

| TRADE RECEIVABLES | 30/06/2022 | 31/12/2021 |
|---|--------------|--------------|
| Trade receivables from related parties | 19 | 2 |
| Trade receivables from other parties | 6,901 | 6,064 |
| Total | 6,920 | 6,066 |
| Write-downs on trade receivables | 264 | 264 |
| Net trade receivables | 6,656 | 5,802 |

| MOVEMENTS IN WRITE-DOWNS | 30/06/2022 | 31/12/2021 |
|--------------------------|------------|------------|
| Opening balance | 264 | 264 |
| Increase | - | - |
| Decrease | - | - |
| Closing balance | 264 | 264 |

Note 9 Age structure of trade receivables

| AGE STRUCTURE OF TRADE RECEIVABLES | 30/06/2022 | | 31/12/2021 | |
|------------------------------------|--------------|------------|--------------|------------|
| | Gross value | Write-down | Gross value | Write-down |
| Paid on time | 3,750 | - | 2,864 | - |
| Overdue up to 3 months | 2,486 | - | 2,850 | - |
| Overdue between 3 and 6 months | 264 | - | 28 | - |
| Overdue between 6 and 12 months | 148 | - | 28 | - |
| Overdue over 1 year | 272 | 264 | 296 | 264 |
| Total | 6,920 | 264 | 6,066 | 264 |

Note 10 – Cash and cash equivalents

| CASH AND CASH EQUIVALENTS | 30/06/2022 | 31/12/2021 |
|--|--------------|--------------|
| Cash in hand and cash in bank | 7,935 | 9,331 |
| Short-term deposits | 358 | - |
| Other | - | - |
| Total, including: | 8,293 | 9,331 |
| - cash in hand and cash in bank allocated to discontinued operations | - | - |
| - cash in hand and cash in bank not available for use by the group | - | - |

In H1 2022, cash decreased in the Group by PLN 1,037,950.98.
 2022 year Quantum Qguar sp. z o.o. placed cash in the form of short-term deposits known as Overnight.

| OTHER FINANCIAL ASSETS | 30/06/2022 | | 31/12/2021 | |
|---------------------------|-----------------|----------------|-----------------|----------------|
| | Number of units | Value of units | Number of units | Value of units |
| General Investments Funds | 14,491.6606 | 3,274 | 14,491.6606 | 3,367 |
| BNP Paribas Funds | 16,124.739362 | 1,479 | 16,124.739362 | 1,766 |
| | | | | |
| Total, including: | - | 4,753 | - | 5,133 |

Note 11 Share capital

| SHARE CAPITAL | | As of 30/06/2021 | | | | | |
|--------------------------------|------------------------|------------------|--|------------------|-------------------------------|-------------------|-------------------------|
| Series/issue | Type of shares | Preference | Type of limitation of the rights to shares | Number of shares | Series/issue at nominal value | Registration date | Right to dividend since |
| Series A | Registered shares | Yes | 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 |
| Series E | Ordinary bearer shares | None | None | 50,000 | 25,000.00 | 10-01-2022 | 2022 |
| Total number of shares | | | | 1,364,870 | | | |
| Total share capital | | | | | 682,435.00 | | |
| <i>Nominal value per share</i> | | | | | 0.50 | | |
| Shareholders | | | | Number of shares | | % of capital | |
| Quantum Assets sp. z o.o. | | | | 970,912 | | 71.13% | |
| Tomasz Hatala | | | | 63,071 | | 4.62% | |
| Bogusław Ożóg | | | | 43,796 | | 3.21% | |
| Robert Dykacz | | | | 24,565 | | 1.80% | |
| Marek Jędra | | | | 14,020 | | 1.03% | |
| Tomasz Polończyk | | | | 14,010 | | 1.03% | |
| Tomasz Mnich | | | | 7,682 | | 0.56% | |
| Tomasz Mołata | | | | 2,265 | | 0.16% | |
| Henryk Gaertner | | | | 954 | | 0.07% | |
| Others | | | | 223,595 | | 16.38% | |
| Total | | | | 1,364,870 | | 100% | |

Note 12 – Number of shares comprising share capital

| NUMBER OF SHARES COMPRISING SHARE CAPITAL | 30/06/2022 | 31/12/2021 |
|--|-------------------|-------------------|
| Ordinary shares with a nominal value of PLN 0.50 | 1,364,870 | 1,364,870 |
| Redemption of equity shares | - | - |
| Total | 1,364,870 | 1,364,870 |

| CHANGES IN THE NUMBER OF SHARES | 30/06/2022 | 31/12/2021 |
|---|-------------------|-------------------|
| Ordinary shares issued and fully paid-up | | |
| At the beginning of the period | 1,364,870 | 1,314,870 |
| Redemption of equity shares | - | 50,000 |
| At the end of the period | 1,364,870 | 1,364,870 |
| Ordinary shares issued and not fully paid-up | | |
| At the beginning of the period | - | - |
| At the end of the period | - | - |
| Equity shares | | |
| At the beginning of the period | - | - |
| Repurchase of equity shares for the purposes of an incentive plan | - | - |
| Repurchase of shares by the subsidiary Quantum Qguar sp. z o.o. | - | - |
| Redemption of equity shares | - | - |
| Sale of shares to the senior management | - | - |
| At the end of the period | - | - |
| Shares | | |
| At the beginning of the period | - | - |
| At the end of the period | - | - |

| SHARE CAPITAL | 30/06/2022 | 31/12/2021 |
|-------------------------|-------------------|-------------------|
| Nominal value per share | 0.50 | 0.50 |
| Share capital | 682 | 682 |

Note 13 Equity shares

Not applicable.

| | | | | | | | | | | | |
|---|--------------|--------------|---|---|---|---|---|---|---|-------------|---------------|
| FX gains/losses on measurement of foreign operations | - | - | - | - | - | - | - | - | - | -26 | -26 |
| Distribution of profit | - | 2,831 | - | - | - | - | - | - | - | - | 2,831 |
| Dividend | - | - | - | - | - | - | - | - | - | - | - |
| Non-controlling interests | - | - | - | - | - | - | - | - | - | - | - |
| Foreign exchange gains/losses | - | - | - | - | - | - | - | - | - | - | - |
| Acquisition of interests in a subsidiary | - | - | - | - | - | - | - | - | - | - | - |
| Other movements in capital | -472 | 693 | - | - | - | - | - | - | - | - | - |
| Income tax related to items presented in other comprehensive income | - | - | - | - | - | - | - | - | - | - | - |
| Closing balance | 9,672 | 3,524 | - | - | - | - | - | - | - | -245 | 12,730 |

| | | | | | | | | | | |
|--|---------------|---|---|---|---|---|---|---|------|--------------|
| Redemption of equity shares | - | - | - | - | - | - | - | - | - | - |
| Sale of equity shares | - | - | - | - | - | - | - | - | - | - |
| Dividend | -1,648 | - | - | - | - | - | - | - | - | -1,648 |
| Non-controlling interests | - | - | - | - | - | - | - | - | - | - |
| Foreign exchange gains/losses | - | - | - | - | - | - | - | - | - | - |
| Acquisition of interests in a subsidiary | - | - | - | - | - | - | - | - | - | - |
| Transfer between supplementary capital and previous years' profit/loss | - | - | - | - | - | - | - | - | - | - |
| Profit/loss on sale of subsidiary | - | - | - | - | - | - | - | - | - | - |
| Income tax related to items presented in other comprehensive income | - | - | - | - | - | - | - | - | - | - |
| Closing balance | 10,144 | - | - | - | - | - | - | - | -219 | 9,925 |

Note 15 – Reserve capital due to foreign exchange gains/losses on translation

| | As of 30/06/2022 | |
|--|---|-------------|
| | Reserve capital due to foreign exchange gains/losses on translation | Total |
| Opening balance | -219 | -219 |
| Foreign exchange gains/losses on translation of foreign operations | -26 | -26 |
| Income tax on gains from translation of foreign operations | - | - |
| Loss on instrument hedging a net investment in foreign operations | - | - |
| Income tax related to loss on instrument hedging foreign operations' net assets | - | - |
| Gains/losses reclassified to result in connection with the sale of a foreign operation | - | - |
| Deferred tax related to gains/losses in connection with the sale of a foreign operation | - | - |
| Gains/losses on hedging instrument reclassified to result in connection with the sale of a foreign operation | - | - |
| Deferred tax related to gains/losses on hedging instrument reclassified to result in connection with the sale of a foreign operation | - | - |
| Other | - | - |
| Closing balance | -245 | -245 |

| | As of 31/12/2021 | |
|--|---------------------------|-------------|
| | Non-controlling interests | Total |
| Opening balance | 5 | 5 |
| Foreign exchange gains/losses on translation of foreign operations | -224 | -224 |
| Income tax on gains from translation of foreign operations | - | - |
| Loss on instrument hedging a net investment in foreign operations | - | - |
| Income tax related to loss on instrument hedging foreign operations' net assets | - | - |
| Gains/losses reclassified to result in connection with the sale of a foreign operation | - | - |
| Deferred tax related to gains/losses in connection with the sale of a foreign operation | - | - |
| Gains/losses on hedging instrument reclassified to result in connection with the sale of a foreign operation | - | - |
| Deferred tax related to gains/losses on hedging instrument reclassified to result in connection with the sale of a foreign operation | - | - |
| Other | - | - |
| Closing balance | -219 | -219 |

Note 16 – Non-controlling interests

| | As of 30/06/2022 | |
|---|---------------------------|------------|
| | Non-controlling interests | Total |
| Opening balance | 500 | 500 |
| Share of profit during the year | -71 | -71 |
| Foreign exchange differences on translation of financial statements | -5 | -5 |
| Acquisition of interests in a subsidiary | - | - |

| | | |
|--|------------|------------|
| Profit/loss on sale of subsidiary | - | - |
| Correction of profit/loss for previous years | - | - |
| Sale of equity shares | - | - |
| Distribution of financial result | - | - |
| Other movements in equity due to consolidation adjustments | -167 | -167 |
| Transfer between supplementary capital and previous years' profit/loss | - | - |
| Closing balance | 257 | 257 |

| | As of 31/12/2021 | |
|---|---------------------------|------------|
| | Non-controlling interests | Total |
| Opening balance | 241 | 241 |
| Share of profit during the year | 216 | 216 |
| Foreign exchange differences on translation of financial statements | -65 | -65 |
| Acquisition of interests in a subsidiary | 7 | 7 |
| Profit/loss on sale of subsidiary | - | - |
| Correction of profit/loss for previous years | - | - |
| Change of the share structure – profit/loss for previous years | - | - |
| Distribution of profit for previous years – payment of dividend | -104 | -104 |
| Other movements in equity due to consolidation adjustments | 205 | 205 |
| Closing balance | 500 | 500 |

Note 17 Provisions

| PROVISIONS | | | | | |
|---|--|--------------------------|--|------------------|-------|
| | As of 30/06/2022 | | | | |
| | Provisions for repairs under guarantee | Restructuring provisions | Provisions for employee and similar benefits | Other provisions | Total |
| At the beginning of the period, including | - | - | 1,219 | - | 1,219 |
| Short-term, at the beginning of the period | - | - | 921 | - | 921 |
| Long-term, at the beginning of the period | - | - | 298 | - | 298 |
| Increase | - | - | 256 | - | 256 |
| Created in the period and increase in existing ones | - | - | 256 | - | 256 |
| Transferred as part of the business transfer | - | - | - | - | - |
| Purchased as part of business combinations | - | - | - | - | - |
| Decrease | - | - | 39 | - | 39 |
| Used during the year | - | - | - | - | - |
| Reversed but not used | - | - | 39 | - | 39 |
| Transferred as part of the business transfer | - | - | - | - | - |
| Adjustment for net foreign exchange gains/losses on translation | - | - | - | - | - |
| Discount rate adjustment | - | - | - | - | - |
| At the end of the period, including | - | - | 1,436 | - | 1,436 |
| Short-term, at the end of the period | - | - | 1,177 | - | 1,177 |
| Long-term, at the end of the period | - | - | 259 | - | 259 |

| PROVISIONS | | | | | |
|---|--|--------------------------|--|------------------|-------|
| | As of 31/12/2021 | | | | |
| | Provisions for repairs under guarantee | Restructuring provisions | Provisions for employee and similar benefits | Other provisions | Total |
| At the beginning of the period, including | - | - | 1,122 | - | 1,122 |
| Short-term, at the beginning of the period | - | - | 771 | - | 771 |
| Long-term, at the beginning of the period | - | - | 351 | - | 351 |
| Increase | - | - | 150 | - | 150 |
| Created in the period and increase in existing ones | - | - | 150 | - | 150 |
| Transferred as part of the business transfer | - | - | - | - | - |
| Purchased as part of business combinations | - | - | - | - | - |
| Decrease | - | - | 53 | - | 53 |
| Used during the year | - | - | - | - | - |
| Reversed but not used | - | - | 53 | - | 53 |
| Transferred as part of the business transfer | - | - | - | - | - |
| Adjustment for net foreign exchange gains/losses on translation | - | - | - | - | - |
| Discount rate adjustment | - | - | - | - | - |
| At the end of the period, including | - | - | 1,219 | - | 1,219 |
| Short-term, at the end of the period | - | - | 921 | - | 921 |
| Long-term, at the end of the period | - | - | 298 | - | 298 |

Note 18 Bank loans and borrowings

| LONG-TERM BANK LOANS AND BORROWINGS | | | 30/06/2022 | | 31/12/2021 | |
|-------------------------------------|-------------------------|----------------|--------------------|-------------------|--------------------|-------------------|
| Item | Effective interest rate | Repayment date | short-term portion | long-term portion | short-term portion | long-term portion |
| PFR – Quantum Qguar | | | 298 | - | 298 | 149 |
| | | | | | | |
| TOTAL: | | | 298 | - | 298 | 149 |

| SHORT-TERM BANK LOANS AND BORROWINGS | | | 30/06/2022 | | 31/12/2021 | |
|--------------------------------------|-------------------------|----------------|--------------------|-------------------|--------------------|-------------------|
| Item | Effective interest rate | Repayment date | short-term portion | long-term portion | short-term portion | long-term portion |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| TOTAL: | | | | | | |

In in 2020 due to the pandemic, subsidiary Quantum Qguar sp. z o.o. received aid from the Polish Development Fund in the form of a loan amounting to PLN 1,193,519.00. In H1 2021, Quantum Qguar was issued with a decision to write off part of this loan in the amount of PLN 596,759.50. As of 30.06.2022, PLN 298,379.50 remained outstanding.

Note 19 – Other financial liabilities

| LIABILITIES DUE TO FINANCE LEASE AGREEMENTS | | | | |
|---|--------------|-------------------------------|--------------|-------------------------------|
| FUTURE MINIMUM LEASE FEES AND NET PRESENT VALUE OF MINIMUM LEASE FEES | | | | |
| | 30/06/2022 | | 31/12/2021 | |
| | Minimum fees | Present value of minimum fees | Minimum fees | Present value of minimum fees |
| up to 1 year | 80 | 80 | 80 | 131 |
| over 1 to 5 years | - | - | 1 | 29 |
| over 5 years | - | - | - | - |
| Total | 80 | 80 | 81 | 160 |

As of 30/06/2022, Quantum Qguar sp. z o.o. was bound by four car lease agreements in the total amount of 212,008.03. As of 30/06/2022, the outstanding amount of the liability was PLN 25,906.72.

As of 30/06/2022, Quantum I-services was bound by one lease contract for passenger cars of the value of 108.130. As of 30/06/2022, the outstanding amount of the liability was PLN 54,165.11.

Note 20 – Trade liabilities

| TRADE LIABILITIES | 30/06/2022 | 31/12/2021 |
|--|--------------|--------------|
| Trade liabilities due to related parties | - | - |
| Trade liabilities due to other parties | 1,891 | 1,257 |
| Total | 1,891 | 1,257 |

Note 21 – Other liabilities and accruals

| OTHER LIABILITIES AND ACCRUALS | 30/06/2022 | 31/12/2021 |
|--|------------|------------|
| Liabilities due to subsidiaries: | - | - |
| - non-current | - | - |
| - current | - | - |
| Liabilities due to related parties: | - | - |
| - non-current | - | - |
| - current | - | - |
| Advance payments: | - | - |

| | | |
|---------------------------|--------------|--------------|
| - long-term | - | - |
| - short-term | - | - |
| Other liabilities: | 5,476 | 1,436 |
| - non-current | - | - |
| - current | 5,476 | 1,436 |
| Accruals: | 7 | 9 |
| - non-current | - | 6 |
| - current | 7 | 3 |
| Deferred revenue: | 113 | 134 |
| - long-term | - | - |
| - short-term | 113 | 134 |
| Total, including: | 5,596 | 1,579 |
| - long-term | - | 6 |
| - short-term | 5,596 | 1,573 |

| | | |
|---|--------------|--------------|
| Other liabilities include: | | |
| Taxes, customs duties, insurance and other considerations | 1,037 | 1,242 |
| Payroll | 25 | - |
| Arising from dividend | 4,095 | - |
| Other liabilities | 11 | 7 |
| Settlement of special purpose funds | 308 | 187 |
| Total | 5,476 | 1,436 |

| | | |
|---|------------|------------|
| Accruals include: | | |
| Settlement of subsidy received – within 12 months | - | - |
| Settlement of subsidy received – over 12 months | - | - |
| Settlement of long-term contracts | 113 | 134 |
| Other accruals | 7 | 9 |
| Turn-of-period costs | - | - |
| Total | 120 | 143 |

Note 22 Revenue from sale of products, goods and materials

| REVENUE FROM SALE OF PRODUCTS, GOODS AND MATERIALS | | | | | | |
|--|----------------------|---------------|-------------------------|------------|---------------|---------------|
| | Continued operations | | Discontinued operations | | Total | |
| | 30/06/2022 | 30/06/2021 | 30/06/2022 | 30/06/2021 | 30/06/2022 | 30/06/2021 |
| Revenue from sale of products | 1,562 | 1,773 | - | - | 1,562 | 1,773 |
| Revenue from sale of services | 12,913 | 13,609 | - | - | 12,913 | 13,609 |
| Revenue from sale of materials | - | - | - | - | - | - |
| Revenues from sale of goods | 6,376 | 4,061 | - | - | 6,376 | 4,061 |
| TOTAL | 20,851 | 19,443 | - | - | 20,851 | 19,443 |
| including: non-cash revenue from exchange of goods or services | - | - | - | - | - | - |

In 2022, an increase in sales compared to the same period in 2021 was recorded. The sale of goods is the company's auxiliary business related to specific orders as part of the performance of agreements with counterparties.

Note 23 – Costs by type

| COSTS BY TYPE | 30/06/2022 | 30/06/2021 |
|---|---------------|---------------|
| Amortisation/depreciation of tangible assets and intangible assets | 385 | 350 |
| Employee benefit costs | 8,642 | 7,338 |
| Consumption of raw materials and materials | 222 | 204 |
| Costs of third-party services | 6,075 | 4,839 |
| Costs of taxes and charges | 150 | 96 |
| Other expenses | 290 | 191 |
| Change in the balance of products and work-in-progress | - | - |
| Value of goods sold | 5,671 | 3,529 |
| TOTAL | 21,435 | 16,547 |
| Selling costs | 1,081 | 1,012 |
| General and administrative expenses | 3,146 | 2,083 |
| Costs of products, goods and materials sold | 17,208 | 13,452 |
| TOTAL | 21,435 | 16,547 |
| including: minimum lease payments recognised as operating lease costs | - | - |

| EMPLOYEE BENEFIT COSTS | 30/06/2022 | 30/06/2021 |
|---|-------------------|-------------------|
| Costs of remuneration | 7,239 | 6,129 |
| Social security costs | 1,300 | 1,094 |
| 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 | 103 | 115 |
| Other post-employment benefits | - | - |
| Costs of employee benefits in the form of equity shares | - | - |
| TOTAL | 8,642 | 7,338 |

| RESEARCH AND DEVELOPMENT COSTS | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| Amortisation and depreciation | - | - |
| Consumption of raw materials and auxiliary materials | - | - |
| Costs of third-party services | - | - |
| Other expenses | - | - |
| TOTAL | - | - |

Note 24 – Other revenues and expenses

| OTHER REVENUE | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| State subsidies | - | 597 |
| Gains on the sale of property, plant and equipment | 61 | 45 |
| Reversal of impairment losses on receivables | - | - |
| Reversal of impairment losses on inventory | - | - |
| Reversal of impairment losses on intangible assets | - | - |
| Reversal of impairment losses on PP&E | - | - |
| Reversal of impairment losses on investment property | - | - |
| Release of other provisions | - | - |
| Release of provision for company restructuring costs | - | - |
| Profit on occasional purchase | - | - |
| Reimbursement of court costs | - | - |
| Refunds of damages | - | - |
| Differences from balance sheet measurement | - | - |

| | | |
|--|-----------|------------|
| Donations, fines and damages received | 4 | 3 |
| Adjustment of contributions to Labour Fund for previous years | - | - |
| Reimbursement of insurance policy premiums | - | - |
| Redemption of a portion of interests | - | - |
| Transfer of business – goodwill | - | - |
| Other | 16 | 40 |
| TOTAL | 81 | 685 |
| including: non-cash revenue from exchange of goods or services | - | - |

| OTHER EXPENSES | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| Loss on sale of property, plant and equipment | - | - |
| Provision for guarantee repairs | - | - |
| Direct expenses (including renovation and maintenance) due to investment property rented out | - | - |
| Accumulated loss on revaluation of investment properties to fair value | - | - |
| Impairment losses on receivables | 58 | - |
| Impairment losses on inventory | - | - |
| Impairment losses on intangible assets | - | - |
| Impairment losses on property, plant and equipment | - | - |
| Impairment losses on investment properties | - | - |
| Provision for company restructuring costs | - | - |
| Provision for expected losses | - | - |
| Cost provision | - | - |
| Costs of court proceedings | - | - |
| Compensations for dismissed employees | - | - |
| Expenses related to acquisition of other parties | - | - |
| Expenses of maintaining property investment | - | - |
| Losses, damages and fines | - | - |
| Donations | - | - |
| Liquidation of current assets | - | - |
| Grants | - | - |
| Donations made | 10 | - |
| Other | 26 | 83 |
| TOTAL | 94 | 83 |

Subsidiary Quantum Qguar received a decision in 2021 to write off part of the financing received from the Polish Development Fund under the anti-crisis shield in the amount of PLN 596,759.50

Note 25 – Financial revenues and expenses

| FINANCIAL REVENUE | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| Interest revenues | 16 | 11 |
| Dividend revenues | - | - |
| Investment revenues | - | 41 |
| Foreign exchange gains | 155 | - |
| Interest charged on receivables | - | - |
| FX hedges (forwards) | - | - |
| Settlement of income tax upon transfer of business | - | - |
| Other | - | - |
| Reversal of impairment losses on financial assets, including: | - | 7 |
| assets available for sale | - | - |
| financial assets and liabilities at fair value through profit or loss | - | 7 |
| hedging instruments | - | - |
| Profit on change in the fair value of financial instruments | - | - |
| assets available for sale | - | - |
| financial assets and liabilities measured at the fair value through profit or loss | - | - |
| hedging instruments | - | - |
| TOTAL | 171 | 59 |

| FINANCIAL EXPENDITURE | 30/06/2022 | 30/06/2021 |
|---|-------------------|-------------------|
| Costs of interest, including: | - | 32 |
| bank loans | - | - |
| borrowings | - | 31 |
| Other | - | - |
| state budget and other interest | - | 1 |
| Financial expenses arising from financial leases | 2 | 11 |
| Provision for outstanding interest | - | - |
| Loss on disposal of investments | - | - |
| Foreign exchange losses | - | 82 |
| Profit/loss on sale of interests in subsidiary | - | - |
| Remittance of a borrowing and interest | - | - |
| Other | - | 1 |
| Impairment losses on financial assets, including: | 1 | - |
| assets available for sale | - | - |

| | | |
|--|------------|------------|
| financial assets and liabilities measured at the fair value through profit or loss | 1 | - |
| hedging instruments | - | - |
| Losses on change in the fair value of financial instruments, including: | 379 | - |
| assets available for sale | - | - |
| financial assets and liabilities measured at the fair value through profit or loss | 379 | - |
| hedging instruments | - | - |
| TOTAL | 382 | 126 |

Note 26 Consolidated earnings per share

| CONSOLIDATED PROFIT PER SHARE | 30/06/2022 | 30/06/2021 |
|--|-------------|--------------|
| Consolidated net profit for the reporting period attributable to: | -875 | 2,896 |
| Shareholders of the Parent Company | -804 | 2,723 |
| Non-controlling interests | -71 | 173 |

| CONSOLIDATED NET PROFIT OF ORDINARY SHAREHOLDERS OF THE PARENT COMPANY (BASIC) | | | | | | |
|---|----------------------|-------------------------|------------|----------------------|-------------------------|--------------|
| Item | 30/06/2022 | | | 30/06/2021 | | |
| | Continued operations | Discontinued operations | Total | Continued operations | Discontinued operations | Total |
| Consolidated net profit/loss of the shareholders of the Parent Company for the reporting period | -804 | - | -804 | 2,723 | - | 2,723 |
| Dividends on preference shares not subject to redemption (-) | - | - | - | - | - | - |
| Total | -804 | - | 804 | 2,723 | - | 2,723 |

| WEIGHTED AVERAGE ORDINARY SHARES | 30/06/2022 | 30/06/2021 |
|---|------------|------------|
| <i>in thousands of shares</i> | | |
| Weighted average number of shares at the beginning of the period | 1,364,870 | 1,314,870 |
| Weighted average number of ordinary shares at the end of the period | 1,364,870 | 1,314,870 |

| CONSOLIDATED NET PROFIT PER SHARE | 30/06/2022 | 30/06/2021 |
|--|------------|------------|
| on continued and discontinued operations | -0.59 | 2.07 |
| on continued operations | -0.59 | 2.07 |

| consolidated net profit of ordinary shareholders of the parent company (diluted) | 30/06/2022 | | | 30/06/2021 | | |
|--|----------------------|-------------------------|-------------|----------------------|-------------------------|--------------|
| | Continued operations | Discontinued operations | Total | Continued operations | Discontinued operations | Total |
| Consolidated net profit/loss of ordinary Shareholders of the Parent Company (basic) | -804 | - | -804 | 2,723 | - | 2,723 |
| Interest on convertible bonds, after taxes | - | - | - | - | - | - |
| Consolidated net profit/loss of ordinary Shareholders of the Parent Company (diluted) | -804 | - | -804 | 2,723 | - | 2,723 |

| WEIGHTED AVERAGE ORDINARY SHARES (DILUTED) | 30/06/2022 | 30/06/2021 |
|--|------------------|------------------|
| <i>in thousands of shares</i> | | |
| Weighted average ordinary shares | 1,364,870 | 1,314,870 |
| Effect of conversion of convertible bonds | - | - |
| Effect of the issue of share options | - | - |
| Weighted average number of ordinary shares at the end of the period (diluted) | 1,364,870 | 1,314,870 |

| CONSOLIDATED DILUTED NET PROFIT PER SHARE | 30/06/2022 | 30/06/2021 |
|---|------------|------------|
| on continued and discontinued operations | -0.59 | 2.07 |
| on continued operations | -0.59 | 2.07 |

Note 27 Information on operating segments

The Group does not identify product segments because it is not possible to identify assets and liabilities corresponding to individual types of products and, consequently, the Company does not maintain records allowing for the identification of operating segments. The Group presents sales categorised into products, services and goods (note 22) and by geographical areas. The Company does not present information on major groups of customers because such a situation is not applicable.

| 30/06/2022 | | |
|-----------------------------------|---------|--------------------|
| INFORMATION ON GEOGRAPHICAL AREAS | Revenue | Non-current assets |
| Domestic sales | 17,741 | * |

| | | |
|---------------------|---------------|---|
| Total foreign sales | 3,110 | * |
| including: | | |
| Germany | 927 | - |
| Ukraine | 1,117 | - |
| Belarus | 222 | - |
| Lithuania | 154 | - |
| Russia | - | - |
| UK | 24 | - |
| Ecuador | 136 | - |
| Romania | 189 | - |
| Hungary | 5 | - |
| Czech Republic | 31 | - |
| Spain | - | - |
| Italy | - | - |
| Latvia | 199 | - |
| Norway | - | - |
| Luxemburg | - | - |
| USA | 58 | - |
| France | 48 | - |
| Malta | - | - |
| Other | - | - |
| TOTAL | 20,851 | - |

| 30/06/2021 | | |
|-----------------------------------|---------|--------------------|
| INFORMATION ON GEOGRAPHICAL AREAS | Revenue | Non-current assets |
| Domestic sales | 16,536 | * |
| Total foreign sales | 2,907 | * |
| including: | - | |
| Germany | 506 | - |
| Ukraine | 1,770 | - |
| Russia | 18 | - |
| Belarus | 291 | - |
| Lithuania | 91 | - |
| UK | 23 | - |
| Ecuador | 93 | - |
| Romania | 30 | - |
| Hungary | 5 | - |
| Czech Republic | 29 | - |

| | | |
|--------------|---------------|----------|
| Spain | - | - |
| Italy | - | - |
| Brazil | - | - |
| Norway | - | - |
| Luxemburg | - | - |
| USA | 51 | - |
| France | - | - |
| Malta | - | - |
| Slovakia | - | - |
| TOTAL | 19,443 | - |

| INFORMATION ON TYPES OF PRODUCTS, SERVICES AND GOODS | 30/06/2022 | 30/06/2021 |
|--|---------------|---------------|
| | Revenues | Revenues |
| Products – licenses | 1,562 | 1,773 |
| Services – implementation | 4,339 | 5,834 |
| Services – maintenance | 8,350 | 7,616 |
| Services – individual projects and other services | 206 | 296 |
| Long-term contracts | 18 | -137 |
| Goods | 6,376 | 4,061 |
| TOTAL | 20,851 | 19,443 |

Note 28 – Transactions between related entities

| TRANSACTIONS BETWEEN RELATED PARTIES 30- 06- 2022 | | | |
|---|---|--------------------------|---------------------------------------|
| Entity | Transaction type | Transaction value in PLN | Transaction value in foreign currency |
| Quantum Mobile Solutions sp. z o.o. | Sale of services to Quantum Qguar Sp. z o.o. | 153 | |
| Quantum Mobile Solutions sp. z o.o. | Sale of services to Quantum International Ukraine | - | |
| Quantum I-Services sp. z o.o. | Sale of services to Quantum Qguar Sp. z o.o. | 432 | |
| Qcadoo Limited sp. z o.o. | Sale of services to Quantum Qguar Sp. z o.o. | 150 | |
| Quantum Qguar sp. z o.o. | Sale of services to Quantum International Ukraine | 472 | |
| Quantum Qguar sp. z o.o. | Sale of goods to Quantum International Ukraine | 14 | |
| Quantum Qguar sp. z o.o. | Sale of services to Quantum Limited Sp. z o.o. | - | |
| Quantum Qguar sp. z o.o. | Sale of services to Quantum software S.A. | 194 | |
| Quantum Qguar sp. z o.o. | Sale of services to Quantum I-Services Sp. z o.o. | - | |
| Quantum Qguar sp. z o.o. | Sale of services to Quantum East Sp. z o.o. | 35 | |
| Quantum Qguar sp. z o.o. | Sale of services to Quantum Mobile Solutions Sp. z o.o. | - | |
| of Quantum software S.A. | Sale of services to Quantum Qguar Sp. z o.o. | 270 | |
| of Quantum software S.A. | Sale of services to Quantum Mobile Solutions Sp. z o.o. | 60 | |
| Quantum Ukraine | Sale of services to Quantum East Sp. z o.o. | 36 | |
| Quantum Ukraine | Sale of services to Quantum Qguar Sp. z o.o. | 231 | |
| Quantum Qguar sp. z o.o. | Interest accrued on a borrowing provided to Quantum East Sp. z o.o. | - | |
| Quantum Qguar sp. z o.o. | Interest accrued on a borrowing provided to Qcadoo Limited Sp. z o.o. | - | |
| Quantum Qguar sp. z o.o. | Interest accrued on a borrowing provided to Quantum I-Services Sp. z o.o. | - | |
| Quantum Qguar sp. z o.o. | Interest accrued on a borrowing provided to Quantum software S.A. | - | |
| Quantum Qguar sp. z o.o. | Remittance of interest on a borrowing – Quantum I- Services Sp. z o.o. | - | |
| Quantum Qguar sp. z o.o. | Remittance of interest on a borrowing – Qcadoo Limited Sp. z o.o. | - | |
| of Quantum Software S.A. | Interest accrued on a borrowing provided to Quantum I-Services Sp. z o.o. | 1 | |
| of Quantum Software S.A. | Interest accrued on a borrowing granted to Quantum I-Services Sp. z o.o. | 1 | |
| of Quantum Software S.A. | Borrowing granted – Quantum Qguar Sp. z o.o. | 200 | |

| | | | |
|--------------------------|--|-----|--|
| of Quantum Software S.A. | Borrowing repayment – Quantum Qguar Sp. z o.o. | 200 | |
| of Quantum Software S.A. | Borrowing repayment – Quantum I-Services sp. z o.o. | 35 | |
| of Quantum Software S.A. | Borrowing granted to Qcadoo Limited Sp. z o.o. | - | |
| Quantum Qguar sp. z o.o. | Borrowing repayment – Qcadoo Limited Sp. z o.o. | - | |
| Quantum Qguar sp. z o.o. | Borrowing granted to Quantum Software S.A. | - | |
| Quantum Qguar sp. z o.o. | Borrowing repayment – Quantum software S.A. | - | |
| Quantum Qguar sp. z o.o. | Borrowing repayment – Quantum I-Services sp. z o.o. | - | |
| Quantum Qguar sp. z o.o. | Borrowing granted – Quantum East sp. z o.o. | - | |
| Quantum Qguar sp. z o.o. | Borrowing repayment – Quantum I-Services sp. z o.o. | - | |
| Quantum Qguar sp. z o.o. | Acquisition of Qcadoo Limited Sp. z o.o.'s interests | - | |
| Quantum Qguar sp. z o.o. | Write-down on the interests of Qcadoo Limited Sp. z o.o. | - | |
| Quantum Qguar sp. z o.o. | Acquisition of Quantum I-Services Sp. z o.o.'s interests | - | |
| of Quantum software S.A. | Dividend received from Quantum Qguar Sp. z o.o. | - | |
| of Quantum software S.A. | Advance payment received on account of dividend from Quantum Qguar Sp. z | - | |
| Quantum East Sp. z o.o. | Receipt of a dividend from Quantum International Ukraine | - | |

| Receivables as of 30- 06- 2022 between Related Parties | | | |
|--|-------------------------------------|--------------------|------------------|
| Entity | To whom | Receivables in PLN | Liability in PLN |
| Quantum software S.A. | Quantum International Ukraine | - PLN | - PLN |
| Quantum software S.A. | Quantum I- Services Sp. z o.o. | - PLN | - PLN |
| Quantum software S.A. | Quantum Qguar Sp. z o.o. | - PLN | PLN 63 |
| Quantum software S.A. | Quantum Mobile Solutions Sp. z o.o. | PLN 148 | - PLN |
| Quantum Qguar Sp. z o.o. | Quantum Mobile Solutions Sp. z o.o. | - PLN | PLN 85 |
| Quantum Qguar Sp. z o.o. | Quantum International Ukraine | PLN 20 | PLN 10 |
| Quantum Qguar Sp. z o.o. | Quantum I- Services Sp. z o.o. | - PLN | PLN 101 |
| Quantum Qguar Sp. z o.o. | Quantum East Sp. z o.o. | PLN 4 | - PLN |
| Quantum Qguar Sp. z o.o. | Qcadoo Limited Sp. z o.o. | - PLN | PLN 60 |
| Quantum Mobile Solutions Sp. z o.o. | Quantum International Ukraine | - PLN | - PLN |

| | | | |
|-------------------------------|-------------------------------|-------|-------|
| Quantum East Sp. z o.o. | Quantum International Ukraine | - PLN | PLN 7 |
| Quantum I-Services Sp. z o.o. | Qcadoo Limited Sp. z o.o. | - PLN | - PLN |

| TRANSACTIONS BETWEEN RELATED PARTIES 2021 | | | |
|---|--|--------------------------|---------------------------------------|
| Entity | Transaction type | Transaction value in PLN | Transaction value in foreign currency |
| Quantum Mobile Solutions Sp. z o.o. | Sale of services to Quantum Qguar sp. z o.o. | PLN 372 | |
| Quantum Mobile Solutions Sp. z o.o. | Sale of services to Quantum International Ukraine | PLN 96 | |
| Quantum I-Services Sp. z o.o. | Sale of services to Quantum Qguar Sp. z o.o. | PLN 715 | |
| Qcadoo Limited Sp. z o.o. | Sale of services to Quantum Qguar Sp. z o.o. | PLN 323 | |
| Quantum Qguar Sp. z o.o. | Sale of services to Quantum International Ukraine | PLN 426 | |
| Quantum Qguar Sp. z o.o. | Sale of goods to Quantum International Ukraine | PLN 27 | |
| Quantum Qguar Sp. z o.o. | Sale of services to Quantum International Russia | - PLN | |
| Quantum Qguar Sp. z o.o. | Sale of services to Quantum Limited Sp. z o.o. | PLN 1 | |
| Quantum Qguar Sp. z o.o. | Sale of services to Quantum Software S.A. | PLN 622 | |
| Quantum Qguar Sp. z o.o. | Sale of services to Quantum I-Services Sp. z o.o. | PLN 1 | |
| Quantum Qguar Sp. z o.o. | Sale of services to Quantum East Sp. z o.o. | PLN 1 | |
| Quantum Qguar Sp. z o.o. | Sale of services to Quantum Mobile Solutions Sp. z o.o. | PLN 1 | |
| of Quantum software S.A. | Sale of services to Quantum Qguar Sp. z o.o. | PLN 540 | |
| of Quantum software S.A. | Sale of services to Quantum Mobile Solutions Sp. z o.o. | PLN 120 | |
| Quantum Brazil | Sale of services to Quantum Software S.A. | - PLN | |
| Quantum Brazil | Sale of services to Quantum Qguar Sp. z o.o. | PLN 52 | |
| Quantum Brazil | Sale of services to Quantum Mobile Solutions Sp. z o.o. | - PLN | |
| Quantum Qguar Sp. z o.o. | Interest accrued on borrowings provided to Quantum East Sp. z o.o. | PLN 16 | |
| Quantum East Sp. z o.o. | Interest accrued on borrowings provided to Quantum International Russia | - PLN | |
| Quantum Qguar Sp. z o.o. | Interest accrued on borrowings provided to Qcadoo Limited Sp. z o.o. | - PLN | |
| Quantum Qguar Sp. z o.o. | Interest accrued on borrowings granted to Quantum Brasil | - PLN | |
| Quantum Qguar Sp. z o.o. | Interest accrued on borrowings provided to Quantum I-Services Sp. z o.o. | - PLN | |

| | | | |
|--------------------------|--|-----------|--|
| Quantum Qguar Sp. z o.o. | Interest accrued on borrowings granted to Quantum software S.A. | - PLN | |
| Quantum Qguar Sp. z o.o. | Remittance of interest on a borrowing – Quantum I- Services Sp. z o.o. | - PLN | |
| Quantum Qguar Sp. z o.o. | Remittance of interest on a borrowing – Qcadoo Limited Sp. z o.o. | - PLN | |
| of Quantum Software S.A. | Interest accrued on borrowings provided to Quantum I-Services Sp. z o.o. | PLN 1 | |
| of Quantum Software S.A. | Borrowings granted – Quantum I- Services Sp. z o.o. | PLN 70 | |
| of Quantum Software S.A. | Borrowing repayment – Quantum I- Services Sp. z o.o. | PLN 35 | |
| of Quantum Software S.A. | Borrowing repayment – Qcadoo Limited Sp. z o.o. | - PLN | |
| Quantum Qguar Sp. z o.o. | Borrowing granted to Qcadoo Limited Sp. z o.o. | - PLN | |
| Quantum Qguar Sp. z o.o. | Borrowing repayment – Qcadoo Limited Sp. z o.o. | - PLN | |
| Quantum Qguar Sp. z o.o. | Borrowing granted to Quantum Software S.A. | PLN 20 | |
| Quantum Qguar Sp. z o.o. | Borrowing repayment – Quantum software S.A. | PLN 20 | |
| Quantum Qguar Sp. z o.o. | Borrowing repayment – Quantum I-Services sp. z o.o. | - PLN | |
| Quantum Qguar Sp. z o.o. | Borrowing granted to Quantum East sp. z o.o. | PLN 96 | |
| Quantum Qguar Sp. z o.o. | Borrowing repayment – Quantum I-Services sp. z o.o. | PLN 484 | |
| Quantum Qguar Sp. z o.o. | Acquisition of Qcadoo Limited Sp. z o.o.'s interests | - PLN | |
| Quantum Qguar Sp. z o.o. | Write-down on the interests of Qcadoo Limited Sp. z o.o. | - PLN | |
| Quantum Qguar Sp. z o.o. | Acquisition of Quantum I- Services Sp. z o.o.'s interests | - PLN | |
| of Quantum Software S.A. | Dividend received from Quantum Qguar Sp. z o.o. | PLN 4,360 | |
| of Quantum Software S.A. | Advance payment received on account of dividend from Quantum Qguar Sp. z | PLN 1,130 | |
| of Quantum Software S.A. | Repurchase of Quantum Brazil's interests from Quantum Qguar Sp. z o.o. | - PLN | |
| of Quantum Software S.A. | Repurchase of a borrowing granted to Quantum Brazil by Quantum Qguar Sp. z | - PLN | |
| Quantum East Sp. z o.o. | Dividend received from Quantum International Ukraine | PLN 420 | |

| Receivables as of 31/12/2021 between Related Parties | | | |
|--|--------------------------------|--------------------|------------------|
| Entity | To whom | Receivables in PLN | Liability in PLN |
| Quantum software S.A. | Quantum International Ukraine | - PLN | - PLN |
| Quantum software S.A. | Quantum Brazil | - PLN | - PLN |
| Quantum software S.A. | Quantum I- Services Sp. z o.o. | - PLN | - PLN |

| | | | |
|-------------------------------------|-------------------------------------|---------|--------|
| Quantum software S.A. | Quantum Qguar sp. z o.o. | PLN 50 | - PLN |
| Quantum software S.A. | Quantum Mobile Solutions Sp. z o.o. | PLN 74 | - PLN |
| Quantum Qguar Sp. z o.o. | Quantum Mobile Solutions Sp. z o.o. | - PLN | PLN 64 |
| Quantum Qguar Sp. z o.o. | Quantum International Ukraine | PLN 178 | - PLN |
| Quantum Qguar Sp. z o.o. | Quantum International Russia | - PLN | - PLN |
| Quantum Qguar Sp. z o.o. | Quantum Brazil | - PLN | - PLN |
| Quantum Qguar Sp. z o.o. | Quantum I- Services Sp. z o.o. | - PLN | PLN 64 |
| Quantum Qguar Sp. z o.o. | Quantum East Sp. z o.o. | PLN 24 | - PLN |
| Quantum Qguar Sp. z o.o. | Qcadoo Limited Sp. z o.o. | - PLN | PLN 30 |
| Quantum Mobile Solutions Sp. z o.o. | Quantum International Ukraine | PLN 96 | - PLN |
| Quantum East Sp. z o.o. | Quantum International Ukraine | - PLN | - PLN |
| Quantum I-Services Sp. z o.o. | Qcadoo Limited Sp. z o.o. | - PLN | - PLN |

Note 29 – Construction contracts

Some of the contracts held by the Group companies have the traits of long-term contracts. The management boards of these companies analyse the costs and revenues under such contracts on a regular basis.

| CONSTRUCTION CONTRACTS IN PROGRESS | 30/06/2022 | 31/12/2021 |
|--|-------------------|-------------------|
| Total costs incurred in the financial year | 33 | 725 |
| Total revenues in the financial year | 18 | 1,316 |
| Advance payments received | 0 | 0 |
| Security deposit | 0 | 0 |
| Receivables from clients under contractual works | 13 | 8 |
| Liabilities due to clients under contractual works | 0 | 0 |

Note 30 Financial instruments

| FINANCIAL INSTRUMENTS: ANALYSIS OF EXPOSURE TO INTEREST RATE RISK | | | |
|--|------------------------|---|---|
| As of 30/06/2022 | | | |
| | Carrying amount | Increase/decrease by percentage points | Effect on the gross financial result |
| Financial assets | 13,550 | - | - |
| Cash | 8,293 | - | - |
| Financial assets available for sale | - | - | - |
| Other financial assets | 4,753 | - | - |
| Loans granted | 504 | - | - |
| Financial liabilities | 378 | - | 1 |
| Bank loans and borrowings | 298 | - | - |
| Financial lease liabilities | 80 | 1 | 1 |
| Other financial liabilities | - | - | - |

| FINANCIAL INSTRUMENTS: ANALYSIS OF EXPOSURE TO INTEREST RATE RISK | | | |
|--|------------------------|---|---|
| As of 31/12/2021 | | | |
| | Carrying amount | Increase/decrease by percentage points | Effect on the gross financial result |
| Financial assets | 14,921 | - | - |
| Cash | 9,331 | - | - |
| Financial assets available for sale | - | - | - |
| Other financial assets | 5,133 | - | - |
| Loans granted | 457 | - | - |

| | | | |
|------------------------------|------------|---|----------|
| Financial liabilities | 607 | - | 6 |
| Bank loans and borrowings | 447 | 1 | 4 |
| Financial lease liabilities | 160 | 1 | 2 |
| Other financial liabilities | - | - | - |

| FINANCIAL INSTRUMENTS: ANALYSIS OF EXPOSURE TO FX RISK | | | |
|---|------------------------|---|---|
| As of 30/06/2022 | | | |
| | Carrying amount | Exchange rate increase/decrease in percentage points | Effect on the gross financial result |
| Financial assets | | | |
| Cash in EUR | 3,676 | -2% | -74 |
| Cash in USD | 1,529 | -10% | -153 |
| Cash in UAH | 331 | -2% | -7 |
| Cash in RUB | - | - | - |
| Cash in BRL | - | - | - |
| Trade and other receivables in EUR | 210 | -2% | -4 |
| Trade and other receivables in USD | 7 | -10% | -1 |
| Trade and other receivables in UAH | 851 | -2% | -17 |
| Trade and other receivables in RUB | - | - | - |
| Trade and other receivables in BRL | - | - | - |
| Financial liabilities | | | |
| Overdrafts in EUR | - | - | - |
| Short-term loans in RUB | - | - | - |
| Trade liabilities in EUR | 22 | 2% | - |
| Trade liabilities in UAH | 73 | 2% | 1 |
| Trade liabilities in RUB | - | - | - |
| Trade liabilities in BRL | - | - | - |

| FINANCIAL INSTRUMENTS: ANALYSIS OF EXPOSURE TO FX RISK | | | |
|--|---------------------------|--|--------------------------------------|
| As of 31/12/2021 | | | |
| | Carrying value (PLN '000) | Exchange rate increase/decrease in percentage points | Effect on the gross financial result |
| Financial assets | | | |
| Cash in EUR | 3,644 | 2% | 73 |
| Cash in USD | 1,277 | -1% | -13 |
| Cash in UAH | 1,214 | -1% | -12 |
| Cash in RUB | - | -2% | - |
| Cash in BRL | - | -5% | - |
| Trade and other receivables in EUR | 295 | 2% | 6 |
| Trade and other receivables in USD | 13 | -1% | 0 |
| Trade and other receivables in UAH | 824 | -1% | -8 |
| Trade and other receivables in RUB | - | -2% | - |
| Trade receivables in BRL | - | -5% | - |
| Financial liabilities | | | |
| Overdrafts in EUR | - | -2% | - |
| Short-term loans in EUR | - | -2% | - |
| Trade liabilities in EUR | 58 | -2% | -1 |
| Trade liabilities in UAH | 229 | 1% | 2 |
| Trade liabilities in RUB | - | 2% | - |
| Trade liabilities in BRL | - | 5% | - |

| FAIR VALUE OF THE INDIVIDUAL CATEGORIES OF FINANCIAL INSTRUMENTS | | | | | |
|--|--|-----------------|---------------|---------------|---------------|
| | Category according to IFRS 9 | Carrying amount | | Fair value | |
| | | 30/06/2022 | 31/12/2021 | 30/06/2022 | 31/12/2021 |
| Financial assets | - | 21,075 | 21,265 | 21,075 | 21,265 |
| Cash | at amortized cost | 8,293 | 9,331 | 8,293 | 9,331 |
| Trade and other receivables | at amortized cost | 7,525 | 6,343 | 7,525 | 6,343 |
| Interest receivable from borrowings granted | at amortized cost | 504 | 458 | 504 | 458 |
| Other financial assets | at amortized cost | 4,753 | 5,133 | 4,753 | 5,133 |
| Interests and shares | with historical cost – in accordance with IAS 27 | - | - | - | - |
| Financial liabilities | - | 7,865 | 3,437 | 7,865 | 3,437 |
| Liabilities due to finance lease | at amortized cost | 80 | 160 | 80 | 160 |
| Trade and other liabilities | at amortized cost | 7,487 | 2,830 | 7,487 | 2,830 |

| | | | | | |
|------------|-------------------|-----|-----|-----|-----|
| Bank loans | at amortized cost | 298 | 447 | 298 | 447 |
|------------|-------------------|-----|-----|-----|-----|

| ITEMS OF REVENUE, EXPENSES, PROFIT AND LOSS RECOGNISED IN THE STATEMENT OF COMPREHENSIVE INCOME, BROKEN DOWN INTO CATEGORIES OF FINANCIAL INSTRUMENTS | | | | | |
|---|------------------------------|----------------------------|-------------------------------|-----------------------------------|--|
| | AS OF 30/06/2022 | | | | |
| | Category according to IFRS 9 | Interest revenues/expenses | Foreign exchange gains/losses | Releasing/creation of write-downs | Profit/loss on the sale of financial instruments |
| Financial assets | | -362 | 303 | -1 | - |
| Cash | at amortized cost | 2 | 254 | - | - |
| Trade and other receivables | at amortized cost | - | 49 | - | - |
| Interest receivable from borrowings granted | at amortized cost | 14 | - | -1 | - |
| Interests and shares | at amortized cost | - | - | - | - |
| Other financial assets | at amortized cost | -378 | - | - | - |
| Financial liabilities | | -3 | -148 | - | - |
| Liabilities due to finance lease | at amortized cost | -2 | - | - | - |
| Trade and other liabilities | at amortized cost | -1 | -148 | - | - |
| Short-term bank loans | at amortized cost | - | - | - | - |

| ITEMS OF REVENUES, EXPENSES, PROFIT AND LOSS RECOGNISED IN THE STATEMENT OF COMPREHENSIVE INCOME, BROKEN DOWN INTO CATEGORIES OF FINANCIAL INSTRUMENTS | | | | | |
|--|------------------------------|----------------------------|-------------------------------|-----------------------------------|---|
| | AS OF 30/06/2021 | | | | |
| | Category according to IFRS 9 | Interest revenues/expenses | Foreign exchange gains/losses | Releasing/creation of write-downs | Gains/losses on the sale of financial instruments |
| Financial assets | | 52 | 22 | 7 | - |
| Cash | at amortized cost | 1 | -53 | - | - |
| Trade and other receivables | at amortized cost | - | 75 | - | - |
| Interest receivable from borrowings granted | at amortized cost | 10 | - | 7 | - |
| Interests and shares | at amortized cost | - | - | - | - |
| Other financial assets | at amortized cost | 41 | - | - | - |

| | | | | | |
|----------------------------------|-------------------|------------|-------------|---|---|
| Financial liabilities | | -44 | -103 | - | - |
| Liabilities due to finance lease | at amortized cost | -11 | - | - | - |
| Trade and other liabilities | at amortized cost | -33 | -103 | - | - |
| Short-term bank loans | at amortized cost | - | - | - | - |

Note 31 Explanations to the cash flow statement

| Explanations to the cash flow statement | 30/06/2022 | 30/06/2021 |
|--|------------|------------|
| Foreign exchange gains (losses) disclosed in the cash flow statement result from the following: | 1 | 91 |
| - foreign exchange gains/losses due to measurement of cash | 1 | 95 |
| - unrealised foreign exchange gains/losses on loans and borrowings | - | - |
| - realised foreign exchange gains/losses on loans and borrowings | - | - |
| - foreign exchange gains/losses on translation of financial statements | - | -4 |
| Interest and profit sharing (dividends), including: | -13 | 36 |
| - received interest on borrowings granted | - | - |
| - interest received on cash at bank and deposits | -2 | -1 |
| - received interest on lease instalments | - | - |
| - interest paid on loans | - | - |
| - interest paid on borrowings | - | - |
| - interest paid on debt securities | - | - |
| - interest paid on lease liabilities | 2 | 15 |
| - commissions paid on debt securities | - | - |
| - dividends received | - | - |
| - interest accrued on borrowings granted | -13 | -10 |
| - interest accrued on borrowings granted | - | 31 |
| - accrued interest on loans and borrowings raised | - | - |
| - interest accrued on debt securities | - | - |
| - other interest | - | 1 |
| Profit (loss) on investing activities due to: | 318 | -78 |
| - revenue from sales of property, plant and equipment, and investment real property | -62 | -48 |
| - revenue from sales of intangible assets | - | - |
| - prime cost of the sales of property, plant and equipment, and investment real property | 2 | 10 |
| - prime cost of the sales of intangible assets | - | - |
| - liquidation costs of property, plant and equipment | - | - |

| | | |
|---|---------------|---------------|
| - revenue from sales of shares and interests | - | - |
| - prime cost of the sale of shares and interests | - | - |
| Revenues from other financial assets | 378 | -40 |
| Prime cost of other assets | - | - |
| Write-off for interests | - | - |
| Movement in receivables due to the following items: | -1,096 | 3,828 |
| - change in current receivables resulting from the balance sheet | -997 | 3,774 |
| - change in non-current receivables resulting from the balance sheet | - | - |
| - adjustment for movement in dividend receivables | - | - |
| - adjustment for change in receivables from disposal of PP&E and investment real properties | - | - |
| - adjustment for change in receivables from disposal of intangible assets | - | - |
| - adjustment for change in current receivables from disposal of financial investments | - | - |
| - adjustment for change in receivables from bank guarantee deposits | - | - |
| - other adjustments | -99 | 54 |
| Movements in liabilities, except for loans and borrowings, resulting from the following: | 392 | -4,097 |
| - change in current trade and other payables | 4,657 | 185 |
| - movement in other non-current liabilities | -6 | -136 |
| - adjustment for change in liabilities due to unpaid dividend | -4,095 | -4,168 |
| - adjustment for movement in liabilities due to acquisition of PP&E | - | - |
| - adjustment for change in liabilities due to purchase of financial assets | - | 250 |
| - adjustment for movement in lease liability | -80 | -208 |
| - adjustment for change in liability due to guarantees granted to subsidiaries | - | - |
| - other adjustments | -84 | -20 |
| Income tax paid | 233 | 334 |
| - income tax recognised in profit and loss account | -22 | -535 |
| - adjustment for change in deferred tax assets | -41 | -2 |
| - adjustment for change in income tax receivables | 516 | 405 |
| - adjustment for movement in deferred income tax provision | -9 | 42 |
| - adjustment for change in current tax liabilities | -217 | -93 |
| - adjustment for deferred tax on changes in equity | - | - |
| - other - tax adjustment for previous years | - | 520 |
| - other | 6 | -3 |
| - income tax paid | - | - |
| “Other adjustments” include: | 25 | -607 |

| | | |
|---|------------|------------|
| - revaluation of PP&E (positive valuation) | - | - |
| - revaluation of PP&E (write-down) | - | - |
| - revaluation of shares and interests (positive measurement) | - | - |
| - revaluation of shares and interests (write-down) | - | - |
| - revaluation of borrowings granted (write-down) | 1 | -7 |
| - revaluation of financial instruments | - | - |
| - revaluation of sureties | - | - |
| - conversion of cash deposits to financial assets | - | - |
| - other adjustments to the result from previous years | - | - |
| - other adjustments - cancellation of part of the funding | - | -597 |
| - other adjustments - netting of borrowings | 24 | - |
| - other | - | -3 |
| Acquisition of PP&E and intangible assets – investment | 473 | 515 |
| - movement in PP&E resulting from the balance sheet | 93 | 158 |
| - movement in investment properties resulting from the balance sheet | - | - |
| - movement in intangible assets resulting from the balance sheet | -9 | -6 |
| - movement in the above assets in assets for sale | - | - |
| - amortisation/depreciation for the reporting period resulting from the profit and loss account | 385 | 350 |
| - prime cost of tangible assets, investment real property and intangible assets sold | 1 | 10 |
| - costs of liquidated tangible assets | - | - |
| - impairment losses/reversed impairment loss on the above assets | - | - |
| - measurement of the above non-current assets | - | - |
| - other | - | - |
| - adjustment for advances on the purchase of tangible assets and intangible assets | - | - |
| - adjustment for investment liabilities (purchase) | - | - |
| - other adjustments | 3 | 3 |
| - transfer of assets in an organised part of the business to the new entity | - | - |

Note 32 – Remuneration of the Group’s senior management

| Management Board of the parent company | 30/06/2022 | 31/12/2021 |
|---|------------|------------|
| Short-term employee benefits (remunerations and surcharges) | 144 | 425 |
| Anniversary benefits and retirement benefits | - | - |
| Post-employment benefits | - | - |
| Benefits due to termination of employment | - | - |

| | | |
|--|------------|------------|
| Employee benefits in the form of equity shares | - | - |
| Total | 144 | 425 |

| Supervisory Board of the parent company | 30/06/2022 | 31/12/2021 |
|---|-------------------|-------------------|
| Short-term employee benefits (remunerations and surcharges) | 10 | 30 |
| Anniversary benefits and retirement benefits | - | - |
| Post-employment benefits | - | - |
| Benefits due to termination of employment | - | - |
| Employee benefits in the form of equity shares | - | - |
| Total | 10 | 30 |

| Management board of subsidiaries | 30/06/2022 | 31/12/2021 |
|---|-------------------|-------------------|
| Short-term employee benefits (remunerations and surcharges) | 186 | 427 |
| Anniversary benefits and retirement benefits | - | - |
| Post-employment benefits | - | - |
| Benefits due to termination of employment | - | - |
| Employee benefits in the form of equity shares | - | - |
| Total | 186 | 427 |

| Other key management personnel | 30/06/2022 | 31/12/2021 |
|---|-------------------|-------------------|
| Short-term employee benefits (remunerations and surcharges) | 428 | 1,062 |
| Anniversary benefits and retirement benefits | - | - |
| Post-employment benefits | - | - |
| Benefits due to termination of employment | - | - |
| Employee benefits in the form of equity shares | - | - |
| Total | 428 | 1,065 |

| | 30/06/2022 | 31/12/2021 |
|--|-------------------|-------------------|
| Management Board | 144 | 425 |
| Supervisory Board | 10 | 30 |
| Management Board – subsidiaries or associates | 186 | 427 |
| Supervisory Board – subsidiaries or associates | - | - |
| Total | 340 | 882 |

| | | |
|--------------------------------|-----|-------|
| Other key management personnel | 428 | 1,065 |
|--------------------------------|-----|-------|

Note 33 Disclosures on the fee of the auditor or an entity authorised to audit financial statements

| | 30/06/2022 | 31/12/2021 |
|---|------------|------------|
| Statutory audit of financial statements | 36 | 68 |
| Other certification services | - | 5 |
| Tax consulting services | - | - |
| Other services | - | - |
| Total | 36 | 73 |

Note 34 – Capital management

| | 30/06/2022 | 31/12/2021 |
|--|---------------|---------------|
| Interest-bearing loans, borrowings and bonds | 80 | 309 |
| Trade and other liabilities | 7,580 | 3,095 |
| Less cash and cash equivalents | -8,293 | -9,331 |
| Net debt | -633 | -5,927 |
| Convertible preference shares | - | - |
| Equity | 14,117 | 19,373 |
| Reserve capital on unrealised net earnings | - | - |
| Total capital | 14,117 | 19,373 |
| Capital and net debt | 13,484 | 13,446 |
| Leverage ratio | -0.05 | -0.44 |

III. Issuer's semi-annual condensed financial statements

| Statement of financial position | | | |
|---|-------------|-------------------|-------------------|
| ASSETS | Note | 30/06/2022 | 31/12/2021 |
| Non-current assets | | 9 731 | 9,701 |
| Property, plant and equipment | 1 | - | - |
| Intangible assets | | - | - |
| Investments in associates measured with the equity method | | - | - |
| Interests and shares | 4 | 9,701 | 9,701 |
| Loans granted | 5 | 30 | - |
| Deferred tax assets | 23 | - | - |
| Other non-current receivables and prepayments | 6 | - | - |
| Current assets | | 5,063 | 5,155 |
| Inventory | 7 | - | - |
| Trade receivables | 8 | 190 | 169 |
| Other short-term receivables and prepayments | 6 | 45 | 53 |
| Income tax receivables | 23 | - | 16 |
| Loans granted | 5 | 135 | 191 |
| Other financial assets | | 1,295 | 1,387 |
| Cash and equivalents | 9 | 3,398 | 3,339 |
| TOTAL ASSETS | | 14,794 | 14,856 |
| LIABILITIES & EQUITY. | | | |
| Equity | | 10,611 | 14,774 |
| Equity attributable to shareholders of the parent | | 10,611 | 14,774 |
| Share capital | 10 | 682 | 682 |
| Share premium | 13 | 9,672 | 10,135 |
| Equity shares | 12 | - | - |
| Reserve and supplementary capital | 13 | 493 | - |
| Retained profit/loss | | -168 | -168 |
| Profit/loss in current year | | -68 | 4,125 |
| Non-controlling interests | | - | - |
| LIABILITIES | | 4,183 | 82 |
| Non-current liabilities | | 1 | 6 |
| Provisions | 14 | - | - |
| Deferred tax provision | 23 | 1 | 6 |
| Long-term bank loans and borrowings | 15 | - | - |
| Other non-current financial liabilities | 16 | - | - |

| | | | |
|---|----|---------------|---------------|
| Other non-current liabilities and accruals | 18 | - | - |
| Current liabilities | | 4,182 | 76 |
| Provisions | 14 | - | - |
| Short-term bank loans and borrowings | 15 | - | - |
| Short-term portion of long-term bank loans and borrowings | 15 | - | - |
| Other current financial liabilities | 16 | - | - |
| Trade liabilities | 17 | 73 | 27 |
| Other current liabilities and accruals | 18 | 4,109 | 49 |
| Liabilities related to non-current assets classified as held for sale | | - | - |
| TOTAL LIABILITIES AND EQUITY | | 14,794 | 14,856 |

| Statement of comprehensive income (by function) | Note | 30/06/2022 | 30/06/2021 |
|---|------|------------|------------|
| <i>Continued operations</i> | | | |
| Revenues from sale of products, goods and materials | 19 | 576 | 874 |
| Costs of products, goods and materials sold | 20 | 194 | 435 |
| Movement in products – subsidy received for intangible assets and tangible assets | | - | - |
| Gross profit/loss on sales | | 382 | 439 |
| Selling costs | 20 | - | - |
| General and administrative expenses | 20 | 371 | 294 |
| Sales profit/loss | | 11 | 145 |
| Other operating revenues | | - | - |
| Other operating expenses | | 12 | - |
| Operating profit/loss | | -1 | 145 |
| Financial revenues | 22 | 34 | 9 |
| Financial expenses | 22 | 92 | 18 |
| Share in profit/loss of associates | | - | - |
| Profit/loss on sale of interests in an associate | | - | - |
| Gross profit/loss | | -59 | 136 |
| Income tax | 23 | 9 | 31 |
| Net profit/loss on continued operations | | -68 | 105 |
| <i>Discontinued operations</i> | | | |
| Profit/loss on discontinued operations for the financial year | | - | - |
| Net profit/loss for the reporting period | | -68 | 105 |
| Other comprehensive income | | | |
| Profit/loss on revaluation of PP&E | | - | - |
| Profit/loss on measurement of investments available for sale recognised in equity | | - | - |
| Profit/loss on cash flow hedges (effective portion) | | - | - |
| FX gains/losses on measurement of foreign operations | | - | - |
| Income tax related to items presented in other comprehensive income | 23 | - | - |
| Total comprehensive income | | -68 | 105 |
| Earnings/loss per share (in PLN): | | | |
| From going concern | 24 | - | - |
| <i>Basic</i> | 24 | -0.05 | 0.08 |
| <i>Diluted</i> | 24 | -0.05 | 0.08 |
| On continued and discontinued operations | 24 | - | - |
| <i>Basic</i> | 24 | -0.05 | 0.08 |
| <i>Diluted</i> | 24 | -0.05 | 0.08 |

| | | | | | | | | | | | |
|--|------------|--------------|---|------------|---|---|---|---------------|---------------|---|---------------|
| Total revenues and expenses for the financial year recognised directly in equity | - | - | - | - | - | - | - | - | - | - | - |
| Profit/loss for the reporting period | - | - | - | - | - | - | - | -68 | -68 | - | -68 |
| Other movements in equity | - | -463 | - | 493 | - | - | - | -4,125 | -4,095 | - | -4,095 |
| Issue of share capital | - | - | - | - | - | - | - | - | - | - | - |
| Dividends | - | - | - | - | - | - | - | - | - | - | - |
| Distribution of financial result | - | - | - | 30 | - | - | - | -4,125 | -4,095 | - | -4,095 |
| Acquisition of equity shares | - | - | - | - | - | - | - | - | - | - | - |
| Sale of equity shares | - | - | - | - | - | - | - | - | - | - | - |
| Other movements in equity | - | -463 | - | 463 | - | - | - | - | - | - | - |
| Correction of profit/loss for previous years | - | - | - | - | - | - | - | - | - | - | - |
| Closing balance | 682 | 9,672 | - | 493 | - | - | - | -236 | 10,611 | - | 10,611 |

| | | | | | | | | | | | |
|--|------------|---------------|---|---|---|---|---|---------------|---------------|---|---------------|
| recognised directly in equity | | | | | | | | | | | |
| Profit/loss for the financial year | - | - | - | - | - | - | - | 4,125 | 4,125 | - | 4,125 |
| Corrections of fundamental errors | - | - | - | - | - | - | - | - | - | - | - |
| Other movements in equity | 25 | 437 | - | - | - | - | - | -2,880 | -2,418 | - | -2,418 |
| Issue of share capital | 25 | 1,725 | - | - | - | - | - | - | 1 750 | - | 1 750 |
| Dividends | - | -1,288 | - | - | - | - | - | - | -1,288 | - | -1,288 |
| Distribution of financial result | - | - | - | - | - | - | - | -2,880 | -2,880 | - | -2,880 |
| Acquisition of equity shares | - | - | - | - | - | - | - | - | - | - | - |
| Sale of equity shares | - | - | - | - | - | - | - | - | - | - | - |
| Reclassification of reserve capital to share capital | - | - | - | - | - | - | - | - | - | - | - |
| Correction of profit/loss for previous years | - | - | - | - | - | - | - | - | - | - | - |
| Closing balance | 682 | 10,135 | - | - | - | - | - | 3,957 | 14,774 | - | 14,774 |

| Cash Flow Statement (indirect method) | Note | 30/06/2022 | 30/06/2021 |
|---|-------------|-------------------|-------------------|
| Operating cash flows | | | |
| Gross profit/loss | | -59 | 136 |
| Adjustments for: | | 57 | -965 |
| Share in net profit/loss of associates and joint ventures accounted for using the equity method | | - | - |
| Non-controlling interests | | - | - |
| Amortisation and depreciation | | - | - |
| Goodwill impairment | | - | - |
| Foreign exchange gains/losses | | -28 | 18 |
| Expenses and revenue due to interest | | -7 | -4 |
| Dividends revenue | | - | - |
| Profit/loss on investing activities | | 92 | -5 |
| Movement in provisions | | - | - |
| Movement in inventory | | - | - |
| Movement in receivables and prepayments | | -13 | -16 |
| Movement in liabilities and accruals | | 11 | -930 |
| Income tax paid/returned | | 2 | -28 |
| Other adjustments | | - | - |
| Net operating cash flow | | -2 | -829 |
| Cash flow from investment | | | |
| Inflows from sale of tangible assets and intangible assets | | - | - |
| Net inflows from sale of associates and subsidiaries | | - | - |
| Inflows from the sale of financial assets | | - | - |
| Inflows from interest | | 1 | - |
| Inflows from dividends | | - | - |
| Repayment of borrowings granted | | 262 | 45 |
| Expenditures on acquisition of property, plant and equipment, and intangible assets | | - | - |
| Net expenditures on acquisition of subsidiaries and associates | | - | - |
| Expenditures on acquisition of short-term financial assets | | - | - |
| Borrowings granted | | 230 | 160 |
| Other | | - | - |
| Net cash flow from investing activities | | 33 | -115 |
| Cash flows from financial operations | | | |
| Inflows from loans and borrowings | | - | 20 |
| Net inflows from the issue of shares | | - | - |
| Net inflows from the issue of bonds, bills and bills of exchange | | - | - |
| Repayment of loans and borrowings | | - | 20 |

| | | | |
|--|--|--------------|--------------|
| Payments under finance lease contracts | | - | - |
| Dividends paid to the Company's shareholders | | - | - |
| Dividends paid to shareholders holding non-controlling interests | | - | - |
| Acquisition of equity shares | | - | - |
| Interest paid | | - | - |
| Other | | - | - |
| Net cash flow from financing activities | | - | - |
| Increase/decrease in cash and cash equivalents | | 31 | -944 |
| Opening balance of cash and cash equivalents, and overdrafts | | 3,339 | 2,704 |
| <i>Foreign exchange gains/losses related to measurement of cash and cash equivalents, and overdrafts</i> | | 28 | -18 |
| Closing balance of cash and cash equivalents, and overdrafts | | 3,398 | 1,742 |

Selected notes

Note 1 – Property, plant and equipment

Not applicable.

Note 2 – Intangible assets

Not applicable.

Note 3 Investments in associates measured with equity method

Not applicable.

Note 4 Financial assets available for sale

| | | |
|--|--------------|--------------|
| Shares/interests of non-listed companies at the beginning of the period | 9,701 | 9,701 |
| In subsidiaries, at the beginning of the period, including: | 9,701 | 9,701 |
| at acquisition price | 9,701 | 11,861 |
| Write-down | - | - |
| a) increases | - | 2 160 |
| reclassification from group of entities | - | - |
| Purchase from Quantum Qguar sp. z o.o. | - | - |
| transfer of business | - | - |
| reclassification from borrowing granted | - | - |
| measurement reversal | - | 2 160 |
| b) decreases | - | 2 160 |
| reclassification to group of entities | - | - |
| sales | - | 2 160 |
| transfer of business | - | - |
| measurement | - | - |
| Write-down | - | - |
| At the end of the period in subsidiaries | 9,701 | 9,701 |
| In associates, at the beginning of the period, including: | - | - |
| at acquisition price | - | - |
| a) increases | - | - |
| reclassification from group of entities | - | - |
| purchase | - | - |

| | | |
|--|--------------|--------------|
| measurement, including: | - | - |
| reversal of fair value measurement of shares sold | - | - |
| balance sheet measurement to fair value | - | - |
| b) decreases | - | - |
| reclassification to group of entities | - | - |
| sales | - | - |
| measurement, including: | - | - |
| a) reversal of fair value measurement of shares sold | - | - |
| b) balance sheet measurement to fair value | - | - |
| In associates, at the end of the period | - | - |
| In other companies, at the beginning of the period, including: | - | - |
| at acquisition price | - | - |
| a) increases | - | - |
| reclassification from group of entities | - | - |
| purchase | - | - |
| measurement, including | - | - |
| reversal of fair value measurement of shares sold | - | - |
| balance sheet measurement to fair value | - | - |
| b) decreases | - | - |
| reclassification to group of entities | - | - |
| sales | - | - |
| measurement | - | - |
| In other companies, at the end of the period | - | - |
| Shares/interests of non-listed companies at the end of the period | 9,701 | 9,701 |
| in subsidiaries, including: | 9,701 | 9,701 |
| at acquisition price | 9,701 | 9,701 |
| Write-down | - | - |
| in associates, including: | - | - |
| at acquisition price | - | - |
| in other companies, including: | - | - |
| at acquisition price | - | - |
| Total shares/interests | 9,701 | 9,701 |
| Shares of listed companies | - | - |
| Shares/interests of non-listed companies | 9,701 | 9,701 |

IMPAIRMENT WRITE-DOWNS ON FINANCIAL ASSETS HELD FOR SALE FOR THE PERIOD ENDING 30/06/2022

| Company name | Opening balance | Increase | Decrease | Closing balance |
|--|------------------------|-----------------|-----------------|------------------------|
| Quantum Brasil – interests from conversion of a borrowing; – write-down through profit/loss | - | - | - | - |
| Quantum Brasil – interests acquired from subsidiary Quantum Qguar sp. z o.o. - write-down through accruals | - | - | - | - |
| Total write-downs | - | - | - | - |

IMPAIRMENT WRITE-DOWNS ON FINANCIAL ASSETS HELD FOR SALE FOR THE PERIOD ENDING 31/12/2021

| Company name | Opening balance | Increase | Decrease | Closing balance |
|--|------------------------|-----------------|-----------------|------------------------|
| Quantum Brasil – interests from conversion of a borrowing; – write-down through profit/loss | 534 | - | 534 | - |
| Quantum Brasil – interests acquired from subsidiary Quantum Qguar sp. z o.o. - write-down through accruals | 1,626 | - | 1,626 | - |
| Total write-downs | 2 160 | - | 2 160 | - |

| | | | | | | | | |
|---|-----|-------|------------|------------|------------|----------|----------|-------------|
| Member of the Management Board- Tomasz Hatala | 120 | 7.00% | 31-12-2022 | 133 | 155 | 5 | 5 | No security |
| TOTAL: | | | | 135 | 191 | 6 | 5 | |

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

1. Borrowing granted to Tomasz Hatala, Member of the Management Board; principal amount as of 30/06/2022: PLN 120,222.43; interest: PLN 13,030.15; interest rate: 7%; repayment date: 31/12/2022.
2. Borrowing granted to a Subsidiary Executive; principal amount as of 30/06/2022: 30,000.00; interest: PLN 454.52; interest rate: 7%; repayment date: 31/12/2023.

Note 6 Other receivables and prepayments

| OTHER RECEIVABLES AND PREPAYMENTS | 30/06/2022 | 31/12/2021 |
|---|------------|------------|
| Receivables from subsidiaries: | - | - |
| - non-current | - | - |
| - current | - | - |
| Receivables from related parties: | - | - |
| - non-current | - | - |
| - current | - | - |
| Advance payments: | - | - |
| - long-term | - | - |
| - short-term | - | - |
| Other receivables: | 8 | 9 |
| - non-current | - | - |
| - current | 8 | 9 |
| Prepayments: | 37 | 44 |
| - long-term | - | - |
| - short-term | 37 | 44 |
| Impairment losses at the beginning of the period | - | - |
| Recognition of impairment losses in the period | - | - |
| Reversal of impairment loss in the period | - | - |
| Impairment losses at the end of the period | - | - |
| TOTAL | 45 | 53 |

Other receivables include:

| | | |
|---|----------|----------|
| - security deposits paid | - | - |
| - salaries and wages | - | - |
| - other employee settlements | - | - |
| - input VAT to be settled in future periods | 2 | 2 |
| - output VAT on corrective invoices to be settled in future periods | - | - |
| - VAT | - | - |
| - social insurance contributions, overpayment | - | - |
| - settlements with a brokerage house related to redemption of equity shares | 6 | 6 |
| - other settlements with suppliers | - | 1 |
| other receivables | - | - |
| TOTAL: | 8 | 9 |

Prepayments/accruals include:

| | | |
|---|-----------|-----------|
| - settlement of long-term contracts | - | - |
| - inter-period cost settlement | - | - |
| - other prepayments | - | - |
| - property insurance | 32 | 44 |
| - contribution to Company Social Benefits Fund (ZFSS) | - | - |
| - prepaid subscriptions, etc. | 5 | - |
| - 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 | - | - |
| TOTAL: | 37 | 44 |

Note 7 Inventory

Not applicable.

Note 8 Trade receivables

| TRADE RECEIVABLES | 30/06/2022 | 31/12/2021 |
|---|-------------------|-------------------|
| Trade receivables from related parties | 148 | 124 |
| Trade receivables from other parties | 42 | 45 |
| Total receivables | 190 | 169 |
| Write-downs on trade receivables | - | - |
| Net trade receivables | 190 | 169 |

| AGE STRUCTURE OF TRADE RECEIVABLES | Gross value | Write-down | Gross value | Write-down |
|---|--------------------|-------------------|--------------------|-------------------|
| | 30/06/2022 | | 31/12/2021 | |
| punctual | 116 | - | 169 | - |
| Overdue up to 3 months | - | - | - | - |
| Overdue between 3 and 6 months | 74 | - | - | - |
| Overdue between 6 and 12 months | - | - | - | - |
| Overdue over 1 year | - | - | - | - |
| Total | 190 | - | 169 | - |

| MOVEMENTS IN WRITE-DOWNS | 30/06/2022 | 31/12/2021 |
|--------------------------|------------|------------|
| Opening balance | - | - |
| Increase | - | - |
| Decrease | - | - |
| Closing balance | - | - |

As of 30 December 2022 and 31/12/2021, the Company did not have any write-downs.

Note 9 – Cash and cash equivalents

| CASH AND CASH EQUIVALENTS | 30/06/2022 | 31/12/2021 |
|--|--------------|--------------|
| Cash in hand and cash in bank | 3,398 | 3,339 |
| Short-term deposits | - | - |
| Total, including: | 3,398 | 3,339 |
| - cash in hand and cash in bank allocated to discontinued operations | - | - |
| - cash in hand and cash in bank not available for use by the group | - | - |

As of 30 June 2022, cash increased by PLN 58,336.31.

| OTHER FINANCIAL ASSETS | 30/06/2022 | | 31/12/2021 | |
|---------------------------|-----------------|----------------|-----------------|----------------|
| | Number of units | Value of units | Number of units | Value of units |
| General Investments Funds | 2,587.0873 | 550 | 2,587.0873 | 601 |
| BNP Paribas Funds | 7,173.055552 | 745 | 7,137.055552 | 786 |
| | | | | |
| Total, including: | - | 1,295 | - | 1,387 |

Note 10 Share capital

| SHARE CAPITAL | | As of 30/06/2022 | | | | | |
|-------------------------------|------------------------|------------------|--|------------------|--------------------------------|-------------------|-------------------------|
| Series/issue | Type of shares | Preference | Type of limitation of the rights to shares | Number of shares | Series/issue at nominal value | Registration date | Right to dividend since |
| Series A | Registered shares | Yes | None | 750,000 | 375,000 | 07-03-1997 | 1997 |
| Series B | Ordinary bearer shares | None | None | 84,113 | 42,057 | 02-08-2007 | 2007 |
| Series C | Ordinary bearer shares | None | None | 470,000 | 235,000 | 11-09-2007 | 2007 |
| Series D | Ordinary bearer shares | None | None | 10,757 | 5,379 | 11-05-2011 | 2011 |
| Series E | Ordinary bearer shares | None | None | 50,000 | 25,000 | 10-01-2022 | 2022 |
| Total number of shares | | | | 1,364,870 | | | |
| | | | | | Total share capital | 682,435.00 | |
| | | | | | <i>Nominal value per share</i> | 0.50 | |

| Shareholders | Number of shares | % of capital |
|---------------------------|------------------|--------------|
| Quantum Assets sp. z o.o. | 970,912 | 71.13% |
| Tomasz Hatała | 63,071 | 4.62% |
| Bogusław Ożóg | 43,796 | 3.21% |
| Robert Dykacz | 24,565 | 1.80% |
| Marek Jędra | 14,020 | 1.03% |
| Tomasz Polończyk | 14,010 | 1.03% |
| Tomasz Mnich | 7,682 | 0.56% |
| Tomasz Mołata | 2,265 | 0.16% |
| Henryk Gaertner | 954 | 0.07% |
| Others | 223,595 | 16.38% |
| Total | 1,364,870 | 100% |

Note 11 – Number of shares comprising share capital

| NUMBER OF SHARES COMPRISING SHARE CAPITAL | 30/06/2022 | 31/12/2021 |
|--|------------------|------------------|
| Ordinary shares with a nominal value of PLN 0.50 | 1,364,870 | 1,364,870 |
| Total | 1,364,870 | 1,364,870 |

| CHANGES IN THE NUMBER OF SHARES | 30/06/2022 | 31/12/2021 |
|---|------------|------------|
| Ordinary shares issued and fully paid-up | | |
| At the beginning of the period | 1,364,870 | 1,314,870 |
| Series E | - | 50,000 |
| At the end of the period | 1,364,870 | 1,364,870 |
| Ordinary shares issued and not fully paid-up | | |
| At the beginning of the period | - | - |
| At the end of the period | - | - |
| Equity shares | | |
| At the beginning of the period | - | - |
| Buyback of equity shares from Quantum Qguar | - | - |
| Redemption of equity shares | - | - |
| Sale of shares to the senior management | - | - |
| At the end of the period | - | - |
| Shares | | |
| At the beginning of the period | - | - |
| At the end of the period | - | - |

| SHARE CAPITAL | 30/06/2022 | 31/12/2021 |
|-------------------------|------------|------------|
| Nominal value per share | 0.50 | 0.50 |
| Share capital | 682 | 682 |

Note 12 Equity shares

Not applicable.

Note 14 Provisions

Not applicable.

Note 15 Bank loans and borrowings

Not applicable.

Note 16 – Other financial liabilities

Not applicable.

Note 17 – Trade liabilities

| TRADE LIABILITIES | 30/06/2022 | 31/12/2021 |
|--|-------------------|-------------------|
| Trade liabilities due to related parties | 63 | - |
| Trade liabilities due to other parties | 10 | 27 |
| Total | 73 | 27 |

Note 18 – Other liabilities and accruals

| OTHER LIABILITIES AND ACCRUALS | 30/06/2022 | 31/12/2021 |
|--|-------------------|-------------------|
| Liabilities due to subsidiaries: | - | - |
| - non-current | - | - |
| - current | - | - |
| Liabilities due to related parties: | - | - |
| - non-current | - | - |
| - current | - | - |
| Advance payments: | - | - |
| - non-current | - | - |
| - current | - | - |
| Other liabilities: | 4,109 | 46 |
| - non-current | - | - |
| - current | 4,109 | 46 |
| Accruals: | - | 3 |
| - non-current | - | 3 |
| - current | - | 3 |

| | | |
|--------------------------|--------------|-----------|
| Deferred revenue: | - | - |
| - non-current | - | - |
| - current | - | - |
| Total, including: | 4,109 | 49 |
| - non-current | - | - |
| - current | 4,109 | 49 |

Other liabilities include:

| | | |
|--|--------------|-----------|
| payroll tax | 4 | - |
| income tax | - | - |
| social security and health insurance | 1 | - |
| VAT | 8 | - |
| other taxes, customs, insurance and other benefits | - | 44 |
| payroll | - | - |
| dividend | - | - |
| other liabilities | 2 | 2 |
| liability for unpaid dividends | 4 094 | - |
| settlement of special purpose funds | - | - |
| TOTAL: | 4 109 | 46 |

Prepayments/accruals include:

| | | |
|---|----------|----------|
| Settlement of long-term contracts | - | - |
| Other accruals/prepayments | - | - |
| Turn-of-period costs | - | 3 |
| settlement of subsidy received – within 12 months | - | - |
| settlement of subsidy received – over 12 months | - | - |
| TOTAL: | - | 3 |

Note 19 – Revenue from sale of products, goods and materials

| REVENUE FROM SALE OF PRODUCTS, GOODS AND MATERIALS | | | | | | |
|--|----------------------|------------|-------------------------|------------|------------|------------|
| | Continued operations | | Discontinued operations | | Total | |
| | 30/06/2022 | 30/06/2021 | 30/06/2022 | 30/06/2021 | 30/06/2022 | 30/06/2021 |
| Revenue from sale of products | - | - | - | - | - | - |
| Revenues from sale of services | 576 | 874 | - | - | 576 | 874 |
| Revenue from sale of materials | - | - | - | - | - | - |

| | | | | | | |
|--|------------|------------|----------|----------|------------|------------|
| Revenues from sale of goods | - | - | - | - | - | - |
| TOTAL | 576 | 874 | - | - | 576 | 874 |
| including: non-cash revenue from exchange of goods or services | - | - | - | - | - | - |

In 2022, a decrease in the sale compared to the same period in 2021 was recorded.

Note 20 – Costs by type

| COSTS BY TYPE | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| Depreciation of tangible assets | - | - |
| Amortisation of intangible assets | - | - |
| Employee benefit costs | 161 | 191 |
| Consumption of raw materials and materials | - | - |
| Costs of third-party services | 373 | 525 |
| Costs of taxes and charges | 1 | - |
| Other expenses | 30 | 13 |
| Change in the balance of products and work-in-progress | - | - |
| Value of goods sold | - | - |
| TOTAL | 565 | 729 |
| Selling costs | - | - |
| General and administrative expenses | 371 | 294 |
| Costs of products, goods and materials sold | 194 | 435 |
| TOTAL | 565 | 729 |

| EMPLOYEE BENEFIT COSTS | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| Costs of remuneration | 159 | 189 |
| Social security costs | 2 | 2 |
| Costs of defined contribution plans | - | - |
| Costs of defined benefit plans, including: | - | - |
| Costs of other non-current 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 | - | - |
| TOTAL | 161 | 191 |

| R&D COSTS | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| Amortisation and depreciation | - | - |
| Consumption of raw materials and auxiliary materials | - | - |
| Costs of third-party services | - | - |
| Other expenses | - | - |
| TOTAL: | - | - |

Note 21 – Other revenues and expenses

| OTHER REVENUE | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| State subsidies | - | - |
| Gains on the sale of property, plant and equipment | - | - |
| Reversal of impairment losses on receivables | - | - |
| Reversal of impairment losses on inventory | - | - |
| Reversal of impairment revaluation losses on intangible assets | - | - |
| Reversal of impairment losses on PP&E | - | - |
| Reversal of impairment losses on investment property | - | - |
| Release of other provisions | - | - |
| Release of provision for company restructuring costs | - | - |
| Damages received | - | - |
| Adjustment of remuneration for previous year(s) | - | - |
| Reimbursement of insurance policy premiums | - | - |
| Other operating revenues | - | - |
| TOTAL | - | - |

| OTHER EXPENSES | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| Loss on sale of property, plant and equipment | - | - |
| Provision for guarantee repairs | - | - |
| Direct expenses (including renovation and maintenance) due to investment property rented out | - | - |
| Accumulated loss on revaluation of investment properties to fair value | - | - |
| Impairment losses on receivables | - | - |
| Impairment losses on inventory | - | - |

| | | |
|--|-----------|----------|
| Impairment losses on intangible assets | - | - |
| Impairment losses on property, plant and equipment | - | - |
| Impairment losses on investment properties | - | - |
| Provision for company restructuring costs | - | - |
| Other operating expenses | 2 | - |
| Donations made | 10 | - |
| TOTAL | 12 | - |

Note 22 – Financial revenues and expenses

| FINANCIAL REVENUE | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| Interest revenues | 7 | 4 |
| deposits | - | - |
| borrowings | 7 | 4 |
| Dividend revenues | - | - |
| Investment revenues | - | 5 |
| Foreign exchange gains | 27 | - |
| 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 measured at fair value through income statement | - | - |
| hedging instruments | - | - |
| TOTAL | 34 | 9 |
| FINANCIAL EXPENDITURE | 30/06/2022 | 30/06/2021 |
| Costs of interest, including: | - | - |
| bank loans | - | - |
| borrowings | - | - |
| bonds | - | - |
| other | - | - |
| state budget interest | - | - |
| Financial expenses arising from financial leases | - | - |
| Adjustment due to the discount of provisions to ... | - | - |

| | | |
|---|-----------|-----------|
| Unrealised loss on a contract on ... | - | - |
| Remittance of a borrowing and interest | - | - |
| Loss on sale of financial assets | - | - |
| Foreign exchange losses | - | 18 |
| Impairment losses on financial assets, including: | - | - |
| assets available for sale | - | - |
| borrowings granted | - | - |
| hedging instruments | - | - |
| Losses on change in the fair value of financial instruments, including: | 92 | - |
| assets available for sale | - | - |
| financial assets and liabilities at fair value through profit or loss | 92 | - |
| hedging instruments | - | - |
| TOTAL | 92 | 18 |

Note 23 Income tax

| MAIN CHARGES FROM THE RECOGNITION OF TAX IN THE STATEMENT OF COMPREHENSIVE INCOME | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| Current income tax disclosed in profit and loss account | 14 | 30 |
| Current income tax liabilities | 14 | 30 |
| Adjustments regarding current income tax brought forward | - | - |
| Deferred income tax disclosed in the profit and loss account | -5 | 1 |
| Deferred tax charge/credit with respect to originating and reversing temporary differences | -5 | 1 |
| Deferred tax charge/credit with respect to changes in tax rates | - | - |
| Tax burden/recognition disclosed in the profit and loss account, including: | 9 | 31 |
| - attributed to continued operations | -5 | 1 |
| - attributed to discontinued operations | - | - |
| Income tax related to items presented in other comprehensive income | - | - |
| Deferred tax burden/recognition related to revaluation of cash flow hedges | - | - |
| Deferred tax burden/recognition related to revaluation of PP&E | - | - |
| Tax burden/recognition disclosed in the statement of comprehensive income | 9 | 31 |

| main items of the tax burden/recognition in the statement of changes in equity | 30/06/2022 | 30/06/2021 |
|---|-------------------|-------------------|
| Income tax currently payable | - | - |
| Deferred income tax | - | - |

| | | |
|--|---|---|
| Tax burden/recognition disclosed in the statement of changes in equity | - | - |
|--|---|---|

| RECONCILIATION OF INCOME TAX ON THE GROSS FINANCIAL RESULT BEFORE TAX AND INCOME TAX DISCLOSED IN THE PROFIT AND LOSS ACCOUNT | 30/06/2022 | 30/06/2021 |
|---|------------|------------|
| Gross financial result before tax (continued and discontinued operations) | -59 | 136 |
| Tax rate (%) | 9.00% | 9.00% |
| Tax burden according to the applied tax rate | -5 | 12 |
| Adjustments regarding current income tax brought forward | - | - |
| Tax benefits on investments | - | - |
| Revaluation | - | - |
| Non-taxable revenues, including | - | - |
| Interest accrued as of the balance sheet date | - | -1 |
| Balance sheet measurement | -11 | -6 |
| Subsidy settled in the current year | - | - |
| Reversal of write-down on non-financial assets | - | - |
| Reversal of write-down on financial assets | - | - |
| Taxable revenue (licenses) in previous years | - | - |
| Transfer of business – deferred tax | - | - |
| Other | - | - |
| Tax revenue, including: | - | - |
| Interest accrued in previous years and received in the current year | - | - |
| Tax revenues | - | - |
| Non-tax deductible costs, including: | - | - |
| Amortisation/depreciation accounted for the in the balance sheet | - | - |
| Contributions to National Disabled Persons' Rehabilitation Fund (PFRON) | - | - |
| Measurement of employee benefits | - | - |
| Write-down on non-financial assets | - | - |
| Write-down on non-financial assets – inventory | - | - |
| Write-down on financial assets | - | - |
| Balance sheet measurement | 16 | 7 |
| Interest | - | - |
| Net value of non-financial non-current assets sold | - | - |
| Remitted borrowing | - | - |
| No contribution to Company Social Benefits Fund | - | - |
| Outstanding remuneration | - | 2 |
| Other | 1 | - |

| | | |
|--|----------|-----------|
| Tax costs, including: | - | - |
| Interest | - | - |
| Lease instalments | - | - |
| Tax amortisation | - | - |
| Payment of remuneration for 2020 | - | -4 |
| Settlement of loss for previous years | - | - |
| Unsettled tax loss | - | - |
| Tax for the previous years (adjustment) | - | - |
| Tax paid | - | - |
| Current tax loss | - | - |
| Overpayment in the current tax | 13 | 19 |
| Current tax loss | - | - |
| Deferred income tax assets due to a write-down on financial assets | - | - |
| Deferred income tax assets due to foreign exchange losses | - | - |
| Deferred income tax assets due to losses brought forward | - | - |
| Deferred income tax assets due to a write-down on non-financial assets | - | - |
| Deferred income tax assets due to interest accrued | - | - |
| Deferred income tax provision due to temporary differences in the settlement of amortisation | - | - |
| Deferred income tax provision due to interest accrued | 1 | 1 |
| Deferred income tax provision due to balance sheet measurement of other financial assets | -6 | 1 |
| Deferred income tax provision due to foreign exchange gains | - | - |
| Tax burden/recognition disclosed in the profit and loss account | 9 | 31 |

| DEFERRED INCOME TAX | Statement of financial position | | Profit and loss account | | Other comprehensive income | |
|---|---------------------------------|------------|-------------------------|------------|----------------------------|------------|
| | 30/06/2022 | 31/12/2021 | 30/06/2022 | 30/06/2021 | 30/06/2022 | 30/06/2021 |
| Deferred tax provision | | | | | | |
| Differences in the settlement of amortisation | - | - | - | - | - | - |
| Interest accrued | 1 | 6 | -5 | 1 | - | - |
| Foreign exchange gains/losses | - | - | - | - | - | - |
| Rounding | - | - | - | - | - | - |
| Gross deferred income tax provision | 1 | 6 | -5 | 1 | - | - |

| DEFERRED INCOME TAX | Statement of financial position | | Profit and loss account | | Other comprehensive income | |
|---------------------|---------------------------------|------------|-------------------------|------------|----------------------------|------------|
| | 30/06/2022 | 31/12/2021 | 30/06/2022 | 30/06/2021 | 30/06/2022 | 30/06/2021 |
| Deferred tax assets | | | | | | |

| | | | | | | |
|--|---|---|---|---|---|---|
| Foreign exchange gains/losses | - | - | - | - | - | - |
| Prior years' loss | - | - | - | - | - | - |
| Write-down on non-financial assets | - | - | - | - | - | - |
| Write-down on non-financial assets – goods | - | - | - | - | - | - |
| Interest accrued | - | - | - | - | - | - |
| Rounding | - | - | - | - | - | - |
| Deductible tax loss | - | - | - | - | - | - |
| Gross deferred income tax assets | - | - | - | - | - | - |

Deferred tax liability and deferred tax assets are recognised in connection with temporary differences between the carrying amount of assets, equity and liabilities and the appropriate tax base.

Note 24 – Earnings per share

| EARNINGS PER SHARE | 30/06/2022 | 30/06/2021 |
|---|-------------------|-------------------|
| Net profit for the reporting period attributable to: | -68 | 105 |

| WEIGHTED AVERAGE ORDINARY SHARES | 30/06/2022 | 30/06/2021 |
|---|-------------------|-------------------|
| <i>in thousands of shares</i> | | |
| Weighted average number of shares at the beginning of the period | 1,364,870 | 1,314,870 |
| Weighted average number of ordinary shares at the end of the period | 1,364,870 | 1,314,870 |

| BASIC NET PROFIT PER SHARE | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| on continued and discontinued operations | -0.05 | 0.08 |
| on continued operations | -0.05 | 0.08 |

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

| WEIGHTED AVERAGE ORDINARY SHARES (DILUTED) | 30/06/2022 | 30/06/2021 |
|---|-------------------|-------------------|
| <i>in thousands of shares</i> | | |

| | | |
|--|------------------|------------------|
| Weighted average ordinary shares | 1,364,870 | 1,314,870 |
| Effect of conversion of convertible bonds | - | - |
| Effect of the issue of share options | - | - |
| Weighted average number of ordinary shares at the end of the period (diluted) | 1,364,870 | 1,314,870 |

| DILUTED NET PROFIT PER SHARE | 30/06/2022 | 30/06/2021 |
|--|-------------------|-------------------|
| on continued and discontinued operations | -0.05 | 0.08 |
| on continued operations | -0.05 | 0.08 |

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

Note 25 Dividends

| DECLARED AND PAID IN THE REPORTING PERIOD | 30/06/2022 | 31/12/2021 |
|---|-------------------|-------------------|
| Dividend on ordinary shares: | | |
| Dividend paid | - | 4,168 |
| Declared dividend– not paid out in the current period | 4,095 | - |
| Total | 4,095 | 4,168 |

| To be approved by the GSM (not recognised as liabilities as of the balance sheet date) | 30/06/2022 | 31/12/2021 |
|---|-------------------|-------------------|
| Dividend on ordinary shares: | | |
| | - | - |
| Total | - | - |

Note 26 – Information on operating segments

The Company does not identify product segments because it is not possible to identify assets and liabilities corresponding to individual types of products and, consequently, the Company does not maintain records allowing for the identification of operating segments. The Company presents sales categorised into products, services and goods (note 19) and by geographical areas. The Company does not present information on major groups of customers because such a situation is not applicable.

| INFORMATION ON GEOGRAPHICAL AREAS | 30/06/2022 | |
|--|-------------------|---------------------------|
| | Revenues | Non-current assets |
| Domestic sales | 576 | * |

| | | |
|---------------------|------------|---|
| Total foreign sales | - | * |
| including: | - | - |
| Germany | - | - |
| Ukraine | - | - |
| Russia | - | - |
| Hungary | - | - |
| Czech Republic | - | - |
| Spain | - | - |
| Other | - | - |
| TOTAL | 576 | - |

| INFORMATION ON GEOGRAPHICAL AREAS | 30/06/2021 | |
|-----------------------------------|------------|--------------------|
| | Revenues | Non-current assets |
| Domestic sales | 874 | * |
| Total foreign sales | - | * |
| including: | | |
| Germany | - | - |
| Ukraine | - | - |
| Russia | - | - |
| Hungary | - | - |
| Czech Republic | - | - |
| Spain | - | - |
| Other | - | - |
| TOTAL | 874 | - |

* Non-current assets used in the company's operating activity serve to manufacture products sold to the domestic and foreign markets.

| INFORMATION ON TYPES OF PRODUCTS, SERVICES AND GOODS | 30/06/2022 | 30/06/2021 |
|--|------------|------------|
| | Revenues | Revenues |
| Products – licenses | - | - |
| Services – implementation | 41 | 348 |
| Services – maintenance | 205 | 196 |
| Services – individual projects and other services | 330 | 330 |
| Long-term contracts | - | - |
| Goods | - | - |
| TOTAL | 576 | 874 |

Note 27 – Transactions with related parties

| TRANSACTIONS BETWEEN QUANTUM SOFTWARE S.A. AND SUBSIDIARIES 30-06-2022 | | | |
|--|----------------------|--------------------------|---------------------------------------|
| Entity | Transaction type | Transaction value in PLN | Transaction value in foreign currency |
| Quantum Qguar sp. z o.o. | Sale of services | 270 | - |
| Quantum Mobile Solutions sp. z o.o. | Sale of services | 60 | - |
| Quantum Qguar sp. z o.o. | Purchase of services | 194 | - |

| TRANSACTIONS BETWEEN QUANTUM SOFTWARE S.A. AND SUBSIDIARIES 30-06-2021 | | | |
|--|----------------------|--------------------------|---------------------------------------|
| Entity | Transaction type | Transaction value in PLN | Transaction value in foreign currency |
| Quantum Qguar sp. z o.o. | Sale of services | 270 | - |
| Quantum Mobile Solutions sp. z o.o. | Sale of services | 60 | - |
| Quantum Qguar sp. z o.o. | Purchase of services | 435 | - |

Note 28 Financial instruments

| FINANCIAL INSTRUMENTS: ANALYSIS OF EXPOSURE TO INTEREST RATE RISK | | | |
|---|-----------------|--|--------------------------------------|
| As of 30/06/2022 | | | |
| | Carrying amount | Increase/decrease by percentage points | Effect on the gross financial result |
| Financial assets | 14,559 | - | - |
| Cash | 3,398 | - | - |
| Interests and shares | 9,701 | - | - |
| Other financial assets | 1,295 | - | - |
| Loans granted | 165 | - | - |
| Financial liabilities | - | - | - |
| Bank loans and borrowings | - | - | - |
| Financial lease liabilities | - | - | - |
| Other financial liabilities | - | - | - |

| FINANCIAL INSTRUMENTS: ANALYSIS OF EXPOSURE TO INTEREST RATE RISK | | | |
|--|------------------------|---|---|
| As of 31/12/2021 | | | |
| | Carrying amount | Increase/decrease by percentage points | Effect on the gross financial result |
| Financial assets | 14,618 | - | - |
| Cash | 3,339 | - | - |
| Financial assets available for sale | 9,701 | - | - |
| Other financial assets | 1,387 | - | - |
| Loans granted | 191 | - | - |
| Financial liabilities | - | - | - |
| Bank loans and borrowings | - | - | - |
| Financial lease liabilities | - | - | - |
| Other financial liabilities | - | - | - |
| FINANCIAL INSTRUMENTS: ANALYSIS OF EXPOSURE TO FX RISK | | | |
| As of 30/06/2022 | | | |
| | Carrying amount | Exchange rate increase/decrease in percentage points | Effect on the gross financial result |
| Financial assets | - | - | - |
| Cash in EUR | 1,550 | 2.00% | 31 |
| Cash in USD | - | - | - |
| Trade and other receivables in EUR | - | 0.00% | - |
| Financial liabilities | - | - | - |
| Overdrafts in EUR | - | - | - |
| Short-term loans in EUR | - | - | - |
| Trade liabilities in EUR | - | - | - |

| FINANCIAL INSTRUMENTS: ANALYSIS OF EXPOSURE TO FX RISK | | | |
|---|----------------------------------|---|---|
| As of 31/12/2021 | | | |
| | Carrying value (PLN '000) | Exchange rate increase/decrease in percentage points | Effect on the gross financial result |
| Financial assets | - | - | - |
| Cash in EUR | 1,569 | 0.00% | - |
| Cash in USD | - | - | - |
| Trade and other receivables in EUR | - | - | - |
| Financial liabilities | - | - | - |
| Overdrafts in EUR | - | - | - |
| Short-term loans in EUR | - | - | - |

| | | | |
|--------------------------|---|---|---|
| Trade liabilities in EUR | - | - | - |
|--------------------------|---|---|---|

| FAIR VALUE OF THE INDIVIDUAL CATEGORIES OF FINANCIAL INSTRUMENTS FINANCIAL ASSETS ACCORDING TO IFRS 9 | | | | | |
|--|--|-----------------|---------------|---------------|---------------|
| Financial instrument classes | Financial instrument categories | | | | |
| | Category according to IFRS 9 | Carrying amount | | Fair value | |
| | | 30/06/2022 | 31/12/2021 | 30/06/2022 | 31/12/2021 |
| Financial assets | - | 13,499 | 13,453 | 13,499 | 13,453 |
| Cash | at amortized cost | 3,398 | 3,339 | 3,398 | 3,339 |
| Trade and other receivables | at amortized cost | 235 | 222 | 235 | 222 |
| Interest receivable from borrowings granted | at amortized cost | 165 | 191 | 165 | 191 |
| Interests and shares | with historical cost – in accordance with IAS 27 | 9,701 | 9,701 | 9,701 | 9,701 |
| Financial liabilities | - | 4,182 | 76 | 4,182 | 76 |
| Liabilities due to finance lease | at amortized cost | - | - | - | - |
| Trade and other liabilities | at amortized cost | 4,182 | 76 | 4,182 | 76 |
| Short-term bank loans | at amortized cost | - | - | - | - |

| ITEMS OF REVENUES, EXPENSES, PROFIT AND LOSS RECOGNISED IN THE STATEMENT OF COMPREHENSIVE INCOME, BROKEN DOWN INTO CATEGORIES OF FINANCIAL INSTRUMENTS | | | | | |
|--|------------------------------|----------------------------|-------------------------------|----------------------------------|----------------------|
| | AS OF 30/06/2022 | | | | |
| | Category according to IFRS 9 | Interest revenues/expenses | Foreign exchange gains/losses | Releasing/creation of write-offs | Profit/loss on sales |
| Financial assets | | -85 | 27 | - | - |
| Cash | at amortized cost | - | 27 | - | - |
| Trade and other receivables | at amortized cost | - | - | - | - |
| Interest receivable from borrowings granted | at amortized cost | 7 | - | - | - |
| Interests and shares | at amortized cost | - | - | - | - |
| Other financial assets | at amortized cost | -92 | - | - | - |
| Financial liabilities | at amortized cost | - | - | - | - |
| Liabilities due to finance lease | at amortized cost | - | - | - | - |
| Trade and other liabilities | at amortized cost | - | - | - | - |
| Short-term bank loans | at amortized cost | - | - | - | - |

ITEMS OF REVENUES, EXPENSES, PROFIT AND LOSS RECOGNISED IN THE STATEMENT OF COMPREHENSIVE INCOME, BROKEN DOWN INTO CATEGORIES OF FINANCIAL INSTRUMENTS

| | AS OF 30/06/2021 | | | | |
|---|------------------------------|----------------------------|-------------------------------|----------------------------------|----------------------|
| | Category according to IFRS 9 | Interest revenues/expenses | Foreign exchange gains/losses | Releasing/creation of write-offs | Profit/loss on sales |
| Financial assets | | 9 | -18 | - | - |
| Cash | at amortized cost | - | -18 | - | - |
| Trade and other receivables | at amortized cost | - | - | - | - |
| Interest receivable from borrowings granted | at amortized cost | 4 | - | - | - |
| Interests and shares | at amortized cost | - | - | - | - |
| Other financial assets | at amortized cost | 5 | - | - | - |
| Financial liabilities | at amortized cost | - | - | - | - |
| Liabilities due to finance lease | at amortized cost | - | - | - | - |
| Trade and other liabilities | at amortized cost | - | - | - | - |
| Short-term bank loans | at amortized cost | - | - | - | - |

Note 29 Explanations to the cash flow statement

| Explanations to the cash flow statement | 30/06/2022 | 30/06/2021 |
|--|------------|------------|
| Foreign exchange gains (losses) disclosed in the cash flow statement result from the following: | -28 | 18 |
| - foreign exchange gains/losses due to measurement of cash | -28 | 18 |
| - unrealised foreign exchange gains/losses on loans and borrowings | - | - |
| - realised foreign exchange gains/losses on loans and borrowings | - | - |
| Interest and profit sharing (dividends), including: | -7 | -4 |
| - received interest on borrowings granted | -1 | - |
| - interest received on cash at bank and deposits | - | - |
| - received interest 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 | - | - |

| | | |
|--|------------|-------------|
| - interest accrued on borrowings granted | -6 | -4 |
| - accrued interest on loans and borrowings raised | - | - |
| - interest accrued on debt securities | - | - |
| - other interest | - | - |
| Profit (loss) on investing activities due to: | 92 | -5 |
| - revenue from sales of property, plant and equipment, and investment real property | - | - |
| - revenue from sales of intangible assets | - | - |
| - prime cost of the sales of property, plant and equipment, and investment real property | - | - |
| - prime cost of the sales of intangible assets | - | - |
| - liquidation costs of property, plant and equipment | - | - |
| - revenue from sales of shares and interests | - | - |
| - prime cost of the sale of shares and interests | - | - |
| - other | 92 | -5 |
| Movement in receivables due to the following items: | -13 | -16 |
| - change in current receivables resulting from the balance sheet | -13 | -16 |
| - change in non-current receivables resulting from the balance sheet | - | - |
| - adjustment for movement in dividend receivables | - | - |
| - adjustment for change in receivables from disposal of PP&E and investment real properties | - | - |
| - adjustment for change in receivables from disposal of intangible assets | - | - |
| - adjustment for change in current receivables from disposal of financial investments (including shares) | - | - |
| - adjustment for change in receivables from bank guarantee deposits | - | - |
| - other adjustments | - | - |
| Movements in liabilities, except for loans and borrowings, resulting from the following: | 11 | -930 |
| - change in current trade and other payables | 11 | -930 |
| - movement in other non-current liabilities | - | - |
| - adjustment for change in liabilities due to unpaid dividend | - | - |
| - adjustment for movement in liabilities due to acquisition of PP&E | - | - |
| - adjustment for change in liabilities due to purchase of financial assets | - | - |
| - adjustment for movement in lease liability | - | - |
| - adjustment for change in liability due to guarantees granted to subsidiaries | - | - |
| - other adjustments | - | - |
| Income tax paid | 2 | -28 |
| - income tax recognised in profit and loss account | -9 | -31 |

| | | |
|---|----|---|
| - adjustment for change in deferred tax assets | - | - |
| - adjustment for change in income tax receivables | 16 | 2 |
| - adjustment for movement in deferred income tax provision | -5 | 1 |
| - adjustment for change in current tax liabilities | - | - |
| - adjustment for deferred tax on changes in equity | - | - |
| - income tax reimbursed | - | - |
| - income tax paid | - | - |
| “Other adjustments” include: | - | - |
| - revaluation of PP&E (positive measurement) | - | - |
| - revaluation of PP&E (write-down) | - | - |
| - revaluation of shares and interests (positive measurement) | - | - |
| - revaluation of shares and interests (write-down) | - | - |
| - revaluation of borrowings granted (write-down) | - | - |
| - revaluation of financial instruments | - | - |
| - revaluation of sureties | - | - |
| - conversion of cash deposits to financial assets | - | - |
| - other | - | - |
| Acquisition of PP&E and intangible assets – investing activities | - | - |
| - movement in PP&E resulting from the balance sheet | - | - |
| - movement in investment properties resulting from the balance sheet | - | - |
| - movement in intangible assets resulting from the balance sheet | - | - |
| - movement in the above assets in assets for sale | - | - |
| - amortisation/depreciation for the reporting period resulting from the profit and loss account | - | - |
| - prime cost of tangible assets, investment real property and intangible assets sold | - | - |
| - costs of liquidated tangible assets | - | - |
| - impairment losses/reversed impairment loss on the above assets | - | - |
| - measurement of the above non-current assets | - | - |
| - other | - | - |
| - adjustment for advances on the purchase of tangible assets and intangible assets | - | - |
| - adjustment for investment liabilities (purchases) | - | - |
| - other adjustments | - | - |
| - transfer of assets in an organised part of the business to the new entity | - | - |

Note 30 Remuneration of the Parent Company's senior management

| Management Board of the parent company | 30/06/2022 | 31/12/2021 |
|---|------------|------------|
| Short-term employee benefits (remunerations and surcharges) | 144 | 425 |
| Anniversary benefits and retirement benefits | - | - |
| Post-employment benefits | - | - |
| Benefits due to termination of employment | - | - |
| Employee benefits in the form of equity shares | - | - |
| Total | 144 | 425 |

| Supervisory Board of the parent company | 30/06/2022 | 31/12/2021 |
|---|------------|------------|
| Short-term employee benefits (remunerations and surcharges) | 10 | 30 |
| Anniversary benefits and retirement benefits | - | - |
| Post-employment benefits | - | - |
| Benefits due to termination of employment | - | - |
| Employee benefits in the form of equity shares | - | - |
| Total | 10 | 30 |

| Other key management personnel | 30/06/2022 | 31/12/2021 |
|---|------------|------------|
| Short-term employee benefits (remunerations and surcharges) | - | - |
| Anniversary benefits and retirement benefits | - | - |
| Post-employment benefits | - | - |
| Benefits due to termination of employment | - | - |
| Employee benefits in the form of equity shares | - | - |
| Total | - | - |

| | 30/06/2022 | 31/12/2021 |
|--|------------|------------|
| Management Board | 144 | 425 |
| Supervisory Board | 10 | 30 |
| Management Board – subsidiaries or associates | - | - |
| Supervisory Board – subsidiaries or associates | - | - |
| Total | 155 | 455 |
| Other key management personnel | - | - |

Note 31 Disclosures on the fee of the auditor or an entity authorised to audit financial statements

| | 30/06/2022 | 31/12/2021 |
|---|------------|------------|
| Statutory audit of financial statements | 20 | 25 |
| Other certification services | - | 9 |
| Tax consulting services | - | - |
| Other services | - | - |
| Total | 20 | 34 |

Note 32 – Capital management

| | 30/06/2022 | 31/12/2021 |
|--|---------------|---------------|
| Interest-bearing loans, borrowings and bonds | - | - |
| Trade and other liabilities | 4,182 | 76 |
| Less cash and cash equivalents | -3,398 | -3,339 |
| Net debt | 784 | -3,263 |
| Convertible preference shares | - | - |
| Equity | 10,611 | 14,774 |
| Reserve capital on unrealised net earnings | - | - |
| Total capital | 10,611 | 14,774 |
| Capital and net debt | 11,395 | 11,511 |
| Leverage ratio | 0.07 | -0.28 |

MANAGEMENT REPORT OF THE ISSUER'S CAPITAL GROUP

1) Basic information

The parent company of the Capital Group is Quantum software S.A. (the "Company", "Issuer") "Company", "Issuer") registered office in Kraków at ul. Walerego Sławka 3A. The Company is entered in the Register of Entrepreneurs of the National Court Register Kraków – Śródmieście, 11th Commercial Division on 30 October 2002 under KRS number 0000136768; PKD 62.01Z. Software activities. The Company's core business consists in holding activities.

| | |
|----------------------------------|----------------|
| Statistical ID (REGON) | 351243328 |
| Tax identification number (NIP): | 677-17-53-870 |
| National Court Register (KRS): | 0000136768 |
| Share capital paid in full: | PLN 682,435.00 |

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 |
| Vice-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 semi-annual financial statements were prepared with the assumption that member companies of the Quantum software S.A. Capital Group would continue as a going concern in foreseeable future.

2) Organisational structure of the Group as of 30/06/2022 – details of subsidiaries and related parties:

In addition to the parent company, the Capital Group consists of the following:

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

Registered office: Kraków

Address: Walerego Sławka 3a

National Court Register (KRS): 0000294284

Shareholders: 78.30 % of interests held by Quantum Qguar sp. z o.o.

Share capital fully paid-up: PLN 308,950.00

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

Registered office: Kiev

Address: Prospect Moskovskij

Certificate No. 100107724

Shareholders: 99% of interests held by Quantum East

Share capital fully paid-up: USD 76,200

3. 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 interests held by Quantum Qguar sp. z o.o.

Share capital fully paid-up using a contribution in kind: PLN 1,500,000.00

4. 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 interests held by Quantum I – Services Sp. z o.o.

Share capital fully paid-up: PLN 6,000.00

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

Registered office: Kraków

Address: Walerego Sławka 3A

National Court Register (KRS): 0000516717

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

Share capital paid-up using a contribution in kind of PLN 3,995,000.00 and using a contribution in cash of PLN 5,000.00

6. Qcadoo Limited sp. z o.o. – subsidiary

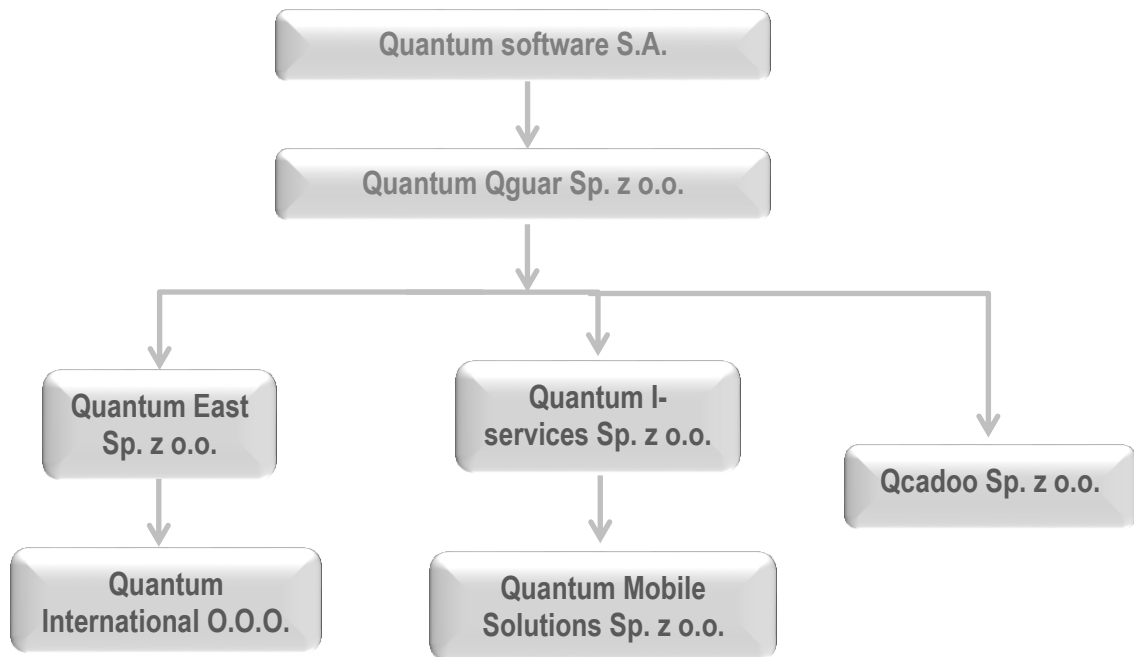
Registered office: Kraków

Address: Walerego Sławka 3A

National Court Register (KRS): 0000344950

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

Share capital: PLN 885.000, fully paid-up



3) Description of changes in the Issuer's Capital Group, including as a result of business combinations, acquisition or loss of control over subsidiaries and long-term investments as well as demerger, restructuring or discontinuation, and indication of entities subject to consolidation.

Quantum software S.A. – the parent company of the Group, after setting up Quantum Qguar Sp. z o.o., at present it carries out mainly holding activities;

Quantum East Sp. z o.o. – a subsidiary of the Group, in which Quantum Qguar sp. z o.o. holds 78.30% of shares – of holding nature. Full consolidation method.

Quantum International Sp. z o.o. (Ukraine) – a subsidiary of the Group in which Quantum East Sp. z o.o. holds 99% of interests; its activity consists in selling and implementing IT solutions provided by Quantum software SA in Russian-speaking countries. Full consolidation method.

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

Quantum Mobile Solutions Sp. z o.o. – the Group's subsidiary, in which Quantum I - Services Sp. z o.o. holds 100% of interests. The business focus of the company consists in the development and sales of IT solutions for mobile devices.

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

Qcadoo Limited sp. z o.o. – the Group’s subsidiary, in which Quantum Qguar sp. z o.o. holds 100% of interests – the Company creates and delivers SaaS-type software that supports production management.

In H1 2022, there were no changes in the organisational structure of Quantum software SA Capital Group.

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

In H1 2022 the Capital Group generated a sales revenue of PLN 20,851 thousand, whereas in the comparable period in the previous year - PLN 19,443 thousand.

The sale of licences and services related to the company’s own software (Qguar package) made up for 68% of total sales in H1 2022 and stood at PLN 13,823 thous.

The first H1 2022 ended with a net loss of PLN 875 thousand. Accordingly, Q2 brought significantly positive profitability, although the results still show the consequences of the war in Ukraine and a rapid growth in labour costs.

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

The present financing structure will not cause any risk of losing or upsetting liquidity.

Product structure of Quantum Group

| | 01/01 - 30/06/2022 | % share | 01/01 - 30/06/2021 | % share |
|------------------------------------|--------------------|-------------|--------------------|-------------|
| Qguar licences and services | 14,183 | 68% | 15,222 | 78.3% |
| Goods | 6,376 | 30.6% | 4,061 | 20.9% |
| Other sales | 292 | 1.4% | 160 | 0.8% |
| Total | 20,851 | 100% | 19,443 | 100% |

Data in PLN ‘000

Sales by market

| | 01/01 - 30/06/2022 | % share | 01/01 - 30/06/2021 | % share |
|----------------|--------------------|-------------|--------------------|-------------|
| Country | 18,234 | 87.4% | 15,995 | 82.3% |
| Foreign | 2,617 | 12.6% | 3,448 | 17.7% |
| Total | 20,851 | 100% | 19,443 | 100% |

Data in PLN ‘000

5) Description of the Issuer’s and the Capital Group’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 in the first half of 2022:**

- Radpol SA (Quantum Qguar)
- Scandagra Polska sp. z o.o. (Quantum Qguar)
- Andreas sp. z o.o. (Quantum Qguar)
- University of Economics and Innovation in Lublin (Quantum Qguar)
- PPF Hasco Lek SA (Quantum Qguar)
- Contimax SA (Quantum Qguar)
- Polfa Lublin SA (Quantum Qguar)
- Avototehniks sp. z o.o. (Quantum International Ukraine)
- IDS SA (Quantum International Ukraine)

➤ **New contracts/implementations for existing customers:**

- BLogistik GmbH (Quantum Qguar)
- Hanyang ZAS sp. z o.o. (Quantum Qguar)
- Grupa Oscar sp. z o.o. (Quantum Qguar)
- SMA Magnetics sp. z o.o. (Quantum Qguar)
- Bakoma spółka z o.o. (Quantum Qguar)
- Marcopol Sp. z o.o. Screw manufacturer (Quantum Qguar)
- Logwin Poland sp. z o.o. (Quantum Qguar)

5) Description of material risk factors and threats

Risk associated with the war in Ukraine

Since 24 February 2022, there has been a war in Ukraine caused by Russia's aggression. This has directly affected the subsidiary Quantum International O.O.O., based in Kiev. Some of the company's customers discontinued their operations, while others stopped their projects. There were also payment issues. As the war broke out, the company's staff were evacuated to Poland and western Ukraine. The Company's office in Kiev has reopened following the withdrawal from Russia on the northern front. The Ukrainian company continues to operate on an ongoing basis adapting to changing conditions.

The war also indirectly impacts the operating conditions of Quantum Group companies. Also economies other than Ukraine, and in particular the Polish economy, the key one the Group, are exposed to the consequences of the war through such issues as: the social situation, administrative decisions, sanctions introduced, increased energy costs or rising inflation.

Risks related with the COVID-19 epidemic

From the end of the first quarter of 2020 to the submission date of this report, the state of epidemic is extended in Poland, and the SARS-CoV-2 coronavirus pandemic is ongoing worldwide. The impact of this situation on the results of the Group companies is difficult to assess. It depends on the situation of individual customers, but also on other factors, e.g. the duration of the epidemic, administrative restrictions, restrictions imposed on businesses and volatility of exchange rates. As regards the way Quantum worked, the epidemics directly increased the workload carried out remotely by the personnel.

Macroeconomic risk

The Group's financial situation depends on the macroeconomic situation in Poland and in the markets where it operates. The financial result achieved by the Group companies directly and indirectly depends on, among others: the GDP growth dynamics, inflation, national monetary and tax policy, business investments, household income and consumer demand. All of the aforesaid factors as well as the direction and level of changes influence the fulfilment of tasks planned by the Group companies. The economic growth translates into the revenue of companies operating in particular regions and industries. Consequently, they adjust their capital expenditures, including development, through improvement or purchase of computer hardware and appropriate software. The Quantum Group entities, as IT systems provider, may directly experience the consequences of changes in the budgets allocated by companies to computerisation.

Risk of slowdown in the growth of particular segments in the IT sector in Poland related to technological changes in the industry

The value of the entire IT market comprises hardware, software and services. Each of these segments may develop faster or slower. The analyses of the IT hardware and services market show growth trends. The lower saturation of Polish companies with modern technologies creates a fertile ground for the development of companies whose business focus is similar to that of Quantum Group companies. However, this market is very sensitive to fluctuations of the economic situation. At the time of an economic downturn, companies restrict their investment policies, including IT expenditures. Decreased demand for computer software leads to lower sales, which differ substantially from the forecasts. In such a case, the demand for the Group's products may decrease, leading to decreased sales revenue. Technological changes and frequent launches of new IT services are closely related to this sector. The product lifecycle is short, while the expenditures on product development are high. Consequently, the incurred expenditures may not be covered by the sales revenue. Therefore, there is a risk that the decision to develop a particular product will be based on incorrect assumptions which do not satisfy current market needs and a risk that the product development cycle, i.e. software design, development and the test phase, may be longer than expected, and the respective market segment will already have been conquered by competitors. The market requirements are monitored by the company's own employees to reduce this risk. In addition, the cooperation between Quantum Group companies and computer hardware and software suppliers allows for ongoing monitoring of technological changes and innovations on the market.

Risk of increased competition

The IT market is currently in the phase of a long-term growth. This situation attracts new providers of IT services, who, attracted by high profits, increase the number of entities operating on the market. As a result, new companies offer products diversified in terms of price, functionality or advancement. This directly leads to a more competitive market environment, and the Group companies may be required to make higher expenditures on growth and advertising, and to reduce the current margin. Furthermore, the high absorption

capacity of the Polish and neighbouring markets and the fact that the progress of computerisation is far from average European levels lead to many global companies that provide similar services becoming interested in doing business in Poland and neighbouring countries. Quantum Group does not have any influence on its competitors' activities and products. However, it has the potential to maintain its market position thanks to its experience.

Risk of foreign operations

The sales of Quantum Group's companies are mainly in Poland. However, the companies also pursue marketing activities and conclude contracts with entities operating in other countries. Approx. 15% of the Group's sales revenue is generated abroad. While the business environment in the European Union is currently relatively stable, the Group also operates in other countries, mainly in Ukraine and Belarus, with a less stable economic and legal environment.

Foreign exchange risk

The Group companies conclude export transactions in foreign currencies (mainly in EUR). Changing foreign currency to PLN exchange rates may result in worse-than-expected results. Foreign exchange rate fluctuations influence the financial result through the following:

- changes in the value of export sales and costs expressed in PLN,
- realised foreign exchange gains/losses occurring between the date of sales or purchase and the date of payment of receivables or liabilities,
- unrealised foreign exchange gains/losses from the measurement of settlements as of the balance sheet date.

Commercial transactions in foreign currencies on account of export are part of the Group's normal course of operations. Consequently, future cash flows on this account are exposed to changes in value due to foreign exchange fluctuations. The level of compensation between foreign currency revenue and costs has become difficult to predict.

Considering the difficult situation in Ukraine and Belarus, counterparties exert considerable pressure on the Group's companies operating in those markets to make contracts independent from the rising FX rates. As a result, the FX risk is even higher.

Risk of contracts performed

The core business of Quantum Group companies does not involve selling large numbers of easily installed programmes but carrying out large individual implementation projects with a high level of complexity that usually require several months' work of a team of specialists. The system implemented in a particular company must monitor very complex logistics processes and integrate them with the operations of all company departments in real time. There is a risk that the company's process and information flow may be modelled inaccurately, the risk of extended duration of the planned tasks and the risk of changes in the scope of works over the originally agreed plan. Decrease in the contract value, higher costs of contract performance compared to the expectations, contract termination or potential financial claims from the customer may have an adverse impact on the current financial situation of the Group

entities. These risks are mitigated through international experience, proprietary, standard product base and an experienced team of professionals.

Implementation risk

As a supplier of complex IT systems implemented over the course of several months, the group is under the pressure to satisfy customer requirements and stay within the planned budget. Sometimes it is necessary to change the assumptions or reduce the remuneration. At present, economic processes are becoming more complex. Therefore, without the required know-how it is easy to implement a system that is sub-optimal for the customer, which may harm the Company's reputation as repairs may be required. Furthermore, customers often regard IT system suppliers as business consultants and require greater economic efficiency after installing IT solutions. There is a risk that, without proper analyses, such requirements may not be satisfied. Implementation effectiveness is one of the Group's goals. Implementation departments have multi-level implementation methods, reducing the probability of analytical errors.

Risk of delays in the development of new products

Qguar, as an SCE class system, offers comprehensive logistics solutions and satisfies the requirements of the customer and their environment. As a supplier of IT systems, the Issuer and its subsidiaries must constantly expand their offer, introduce new functionalities and ensure data integrity. The competition and clients' requirements are constantly growing. As a result, there is a risk of the introduction of new products meeting current demands of customers later than the competitors and winning the market by other suppliers, which would cause a decrease in sales revenue.

To prevent this, Quantum Group companies continue their R&D work which, on the one hand, aims at improving our products and their quality and, on the other hand, introduces new and competitive solutions.

Risk of short product life cycle

Innovativeness and pace of the appearance of new products in IT industry generates necessity for the systematic update of existing products, adjusting them to changing equipment platforms and introducing new products. In the absence of sufficient technological base and well-qualified staff, there may be delays in updates and in the introduction of new products, making our offer less attractive as a result. This may lead to a decrease of sales revenue, and, in consequence, a decrease of the generated profit. Quantum Group companies take steps to minimise this risk through constant development of our managers, regularly increasing, where possible, the number of highly qualified employees and by funding R&D works.

HR risk

As the IT market grows, so does the interest of our competitors in capable and highly qualified personnel. IT companies, for whom staff is the key production factor, are at risk of losing their key specialists. Companies constantly monitor the labour market, while the employees themselves are active as well. This situation leads to an increase of salaries and, in

consequence, to lower returns on business activity. The Group companies attempt to create attractive working conditions for its employees, and uses incentive-based remuneration methods.

Risk associated with seasonality and irregularity of revenue

The typical seasonal nature of the IT business, where maximum turnover is recorded in Q4 of a calendar year and is related to the end of the financial year and system upgrades, affects Quantum Group companies only to a small extent. Sales fluctuations between quarters are more connected with customer investment cycles than seasonality.

Risk of overdependence on key suppliers

In its operations, Quantum software S.A. and its subsidiaries use equipment and software from external suppliers. Losing one of key suppliers may result in the interruption of supplies. The Group companies minimise this risk by maintaining good relationships with strategic partners. An additional factor reducing the risk is collaboration with multiple suppliers, wherever possible.

Risk of overdependence on key customers

This risk affects all companies of Quantum Group. Generally, revenue from individual entities occasionally and rarely exceeds 10% of total revenue of individual companies.

Risk associated with changing legal regulations and instability of the tax system

Frequent changes of legal provisions in Poland are also a threat to the Group's activity. The changes involve, among other things, tax regulations and interpretations, trade regulations and provisions of the labour law. Frequent changes in the regulations may have a negative impact on the current operation, they may raise the costs and affect the financial performance. Uncertainty about future changes obstructs the assessment of future events and the strategic decision making process. Coming into force of new law regulations may involve interpretation ambiguities, inconsistent decisions of the courts or unfavourable interpretations adopted by public administration (and tax) authorities. The Group companies monitor draft amendments to the regulations on a regular basis and makes business decisions in consideration of the planned changes.

Investment risk

Major capital expenditures, in accordance with the adopted strategy, are related to introducing new products to new markets. It is an opportunity for development, but also generates additional risks. These are particularly connected with the activity of Quantum's subsidiaries in other countries. This risk is particularly high on the eastern markets (Russia, Ukraine and Belarus) and on the markets of Latin America, and is related to a business culture different from the European one as well as high costs of ongoing supervision.

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

Financial results are affected by two extraordinary events: the SARS-CoV-2 coronavirus pandemic and the war in Ukraine. Both of these events are ongoing and their impact on the company's results is described in section 5 above (Description of significant risks and threats).

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

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

8) Information on the issue, repurchase and repayment of debt and equity securities:

In H1 2022, Quantum software S.A. and its subsidiaries did not perform any issue of shares and they did not buy back or repay any debt or equity securities.

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

In H1 2021, none of the Group companies paid a dividend, but Quantum Software S.A. declared a dividend under the resolution of the AGM of 14/06/2022 for PLN 4 094 610 as at 14/07/2022.

10) Events after the date as of which the condensed semi-annual financial statements were prepared, not included in these statements, that could have a material influence on the Issuer's future financial performance

No events occurred after the date of this report which are not included herein and which could materially affect future financial performance of the Issuer. However, the epidemic and the war in Ukraine continue and their impact – by their very nature – extends beyond the date of this report.

11) Information on changes in contingent liabilities or contingent assets which occurred after the end of the last financial year

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

12) 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 semi-annual report in relation to the forecast profit/loss:

The Company did not publish a results forecast for 2022.

13) 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 semi-annual 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 after the submission of the previous periodic report:

From 30 May 2022 (i.e. the date of submitting the report for the first quarter of 2022) to the publication date of this report, the holding of the Company's shares by Quantum Assets sp. z o.o. did not change.

To the best of the Company's knowledge, as of 30 September 2022, the day of publication of the semi-annual report, the Company's dominant shareholder is Quantum Assets sp. z o.o. with its registered office in Kraków, holding 675,421 A series registered shares, which constitute a total of 49.49% of the Issuer's share capital and carry 1,350,842 votes at the General Meeting, which constitutes 63.87% of the total number of votes and holding 277,491 bearer shares of the company, which constitute a total of 21.65% of the Issuer's share capital and carry 295,491 votes as the General Meeting of the company, which constitutes 13.97% of the total number of votes.

14) 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 periodic report, for each person separately:

Management Board (as of 30 September 2022)

| | |
|----------------------|--------|
| Tomasz Hatala | 63,071 |
| Bogusław Ożóg | 43,796 |
| Marek Jędra | 14,020 |
| Tomasz Mnich | 7,682 |

Members of the Supervisory Board holding the Company's shares (as of 30 September 2022)

| | |
|-------------------------|--------|
| Tomasz Polończyk | 14,010 |
| Henryk Gaertner | 954 |

In the period from 30 May 2022 (i.e. the submission date of the report for H1 2022) to the publication date of this report, the holding of the Company's shares by the Management Board and Supervisory Board did not change.

15) Material proceedings pending before court, competent arbitration authority or public administration authority:

In the period covered by these financial statements the Company and its subsidiaries and associates did not initiate and were not a party to relevant proceedings before the court or a public administration authority.

16) Information on the conclusion by the Issuer of one or more material transactions with related parties if they are material (separately and jointly) and if they were not arm's length transactions:

In the period in question, the Company did not conclude any agreements with related entities based on conditions other than market conditions.

17) Information on granting by the Issuer or its subsidiary of a loan or borrowing surety or a guarantee – in total to one entity or its subsidiary, where the total value of the existing sureties or guarantees is material:

In the period in question, neither the Company, nor its subsidiaries granted loan or borrowing guarantees or warranties jointly to a single entity or its subsidiary whose value is significant.

18) Other information which, in the Issuer's opinion, is material for assessing its human resources, assets, financial position, financial results and changes thereof as well as any information considered material for assessing the Issuer's ability to meet its obligations:

Aside from the information provided in the previous sections, in the reporting period in question, there were no other circumstances significant for the assessment of the Issuer's human resources, assets, financial position, financial performance and the ability to meet its obligations.

19) Factors which, in the Issuer's opinion, will influence its performance for at least the following quarter:

Factors which will influence 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:

- impact of the war in Ukraine; both direct on the Kiev-based company Quantum International and indirect on the social and economic situation in other countries, mainly Poland;
- effect of the SARS-CoV-2 coronavirus epidemic on the situation of the company's and its subsidiaries' customers, such as the duration of the epidemic, the lockdown measures, restrictions on businesses and foreign exchange rate fluctuations;
- effects of the economic crisis due to the pandemic, including declining investments by businesses in Poland;

- situation in the European Union (risks posed by e.g. Brexit, the ECB's policy);
- crisis in Ukraine, Belarus and Russia, and its effect on sales in other countries of the Commonwealth of Independent States;
- economic situation in Brazil and other Latin American countries;
- companies' decisions on budgets for IT expenditures;
- access of Polish companies to structural funds, which, to a certain extent, will be used for the development of IT systems and for financing R&D;
- concentrated competitor activity in the Group's main business area.

Internal factors include:

- effective solutions to continuously adapt the working conditions in response to the war in Ukraine;
- effective organisational solutions that adjust the working conditions to the situation concerning COVID-19 epidemic;
- punctual completion of works specified in the contracts whose implementation started in the previous Period in accordance with the budgeted expenditure and contractual terms;
- effective HR policy so as to eliminate the risk of turnover of qualified and skilled employees, while maintaining profitability (payroll is the main cost item);
- success of marketing efforts in acquiring new contracts;
- success of capital expenditures.

Krakow, 30 September 2022

Signatures of the Management Board Members:

Tomasz Hatala

Bogusław Ożóg

Marek Jędra

Tomasz Mnich

Person responsible for keeping the accounting books:

Monika Kuś

Krakow, 30 September 2022

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 semi-annual condensed consolidated financial statements of Quantum software S.A. for the period between 1 January and 30 June 2022 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. and the Capital Group's economic and financial situation and its financial results, and that the semi-annual report on the operations of Management Report presents a true and fair view of development and achievements of the Quantum software S.A. Capital Group and its situation, including basic risks and exposures.

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