



**Quarterly Report  
of Asseco South Eastern Europe Group  
for the period of 3 months ended 31 March 2022**



Present in  
**23 countries**



**PLN 311.2 million**  
in sales revenues



**3,490**  
highly committed  
employees



**PLN 39.1 million**  
of net profit  
for Shareholders  
of the Parent Company

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## Financial Highlights

### Asseco South Eastern Europe Group

	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000	3 months ended 31 March 2022 EUR'000	3 months ended 31 March 2021 EUR'000
Sales revenues	311,175	252,766	66,960	55,284
Operating profit	46,719	38,505	10,053	8,422
Pre-tax profit	50,182	39,997	10,798	8,748
<b>Net profit for the reporting period</b>	<b>40,389</b>	<b>32,307</b>	<b>8,691</b>	<b>7,066</b>
<b>Net profit attributable to Shareholders of the Parent Company</b>	<b>39,120</b>	<b>31,429</b>	<b>8,418</b>	<b>6,874</b>
Net cash provided by (used in) operating activities	32,368	28,256	6,965	6,180
Net cash provided by (used in) investing activities	(14,748)	(18,645)	(3,174)	(4,078)
Net cash provided by (used in) financing activities	665	(13,426)	143	(2,937)
<b>Cash and cash equivalents at the end of the period (comparable data as at 31 December 2021)</b>	<b>248,669</b>	<b>231,003</b>	<b>53,448</b>	<b>50,225</b>
Basic earnings per ordinary share for the reporting period attributable to Shareholders of the Parent Company (in PLN/EUR)	0.75	0.61	0.16	0.13
Diluted earnings per ordinary share for the reporting period attributable to Shareholders of the Parent Company (in PLN/EUR)	0.75	0.61	0.16	0.13

The selected financial data disclosed in these interim condensed consolidated financial statements have been translated into euros (EUR) in the following way:

- Items of the consolidated statement of profit and loss and consolidated statement of cash flows have been translated into EUR at the arithmetic average of mid exchange rates as published by the National Bank of Poland and in effect on the last day of each month. These exchange rates were as follows:
  - for the period from 1 January 2022 to 31 March 2022: EUR 1 = PLN 4.6472
  - for the period from 1 January 2021 to 31 March 2021: EUR 1 = PLN 4.5721
- The Group's cash and cash equivalents as at the end of the reporting period and the comparable period of the previous year have been translated into EUR at the mid exchange rates as published by the National Bank of Poland. These exchange rates were as follows:
  - exchange rate effective on 31 March 2022: EUR 1 = PLN 4.6525
  - exchange rate effective on 31 December 2021: EUR 1 = PLN 4.5994

In this report, all figures are presented in thousands of Polish zlotys (PLN), unless stated otherwise.

# Interim Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income

## Asseco South Eastern Europe Group

STATEMENT OF PROFIT AND LOSS		3 months ended 31 March 2022	3 months ended 31 March 2021 (restated)
	Note	PLN'000	PLN'000
Operating revenues	<u>5.1</u>	311,175	252,766
Cost of sales	<u>5.2</u>	(225,774)	(182,682)
Allowances for trade receivables	<u>5.2</u>	(815)	385
<b>Gross profit on sales</b>		<b>84,586</b>	<b>70,469</b>
Selling costs	<u>5.2</u>	(19,355)	(16,875)
General and administrative expenses	<u>5.2</u>	(18,554)	(15,630)
<b>Net profit on sales</b>		<b>46,677</b>	<b>37,964</b>
Other operating income	<u>5.3</u>	375	749
Other operating expenses	<u>5.3</u>	(333)	(208)
Share of profits of associates and joint ventures		-	-
<b>Operating profit</b>		<b>46,719</b>	<b>38,505</b>
Financial income	<u>5.4</u>	6,269	5,243
Financial expenses	<u>5.4</u>	(2,806)	(3,751)
Impairment loss on financial instruments	<u>5.4</u>	-	-
<b>Pre-tax profit</b>		<b>50,182</b>	<b>39,997</b>
Corporate income tax (current and deferred tax expense)	<u>5.5</u>	(9,793)	(7,690)
<b>Net profit for the reporting period</b>		<b>40,389</b>	<b>32,307</b>
<i>Attributable to:</i>			
<b>Shareholders of the Parent Company</b>		<b>39,120</b>	<b>31,429</b>
Non-controlling interests		1,269	878
Basic and diluted consolidated earnings per share for the reporting period, attributable to shareholders of the Parent Company (in PLN)	<u>5.6</u>	0.75	0.61
<b>OTHER COMPREHENSIVE INCOME</b>			
<b>Net profit for the reporting period</b>		<b>40,389</b>	<b>32,307</b>
<b>Components that may be reclassified to profit or loss</b>		<b>4,862</b>	<b>8,371</b>
Net gain/loss on valuation of financial assets		(4)	-
Differences on foreign currency translation of subsidiaries		4,866	8,371
<b>Components that will not be reclassified to profit or loss</b>		-	-
Actuarial gains/losses		-	-
<b>Total other comprehensive income</b>		<b>4,862</b>	<b>8,371</b>
<b>TOTAL COMPREHENSIVE INCOME attributable to:</b>		<b>45,251</b>	<b>40,678</b>
<b>Shareholders of the Parent Company</b>		<b>43,650</b>	<b>39,655</b>
Non-controlling interests		1,601	1,023

# Interim Condensed Consolidated Statement of Financial Position

## Asseco South Eastern Europe Group

ASSETS	Note	31 March 2022	31 Dec. 2021 (restated)	31 March 2021 (restated)
		PLN'000	PLN'000	PLN'000
<b>Non-current assets</b>				
Property, plant and equipment	<u>6.1</u>	127,766	129,557	140,831
Intangible assets	<u>6.2</u>	41,046	43,578	30,924
Right-of-use assets	<u>6.3</u>	49,499	51,008	52,899
Investment property		571	573	607
Goodwill	<u>6.4</u>	707,274	701,989	584,633
Other receivables	<u>6.7</u>	686	634	783
Deferred tax assets		9,613	10,638	11,145
Other financial assets	<u>6.5</u>	1,306	47	395
Prepayments and accrued income	<u>6.6</u>	2,834	2,056	2,999
		<b>940,595</b>	<b>940,080</b>	<b>825,216</b>
<b>Current assets</b>				
Inventories	<u>6.8</u>	46,287	36,576	34,641
Prepayments and accrued income	<u>6.6</u>	39,458	39,348	36,967
Trade receivables	<u>6.7</u>	171,755	205,631	149,781
Contract assets	<u>6.7</u>	70,893	44,233	39,223
Corporate income tax receivable	<u>6.7</u>	1,896	2,818	1,636
Receivables from the state and local budgets	<u>6.7</u>	4,814	3,993	5,488
Other receivables	<u>6.7</u>	10,819	9,766	4,311
Other non-financial assets		3,842	5,302	5,634
Other financial assets	<u>6.5</u>	203	135	5,183
Cash and bank deposits	<u>6.9</u>	248,669	231,003	245,663
		<b>598,636</b>	<b>578,805</b>	<b>528,527</b>
<b>TOTAL ASSETS</b>		<b>1,539,231</b>	<b>1,518,885</b>	<b>1,353,743</b>

# Interim Condensed Consolidated Statement of Financial Position

## Asseco South Eastern Europe Group

EQUITY AND LIABILITIES	Note	31 March 2022	31 Dec. 2021	31 March 2021
		PLN'000	(restated) PLN'000	(restated) PLN'000
<b>Equity</b> <i>(attributable to shareholders of the Parent Company)</i>				
Share capital		518,943	518,943	518,943
Share premium		38,826	38,826	38,826
Transactions with non-controlling interests		(18,642)	(19,887)	(11,323)
Other capitals		(442)	(500)	(584)
Differences on foreign currency translation of subsidiaries		(111,573)	(116,107)	(74,307)
Retained earnings		584,882	545,762	479,148
		<b>1,011,994</b>	<b>967,037</b>	<b>950,703</b>
<b>Non-controlling interests</b>		<b>3,791</b>	<b>4,157</b>	<b>3,550</b>
<b>Total equity</b>		<b>1,015,785</b>	<b>971,194</b>	<b>954,253</b>
<b>Non-current liabilities</b>				
Bank loans and borrowings	<u>6.11</u>	48,311	39,614	24,777
Lease liabilities	<u>6.10</u>	31,939	33,312	37,605
Other financial liabilities	<u>6.12</u>	55,928	54,682	4,772
Deferred tax liabilities		4,962	5,145	4,102
Provisions	<u>6.15</u>	2,328	2,311	2,206
Contract liabilities	<u>6.14</u>	5,407	6,118	6,171
Other liabilities	<u>6.13</u>	1,525	2,246	6,170
		<b>150,400</b>	<b>143,428</b>	<b>85,803</b>
<b>Current liabilities</b>				
Bank loans and borrowings	<u>6.11</u>	43,767	46,155	27,972
Lease liabilities	<u>6.10</u>	20,640	20,822	17,946
Other financial liabilities	<u>6.12</u>	42,492	43,815	43,916
Trade payables	<u>6.13</u>	81,142	89,907	76,850
Contract liabilities	<u>6.14</u>	95,417	93,247	70,223
Corporate income tax payable	<u>6.13</u>	9,557	11,005	8,787
Liabilities to the state and local budgets	<u>6.13</u>	24,123	36,783	23,234
Other liabilities	<u>6.13</u>	24,950	33,329	16,436
Provisions	<u>6.15</u>	5,043	4,053	3,483
Accruals	<u>6.16</u>	25,915	25,147	24,840
		<b>373,046</b>	<b>404,263</b>	<b>313,687</b>
<b>TOTAL LIABILITIES</b>		<b>523,446</b>	<b>547,691</b>	<b>399,490</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,539,231</b>	<b>1,518,885</b>	<b>1,353,743</b>

## Interim Condensed Consolidated Statement of Changes in Equity

### Asseco South Eastern Europe Group

Note	Share capital	Share premium	Transactions with non-controlling interests	Other capitals	Differences on foreign currency translation of subsidiaries	Retained earnings and current net profit	Equity attributable to shareholders of the Parent Company	Non-controlling interests	Total equity
	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000
<b>As at 1 January 2022 (restated)</b>	<b>518,943</b>	<b>38,826</b>	<b>(19,887)</b>	<b>(500)</b>	<b>(116,107)</b>	<b>545,762</b>	<b>967,037</b>	<b>4,157</b>	<b>971,194</b>
Net profit for the reporting period	-	-	-	-	-	39,120	39,120	1,269	40,389
Other comprehensive income for the reporting period	-	-	-	(4)	4,534	-	4,530	332	4,862
<b>Total comprehensive income for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4)</b>	<b>4,534</b>	<b>39,120</b>	<b>43,650</b>	<b>1,601</b>	<b>45,251</b>
Share-based payment transactions with employees	-	-	-	62	-	-	62	-	62
Transactions with non-controlling interests (including contingent financial liabilities to non-controlling shareholders (put options))	-	-	1,245	-	-	-	1,245	(1,568)	(323)
Establishing of a company	-	-	-	-	-	-	-	4	4
Dividend for the year 2021	-	-	-	-	-	-	-	(403)	(403)
<b>As at 31 March 2022</b>	<b>518,943</b>	<b>38,826</b>	<b>(18,642)</b>	<b>(442)</b>	<b>(111,573)</b>	<b>584,882</b>	<b>1,011,994</b>	<b>3,791</b>	<b>1,015,785</b>

# Interim Condensed Consolidated Statement of Changes in Equity

## Asseco South Eastern Europe Group

Note	Share capital	Share premium	Transactions with non-controlling interests	Other capitals	Differences on foreign currency translation of subsidiaries	Retained earnings and current net profit	Equity attributable to shareholders of the Parent Company	Non-controlling interests	Total equity	
	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	
<b>As at 1 January 2021</b>	<b>518,943</b>	<b>38,826</b>	<b>(11,624)</b>	<b>(584)</b>	<b>(82,533)</b>	<b>447,718</b>	<b>910,746</b>	<b>2,460</b>	<b>913,206</b>	
Net profit for the reporting period	-	-	-	-	-	149,938	149,938	4,793	154,731	
Other comprehensive income for the reporting period	-	-	-	4	(33,574)	-	(33,570)	(125)	(33,695)	
<b>Total comprehensive income for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4</b>	<b>(33,574)</b>	<b>149,938</b>	<b>116,368</b>	<b>4,668</b>	<b>121,036</b>	
Share-based payment transactions with employees	-	-	-	80	-	-	80	-	80	
Obtaining control over subsidiaries	-	-	-	-	-	-	-	976	976	
Increase of share capital in subsidiaries	-	-	(459)	-	-	-	(459)	459	-	
Transactions with non-controlling interests (including contingent financial liabilities to non-controlling shareholders (put options))	-	-	(7,804)	-	-	-	(7,804)	(214)	(8,018)	
Dividend for the year 2020	<u>5.7</u>	-	-	-	-	-	(51,894)	(51,894)	(4,192)	(56,086)
<b>As at 31 December 2021 (restated)</b>	<b>518,943</b>	<b>38,826</b>	<b>(19,887)</b>	<b>(500)</b>	<b>(116,107)</b>	<b>545,762</b>	<b>967,037</b>	<b>4,157</b>	<b>971,194</b>	

# Interim Condensed Consolidated Statement of Changes in Equity

## Asseco South Eastern Europe Group

Note	Share capital	Share premium	Transactions with non-controlling interests	Other capitals	Differences on foreign currency translation of subsidiaries	Retained earnings and current net profit	Equity attributable to shareholders of the Parent Company	Non-controlling interests	Total equity
	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000
<b>As at 1 January 2021</b>	<b>518,943</b>	<b>38,826</b>	<b>(11,624)</b>	<b>(584)</b>	<b>(82,533)</b>	<b>447,718</b>	<b>910,746</b>	<b>2,460</b>	<b>913,206</b>
Net profit for the reporting period	-	-	-	-	-	31,429	31,429	878	32,307
Other comprehensive income for the reporting period	-	-	-	-	8,226	-	8,226	145	8,371
<b>Total comprehensive income for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,226</b>	<b>31,429</b>	<b>39,655</b>	<b>1,023</b>	<b>40,678</b>
Obtaining control over subsidiaries	-	-	-	-	-	-	-	976	976
Increase of share capital in subsidiaries	-	-	(461)	-	-	-	(461)	461	-
Transactions with non-controlling interests (including contingent financial liabilities to non-controlling shareholders (put options))	-	-	762	-	-	-	762	(975)	(213)
Dividend for the year 2020	<u>5.7</u>	-	-	-	-	-	-	(395)	(395)
<b>As at 31 December 2021 (restated)</b>	<b>518,943</b>	<b>38,826</b>	<b>(11,323)</b>	<b>(584)</b>	<b>(74,307)</b>	<b>479,148</b>	<b>950,703</b>	<b>3,550</b>	<b>954,253</b>

# Interim Condensed Consolidated Statement of Cash Flows

## Asseco South Eastern Europe Group

	Note	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000
<b>Cash flows – operating activities</b>			
Pre-tax profit		<b>50,182</b>	<b>39,997</b>
<b>Total adjustments:</b>		<b>(8,361)</b>	<b>(5,190)</b>
Depreciation and amortization	<u>5.2</u>	20,954	18,998
Change in inventories		(9,793)	(7,992)
Change in receivables and other non-financial assets		21,590	48,598
Change in liabilities, accruals and provisions		(41,446)	(66,135)
Interest income/expenses		1,339	686
Gain/loss on foreign exchange differences		(1,204)	(931)
Other financial income/expenses		139	1,736
Gain/loss on sale, disposal and impairment of property, plant and equipment, and intangible assets		(2)	(150)
Costs of share-based payment transactions with employees		62	-
<b>Cash provided by (used in) operating activities</b>		<b>41,821</b>	<b>34,807</b>
Corporate income tax paid		(9,453)	(6,551)
<b>Net cash provided by (used in) operating activities</b>		<b>32,368</b>	<b>28,256</b>
<b>Cash flows – investing activities</b>			
<b>Inflows</b>			
Disposal of property, plant and equipment, intangible assets, and investment property		134	409
Loans collected		18	-
Interest received		1	3
<b>Outflows</b>			
Acquisition of property, plant and equipment, intangible assets (including R&D expenditures), and investment property	<u>7.1</u>	(11,786)	(8,332)
Expenditures for acquisition of subsidiaries and associates, decreased by cash and cash equivalents in companies acquired	<u>7.1</u>	(1,839)	(10,514)
Acquisition/settlement of financial assets carried at fair value through profit or loss		(24)	-
Acquisition of investments in other debt securities carried at amortized cost		(1,239)	-
Loans granted		(13)	(211)
<b>Net cash provided by (used in) investing activities</b>		<b>(14,748)</b>	<b>(18,645)</b>
<b>Cash flows – financing activities</b>			
<b>Inflows</b>			
Proceeds from issuance of shares		4	-
Proceeds from bank loans and borrowings		13,790	418
<b>Outflows</b>			
Repayments of bank loans and borrowings	<u>7.2</u>	(6,411)	(7,968)
Payments of lease liabilities	<u>7.2</u>	(5,401)	(4,775)
Interest paid	<u>7.2</u>	(914)	(706)
Dividends paid out to non-controlling shareholders	<u>7.2</u>	(403)	(395)
<b>Net cash provided by (used in) financing activities</b>		<b>665</b>	<b>(13,426)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>18,285</b>	<b>(3,815)</b>
Net foreign exchange differences		60	469
Net cash and cash equivalents as at 1 January		205,871	248,860
<b>Net cash and cash equivalents as at 31 March</b>	<u>6.9</u>	<b>224,216</b>	<b>245,514</b>

# Explanatory notes to the Interim Condensed Consolidated Financial Statements

## I. General information

Asseco South Eastern Europe Group ("ASEE Group", "Group", "ASEE") is a group of companies, the Parent Company of which is Asseco South Eastern Europe S.A. ("Parent Company", "ASEE S.A.", "Company", "Issuer") seated at 14 Olchowa St., Rzeszów, Poland.

### General information on the Parent Company

Name	Asseco South Eastern Europe S.A.
Registered seat	Rzeszów, 14 Olchowa St.
National Court Register number	0000284571
Statistical ID number (REGON)	180248803
Tax Identification Number (NIP)	813-351-36-07
Core business	Activities of head offices and holdings, production of software

The Parent Company Asseco South Eastern Europe S.A. based in Rzeszów, Poland, was established on 10 April 2007 as a joint stock company called Asseco Adria S.A. On 11 July 2007, the Company was entered in the register of entrepreneurs maintained by the District Court in Rzeszów, XII Commercial Department of the National Court Register, under the number KRS 0000284571. The Parent Company has been assigned the statistical number REGON 180248803. On 11 February 2008, the Parent Company's corporate name was changed from Asseco Adria S.A. to Asseco South Eastern Europe S.A.

Since 28 October 2009, the Company's shares have been listed on the main market of the Warsaw Stock Exchange S.A.

ASEE S.A. is the Parent Company of Asseco South Eastern Europe Group. The Parent Company shall operate within the territory of the Republic of Poland as well as abroad. The time of duration of both the Parent Company and the entities incorporated in the Group is indefinite.

The Group delivers complete solutions and proprietary software necessary to run a bank, as well as state-of-the-art payment solutions helping shape the payments market in the region, and provides integration and implementation services for IT systems and hardware from the world's major vendors. The Group conducts business operations in the countries of Central Europe, South Eastern Europe, Iberian Peninsula, as well as in Egypt, Turkey, Colombia, Peru, and the Dominican Republic.

The scope of Asseco South Eastern Europe Group's core business broken down by relevant segments is described in section IV of these consolidated financial statements.

These interim condensed consolidated financial statements cover the interim period ended 31 March 2022 and contain comparable data for the interim period ended 31 March 2021 in case of the statement of profit and loss, statement of comprehensive income, statement of changes in equity and the statement of cash flows; as well as comparable data as at 31 December 2021 and 31 March 2021 in case of the statement of financial position.

## II. Basis for the preparation of interim condensed financial statements

### 2.1. Basis for preparation

These interim condensed consolidated financial statements have been prepared in accordance with the historical cost convention, except for financial assets carried at fair value through profit or loss or through other comprehensive income, financial assets carried at amortized cost, as well as financial liabilities carried at fair value through profit or loss.

These interim condensed consolidated financial statements do not include all information and disclosures required for annual consolidated financial statements, and therefore they should be read together with the Group's consolidated financial statements for the year ended 31 December 2021 which were published on 23 February 2022.

These interim condensed consolidated financial statements have been prepared on a going-concern basis, assuming the Group will continue its business activities in the foreseeable future. As at the date of approving these interim condensed consolidated financial statements for publication, the Management has considered the impact of economic and political situation in the territory of Ukraine on business operations conducted by the Group and all of its companies and found no circumstances that would threaten the Group's ability to continue as a going concern.

#### Economic and political situation on the territory of Ukraine

On 24 February 2022, the Russian invasion of Ukraine caused a radical change in the geopolitical situation of the entire region in which the Parent Company and other companies of our Group are located.

ASEE Group does not conduct any significant business operations in Russia, Belarus or in Ukraine. In the first quarter of 2022, the Group's total sales to the above-mentioned countries represented just 0.09% of our total revenues, as compared to 0.19% in the whole year 2021. The Group does not have any cash at bank accounts in Russia. This situation had no impact on these financial statements.

As at the date of publication of these interim condensed consolidated financial statements, we are analyzing what impact this undoubtedly negative geopolitical situation may have on the Group's financial position and financial results in the future.

At the moment the situation is dynamic and therefore it is difficult to assess the long-term economic effects for our region and impact on the overall macroeconomic situation, which indirectly affects the Group's financial results.

### 2.2. Compliance statement

These interim condensed consolidated financial statements have been prepared in conformity with the requirements set forth in the International Accounting Standard 34 'Interim Financial Reporting' as endorsed by the European Union (IAS 34).

The scope of these interim condensed consolidated financial statements, being a part of the quarterly report, is in accordance with the Regulation of the Minister of Finance of 29 March 2018 regarding current and periodic information to be published by issuers of securities and conditions for recognizing as equivalent the information required by laws of non-EU member states (consolidated text: Journal of Laws of 2018, item 757) ("Regulation"), and covers the reporting period from 1 January to 31 March 2022 and the comparable period from 1 January to 31 March 2021 in case of the statement of profit and loss and the statement of cash flows, as well as the financial data as at 31 March 2022 and the comparable data as at 31 December 2021 and 31 March 2021 in case of the statement of financial position.

Some of the Group companies maintain their accounting books in accordance with the accounting policies set forth in their respective local regulations. The interim condensed consolidated financial statements include adjustments not disclosed in the accounting books of the Group's entities which were introduced to adjust the financial statements of those entities to IFRS.

### 2.3. Functional currency and presentation currency

The presentation currency of these interim condensed consolidated financial statements is the Polish zloty (PLN) and all figures are presented in thousands of PLN (PLN'000), unless stated otherwise. Any inaccuracies in totals, amounting to PLN 1 thousand, are due to the adopted rounding of numbers.

The functional currency applied by the Parent Company and, at the same time, the presentation currency used in these interim condensed consolidated financial statements is the Polish zloty (PLN). Functional currencies applied by our subsidiaries consolidated in these financial statements are the currencies of primary business environments in which they operate. For consolidation purposes, financial statements of our foreign subsidiaries are translated into PLN using the respective currency exchange rates as quoted by the National Bank of Poland at the end of the reporting period in case of the statement of financial position, or using the arithmetic average of such exchange rates as published by the National Bank of Poland and effective on the last day of each month during the reporting period in case of the statement of comprehensive income as well as the statement of cash flows. The effects of such conversion are recognized in equity as 'differences on foreign currency translation of subsidiaries'.

### 2.4. Professional judgement and estimates

Preparation of consolidated financial statements in accordance with IFRS requires making estimates and assumptions which have an impact on the data disclosed in such financial statements. Although the adopted assumptions and estimates have been based on the Group's management best knowledge on the current activities and occurrences, the actual results may differ from those anticipated.

In the period of 3 months ended 31 March 2022, our approach to making estimates was not subject to any substantial modification in relation to the comparable period of 2021.

### 2.5. Accounting policies applied

Significant accounting policies adopted by the Parent Company have been described in its consolidated financial statements for the year ended 31 December 2021 which were published on 23 February 2022.

Accounting policies adopted in the preparation of these interim condensed consolidated financial statements have remained unchanged in relation to those followed when preparing the Group's annual consolidated financial statements for the year ended 31 December 2021.

### 2.6. New standards and interpretations published but not in force yet

The following standards and interpretations were issued by the International Accounting Standards Board (IASB) and International Financial Reporting Interpretations Committee (IFRIC), but have not yet come into force:

- IFRS 14 'Regulatory Deferral Accounts' (issued on 30 January 2014) – the European Commission has decided not to initiate the process of endorsement of this standard until the release of its final version – not yet endorsed by the EU till the date of approval of these financial statements – effective for annual periods beginning on or after 1 January 2016;
- Amendments to IFRS 10 and IAS 28 'Sale or Contribution of Assets Between an Investor and its Associate or Joint Venture' (issued on 11 September 2014) – work for the endorsement of these amendments has been postponed by the EU – the effective date of these amendments has been deferred indefinitely by the IASB;
- IFRS 17 'Insurance Contracts' (issued on 18 May 2017) including Amendments to IFRS 17 (issued on 25 June 2020) – effective for annual periods beginning on or after 1 January 2023;
- Amendments to IAS 1 'Presentation of Financial Statements – Classification of Liabilities as Current or Non-Current' – deferral of effective date (issued on 23 January 2020 and 15 July 2020) – not yet endorsed by the EU till the date of approval of these financial statements – effective for annual periods beginning on or after 1 January 2023;
- Amendments to IFRS 3 'Reference to the Conceptual Framework' (issued on 14 May 2020) – effective for annual periods beginning on or after 1 January 2022;
- Amendments to IAS 16 'Property, Plant and Equipment – Proceeds before Intended Use' (issued on 14 May 2020) – effective for annual periods beginning on or after 1 January 2022;

- Amendments to IAS 37 'Onerous Contracts – Cost of Fulfilling a Contract' (issued on 14 May 2020) – effective for annual periods beginning on or after 1 January 2022;
- Annual Improvements to IFRSs: 2018-2020 Cycle (issued on 14 May 2020) – effective for annual periods beginning on or after 1 January 2022;
- Amendments to IAS 1 and IFRS Practice Statement 2 'Disclosure of Accounting Policies' (issued on 12 February 2021) – effective for annual periods beginning on or after 1 January 2023;
- Amendments to IAS 8 'Definition of Accounting Estimates' (issued on 12 February 2021) – effective for annual periods beginning on or after 1 January 2023;
- Amendments to IAS 12 'Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction' (issued on 7 May 2021) – not yet endorsed by the EU till the date of approval of these financial statements – effective for annual periods beginning on or after 1 January 2023;
- Amendments to IFRS 17 'Insurance Contracts: Initial Application of IFRS 17 and IFRS 9 – Comparative Information' (issued on 9 December 2021) – not yet endorsed by the EU till the date of approval of these financial statements – effective for annual periods beginning on or after 1 January 2023.

The specified effective dates have been set forth in the standards published by the International Accounting Standards Board. The actual dates of adopting these standards in the European Union may differ from those set forth in the standards and they shall be announced once they are approved for application by the European Union.

The Group did not decide on early adoption of any standard, interpretation or amendment which has been published but has not yet become effective.

The Group is currently conducting an analysis of how the above-mentioned amendments are going to impact its financial statements.

## 2.7. Changes in the presentation methods and in the comparable data

The Group has changed the comparable data disclosed as at 31 March 2021 and 31 December 2021 as well as for the period of 3 months ended 31 March 2021 due to changes in the values of assets acquired that were recognized in the purchase price allocation of our subsidiary companies IPS, Gastrobit, and IT Sistemi.

Detailed information on the acquired assets and liabilities of IT Sistemi has been presented in explanatory note 6.4. to these interim condensed consolidated financial statements, whereas for Gastrobit and IPS companies, whose purchase price allocation was completed in 2021, detailed information was presented in explanatory note 6.4. to the Group's consolidated financial statements which were published on 23 February 2022.

The impact of the said changes on the comparable data has been presented in the tables below.

STATEMENT OF PROFIT AND LOSS	3 months ended	Purchase price allocation of subsidiaries	3 months ended
	31 March 2021		31 March 2021
	PLN'000		PLN'000
Operating revenues	252,766	-	252,766
Cost of sales	(182,292)	(390)	(182,682)
Allowances for trade receivables	385	-	385
<b>Gross profit on sales</b>	<b>70,859</b>	<b>(390)</b>	<b>70,469</b>
Selling costs	(16,875)	-	(16,875)
General and administrative expenses	(15,630)	-	(15,630)
<b>Net profit on sales</b>	<b>38,354</b>	<b>(390)</b>	<b>37,964</b>
Other operating income	749	-	749
Other operating expenses	(208)	-	(208)
Share of profits of associates and joint ventures	-	-	-
<b>Operating profit</b>	<b>38,895</b>	<b>(390)</b>	<b>38,505</b>
Financial income	5,243	-	5,243
Financial expenses	(3,751)	-	(3,751)
Impairment loss on financial instruments	-	-	-
<b>Pre-tax profit</b>	<b>40,387</b>	<b>(390)</b>	<b>39,997</b>
Corporate income tax (current and deferred tax expense)	(7,760)	70	(7,690)
<b>Net profit for the reporting period</b>	<b>32,627</b>	<b>(320)</b>	<b>32,307</b>
Attributable to:			
<b>Shareholders of the Parent Company</b>	<b>31,711</b>	<b>(282)</b>	<b>31,429</b>
Non-controlling interests	916	(38)	878

Basic and diluted consolidated earnings per share for the reporting period, attributable to shareholders of the Parent Company (in PLN)	0.61	0.61
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<b>OTHER COMPREHENSIVE INCOME</b>			
<b>Net profit for the reporting period</b>	<b>32,627</b>	<b>(320)</b>	<b>32,307</b>
<i>Components that may be reclassified to profit or loss</i>	<b>8,378</b>	<b>(7)</b>	<b>8,371</b>
Net gain/loss on valuation of financial assets	-	-	-
Differences on foreign currency translation of subsidiaries	8,378	(7)	8,371
<i>Components that will not be reclassified to profit or loss</i>	-	-	-
Actuarial gains/losses	-	-	-
<b>Total other comprehensive income</b>	<b>8,378</b>	<b>(7)</b>	<b>8,371</b>
<b>TOTAL COMPREHENSIVE INCOME attributable to:</b>	<b>41,005</b>	<b>(327)</b>	<b>40,678</b>
<b>Shareholders of the Parent Company</b>	<b>39,942</b>	<b>(287)</b>	<b>39,655</b>
Non-controlling interests	1,063	(40)	1,023

ASSETS	31 March 2021	Purchase price allocation of subsidiaries PLN'000	31 March 2021 (restated)
	PLN'000		PLN'000
<b>Non-current assets</b>			
Property, plant and equipment	140,831	-	140,831
Intangible assets	24,169	6,755	30,924
Right-of-use assets	52,899	-	52,899
Investment property	607	-	607
Goodwill	590,365	(5,732)	584,633
Other receivables	783	-	783
Deferred tax assets	11,145	-	11,145
Other financial assets	395	-	395
Prepayments and accrued income	2,999	-	2,999
	<b>824,193</b>	<b>1,023</b>	<b>825,216</b>
<b>Current assets</b>			
Inventories	34,641	-	34,641
Prepayments and accrued income	36,967	-	36,967
Trade receivables	149,781	-	149,781
Contract assets	39,223	-	39,223
Corporate income tax receivable	1,636	-	1,636
Receivables from the state and local budgets	5,488	-	5,488
Other receivables	4,311	-	4,311
Other non-financial assets	5,634	-	5,634
Other financial assets	5,183	-	5,183
Cash and bank deposits	245,663	-	245,663
	<b>528,527</b>	<b>-</b>	<b>528,527</b>
<b>TOTAL ASSETS</b>	<b>1,352,720</b>	<b>1,023</b>	<b>1,353,743</b>

EQUITY AND LIABILITIES	31 March 2021	Purchase price allocation of subsidiaries PLN'000	31 March 2021 (restated)
	PLN'000		PLN'000
<b>Equity</b>			
<i>(attributable to shareholders of the Parent Company)</i>			
Share capital	518,943	-	518,943
Share premium	38,826	-	38,826
Transactions with non-controlling interests	(11,949)	626	(11,323)
Other capitals	(584)	-	(584)
Differences on foreign currency translation of subsidiaries	(74,310)	3	(74,307)
Retained earnings	479,969	(821)	479,148
	<b>950,895</b>	<b>(192)</b>	<b>950,703</b>
<b>Non-controlling interests</b>	<b>3,550</b>	<b>-</b>	<b>3,550</b>
<b>Total equity</b>	<b>954,445</b>	<b>(192)</b>	<b>954,253</b>
<b>Non-current liabilities</b>			
Bank loans and borrowings	24,777	-	24,777
Lease liabilities	37,605	-	37,605
Other financial liabilities	4,772	-	4,772

Deferred tax liabilities	2,887	1,215	4,102
Provisions	2,206	-	2,206
Contract liabilities	6,171	-	6,171
Other liabilities	6,170	-	6,170
	<b>84,588</b>	<b>1,215</b>	<b>85,803</b>
<b>Current liabilities</b>			
Bank loans and borrowings	27,972	-	27,972
Lease liabilities	17,946	-	17,946
Other financial liabilities	43,916	-	43,916
Trade payables	76,850	-	76,850
Contract liabilities	70,223	-	70,223
Corporate income tax payable	8,787	-	8,787
Liabilities to the state and local budgets	23,234	-	23,234
Other liabilities	16,436	-	16,436
Provisions	3,483	-	3,483
Accruals	24,840	-	24,840
	<b>313,687</b>	-	<b>313,687</b>
<b>TOTAL LIABILITIES</b>	<b>398,275</b>	<b>1,215</b>	<b>399,490</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,352,720</b>	<b>1,023</b>	<b>1,353,743</b>

ASSETS	31 Dec. 2021	Purchase price allocation of subsidiaries PLN'000	31 Dec. 2021 (restated)
	PLN'000		PLN'000
<b>Non-current assets</b>			
Property, plant and equipment	129,557	-	129,557
Intangible assets	35,121	8,457	43,578
Right-of-use assets	51,008	-	51,008
Investment property	573	-	573
Goodwill	709,419	(7,430)	701,989
Other receivables	634	-	634
Deferred tax assets	10,638	-	10,638
Other financial assets	47	-	47
Prepayments and accrued income	2,056	-	2,056
	<b>939,053</b>	<b>1,027</b>	<b>940,080</b>
<b>Current assets</b>			
Inventories	36,576	-	36,576
Prepayments and accrued income	39,348	-	39,348
Trade receivables	205,631	-	205,631
Contract assets	44,233	-	44,233
Corporate income tax receivable	2,818	-	2,818
Receivables from the state and local budgets	3,993	-	3,993
Other receivables	9,766	-	9,766
Other non-financial assets	5,302	-	5,302
Other financial assets	135	-	135
Cash and bank deposits	231,003	-	231,003
	<b>578,805</b>	-	<b>578,805</b>
<b>TOTAL ASSETS</b>	<b>1,517,858</b>	<b>1,027</b>	<b>1,518,885</b>

EQUITY AND LIABILITIES	31 Dec. 2021		Purchase price allocation of subsidiaries PLN'000	31 Dec. 2021 (restated) PLN'000
	PLN'000			
<b>Equity (attributable to shareholders of the Parent Company)</b>				
Share capital	518,943		-	518,943
Share premium	38,826		-	38,826
Transactions with non-controlling interests	(19,887)		-	(19,887)
Other capitals	(500)		-	(500)
Differences on foreign currency translation of subsidiaries	(116,104)	(3)		(116,107)
Retained earnings	546,254	(492)		545,762
	<b>967,532</b>	<b>(495)</b>		<b>967,037</b>
<b>Non-controlling interests</b>	<b>4,157</b>		-	<b>4,157</b>
<b>Total equity</b>	<b>971,689</b>	<b>(495)</b>		<b>971,194</b>
<b>Non-current liabilities</b>				
Bank loans and borrowings	39,614		-	39,614
Lease liabilities	33,312		-	33,312
Other financial liabilities	54,682		-	54,682
Deferred tax liabilities	3,623	1,522		5,145
Provisions	2,311		-	2,311
Contract liabilities	6,118		-	6,118
Other liabilities	2,246		-	2,246
	<b>141,906</b>	<b>1,522</b>		<b>143,428</b>
<b>Current liabilities</b>				
Bank loans and borrowings	46,155		-	46,155
Lease liabilities	20,822		-	20,822
Other financial liabilities	43,815		-	43,815
Trade payables	89,907		-	89,907
Contract liabilities	93,247		-	93,247
Corporate income tax payable	11,005		-	11,005
Liabilities to the state and local budgets	36,783		-	36,783
Other liabilities	33,329		-	33,329
Provisions	4,053		-	4,053
Accruals	25,147		-	25,147
	<b>404,263</b>		-	<b>404,263</b>
<b>TOTAL LIABILITIES</b>	<b>546,169</b>		<b>1,522</b>	<b>547,691</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,517,858</b>		<b>1,027</b>	<b>1,518,885</b>

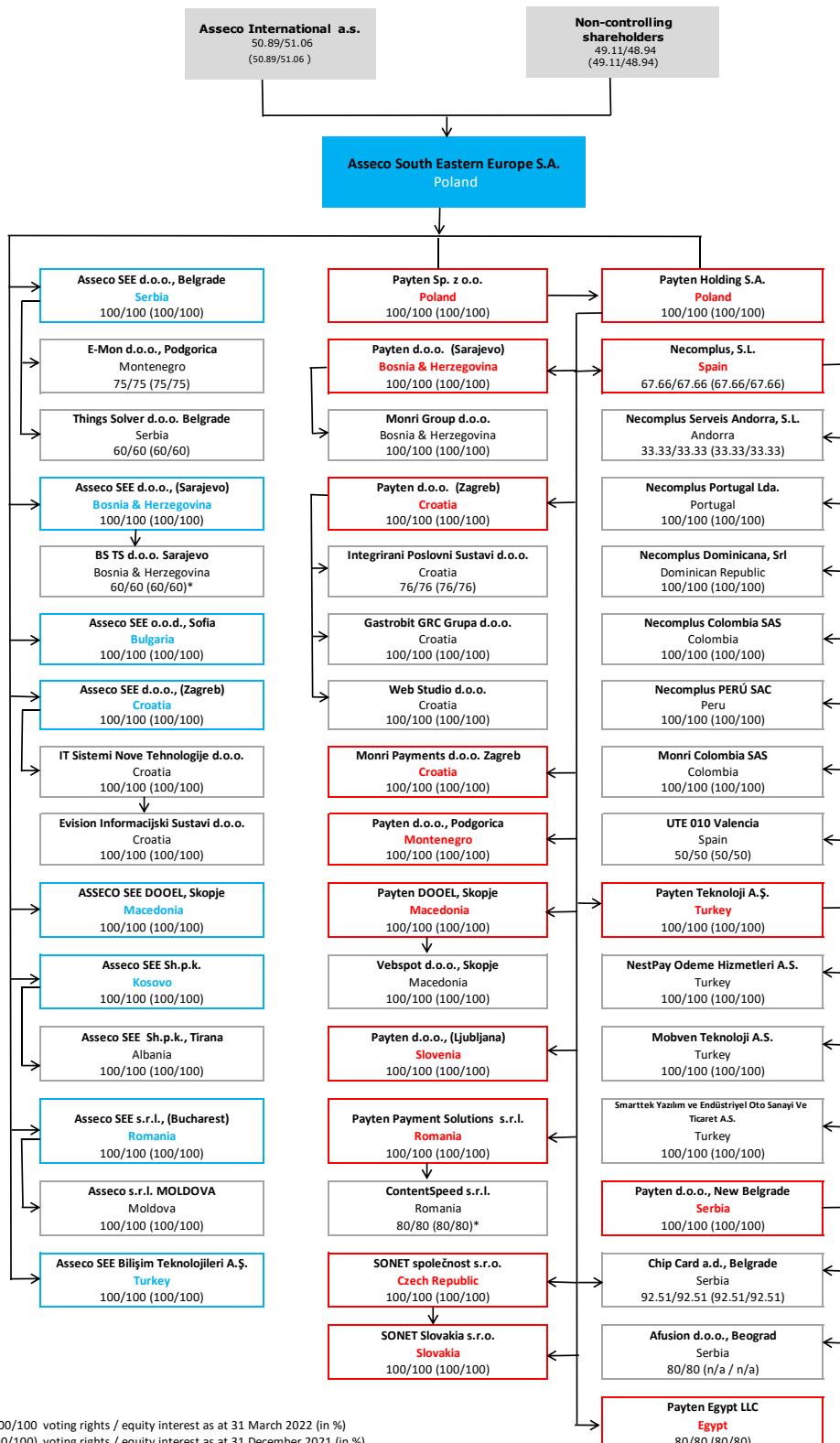
3 months ended 31 March 2021	Banking Solutions	Payment Solutions	Dedicated Solutions	Change – Banking Solutions	Change – Payment Solutions	Change – Dedicated Solutions	Banking Solutions	Payment Solutions	Dedicated Solutions
	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000	PLN'000
<b>Operating revenues</b>	<b>61,794</b>	<b>125,764</b>	<b>73,986</b>	-	-	-	<b>61,794</b>	<b>125,764</b>	<b>73,986</b>
Sales to external customers	58,088	121,186	73,492	-	-	-	58,088	121,186	73,492
Sales between and/or within segments	3,706	4,578	494	-	-	-	3,706	4,578	494
<b>Gross profit on sales</b>	<b>25,037</b>	<b>32,796</b>	<b>13,026</b>	-	(390)	-	<b>25,037</b>	<b>32,406</b>	<b>13,026</b>
Selling costs	(4,498)	(6,836)	(5,541)	-	-	-	(4,498)	(6,836)	(5,541)
General and administrative expenses	(4,643)	(7,530)	(3,457)	-	-	-	(4,643)	(7,530)	(3,457)
<b>Net profit on sales</b>	<b>15,896</b>	<b>18,430</b>	<b>4,028</b>	-	(390)	-	<b>15,896</b>	<b>18,040</b>	<b>4,028</b>
Other operating activities	11	407	123	-	-	-	11	407	123
<b>Operating profit</b>	<b>15,907</b>	<b>18,837</b>	<b>4,151</b>	-	(390)	-	<b>15,907</b>	<b>18,447</b>	<b>4,151</b>
<b>Goodwill as at 31 December 2021</b>	<b>205,431</b>	<b>209,057</b>	<b>294,931</b>	-	-	(7,430)	<b>205,431</b>	<b>209,057</b>	<b>287,501</b>

## 2.8. Correction of errors

In the reporting period, no events occurred that would require making corrections of any misstatements.

### III. Organization and changes in the structure of Asseco South Eastern Europe Group, including the entities subject to consolidation

Organizational structure of Asseco South Eastern Europe Group is presented in the chart below:



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During the period of 3 months ended 31 March 2022, the Group's composition changed as follows:

- ***Establishing of a new company Afusion d.o.o., Belgrade***

The company Afusion d.o.o., based in Belgrade, was established on 4 January 2022. 80% of shares in this company were acquired by Payten d.o.o., Belgrade.

- ***Transformation of the company Payten Sp. z o.o. (limited partnership) into Payten Holding S.A.***

The transformation of the company Payten Sp. z o.o. (limited partnership) into Payten Holding S.A. was registered on 1 March 2022.

#### IV. Information on operating segments

According to IFRS 8, an operating segment is a separable component of the Group's business for which separate financial information is available and regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance.

Asseco South Eastern Europe Group has identified the following reportable segments reflecting the structure of its business operations:

- Banking Solutions,
- Payment Solutions
- Dedicated Solutions.

These reportable segments correspond to the Group's operating segments.

The **Banking Solutions** portfolio includes fully-fledged solutions and products necessary to run a bank such as omnichannel solutions designed to distribute banking products and services, solutions allowing to improve communication with the customer, integrated core banking systems, authentication security solutions, reporting systems for regulatory compliance and managerial information, as well as risk management and anti-fraud systems. The segment also offers its clients 24x7 online services and consultancy in the areas of mobile and electronic banking and digital transformation.

The **Payment Solutions** segment provides complete payment industry solutions supporting online and offline payments, which are offered by the Payten Group for both financial and non-financial institutions. These solutions are intended for e-Commerce (online payment gateways, support for alternative payment methods – cryptocurrencies, QR codes, solutions enabling tokenization of cards, subscription payments), mobile payments (mPOS, vPOS, SoftPOS), payment card processing, as well as services related to ATMs and EFT POS terminals. The Group delivers software and services as well as ATMs and payment terminals, including outsourcing and equipment, providing the highest level of expertise, maintenance and support through the entire portfolio. This segment also operates an independent network of ATMs under the brand name of MoneyGet. In addition, the Group runs a network of independent EFT POS terminals at points of sale – IPD service under the Monri brand that enables merchants to replace two or more payment terminals at the point of sale with a single device connected directly to multiple acquirers (card issuers). Moreover, the segment offers complementary solutions for creating online and mobile stores and marketplace platforms, as well as cash register management and sales support systems (ECR) for retailers.

The **Dedicated Solutions** segment provides services to the sectors of utilities and telecommunications, public sector (including road infrastructure), government as well as to the banking and finance sector within the following business lines: BPM business process management, customer service and sales support platform, data registers, smart city, AI & Machine Learning, e-Tax, border control, authentication, dedicated solutions, BI and ERP. The company focuses on selling its proprietary solutions but also offers a full range of integration services for solutions from leading global vendors.

The Group's financing activities as well as income taxes are monitored at the whole group level and therefore they are not allocated to individual operating segments. The Management also does not analyze assets and liabilities or cash flows in a breakdown by segments. The table below presents the key financial information reviewed by the chief operating decision maker in the Company.

Revenues from none of our clients exceeded 10% of total sales generated by the Group in the period of 3 months ended 31 March 2022.

Selected financial data for the period of 3 months ended 31 March 2022, in a breakdown by operating segments:

3 months ended 31 March 2022	Banking Solutions PLN'000	Payment Solutions PLN'000	Dedicated Solutions PLN'000	Eliminations PLN'000	Total PLN'000
<b>Sales revenues:</b>	<b>60,856</b>	<b>158,171</b>	<b>103,719</b>	<b>(11,571)</b>	<b>311,175</b>
Sales to external customers	56,553	151,625	102,997	-	311,175
Sales between and/or within segments	4,303	6,546	722	(11,571)	-
<b>Gross profit on sales</b>	<b>20,886</b>	<b>43,323</b>	<b>20,377</b>	-	<b>84,586</b>
Selling costs	(3,467)	(9,326)	(6,562)	-	(19,355)
General and administrative expenses	(4,762)	(8,732)	(5,060)	-	(18,554)
<b>Net profit on sales</b>	<b>12,657</b>	<b>25,265</b>	<b>8,755</b>	-	<b>46,677</b>
Other operating activities	(11)	(36)	89	-	42
<b>Operating profit</b>	<b>12,646</b>	<b>25,229</b>	<b>8,844</b>	-	<b>46,719</b>
<b>Goodwill as at 31 March 2022</b>	<b>207,367</b>	<b>210,094</b>	<b>289,813</b>	-	<b>707,274</b>

3 months ended 31 March 2022	Banking Solutions EUR'000	Payment Solutions EUR'000	Dedicated Solutions EUR'000	Eliminations EUR'000	Total EUR'000
<b>Sales revenues:</b>	<b>13,095</b>	<b>34,036</b>	<b>22,319</b>	<b>(2,490)</b>	<b>66,960</b>
Sales to external customers	12,169	32,627	22,164	-	66,960
Sales between and/or within segments	926	1,409	155	(2,490)	-
<b>Gross profit on sales</b>	<b>4,494</b>	<b>9,322</b>	<b>4,385</b>	-	<b>18,201</b>
Selling costs	(746)	(2,007)	(1,412)	-	(4,165)
General and administrative expenses	(1,025)	(1,879)	(1,089)	-	(3,993)
<b>Net profit on sales</b>	<b>2,723</b>	<b>5,436</b>	<b>1,884</b>	-	<b>10,043</b>
Other operating activities	(2)	(8)	20	-	10
<b>Operating profit</b>	<b>2,721</b>	<b>5,428</b>	<b>1,904</b>	-	<b>10,053</b>
<b>Goodwill as at 31 March 2022</b>	<b>44,571</b>	<b>45,157</b>	<b>62,292</b>	-	<b>152,020</b>

The financial results presented above have been converted at the average exchange rate in the first quarter of 2022: EUR 1 = PLN 4.6472, whereas the financial position data have been converted at the exchange rate effective on 31 March 2022: EUR 1 = PLN 4.6525.

Selected financial data for the period of 3 months ended 31 March 2021, in a breakdown by operating segments:

3 months ended 31 March 2021 (restated)	Banking Solutions PLN'000	Payment Solutions PLN'000	Dedicated Solutions PLN'000	Eliminations PLN'000	Total PLN'000
<b>Sales revenues:</b>	<b>61,794</b>	<b>125,764</b>	<b>73,986</b>	<b>(8,778)</b>	<b>252,766</b>
Sales to external customers	58,088	121,186	73,492	-	252,766
Sales between and/or within segments	3,706	4,578	494	(8,778)	-
<b>Gross profit on sales</b>	<b>25,037</b>	<b>32,406</b>	<b>13,026</b>	-	<b>70,469</b>
Selling costs	(4,498)	(6,836)	(5,541)	-	(16,875)
General and administrative expenses	(4,643)	(7,530)	(3,457)	-	(15,630)
<b>Net profit on sales</b>	<b>15,896</b>	<b>18,040</b>	<b>4,028</b>	-	<b>37,964</b>
Share of profits of associates	11	407	123	-	541
<b>Operating profit</b>	<b>15,907</b>	<b>18,447</b>	<b>4,151</b>	-	<b>38,505</b>
<b>Goodwill as at 31 December 2021 (restated)</b>	<b>205,431</b>	<b>209,057</b>	<b>287,501</b>	-	<b>701,989</b>

3 months ended 31 March 2021 (restated)	Banking Solutions	Payment Solutions	Dedicated Solutions	Eliminations	Total
	EUR'000	EUR'000	EUR'000	EUR'000	EUR'000
<b>Sales revenues:</b>	<b>13,516</b>	<b>27,507</b>	<b>16,181</b>	<b>(1,920)</b>	<b>55,284</b>
Sales to external customers	12,705	26,506	16,073	-	55,284
Sales between and/or within segments	811	1,001	108	(1,920)	-
<b>Gross profit on sales</b>	<b>5,476</b>	<b>7,088</b>	<b>2,849</b>	-	<b>15,413</b>
Selling costs	(984)	(1,495)	(1,212)	-	(3,691)
General and administrative expenses	(1,016)	(1,647)	(756)	-	(3,419)
<b>Net profit on sales</b>	<b>3,476</b>	<b>3,946</b>	<b>881</b>	-	<b>8,303</b>
Other operating activities	2	89	28	-	119
<b>Operating profit</b>	<b>3,478</b>	<b>4,035</b>	<b>909</b>	-	<b>8,422</b>
<b>Goodwill as at 31 December 2021 (restated)</b>	<b>44,665</b>	<b>45,453</b>	<b>62,508</b>	-	<b>152,626</b>

The financial results presented above have been converted at the average exchange rate in the first quarter of 2021: EUR 1 = PLN 4.5721, whereas the financial position data have been converted at the exchange rate effective on 31 December 2021: EUR 1 = PLN 4.5994.

## V. Explanatory notes to the consolidated statement of profit and loss

### 5.1. Structure of operating revenues

Operating revenues generated during the period of 3 months ended 31 March 2022 and in the comparable period were as follows:

	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000
<b><i>Operating revenues by type of products</i></b>		
Proprietary software and services	216,328	187,966
Third-party software and services	35,507	21,341
Hardware and infrastructure	59,340	43,459
<b>Total</b>	<b>311,175</b>	<b>252,766</b>

#### i. Operating revenues of segments in a breakdown by type of products

Operating revenues of individual segments from sales to external customers by type of products during the period of 3 months ended 31 March 2022 and in the comparable period were as follows:

	Banking Solutions PLN'000	Payment Solutions PLN'000	Dedicated Solutions PLN'000	Total PLN'000
<b>3 months ended 31 March 2022</b>				
Proprietary software and services	54,334	106,229	55,765	<b>216,328</b>
Third-party software and services	1,442	806	33,259	<b>35,507</b>
Hardware and infrastructure	777	44,590	13,973	<b>59,340</b>
<b>Total operating revenues</b>	<b>56,553</b>	<b>151,625</b>	<b>102,997</b>	<b>311,175</b>
	Banking Solutions PLN'000	Payment Solutions PLN'000	Dedicated Solutions PLN'000	Total PLN'000
<b>3 months ended 31 March 2021</b>				
Proprietary software and services	56,680	90,139	41,147	<b>187,966</b>
Third-party software and services	753	952	19,636	<b>21,341</b>
Hardware and infrastructure	655	30,095	12,709	<b>43,459</b>
<b>Total operating revenues</b>	<b>58,088</b>	<b>121,186</b>	<b>73,492</b>	<b>252,766</b>

#### ii. Revenues from contracts with customers by the method of recognition in the statement of profit and loss

	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000
<b>Revenues from contracts with customers recognized in accordance with IFRS 15, of which:</b>	<b>288,998</b>	<b>229,073</b>
From goods and services transferred at a specific point in time	93,748	73,808
From goods and services transferred over the passage of time	195,250	155,265
<b>Other operating revenues (mainly from leases)</b>	<b>22,177</b>	<b>23,693</b>
<b>Total operating revenues</b>	<b>311,175</b>	<b>252,766</b>

Operating revenues, which are not recognized in accordance with IFRS 15, represent primarily revenues generated by the Group from the provision of ATMs and POS terminals outsourcing services. Such contracts are treated as operating leases.

*iii. Operating revenues in a breakdown by countries in which they were generated*

	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000
<b>Operating revenues by countries</b>		
Austria	2,387	4,972
Bosnia and Herzegovina	23,613	6,471
Bulgaria	3,059	2,597
Croatia	36,044	25,353
Montenegro	4,348	3,708
Czech Republic	5,394	4,308
Spain	36,355	33,256
Colombia	1,991	2,134
Kosovo	2,964	5,012
Macedonia	12,771	12,900
Peru	3,138	2,215
Poland	2,664	3,315
Portugal	3,319	3,284
Romania	49,901	30,994
Serbia	78,858	68,220
Slovak Republic	1,954	1,586
Slovenia	4,655	9,636
Turkey	26,032	21,833
Italy	4,630	2,945
Other countries	7,098	8,027
<b>Total operating revenues</b>	<b>311,175</b>	<b>252,766</b>

*iv. Outsourcing contracts – the Group acting as a lessor*

The Group implements a number of contracts for outsourcing of payment transaction processes. The total amounts of future minimum lease payments receivable under such contracts have been estimated as follows:

	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000
<b>Future minimum lease payments</b>		
(i) within 1 year	92,106	105,041
(ii) within 1 to 5 years	76,678	93,089
(iii) within more than 5 years	2,307	3,980
<b>Total</b>	<b>171,091</b>	<b>202,110</b>

## 5.2. Structure of operating costs

The table below presents operating costs incurred in the period of 3 months ended 31 March 2022 and in the comparable period.

Operating costs	3 months ended 31 March 2022	3 months ended 31 March 2021 (restated)
	PLN'000	PLN'000
Cost of goods, materials and third-party services sold (COGS)	(106,480)	(81,786)
Employee benefits	(106,499)	(92,750)
Third-party non-project services and outsourcing of employees	(12,316)	(9,678)
Depreciation and amortization	(20,954)	(18,998)
Maintenance costs of property and company cars	(11,349)	(8,246)
Business trips	(886)	(211)
Advertising	(1,778)	(672)
Other operating expenses	(4,236)	(2,461)
<b>Total</b>	<b>(264,498)</b>	<b>(214,802)</b>
Cost of sales	(225,774)	(182,682)
Selling costs	(19,355)	(16,875)
General and administrative expenses	(18,554)	(15,630)
Recognition (reversal) of impairment losses on financial instruments	(815)	385
<b>Total</b>	<b>(264,498)</b>	<b>(214,802)</b>

Third-party non-project services include consulting services which are not related to specific projects, as well as auditing, legal, banking, postal, courier services, and stock exchange fees.

Maintenance costs of property and company cars include the costs of equipment repairs and spare parts used for the executed projects, costs of repairs and maintenance of tangible assets (including infrastructure provided under our outsourcing contracts), maintenance costs of intangible assets, office space rental and maintenance fees, as well as maintenance of company cars.

### Share-based payment transactions with employees

On 23 September 2021, Asseco International a.s. and managers of ASEE Group companies signed agreements for the acquisition of shares in ASEE S.A. The whole incentive plan covers 547,550 shares of ASEE S.A. which represent 1.06% of the Company's share capital. Members of the Management Board of ASEE S.A. as well as parties related through Members of the Management Board of ASEE S.A. acquired 341,336 shares in total.

The above-mentioned agreements constitute an equity-settled share-based payment transaction as defined by IFRS 2.

The purchase rights were vested on 23 September 2021. The shares acquisition price was set at the market price on the acquisition date and amounted to PLN 40 per share. According to the concluded agreements, the managers shall exercise all the rights attached to shares acquired (dividend rights, voting rights, etc.) since the shares acquisition date, this is from 23 September 2021. The payment for shares shall be made in 9 instalments, the first one after signing the agreements and subsequently in 8 annual instalments, payable from 31 July 2022. Interest will be charged starting from the shares acquisition date till making the payment, in the amount of 1.5% + max (EURIBOR12M,0) on an annual basis. The amount of such variable component will be determined at the beginning of each subsequent annual interest period. The accrued interest will be paid each year along with the payment of consecutive instalments of the price. The right to pay the acquisition price in instalments is granted to persons participating in this plan provided they continue to serve in a managerial position at the Group and do not violate any material conditions of the agreement (among others, make timely payments according to the schedule, establish a pledge on shares acquired, refrain from selling these shares during the lock-up period, etc.). The managers are not allowed to sell these shares over a lock-up period of 5 years. The managers shall be entitled to make an early payment for all the shares acquired at the agreed price of PLN 40 per share upon expiry of a 4-year period, i.e. from

23 September 2025. An unpaid portion of the selling price shall be secured by establishing a pledge on shares purchased by each buyer.

The agreements also provide for put and call options, enabling the parties to resell or repurchase any unpaid shares.

The fair value of this incentive plan was estimated based on the Black-Scholes Merton model. The value of option rights was measured the use of Monte Carlo simulation techniques combined with the linear least squares regression, i.e. the Longstaff-Schwartz method. The total fair value of the plan as at the rights vesting date amounted to PLN 1,984 thousand. The incentive plan costs will be accounted for, along with the corresponding increase in equity, as the costs of employee benefits and recognized in the financial results of ASEE Group for the years 2021-2029.

The fair value of equity instruments awarded under the incentive plan has been measured based on the following assumptions:

Market price of 1 share of ASEE on the acquisition date	PLN 40
Acquisition price of 1 share	PLN 40
Expected volatility in share price	29%
Expected volatility in EUR/PLN exchange rate	6%
Interest rate on PLN	1.5% to 1.7%
Interest rate on EUR	-0.54% to -0.40%

The expected share price volatility of 29% was computed based on historical quotes of our shares in the period of six months preceding the date of the shares sale transaction, taking into account their average prices.

During the valuation, possible changes in the asset value resulting from the payment of dividends were taken into account. As at the valuation date, it is expected that dividends to be paid over the exercise period of options for ASEE shares will amount to PLN 1.00 per share annually.

The options may be exercised within 1 year for shares to be paid up in 2026, 2 years for shares to be paid up in 2027, and 3 years for shares to be paid up in 2028. These periods were correlated with the lock-up period applicable to the sale of shares.

The standalone financial statements present the costs related to the acquisition of 316,425 shares, including 280,000 shares acquired by Piotr Jeleński, CEO of ASEE S.A., and 25,000 shares acquired by Michał Nitka, Member of the Management Board of ASEE S.A.

The costs of share-based payment plan disclosed in the interim condensed consolidated financial statements of ASEE Group for the period of 3 months ended 31 March 2022 amounted to PLN 62 thousand, of which PLN 35 thousand were related to shares acquired by Members of the Management Board. In correspondence, this transaction was recognized as a separate item of the Company's equity, in the same amount as disclosed in remuneration costs.

#### *i. Reconciliation of depreciation and amortization charges*

The table below presents the reconciliation of depreciation and amortization charges recognized in the statement of profit and loss with those disclosed in the tables of changes in property, plant and equipment, as well as in intangible assets:

	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 (restated) PLN'000
Depreciation charges as disclosed in the table of changes in property, plant and equipment	(11,741)	(12,269)
Amortization charges as disclosed in the table of changes in intangible assets	(3,940)	(2,258)
Depreciation charges as disclosed in the table of changes in right-of-use assets	(5,265)	(4,462)
Depreciation charges on investment property	(8)	(9)
<b>Total depreciation and amortization charges disclosed in the statement of profit and loss and in the statement of cash flows</b>	<b>(20,954)</b>	<b>(18,998)</b>

### 5.3. Other operating income and expenses

Other operating income and expenses in the period of 3 months ended 31 March 2022 and in the comparable period were as follows:

Other operating income	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000
Gain on disposal of property, plant and equipment	74	225
Income from letting of own office space	15	14
Reversal of a provision for the costs of court litigation relating to other operations	68	-
Other	218	510
<b>Total</b>	<b>375</b>	<b>749</b>

Other operating expenses	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000
Loss on disposal of property, plant and equipment	(2)	-
Charitable contributions to unrelated parties	(72)	(3)
Provisions created, including for the costs of court litigation relating to other operations	(20)	-
Other	(239)	(205)
<b>Total</b>	<b>(333)</b>	<b>(208)</b>

### 5.4. Financial income and expenses

Financial income earned during the period of 3 months ended 31 March 2022 and in the comparable period was as follows:

Financial income	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000
Interest income on loans granted and bank deposits	427	497
Positive foreign exchange differences	5,723	4,720
Gain on exercise and/or valuation of financial assets carried at fair value through profit or loss	81	9
Other financial income	38	17
<b>Total financial income</b>	<b>6,269</b>	<b>5,243</b>

Financial expenses incurred during the period of 3 months ended 31 March 2022 and in the comparable period were as follows:

Financial expenses	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000
Interest expenses on bank loans and borrowings	(525)	(252)
Interest expenses on leases	(394)	(437)
Other interest expenses	(587)	(249)
Negative foreign exchange differences	(960)	(926)
Expenses related to obtaining control over subsidiaries	-	(114)
Loss on revaluation of conditional payments in transactions to obtain control	(184)	(1,485)
Loss on exercise and/or valuation of financial assets carried at fair value through profit or loss	(133)	(271)
Other financial expenses	(23)	(17)
<b>Total financial expenses</b>	<b>(2,806)</b>	<b>(3,751)</b>

Positive and negative foreign exchange differences are presented in net amounts (reflecting the excess of positive differences over negative differences or otherwise) at the level of individual subsidiaries.

Gain/loss on revaluation of conditional payments in transactions to obtain control resulted from changes in the estimates of deferred contingent liabilities arising from the acquisition of controlling interests in subsidiaries.

### 5.5. Corporate income tax

The main charges on pre-tax profit resulting from corporate income tax (current and deferred portions):

	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 (restated) PLN'000
Current corporate income tax expense as disclosed in the statement of profit and loss, of which:	(8,938)	(7,870)
<i>Current portion of income tax</i>	(8,945)	(7,732)
<i>Corrections of CIT filings for prior years</i>	7	(138)
Deferred income tax	(855)	180
<b>Income tax expense as disclosed in the statement of profit and loss</b>	<b>(9,793)</b>	<b>(7,690)</b>

Our effective tax rate equalled 19% both in the period of 3 months ended 31 March 2021 and in the comparable period.

### 5.6. Earnings per share

Both during the reporting period and the comparable period, there were no instruments that could potentially dilute basic earnings per share, hence our basic earnings per share and diluted earnings per share are equal. The table below presents net profits and numbers of shares used for the calculation of earnings per share.

	3 months ended 31 March 2022	3 months ended 31 March 2021 (restated)
Weighted average number of ordinary shares outstanding, used for calculation of basic earnings per share	51,894,251	51,894,251
Net profit attributable to shareholders of the Parent Company for the reporting period (in thousands of PLN)	39,120	31,429
<b>Consolidated earnings per share for the reporting period (in PLN)</b>	<b>0.75</b>	<b>0.61</b>

### 5.7. Information on dividends paid out

Until 31 March 2022, the General Meeting has not yet adopted a resolution on distribution of the Parent Company's net profit for the year 2021. However, on 23 February 2022, in line with the Management's proposal presented at the Supervisory Board meeting, the Supervisory Board passed a resolution to recommend to the Company's General Meeting to approve payment of a dividend for the year 2021, in the amount of PLN 1.28 per share. The total amount allocated to the dividend payment (from the net profit for 2021) equals PLN 66,425 thousand.

In 2021, the Parent Company paid out to its shareholders a dividend for the year 2020. The Annual General Meeting of Asseco South Eastern Europe S.A. seated in Rzeszów, acting on the basis of art. 395 § 2 item 2 of the Commercial Companies Code as well as pursuant to §12 sec. 4 item 2 of the Company's Articles of Association, on 10 June 2021 decided to pay out a dividend in the total amount of PLN 51,894 thousand or PLN 1.00 per share to all of the Company's shareholders. The Company's Annual General Meeting established 24 June 2021 as the dividend record date. The dividend was paid out on 7 July 2021. The number of shares eligible for dividend was 51,894,251.

## VI. Explanatory notes to the consolidated statement of financial position

### 6.1. Property, plant and equipment

Changes in the net book value of property, plant and equipment that took place during the period of 3 months ended 31 March 2022 and in the comparable period are presented below:

	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000
<b>Net book value of property, plant and equipment as at 1 January</b>	<b>129,557</b>	<b>143,171</b>
<b>Additions, of which:</b>	<b>9,149</b>	<b>8,407</b>
Purchases and modernization	8,394	6,025
Obtaining control over subsidiaries	-	298
Other	755	2,084
<b>Reductions, of which:</b>	<b>(11,983)</b>	<b>(12,872)</b>
Depreciation charges for the reporting period	(11,741)	(12,269)
Disposal and liquidation	(112)	(523)
Other	(130)	(80)
<b>Differences on foreign currency translation of subsidiaries</b>	<b>1,043</b>	<b>2,125</b>
<b>Net book value of property, plant and equipment as at 31 March</b>	<b>127,766</b>	<b>140,831</b>

As at 31 March 2022, tangible assets with a book value of PLN 18,743 thousand served as collateral for bank loans.

As at 31 December 2021, tangible assets with a book value of PLN 18,529 thousand served as collateral for bank loans.

## 6.2. Intangible assets

Changes in the net book value of intangible assets that took place during the period of 3 months ended 31 March 2022 and in the comparable period are presented below:

	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 (restated) PLN'000
<b>Net book value of intangible assets as at 1 January</b>	<b>43,578</b>	<b>30,100</b>
<b>Additions, of which:</b>	<b>1,088</b>	<b>2,660</b>
Purchases and modernization	1,088	1,591
Obtaining control over subsidiaries	-	1,000
Costs of development projects in progress	-	69
<b>Reductions, of which:</b>	<b>(3,940)</b>	<b>(2,258)</b>
Amortization charges for the reporting period	(3,940)	(2,258)
<b>Differences on foreign currency translation of subsidiaries</b>	<b>320</b>	<b>422</b>
<b>Net book value of intangible assets as at 31 March</b>	<b>41,046</b>	<b>30,924</b>

Both as at 31 March 2022 and 31 December 2021, intangible assets did not serve as collateral for any bank loans.

## 6.3. Right-of-use assets

Changes in the net book value of right-of-use assets that took place during the period of 3 months ended 31 March 2022 and in the comparable period are presented below:

	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000
<b>Net book value of right-of-use assets as at 1 January</b>	<b>51,008</b>	<b>55,711</b>
<b>Additions, of which:</b>	<b>3,282</b>	<b>1,373</b>

Conclusion of new lease contracts	2,564	954
Modification of existing contracts	700	419
Obtaining control over subsidiaries	18	-
<b>Reductions, of which:</b>	<b>(5,285)</b>	<b>(4,873)</b>
Depreciation charges for the reporting period	(5,265)	(4,462)
Acquisition of right-of-use assets	-	(47)
Early termination of contracts	(20)	(364)
<b>Differences on foreign currency translation of subsidiaries</b>	<b>494</b>	<b>688</b>
<b>Net book value of right-of-use assets as at 31 March</b>	<b>49,499</b>	<b>52,899</b>

#### 6.4. Goodwill

For impairment testing purposes, goodwill arising from obtaining control over subsidiaries is allocated to the group of cash-generating units that constitute an operating segment.

The following table presents the amounts of goodwill as at 31 March 2022, 31 December 2021 and 31 March 2021, in a breakdown by operating segments:

	3 months ended 31 March 2022 PLN'000	12 months ended 31 Dec. 2021 (restated) PLN'000	3 months ended 31 March 2021 (restated) PLN'000
<b>Goodwill</b>			
<b>Goodwill at the beginning of the period</b>	<b>701,989</b>	<b>569,835</b>	<b>569,835</b>
Banking Solutions	205,431	207,063	207,063
Payment Solutions	209,057	183,077	183,077
Dedicated Solutions	287,501	179,695	179,695
<b>Change in consolidation goodwill due to the acquisition of shares (+/-)</b>		<b>146,094</b>	<b>9,607</b>
Banking Solutions	-	-	-
Payment Solutions	-	33,654	6,292
Dedicated Solutions	-	112,440	3,315
<b>Foreign exchange differences (+/-)</b>	<b>5,285</b>	<b>(13,940)</b>	<b>5,191</b>
Banking Solutions	1,936	(1,632)	1,942
Payment Solutions	1,037	(7,674)	2,126
Dedicated Solutions	2,312	(4,634)	1,123
<b>Total goodwill</b>	<b>707,274</b>	<b>701,989</b>	<b>584,633</b>
Banking Solutions	207,367	205,431	209,005
Payment Solutions	210,094	209,057	191,495
Dedicated Solutions	289,813	287,501	184,133
<b>Total at the end of the period</b>	<b>707,274</b>	<b>701,989</b>	<b>584,633</b>

In the period of 3 months ended 31 March 2022, the balance of goodwill arising from consolidation was affected by the following transactions:

##### i. Allocation of the purchase price of Vebspot d.o.o.

On 17 February 2021, Payten Macedonia (Skopje) acquired 100% of shares in the company Vebspot d.o.o. based in Skopje, for the total of EUR 1.25 million.

As at 31 March 2022, the Group has already completed the process of purchase price allocation. The fair values of identifiable assets and liabilities of the acquired company as at the date of obtaining control are presented below (converted at the exchange rate of PLN/MDK effective on the acquisition date):

VEBSPOT d.o.o.	Original values as at the acquisition date MKD'000	Original values as at the acquisition date PLN'000	Fair values as at the acquisition date MKD'000	Fair values as at the acquisition date PLN'000	Level in fair value hierarchy
<b>Assets acquired</b>					

Property, plant and equipment	1,615	118	1,615	118	3
Intangible assets	3,838	280	3,838	280	3
Trade receivables	4,325	316	4,325	316	3
Receivables from the state and local budgets	181	13	181	13	3
Prepayments and accrued income	23	2	23	2	3
Cash and cash equivalents	3,468	253	3,468	253	3
Other assets	34	2	34	2	3
<b>Total assets</b>	<b>13,484</b>	<b>984</b>	<b>13,484</b>	<b>984</b>	
<b>Liabilities acquired</b>					
Trade payables	107	8	107	8	3
Liabilities to the state and local budgets	596	43	596	43	3
Prepayments and accrued income	4,153	303	4,153	303	3
Other liabilities	2,516	184	2,516	184	3
<b>Total liabilities</b>	<b>7,372</b>	<b>538</b>	<b>7,372</b>	<b>538</b>	
<b>Net assets value</b>	<b>6,112</b>	<b>446</b>	<b>6,112</b>	<b>446</b>	
<b>Equity interest acquired</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	
<b>Purchase price</b>	<b>92,321</b>	<b>6,738</b>	<b>76,313</b>	<b>5,570</b>	
<b>Goodwill as at the acquisition date</b>	<b>86,209</b>	<b>6,292</b>	<b>70,201</b>	<b>5,124</b>	

The values have been converted to PLN at the exchange rate effective on the acquisition date, i.e. 17.02.2021: MKD 1 = PLN 0.0730

Input data were derived from the company's financial statements drawn up as at 28 February 2021. The input data were prepared in accordance with the ASEE Group's accounting policy.

In the consolidated financial statements of ASEE Group, goodwill arising from the acquisition of Vebspot d.o.o. was allocated to the Payment Solutions segment.

#### *ii. Allocation of the purchase price of IT SISTEMI-NOVE TEHNOLOGIJE d.o.o.*

On 28 July 2021, Asseco SEE d.o.o., (Zagreb) signed an agreement to acquire 100% of shares in IT SISTEMI-NOVE TEHNOLOGIJE d.o.o., a company based in Split (Croatia), for the total amount of EUR 6 million. The Group obtained control over IT Sistemi d.o.o. on 8 September 2021 upon satisfying all the conditions precedent. IT Sistemi holds 100% of shares in the company Evision Informacijski Sustavi d.o.o.

The purchase price allocation process was carried out in the first quarter of 2022. The provisional values of identifiable assets and liabilities of IT Sistemi Group as at the date of obtaining control are presented below (converted at the exchange rate of PLN/HRK effective on the acquisition date):

	Original values as at the acquisition date HRK'000	Original values as at the acquisition date PLN'000	Provisional values as at the acquisition date HRK'000	Provisional values as at the acquisition date PLN'000	Recognized from PPA* as at the acquisition date PLN'000	Fair values as at the acquisition date PLN'000	Level in fair value hierarchy
<b>Assets acquired</b>							
Property, plant and equipment	199	120	199	120		120	3
Intangible assets	1,811	1,094	1,811	1,094	8,945	10,039	3
Right-of-use assets	2,866	1,731	2,866	1,731		1,731	3
Trade receivables	4,775	2,884	4,775	2,884		2,884	3
Receivables from the state and local budgets	510	308	510	308		308	3
Financial assets	170	103	170	103		103	3
Cash and cash equivalents	17,375	10,495	17,375	10,495		10,495	3
Other assets	1,470	888	1,470	888		888	3
<b>Total assets</b>	<b>29,176</b>	<b>17,623</b>	<b>29,176</b>	<b>17,623</b>	<b>8,945</b>	<b>26,568</b>	
<b>Liabilities acquired</b>							
Lease liabilities	2,923	1,765	2,923	1,765		1,765	3
Trade payables	429	259	429	259		259	3
Liabilities to the state and local budgets	759	458	759	458		458	3
Deferred tax liabilities	-	-	-	-	1,610	1,610	3
Other liabilities	6,937	4,190	6,937	4,190		4,190	3
<b>Total liabilities</b>	<b>11,048</b>	<b>6,672</b>	<b>11,048</b>	<b>6,672</b>	<b>1,610</b>	<b>8,282</b>	
<b>Net assets value</b>	<b>18,128</b>	<b>10,951</b>	<b>18,128</b>	<b>10,951</b>	<b>7,335</b>	<b>18,286</b>	
<b>Equity interest acquired</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>		<b>100%</b>	
<b>Value of non-controlling interests</b>	-	-	-	-		-	
<b>Purchase price</b>	<b>44,938</b>	<b>27,143</b>	<b>44,938</b>	<b>27,143</b>		<b>27,143</b>	
<b>Goodwill as at the acquisition date</b>	<b>26,810</b>	<b>16,192</b>	<b>26,810</b>	<b>16,192</b>		<b>8,857</b>	

The values have been converted to PLN at the exchange rate effective on the acquisition date, i.e. 08.09.2021: HRK 1 = PLN 0.6040

Input data were derived from the company's financial statements drawn up as at 31 August 2021. The input data were prepared in accordance with the ASEE Group's accounting policy.

As a result of the purchase price allocation, the Group recognized intangible assets constituted by BPM-class software. The software valuation was made on the basis of expected future sales revenues, expected EBITDA margin and return on assets employed, using the DCF method. The estimated cash flows were discounted with a discount rate equivalent to the weighted average cost of capital determined for the acquired company. In correspondence to the recognition of assets, the Group recognized deferred tax liabilities.

In the consolidated financial statements of ASEE Group, goodwill arising from the acquisition of IT Sistemi Group was allocated to the Dedicated Solutions segment.

### 6.5. Other financial assets

As at 31 March 2022, 31 December 2021 and 31 March 2021, apart from receivables and cash and cash equivalents described in other notes, the Group also held other financial assets as presented in the table below.

	31 March 2022		31 Dec. 2021		31 March 2021	
	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000
<b>Financial assets carried at fair value through profit or loss, of which:</b>						
Currency forward contracts	-	65	-	20	-	-
Shares in companies not quoted in an active market	-	26	-	2	-	2
Other assets	-	-	-	-	-	-
	-	<b>91</b>	-	<b>22</b>	-	<b>2</b>
<b>Financial assets carried at fair value through other comprehensive income, of which:</b>						
Shares in companies quoted in an active market	25	-	25	-	54	26
Shares in companies not quoted in an active market	22	-	22	-	21	-
	<b>47</b>	-	<b>47</b>	-	<b>75</b>	<b>26</b>
<b>Financial assets carried at amortized cost, of which:</b>						
Loans granted, of which:	3	104	-	105	320	231
<i>granted to related parties</i>	3	-	-	-	320	-
<i>granted to employees</i>	-	104	-	97	-	224
<i>granted to other entities</i>	-	-	-	8	-	7
Cash deposits	1,256	8	-	8	-	4,924
	<b>1,259</b>	<b>112</b>	-	<b>113</b>	<b>320</b>	<b>5,155</b>
<b>Total</b>	<b>1,306</b>	<b>203</b>	<b>47</b>	<b>135</b>	<b>395</b>	<b>5,183</b>

As at 31 March 2022, term cash deposits in the amount of PLN 1,256 thousand served as collateral for bank loans.

#### Changes in the fair value measurement of financial instruments carried at fair value, and changes in the classification of financial instruments

In the period of 3 months ended 31 March 2022, the Group did not change its methods for measuring the fair value of financial instruments carried at fair value nor did it transfer any instruments between individual levels of the fair value hierarchy.

As at 31 March 2022, 31 December 2021 and 31 March 2021, the fair values of financial assets were not significantly different from their book values.

As at 31 March 2022	Carrying value PLN'000	Level 1 <sup>i</sup> PLN'000	Level 2 <sup>ii</sup> PLN'000	Level 3 <sup>iii</sup> PLN'000
<b>Financial assets carried at fair value through profit or loss</b>				
Currency forward contracts	65	-	65	-
Shares in companies not listed on regulated markets	26	-	-	26
Other assets	-	-	-	-
<b>Total</b>	<b>91</b>	-	<b>65</b>	<b>26</b>
<b>Financial assets carried at fair value through other comprehensive income</b>				
Shares in companies quoted in an active market	25	25	-	-
Shares in companies not listed on regulated markets	22	-	-	22
<b>Total</b>	<b>47</b>	<b>25</b>	-	<b>22</b>

i. fair value determined on the basis of quoted prices offered in active markets for identical assets;

ii. fair value determined using calculation models based on inputs that are observable, either directly or indirectly, in active markets;

iii. fair value determined using calculation models based on inputs that are not observable, neither directly or indirectly, in active markets.

As at 31 December 2021	Carrying value PLN'000	Level 1 <sup>i</sup> PLN'000	Level 2 <sup>ii</sup> PLN'000	Level 3 <sup>iii</sup> PLN'000
<b>Financial assets carried at fair value through profit or loss</b>				
Currency forward contracts	20	-	20	-
Shares in companies not listed on regulated markets	2	-	-	2
<b>Total</b>	<b>22</b>	-	<b>20</b>	<b>2</b>
<b>Financial assets carried at fair value through other comprehensive income</b>				
Shares in companies quoted in an active market	25	25	-	-
Shares in companies not listed on regulated markets	22	-	-	22
<b>Total</b>	<b>47</b>	<b>25</b>	-	<b>22</b>

Descriptions of the fair value hierarchy levels are identical to those provided under the table above.

As at 31 March 2021	Carrying value PLN'000	Level 1 <sup>i</sup> PLN'000	Level 2 <sup>ii</sup> PLN'000	Level 3 <sup>iii</sup> PLN'000
<b>Financial assets carried at fair value through profit or loss</b>				
Shares in companies not listed on regulated markets	2	-	-	2
<b>Total</b>	<b>2</b>	-	-	<b>2</b>
<b>Financial assets carried at fair value through other comprehensive income</b>				
Shares in companies quoted in an active market	80	80	-	-
Shares in companies not listed on regulated markets	21	-	-	21
<b>Total</b>	<b>101</b>	<b>80</b>	-	<b>21</b>

Descriptions of the fair value hierarchy levels are identical to those provided under the table above.

## 6.6. Prepayments and accrued income

As at 31 March 2022, 31 December 2021 and 31 March 2021, prepayments and accrued income included the following items:

	31 March 2022			31 Dec. 2021		
	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000
Prepaid services, of which:						
<i>maintenance services and license fees</i>	2,822	37,433	1,986	36,218	2,946	33,530
<i>insurances</i>	2,677	30,463	1,914	29,552	2,946	28,716
<i>rents and averaged instalments under operating leases</i>	-	1,649	-	1,373	-	2,333
<i>prepaid consulting services</i>	145	216	72	250	-	294
<i>other services</i>	-	121	-	114	-	133
<i>Expenses related to services performed for which revenues have not been recognized yet</i>	-	4,984	-	4,929	-	2,054
Other prepayments and accrued income	12	891	70	2,035	53	679
<b>Total</b>	<b>2,834</b>	<b>39,458</b>	<b>2,056</b>	<b>39,348</b>	<b>2,999</b>	<b>36,967</b>

## 6.7. Receivables and contract assets

The table below presents the amounts of receivables as at 31 March 2022, 31 December 2021 and 31 March 2021.

	31 March 2022		31 Dec. 2021		31 March 2021	
	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000
<b>Trade receivables, of which:</b>		<b>171,755</b>		<b>205,631</b>		<b>149,781</b>
<b>Trade receivables:</b>		<b>173,211</b>		<b>205,818</b>		<b>147,416</b>
from related parties		491		762		937
from other entities		172,720		205,056		146,479
<b>Receivables from operating leases</b>		<b>7,004</b>		<b>7,509</b>		<b>8,753</b>
<b>Allowances for trade receivables (-)</b>		<b>(8,460)</b>		<b>(7,696)</b>		<b>(6,388)</b>
<b>Corporate income tax receivable</b>		<b>1,896</b>		<b>2,818</b>		<b>1,636</b>
<b>Receivables from the state and local budgets</b>		<b>4,814</b>		<b>3,993</b>		<b>5,488</b>
Value added tax		2,296		1,174		3,621
Other		2,518		2,819		1,867
<b>Other receivables</b>	<b>686</b>	<b>10,819</b>	<b>634</b>	<b>9,766</b>	<b>783</b>	<b>4,311</b>
Security deposits receivable	686	1,297	634	1,328	783	1,241
Other receivables	-	9,608	-	8,524	-	3,156
Allowances for other doubtful receivables (-)	-	(86)	-	(86)	-	(86)
<b>Total receivables</b>	<b>686</b>	<b>189,284</b>	<b>634</b>	<b>222,208</b>	<b>783</b>	<b>161,216</b>

The table below presents receivables from contracts with customers as at 31 March 2022, 31 December 2021 and 31 March 2021.

Contract assets	31 March 2022		31 Dec. 2021		31 March 2021	
	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000
<b>Uninvoiced receivables</b>		<b>47,518</b>		<b>23,548</b>		<b>19,025</b>
from related parties	-	-	-	-	-	511
from other entities	-	47,518	-	23,548	-	18,514
<b>Receivables from valuation of IT contracts</b>		<b>23,375</b>		<b>20,685</b>		<b>20,198</b>
from related parties	-	821	-	780	-	285
from other entities	-	22,554	-	19,905	-	19,913
<b>Total contract assets</b>	<b>-</b>	<b>70,893</b>	<b>-</b>	<b>44,233</b>	<b>-</b>	<b>39,223</b>

Related party transactions have been presented in explanatory note 6.17 to these interim condensed consolidated financial statements.

The balance of other receivables includes, among others, receivables relating to guarantees of due performance of contracts (i.e. cash security provided to customers in order to compensate for their potential losses should we fail to fulfil any contractual obligations), receivables from disposal of tangible assets, receivables from security deposits paid-in, as well as other receivables.

Changes in the amount of allowances for trade receivables during the period of 3 months ended 31 March 2022 and in the comparable period are presented in the table below:

Allowances for trade receivables	3 months ended 31 March 2022		3 months ended 31 March 2021	
	PLN'000	PLN'000	PLN'000	PLN'000
<b>Allowances as at 1 January</b>			<b>(7,696)</b>	<b>(6,373)</b>
Recognized during the reporting period			(2,293)	(747)
Utilized during the reporting period			6	-
Reversed during the reporting period			1,478	708
Foreign exchange differences and other			45	24
<b>Allowances as at 31 March</b>			<b>(8,460)</b>	<b>(6,388)</b>

## 6.8. Inventories

The table below presents inventories as at 31 March 2022, 31 December 2021 and 31 March 2021:

Inventories	31 March 2022	31 Dec. 2021	31 March 2021
	PLN'000	PLN'000	PLN'000
Computer hardware, third-party software licenses and other goods for resale	47,086	40,156	39,442
Computer hardware, spare parts and other materials intended for the performance of repair/maintenance services	14,842	12,478	12,856
Impairment losses on inventories	(15,641)	(16,058)	(17,657)
<b>Total</b>	<b>46,287</b>	<b>36,576</b>	<b>34,641</b>

Changes in the amount of impairment losses on inventories during the period of 3 months ended 31 March 2022 and in the comparable period are presented in the table below:

Impairment losses on inventories	3 months ended 31 March 2022	3 months ended 31 March 2021
	PLN'000	PLN'000
<b>Impairment losses as at 1 January</b>	<b>(16,058)</b>	<b>(17,365)</b>
Recognized during the reporting period	(728)	(1,026)
Utilized during the reporting period	-	9
Reversed during the reporting period	1,312	1,020
Obtaining of control over subsidiaries	-	(10)
Foreign exchange differences	(167)	(285)
<b>Impairment losses as at 31 March</b>	<b>(15,641)</b>	<b>(17,657)</b>

## 6.9. Cash and cash equivalents

The table below presents cash and cash equivalents as at 31 March 2022, 31 December 2021 and 31 March 2021:

	31 March 2022	31 Dec. 2021	31 March 2021
	PLN'000	PLN'000	PLN'000
Cash at bank and on hand	205,451	193,642	192,336
Cash at split payment accounts	179	90	426
Short-term bank deposits (up to 3 months)	36,624	36,018	52,883
Cash in transit and other cash equivalents	6,415	1,253	18
<b>Total cash and cash equivalents as disclosed in the statement of financial position</b>	<b>248,669</b>	<b>231,003</b>	<b>245,663</b>
Interest accrued on cash and cash equivalents	-	(8)	(76)
Bank overdraft facilities utilized for current liquidity management	(24,453)	(25,124)	(73)
<b>Total cash and cash equivalents as disclosed in the cash flow statement</b>	<b>224,216</b>	<b>205,871</b>	<b>245,514</b>

## 6.10. Lease liabilities

As at 31 March 2022, the Group was a lessee under lease contracts. Assets leased under such contracts included:

- offices and warehouses,
- cars,
- IT hardware and other assets.

The table below presents the amounts of lease liabilities as at 31 March 2022, 31 December 2021 and 31 March 2021.

Lease liabilities	31 March 2022		31 Dec. 2021		31 March 2021	
	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000
Leases of real estate	27,471	16,084	28,407	15,996	30,505	12,800
Leases of transportation vehicles	4,079	3,112	4,202	3,261	5,273	3,153
Leases of IT hardware and other assets	389	1,444	703	1,565	1,827	1,993
	<b>31,939</b>	<b>20,640</b>	<b>33,312</b>	<b>20,822</b>	<b>37,605</b>	<b>17,946</b>

### 6.11. Bank loans and borrowings

The table below presents the Group's debt under bank loans and borrowings outstanding as at 31 March 2022, 31 December 2021 and 31 March 2021.

	Currency	Repayment date	31 March 2022		31 Dec. 2021		31 March 2021	
			Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000
<b>Bank overdraft facilities</b>			<b>-</b>	<b>24,454</b>	<b>-</b>	<b>25,125</b>	<b>-</b>	<b>73</b>
fixed interest rate	MKD	10.04.2022	-	14	-	13	-	19
fixed interest rate	EUR	01.04.2022	-	87	-	27	-	5
fixed interest rate	TRY	07.04.2022	-	68	-	59	-	34
fixed interest rate	COP	04.05.2022	-	16	-	10	-	15
fixed interest rate	BAM	10.06.2022	-	1,508	-	1,784	-	-
fixed interest rate	BAM	28.05.2022	-	4,689	-	4,537	-	-
fixed interest rate	BAM	30.11.2022	-	1,186	-	1,173	-	-
fixed interest rate	BAM	30.03.2022	-	3,558	-	3,519	-	-
fixed interest rate	BAM	31.05.2022	-	1,350	-	1,335	-	-
fixed interest rate	BAM	15.09.2022	-	3,202	-	1,877	-	-
fixed interest rate	BAM	30.06.2022	-	8,540	-	8,445	-	-
fixed interest rate	BAM	11.02.2022	-	-	-	1,408	-	-
fixed interest rate	BAM	05.08.2022	-	236	-	938	-	-
<b>Other bank loans</b>			<b>48,311</b>	<b>19,313</b>	<b>39,614</b>	<b>21,030</b>	<b>24,777</b>	<b>25,923</b>
1M EURIBOR + margin	EUR	31.07.2023	563	5,317	2,628	5,523	6,658	7,388
3M EURIBOR + margin	EUR	30.06.2024	4,237	3,390	5,025	3,350	7,635	3,393
3M EURIBOR + margin	EUR	31.12.2022	-	768	-	1,012	769	1,636
3M EURIBOR + margin	EUR	21.09.2022	-	-	-	-	1,035	828
3M EURIBOR + margin	EUR	05.06.2023	-	-	-	-	163	326
3M EURIBOR + margin	EUR	29.07.2026	25,140	-	25,297	-	-	-
6M EURIBOR + margin	BAM	22.04.2024	921	504	911	663	-	-
6M EURIBOR + margin	EUR	01.03.2022	-	-	-	70	-	-
6M EURIBOR + margin	EUR	05.02.2024	300	253	297	325	-	-
6M EURIBOR + margin	EUR	08.07.2026	1,919	240	1,897	360	-	1,360
6M EURIBOR + margin	EUR	30.09.2023	26	57	39	56	92	44
1Y EURIBOR + margin	EUR	30.06.2022	-	6	-	11	6	23
fixed interest rate	RON	29.04.2022	-	-	-	279	-	-
fixed interest rate	EUR	22.04.2023	233	2,791	919	2,758	3,027	2,793
fixed interest rate	EUR	31.05.2022	-	2,303	-	3,441	-	-
fixed interest rate	EUR	28.06.2021	-	-	-	-	-	466
fixed interest rate	EUR	04.06.2021	-	-	-	-	-	776
fixed interest rate	EUR	03.06.2022	-	698	-	1,379	698	2,794
fixed interest rate	EUR	02.07.2021	-	-	-	-	-	1,035
fixed interest rate	EUR	28.08.2021	-	-	-	-	-	155
fixed interest rate	EUR	30.06.2024	2,181	1,745	2,588	1,725	3,932	1,748
fixed interest rate	EUR	31.12.2021	-	-	-	-	-	588
fixed interest rate	EUR	01.03.2022	-	-	-	-	-	282
fixed interest rate	EUR	05.02.2024	-	-	-	-	687	212
fixed interest rate	EUR	10.01.2025	12,791	1,161	-	-	-	-

<i>fixed interest rate</i>	PEN	13.02.2023	-	80	14	78	75	76
<b>Loans</b>			-	-	-	-	-	<b>1,976</b>
<i>3M EURIBOR + margin</i>	EUR	30.06.2021	-	-	-	-	-	1,976
			<b>48,311</b>	<b>43,767</b>	<b>39,614</b>	<b>46,155</b>	<b>24,777</b>	<b>27,972</b>

The Group's total debt amounted to PLN 92,078 thousand as at 31 March 2022, as compared with PLN 85,769 thousand as at 31 December 2021. The amount of debt increased as a result of obtaining bank loans for financing of our payment process outsourcing projects, as well as using bank overdraft facilities in our current business operations.

Total proceeds from and repayments of bank loans disclosed in the statement of cash flows for the period of 3 months ended 31 March 2022 amounted to PLN 13,790 thousand (proceeds) and PLN 6,411 thousand (repayments).

As at 31 March 2022, tangible assets with a book value of PLN 18,743 thousand, financial assets (term cash deposits) in the amount of PLN 1,245 thousand as well as trade receivables in the amount of PLN 5,244 thousand served as collateral for bank loans and bank guarantee facilities. As at 31 March 2022, liabilities that were secured with such assets amounted to PLN 25,257 thousand.

As at 31 December 2021, tangible assets with a book value of PLN 18,529 thousand, cash and cash equivalents in the amount of PLN 1,232 thousand as well as trade receivables in the amount of PLN 6,041 thousand served as collateral for bank loans and bank guarantee facilities. As at 31 December 2021, liabilities that were secured with such assets amounted to PLN 16,096 thousand.

Some loans obtained from banks come with the so-called covenants which impose an obligation to maintain certain financial ratios at the levels required by the bank. These ratios are related to the level of indebtedness, e.g. debt to EBITDA. Both as at 31 March 2022 and 31 December 2021, ASEE Group companies did not infringe on any covenants defined in their bank loan agreements.

#### Fair value of financial liabilities

In the period of 3 months ended 31 March 2022, the Group did not transfer any debt instruments between individual levels of the fair value hierarchy.

As at 31 March 2022, 31 December 2021 and 31 March 2021, the fair values of bank loans were not significantly different from their book values, and they were determined using calculation models based on inputs that are not observable, neither directly or indirectly, in active markets (level 3 of the fair value hierarchy).

#### **6.12. Other financial liabilities**

The table below presents other financial liabilities of the Group outstanding as at 31 March 2022, 31 December 2021 and 31 March 2021:

Financial liabilities	31 March 2022		31 Dec. 2021		31 March 2021	
	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000
Liabilities under deferred and/or conditional payments for controlling interests	4,800	16,988	4,595	18,591	1,229	25,085
Liabilities from the acquisition of non-controlling interests in subsidiaries (put options)	50,500	25,446	49,571	25,156	3,357	18,730
Currency forward contracts	628	4	516	15	186	100
Other financial liabilities	-	54	-	53	-	1
	<b>55,928</b>	<b>42,492</b>	<b>54,682</b>	<b>43,815</b>	<b>4,772</b>	<b>43,916</b>

As at 31 March 2022, ASEE Group recognized liabilities under put options granted to non-controlling shareholders in the total amount of PLN 75,946 thousand which were related to the following companies: Necomplus – PLN 25,446 thousand, ContentSpeed – PLN 5,901 thousand, IPS – PLN 2,313 thousand, and BSTS – PLN 42,286 thousand. The above-mentioned liabilities have been estimated using the price calculation

formula as defined in the acquisition agreement, which corresponds to the amount of profits for the contractual term multiplied by a predetermined coefficient.

As at 31 March 2022, liabilities under conditional payments for controlling interests amounted in total to PLN 21,788 thousand and were related to acquisitions of the following companies: Smarttek – PLN 1,381 thousand, ContentSpeed – PLN 3,533 thousand, and BS TS – PLN 16,874 thousand. The above-mentioned liabilities have been estimated using the price calculation formula as defined in the acquisition agreement, which corresponds to the company's profit for the contractual term multiplied by a predetermined coefficient.

As at 31 March 2022, 31 December 2021 and 31 March 2021, the fair values of financial liabilities were not significantly different from their book values.

As at 31 March 2022	Carrying value PLN'000	Level 1 <sup>i</sup> PLN'000	Level 2 <sup>ii</sup> PLN'000	Level 3 <sup>iii</sup> PLN'000
<b><i>Financial liabilities</i></b>				
Liabilities from the acquisition of shares – deferred and conditional payments for controlling interests	21,788	-	-	21,788
Liabilities from the acquisition of minority interests in subsidiaries (put options)	75,946	-	-	75,946
Currency forward contracts	632	-	632	-
Other financial liabilities	54	-	-	54
<b>Total</b>	<b>98,420</b>	-	<b>632</b>	<b>97,788</b>

i. fair value determined on the basis of quoted prices offered in active markets for identical assets;

ii. fair value determined using calculation models based on inputs that are observable, either directly or indirectly, in active markets;

iii. fair value determined using calculation models based on inputs that are not observable, neither directly or indirectly, in active markets.

As at 31 December 2021	Carrying value PLN'000	Level 1 <sup>i</sup> PLN'000	Level 2 <sup>ii</sup> PLN'000	Level 3 <sup>iii</sup> PLN'000
<b><i>Financial liabilities</i></b>				
Liabilities from the acquisition of shares – deferred and conditional payments for controlling interests	23,186	-	-	23,186
Liabilities from the acquisition of minority interests in subsidiaries (put options)	74,727	-	-	74,727
Currency forward contracts	531	-	531	-
Other financial liabilities	53	-	-	53
<b>Total</b>	<b>98,497</b>	-	<b>531</b>	<b>97,966</b>

Descriptions of the fair value hierarchy levels are identical to those provided under the table above.

As at 31 March 2021	Carrying value PLN'000	Level 1 <sup>i</sup> PLN'000	Level 2 <sup>ii</sup> PLN'000	Level 3 <sup>iii</sup> PLN'000
<b><i>Financial liabilities</i></b>				
Liabilities from the acquisition of shares – deferred and conditional payments for controlling interests	26,314	-	-	26,314
Liabilities from the acquisition of minority interests in subsidiaries (put options)	22,087	-	-	22,087
Currency forward contracts	286	-	286	-
Other financial liabilities	1	-	-	1
<b>Total</b>	<b>48,688</b>	-	<b>286</b>	<b>48,402</b>

Descriptions of the fair value hierarchy levels are identical to those provided under the table above.

#### 6.13. Trade payables, state budget liabilities and other liabilities

The table below presents the Group's liabilities outstanding as at 31 March 2022, 31 December 2021 and 31 March 2021:

	31 March 2022			31 Dec. 2021		
	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000
<b>Trade payables, of which:</b>	-	<b>81,142</b>	-	<b>89,907</b>	-	<b>76,850</b>
<b>Trade payables</b>	-	<b>70,002</b>	-	<b>81,822</b>	-	<b>65,574</b>
from related parties	-	801	-	236	-	243
from other entities	-	69,201	-	81,586	-	65,331
<b>Uninvoiced payables</b>	-	<b>11,140</b>	-	<b>8,085</b>	-	<b>11,276</b>
from related parties	-	215	-	216	-	88
from other entities	-	10,925	-	7,869	-	11,188
<b>Corporate income tax payable</b>	-	<b>9,557</b>	-	<b>11,005</b>	-	<b>8,787</b>
<b>Liabilities to the state and local budgets</b>	-	<b>24,123</b>	-	<b>36,783</b>	-	<b>23,234</b>
Value added tax (VAT)	-	10,062	-	22,154	-	10,871
Personal income tax (PIT)	-	3,444	-	4,628	-	3,039
Social insurance	-	9,976	-	8,670	-	8,840
Withholding income tax	-	251	-	490	-	200
Other	-	390	-	841	-	284
<b>Other liabilities</b>	<b>1,525</b>	<b>24,950</b>	<b>2,246</b>	<b>33,329</b>	<b>6,170</b>	<b>16,436</b>
Liabilities to employees (including salaries payable)	-	13,751	-	21,617	-	9,203
Liabilities from purchases of tangible assets and intangible assets	1,463	3,101	1,921	4,706	3,454	3,741
Other liabilities	62	8,098	325	7,006	2,716	3,492
<b>Total</b>	<b>1,525</b>	<b>139,772</b>	<b>2,246</b>	<b>171,024</b>	<b>6,170</b>	<b>125,307</b>

Trade payables are non-interest bearing. Related party transactions have been presented in explanatory note 6.17 to these interim condensed consolidated financial statements.

#### 6.14. Contract liabilities

As at 31 March 2022, 31 December 2021 and 31 March 2021, the Group's liabilities from contracts with customers resulted from obligations listed in the table below.

	31 March 2022			31 Dec. 2021		
	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000
<b>Liabilities from valuation of IT contracts, of which:</b>	-	<b>22,904</b>	-	<b>19,725</b>	-	<b>13,866</b>
From related parties	-	15	-	17	-	-
From other entities	-	22,889	-	19,708	-	13,866
<b>Deferred income from IT projects, of which:</b>	<b>5,407</b>	<b>72,513</b>	<b>6,118</b>	<b>73,522</b>	<b>6,171</b>	<b>56,357</b>
Maintenance services	4,023	48,833	3,484	41,089	3,008	41,804
License fees	1,384	4,645	2,634	4,592	3,163	4,914
Prepaid implementation services	-	1,786	-	2,506	-	1,435
Other prepaid services	-	6,874	-	4,737	-	1,707
Obligations to supply hardware	-	10,375	-	20,598	-	6,497
<b>Total contract liabilities</b>	<b>5,407</b>	<b>95,417</b>	<b>6,118</b>	<b>93,247</b>	<b>6,171</b>	<b>70,223</b>

#### 6.15. Provisions

Changes in the amount of provisions during the period of 3 months ended 31 March 2022 and in the comparable period are presented in the table below:

	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000
<b>As at 1 January</b>	<b>6,364</b>	<b>5,523</b>
Provisions created during the reporting period	1,356	550
Provisions utilized/reversed during the reporting period	(333)	(415)
Differences on foreign currency translation of subsidiaries	(16)	31
<b>As at the end of the reporting period, of which:</b>	<b>7,371</b>	<b>5,689</b>
Short-term	5,043	3,483
Long-term	2,328	2,206

## 6.16. Accruals

Changes in the amount of accruals during the period of 3 months ended 31 March 2022 and in the comparable period are presented in the table below:

	31 March 2022		31 Dec. 2021		31 March 2021	
	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000	Long-term PLN'000	Short-term PLN'000
<b>Accruals, of which:</b>						
Accruals for unused holiday leaves	-	7,884	-	6,906	-	6,485
Accruals for employee and management bonuses	-	18,031	-	18,241	-	18,355
	-	<b>25,915</b>	-	<b>25,147</b>	-	<b>24,840</b>

The total amount of accruals comprises: accruals for unused holiday leaves, as well as accruals for remunerations of the current period to be paid out in future periods which result from the bonus incentive schemes applied by the Group.

## 6.17. Related party transactions

	Sales to related parties	Purchases from related parties	Trade receivables and other receivables	Trade payables and other liabilities	Lease liabilities
	3 months ended 31 March PLN'000	3 months ended 31 March PLN'000	31 March 2022/ 31 Dec. 2021 PLN'000	31 March 2022/ 31 Dec. 2021 PLN'000	31 March 2022/ 31 Dec. 2021 PLN'000
<b>Transactions with Asseco Poland</b>					
2022	-	83	50	1	-
2021	10	100	51	7	-
<b>Transactions with entities of Asseco Poland Group</b>					
2022	243	412	1,309	257	-
2021	767	562	1,541	220	-
<b>Transactions with entities or individuals related through the Group's Key Management Personnel</b>					
2022	-	551	-	798	14,442
2021	-	283	-	90	15,345
<b>Transactions with Members of Management Board and Supervisory Board of ASEE S.A. and companies of ASEE Group</b>					
2022	-	3	86	8	42
2021	-	8	-	186	55

As at 31 March 2022, total receivables from related parties comprised trade receivables amounting to PLN 491 thousand, contract assets amounting to PLN 821 thousand, and other receivables amounting to PLN 133 thousand. As at 31 December 2021, total receivables from related parties comprised trade receivables amounting to PLN 762 thousand, contract assets amounting to PLN 780 thousand, and other receivables amounting to PLN 50 thousand.

As at 31 March 2022, total liabilities to related parties comprised trade payables amounting to PLN 1,016 thousand, liabilities arising from valuation of IT contracts amounting to PLN 15 thousand, and other liabilities amounting to PLN 33 thousand. As at 31 December 2021, total liabilities to related parties comprised trade payables amounting to PLN 452 thousand, liabilities arising from valuation of IT contracts amounting to PLN 17 thousand, and other liabilities amounting to PLN 34 thousand.

Purchases from and sales to related parties presented in the table above resulted from purchases and sales of hardware and services that were conducted by companies of ASEE Group with related companies of Asseco Poland Group as well as with parties related through the Key Management Personnel or directly with the Key Management Personnel. The Group also incurs costs arising from rentals of space from MHM d.o.o., Belgrade<sup>1</sup>, Miljan Mališ and Mini Invest d.o.o., Belgrade<sup>2</sup>, that meet the definition of a lease under IFRS 16. Hence, the Group disclosed right-of-use assets which are subject to depreciation, as well as lease liabilities in

<sup>1</sup> President of the Management Board of ASEE S.A. holds indirectly a 15% stake in MHM d.o.o. through his wholly-owned Kompania Petyhorska d.o.o.

<sup>2</sup> Miljan Mališ, Member of the Management Board of ASEE S.A., is a shareholder in the company Mini Invest d.o.o. which in turn is a shareholder in ASEE S.A.

As at 31 March 2022, Mini Invest d.o.o. held 353,336 shares in ASEE S.A.

the statement of financial position. Lease liabilities arising from rental contracts concluded with parties related through the Key Management Personnel and directly with the Key Management Personnel amounted to PLN 14,484 thousand.

All transactions with related parties are carried out on an arm's length basis.

On 23 September 2021, Asseco International a.s. and managers of ASEE Group companies signed agreements for the acquisition of shares in ASEE S.A., which has been described in detail in explanatory note 5.2 in this report. Members of the Management Board of ASEE S.A., acting directly or through their related parties, acquired the following numbers of shares:

Management Board Members	Number of shares acquired
Piotr Jeleński	280,000
Miljan Mališ	30,621
Michał Nitka	25,000
Kostadin Slavkoski	5,715
<b>Total</b>	<b>341,336</b>

In the period of 3 months ended 31 March 2022, the costs of share-based payment plan related to shares acquired by Members of the Management Board amounted to PLN 35 thousand.

Until the date of approval of the interim condensed consolidated financial statements, ASEE S.A. has not received information on any related party transactions conducted during the reporting period, which would be carried out other than on an arm's length basis.

## VII. Explanatory notes to the consolidated statement of cash flows

### 7.1. Cash flows – investing activities

In the period of 3 months ended 31 March 2022, the amount of cash flows from investing activities was affected primarily by:

- acquisitions of property, plant and equipment for PLN 8,669 thousand and intangible assets for PLN 3,117 thousand,
- outflows for cash deposits carried at amortized cost in the amount of PLN 1,239 thousand,
- expenditures for the acquisition of subsidiaries in the amount of PLN 1,839 thousand resulting from the conditional payment for shares in Things Solver company.

### 7.2. Cash flows – financing activities

The table below explains changes in financial liabilities attributable to financing activities, including both changes arising from cash flows and non-cash changes:

Change in financial liabilities	Interest-bearing bank loans and borrowings PLN'000	Lease liabilities PLN'000	Dividend payment liabilities PLN'000	Total PLN'000
<b>As at 1 January 2022</b>	<b>60,644</b>	<b>54,134</b>	<b>-</b>	<b>114,778</b>
<b>Changes arising from cash flows</b>	<b>6,859</b>	<b>(5,795)</b>	<b>(403)</b>	<b>661</b>
Inflows	13,790	-	-	13,790
Repayment of principal amount	(6,411)	(5,401)	(403)	(12,215)
Interest paid	(520)	(394)	-	(914)
<b>Non-cash changes</b>	<b>(244)</b>	<b>3,730</b>	<b>403</b>	<b>3,889</b>
Interest accrued	525	394	-	919
Non-cash increase in liabilities	-	3,264	403	3,667
Non-cash decrease in liabilities	-	(20)	-	(20)
Foreign exchange differences recognized in financial income/expenses	(769)	92	-	(677)
<b>Differences on foreign currency translation of subsidiaries</b>	<b>365</b>	<b>510</b>	<b>-</b>	<b>875</b>
<b>As at 31 March 2022</b>	<b>67,624</b>	<b>52,579</b>	<b>-</b>	<b>120,203</b>

Non-cash increase in lease liabilities resulted from the conclusion of new lease contracts as well as modification of existing contracts. Non-cash decrease in lease liabilities resulted from the modification or early termination of lease contracts.

Dividends paid out to non-controlling shareholders represent payments to the minority shareholders of eMon company.

## VIII. Other explanatory notes

### 8.1. Off-balance-sheet liabilities

Within its commercial activities ASEE Group uses bank guarantees as well as contract performance guarantees as forms of securing its business transactions with miscellaneous organizations, companies and administration bodies.

As at 31 March 2022, the related contingent liabilities amounted to PLN 52,243 thousand, as compared with PLN 57,776 thousand as at 31 December 2021, and PLN 50,932 thousand as at 31 March 2021.

Assets serving as collateral for bank guarantee facilities:

Category of assets	Net value of assets			Amount of granted guarantee secured with assets		
	31 March 2022 PLN'000	31 Dec. 2021 PLN'000	31 March 2021 PLN'000	31 March 2022 PLN'000	31 Dec. 2021 PLN'000	31 March 2021 PLN'000
Financial assets	-	-	4,916	-	-	12,569
Trade receivables	2,723	14,806	3,317	5,724	5,302	3,438
Other receivables	299	300	296	299	300	296
<b>Total</b>	<b>3,022</b>	<b>15,106</b>	<b>8,529</b>	<b>6,023</b>	<b>5,602</b>	<b>16,303</b>

None of the above-described guarantee obligations meet the definition of a financial guarantee under IFRS 9, and therefore they are not recognized as liabilities in the statement of financial position of the Group as at 31 March 2022.

The Group is party to a number of contracts for rental of:

- offices and warehouses,
- locations for ATMs,
- transportation vehicles,
- office equipment,
- other assets.

As at 31 March 2022, 31 December 2021 and 31 March 2021, the above-mentioned contracts resulted in the following off-balance-sheet liabilities to make future payments:

	31 March 2022 PLN'000	31 Dec. 2021 PLN'000	31 March 2021 PLN'000
<b><i>Liabilities from rental of space</i></b>			
In the period up to 1 year	3,359	4,252	3,405
In the period from 1 to 5 years	5,035	4,974	5,492
Over 5 years	-	-	-
	<b>8,394</b>	<b>9,226</b>	<b>8,897</b>
<b><i>Liabilities from leases of equipment</i></b>			
In the period up to 1 year	611	333	595
In the period from 1 to 5 years	-	-	-
Over 5 years	-	-	-
	<b>611</b>	<b>333</b>	<b>595</b>

The said contracts meet the definition of a lease under IFRS 16. Off-balance-sheet liabilities disclosed as at 31 March 2022 are related to lease contracts that were subject to exemptions provided under IFRS 16 (short-term leases and leases of low-value assets).

### Disputes in litigation as at the end of the reporting period

During the reporting period, no significant proceedings were pending before any court, arbitration authority or public administration authority, concerning any liabilities or receivables of ASEE Group companies.

### 8.2. Seasonal and cyclical business

The Group's sales revenues are subject to some seasonality in individual quarters of the year. The fourth quarter revenues tend to be higher than in the remaining periods, as bulk of such turnover is generated from the sale of IT services for large enterprises and public administration. Such entities often decide to make higher purchases of hardware and licenses in the last months of a year.

### 8.3. Employment

Number of employees in the Group companies as at	31 March 2022	31 Dec. 2021	31 March 2021
Management Board of the Parent Company	4	4	4
Management Boards of the Group companies	58	61	54
Production departments	2,853	2,782	2,501
Sales departments	264	237	206
Administration departments	311	308	266
<b>Total</b>	<b>3,490</b>	<b>3,392</b>	<b>3,031</b>

Number of employees in the Group companies as at:	31 March 2022	31 Dec. 2021	31 March 2021
ASEE S.A.	26	28	29
ASEE Bulgaria	16	17	18
ASEE Macedonia	244	239	225
ASEE Turkey	88	88	93
ASEE B&H Group	236	224	84
ASEE Croatia Group	329	327	226
ASEE Kosovo Group	85	82	76
ASEE Romania Group	138	127	136
ASEE Serbia Group	566	546	522
Necomplus Group	757	741	750
Payten B&H Group	68	67	71
Payten Croatia Group	196	193	177
Payten Macedonia Group	56	55	46
Payten Romania Group	79	70	41
Payten Serbia Group	191	182	181
Payten Turkey Group	280	271	213
Payten Montenegro	84	86	93
Payten Slovenia	20	20	19
Sonet Group	31	29	31
<b>Total</b>	<b>3,490</b>	<b>3,392</b>	<b>3,031</b>

### 8.4. Significant events after the reporting period

In the period from 31 March 2022 till the date of approval of these interim condensed consolidated financial statements, this is until 27 April 2022, we have not observed any significant events, the disclosure of which might significantly affect the assessment of human resources, assets and financial position of ASEE Group.

### 8.5. Significant events related to prior years

Until the date of preparing these interim condensed consolidated financial statements for the period of 3 months ended 31 March 2022, we have not observed any significant events related to prior years, which have not but should have been included in these financial statements.



**Summary and analysis of the financial results  
of Asseco South Eastern Europe Group  
for the period of 3 months ended 31 March 2022**

## I. Financial results of Asseco South Eastern Europe Group for the first quarter of 2022

PLN'000	3 months ended		3 months ended		3 months ended	
	31 March 2022		31 March 2021		31 March 2022	
	PLN'000	PLN'000	%	EUR'000	EUR'000	%
Sales revenues	311,175	252,766	23%	66,960	55,284	21%
Gross profit on sales	84,586	70,469	20%	18,201	15,413	18%
Net profit on sales	46,677	37,964	23%	10,044	8,303	21%
Operating profit	46,719	38,505	21%	10,053	8,422	19%
EBITDA	67,673	57,503	18%	14,562	12,577	16%
Net profit for the reporting period	40,389	32,307	25%	8,691	7,066	23%
<b>Net profit attributable to Shareholders of the Parent Company</b>	<b>39,120</b>	<b>31,429</b>	<b>25%</b>	<b>8,418</b>	<b>6,874</b>	<b>23%</b>

Financial results achieved by ASEE Group in the first quarter of 2022 were once again considerably stronger than in the corresponding period last year. Sales revenues presented in Polish zlotys amounted to PLN 311 million, growing by PLN 58 million or 23% in relation to the first quarter of 2021. Operating profit reached PLN 46.7 million increasing by 21%, while EBITDA for the first quarter of 2022 amounted to PLN 67.7 million showing an improvement by 18%. Net profit attributable to Shareholders of the Parent Company for the first three months of 2022 amounted to PLN 39.1 million, reflecting an increase by PLN 7.7 million or 25%.

In the first quarter of 2022, our sales presented in euros totalled EUR 67.0 million, increasing by EUR 11.7 million or 21%. Operating profit reached EUR 10.1 million, while EBITDA amounted to EUR 14.6 million, both going up by 19% and 16%, respectively.

Further improvement in the financial results of ASEE Group observed in the first quarter of 2022 is basically the effect of a larger scale of operations in the segments of Payment Solutions and Dedicated Solutions. The growing scale of operations is also partly attributable to the consolidation of several new companies by ASEE Group. ASEE Group has started to consolidate the financial results of ContentSpeed, IT Sistemi, eVision, Web Studio and Smarttek companies since the second half of 2021, and the financial results of BSTS since the beginning of 2022. The newly acquired subsidiaries of ASEE Group generated EUR 4.8 million of sales revenues in the first quarter of 2022. Our new subsidiaries contributed EUR 0.3 million to EBIT and EUR 0.6 million to EBITDA, inclusive of purchase price allocation effects.



### Results of the **Payment Solutions** segment

Payment Solutions	3 months ended		3 months ended		3 months ended	
	31 March 2022		31 March 2021		31 March 2022	
	PLN'000	PLN'000	%	EUR'000	EUR'000	%
Sales revenues	151,625	121,186	25%	32,627	26,506	23%
Operating profit	25,229	18,447	37%	5,428	4,035	35%
EBITDA	40,272	32,751	23%	8,666	7,163	21%

In the first quarter of 2022, sales of the **Payment Solutions** segment reached EUR 32.6 million, increasing by EUR 6.1 million or 23%. The key revenue driver was the business line dealing with maintenance of POS terminals (EUR 3.5 million), mainly due to larger deliveries of POS terminals in Serbia and, to a lesser extent, in the Czech Republic. The remaining growth was generated by the business line responsible for e-Commerce solutions (EUR 1.6 million) as well as by the business line engaged in maintenance of ATMs (EUR 0.8 million). The improvement in e-Commerce resulted primarily from the higher volume of transactions processed by our payment gateway in Turkey and from the consolidation of our Romania-based subsidiary that offers software solutions for merchants. The business line dealing with maintenance of ATMs achieved stronger sales owing to equipment deliveries carried out by our subsidiaries in Croatia, Romania and Bulgaria, which was partially offset by weaker revenues in Slovenia.

Operating profit of the Payment Solutions segment for the first quarter of 2022 amounted to EUR 5.4 million, improving by EUR 1.4 million or 35%. Such increase in the segment's EBIT was primarily contributed by the business line dealing with maintenance of POS terminals and, to a smaller extent, the business line responsible for e-Commerce solutions.

Consolidated EBITDA of the Payment Solutions segment for the first quarter of 2022 reached EUR 8.7 million, improving by almost EUR 1.5 million.



### Results of the **Banking Solutions** segment

Banking Solutions	3 months ended	3 months ended	Change	3 months ended	3 months ended	Change
	31 March 2022	31 March 2021		31 March 2022	31 March 2021	
	PLN'000	PLN'000		EUR'000	EUR'000	
Sales revenues	56,553	58,088	-3%	12,169	12,705	-4%
Operating profit	12,646	15,907	-21%	2,721	3,478	-22%
EBITDA	15,495	18,665	-17%	3,334	4,082	-18%

In the first quarter of 2022, the **Banking Solutions** segment generated EUR 12.2 million in sales revenues, showing a decrease by EUR 0.5 million or 4% in relation to the comparable period last year. Weaker revenues were reported by the business lines responsible for multi-channel solutions and core banking systems, which was a consequence of a large volume of software licenses sold by our operations in Serbia in 2021. The deterioration in licensing revenues was partially offset by higher revenues from implementation and modification services, as well as by increased recurring revenues from systems maintenance and outsourcing.

Operating profit of the Banking Solutions segment for the first quarter of 2022 amounted to EUR 2.7 million, reflecting a decrease by EUR 0.8 million or 22% in relation to the comparable period last year. Such decline in the segment's EBIT was mainly caused by the above-mentioned change in the revenue structure towards lower-margin activities. The business line offering security solutions recorded a slight improvement in EBIT year on year.

Consolidated EBITDA of the Banking Solutions segment for the first quarter of 2022 decreased by EUR 0.7 million or 18%, to the level of EUR 3.3 million.



### Results of the **Dedicated Solutions** segment

Dedicated Solutions	3 months ended	3 months ended	Change	3 months ended	3 months ended	Change
	31 March 2022	31 March 2021		31 March 2022	31 March 2021	
	PLN'000	PLN'000		EUR'000	EUR'000	
Sales revenues	102,997	73,492	40%	22,164	16,073	38%
Operating profit	8,844	4,151	113%	1,904	909	110%
EBITDA	11,906	6,087	96%	2,562	1,332	92%

Sales revenues generated by the **Dedicated Solutions** segment in the first quarter of 2022 reached EUR 22.2 million, reflecting an increase by EUR 6.1 million or 38%. Such improvement was achieved partially due to the consolidation of companies taken over during 2021 which are mainly engaged in the sale of road infrastructure systems and BPM-type solutions. Organic growth was recorded within other software sold by our operations in Serbia and Turkey as well as within third-party solutions in Romania, while such sales were weaker in Serbia.

Operating profit of the Dedicated Solutions segment for the first quarter of 2022 amounted to EUR 1.9 million and was higher by EUR 1.0 million or 110% than in the comparable period last year. Both the above-mentioned acquisitions and organic growth contributed to the increase in EBIT.

EBITDA of the Dedicated Solutions segment for the first quarter of 2022 reached EUR 2.6 million, increasing by EUR 1.2 million or as much as 92%.

### Net profit

Consolidated **net profit** of ASEE Group for the first quarter of 2022 exceeded EUR 8.7 million, increasing by EUR 1.6 million or 23% in relation to the comparable period last year. The net result on financial activities in the first three months of 2022 equalled EUR 0.7 million, as compared with EUR 0.3 million reported a year ago. The higher gain on financial activities resulted primarily from an increase in net foreign exchange differences and a lack of loss on the revaluation of contingent liabilities arising from the acquisition of shares which amounted to EUR 0.3 million in the previous year.

In the first quarter of 2022, our effective tax rate equalled 19.4%, reflecting a slight increase by 0.2 percentage points in relation to the first three months of 2021. The effective tax rate changed due to the nature of our operating activities and the distribution of income among individual countries. Dividends paid out within the Group during the first quarter of 2022 did not affect the effective tax rate in comparison to the previous year.

## II. Analysis of financial ratios

	3 months ended	3 months ended
	31 March 2022	31 March 2021
Gross profit margin	27.2%	27.9%
EBITDA margin	21.7%	22.7%
Operating profit margin	15.0%	15.2%
Net profit margin	12.6%	12.4%
Return on equity (ROE)	16.1%	13.6%
Return on assets (ROA)	10.9%	9.5%

In the first quarter of 2022, our gross profit margin equalled 27% and it was by 0.7 percentage point lower than in the corresponding period last year.

Our EBITDA margin decreased from 22.7% in the first quarter of 2021 to the level of 21.7% this year.

The net profit margin reached 12.6% in the reporting period, growing by 0.2 percentage points in relation to the first quarter of the previous year.

The improved financial performance of ASEE Group in recent quarters resulted in higher values of ROE and ROA ratios. Return on equity for the trailing 12 months ended 31 March 2022 equalled 16.1%, increasing by 2.5 percentage points, while return on assets reached the level of 10.9%, increasing by 1.4 percentage points.

	31 March 2022	31 Dec. 2021	31 March 2021
Working capital (in thousands of PLN)	225,590	174,542	214,840
Current liquidity ratio	1.6	1.4	1.7
Quick liquidity ratio	1.4	1.2	1.5
Absolute liquidity ratio	0.7	0.6	0.8

*The above ratios have been computed using the following formulas:*

*Working capital = current assets - current liabilities*

*Current liquidity ratio = current assets / current liabilities*

*Quick liquidity ratio = (current assets - inventories - prepayments) / current liabilities*

*Absolute liquidity ratio = (short-term financial assets + cash and short-term bank deposits) / current liabilities*

At the end of March 2022, our working capital amounted to PLN 225.6 million, reflecting an increase by PLN 51 million in relation to its level reported at the end of 2021.

During the first three months of 2022, the value of current assets increased by PLN 19.8 million, primarily due to increases in assets from contracts with customers (by PLN 26.7 million), in cash and bank deposits (by PLN 17.7 million), and in inventories (by PLN 9.7 million). Such increases were partially offset by decreases in trade receivables (by PLN 33.9 million) and in other non-financial assets (by PLN 1.5 million).

In the same period, our total current liabilities declined by PLN 31.2 million. This resulted primarily from decreases in liabilities to the state and local budgets (by PLN 14.1 million), in trade payables (by PLN 8.8 million), and in other liabilities (by PLN 8.4 million). Liabilities to the state and local budgets decreased mainly due to lower amounts of VAT payable by our subsidiaries based in Croatia. Other liabilities changed basically as a result of payment of variable portions of remuneration at the end of 2021. The decrease in total current liabilities was to a small extent offset by higher liabilities from contracts with customers (by PLN 2.2 million).

Our liquidity ratios improved during the first quarter of 2022 in relation to those reported at the end of the previous year, and at the end of March they remained at similar levels as a year ago.

	31 March 2022	31 Dec. 2021	31 March 2021
Total debt ratio	34.0%	36.1%	29.5%
Debt / equity ratio	14.2%	14.4%	11.3%
Debt / (debt + equity) ratio	12.5%	12.6%	10.2%

The above ratios have been computed using the following formulas:  
 Total debt ratio = (non-current liabilities + current liabilities) / assets  
 Debt / equity ratio = interest-bearing bank loans / equity  
 Debt / (debt + equity) ratio = interest-bearing bank loans / (interest-bearing bank loans + equity)

The total debt ratio decreased from 36.1% reported at the end of 2021 to the level of 34.0% as at 31 March 2022. Such change is primarily attributable to the decrease in total liabilities by almost PLN 24.2 million. In the first quarter of 2022, current liabilities declined by PLN 31.2 million, as described above. At the same time, non-current liabilities increased by PLN 7 million primarily due to a higher amount of bank loans and borrowings.

Other financial liabilities remained at a similar level as at the end of 2021. In the first quarter of 2022, we paid liabilities arising from a conditional payment for shares in Things Solver company.

Total bank loans and borrowings increased from the level of PLN 86 million reported as at 31 December 2021 to PLN 92 million as at the end of the first quarter of 2022. Such increase resulted from obtaining new bank loans, mainly in Serbia, which was partially offset by scheduled repayments of bank loans. Our debt to equity ratio as well as the ratio of debt to total interest-bearing liabilities and equity remained at stable levels.

### III. Structure of the statement of cash flows

	3 months ended	3 months ended
	31 March 2022	31 March 2021
	PLN'000	PLN'000
Net cash provided by (used in) operating activities	32,368	28,256
Net cash provided by (used in) investing activities	(14,748)	(18,645)
Net cash provided by (used in) financing activities	665	(13,426)
Net change in cash and cash equivalents	18,285	(3,815)
<b>Cash and cash equivalents at the end of the period</b>	<b>224,216</b>	<b>245,514</b>

In the first quarter of 2022, net cash provided by our operating activities amounted to PLN 32.4 million. Compared to the previous year, the amount of cash flows generated was higher basically due to stronger operating profit as well as changes in the structure of our working capital. As at the end of December 2021, total cash and bank deposits of ASEE Group equalled PLN 231 million, while other current assets amounted to PLN 347.8 million. The balance of current liabilities was also relatively high and stood at PLN 337.3 million, excluding financial liabilities (e.g. interest-bearing debt). During the first three months of 2022, the balance of liabilities, accruals and provisions decreased by PLN 28.7 million (which was PLN 37.4 million less than a year ago), while the change in inventories and receivables amounted to PLN 3.6 million (which was PLN 37 million less than a year ago). Such fluctuations in the Group's working capital result from the values and phases of

ongoing projects, and above all from the schedule of settlements with suppliers and customers of ASEE. Furthermore, the first quarter of a year is the time to settle tax and legal liabilities arising from the fourth quarter financial results of our companies, as well as to pay variable remunerations for the prior year, which poses an additional burden on cash flows without any impact on the statement of profit and loss. Despite that, in the first quarter of 2022, operating activities of ASEE Group provided more net cash flows than in the comparable period.

Net cash outflows from our investing activities amounted to PLN 14.7 million in the first quarter of 2022. Our investing cash flows were most considerably influenced by the acquisitions of property, plant and equipment and intangible assets for the total amount of PLN 11.8 million. Compared to the first quarter of 2021, expenditures for the acquisition of subsidiaries decreased by PLN 8.7 million and they included payment of a deferred consideration for shares in Things Solver company. The acquisitions of property, plant and equipment and intangible assets included, among others, expenditures for infrastructure used in the outsourcing of payment processes, the total amount of which increased by PLN 3.5 million in comparison to the first quarter of 2021.

In the first quarter of 2022, net cash provided by our financing activities amounted to PLN 0.7 million, primarily due to scheduled repayments of bank loans, borrowings and lease liabilities along with interest, as well as obtaining new bank loans.

#### IV. Information on geographical structure of financial results

The table below presents the basic financial data from the statement of profit and loss for the period of 3 months ended 31 March 2022, in a breakdown by geographical area:

For the period of 3 months ended 31 March 2022 in thousands of PLN	Bosnia	Croatia	Macedonia	Romania	Serbia	Turkey	Western Europe	Latin America	Central Europe	Other	Eliminations	Total
Sales revenues	27,169	45,824	14,036	50,868	84,664	28,614	40,210	5,480	10,015	15,866	(11,571)	311,175
Cost of sales	(19,998)	(35,415)	(9,049)	(42,508)	(62,296)	(13,717)	(31,588)	(3,945)	(7,080)	(11,105)	10,927	(225,774)
Recognition (reversal) of impairment losses on financial instruments	-	(478)	(29)	(408)	(42)	332	-	12	(195)	(10)	3	(815)
<b>Gross profit on sales</b>	<b>7,171</b>	<b>9,931</b>	<b>4,958</b>	<b>7,952</b>	<b>22,326</b>	<b>15,229</b>	<b>8,622</b>	<b>1,547</b>	<b>2,740</b>	<b>4,751</b>	<b>(641)</b>	<b>84,586</b>
Selling costs	(1,219)	(4,243)	(1,273)	(3,029)	(4,306)	(2,392)	(848)	(486)	(665)	(1,148)	254	(19,355)
General and administrative expenses	(1,552)	(3,314)	(1,151)	(2,150)	(3,463)	(2,022)	(2,344)	(835)	(753)	(997)	27	(18,554)
<b>Net profit (loss) on sales</b>	<b>4,400</b>	<b>2,374</b>	<b>2,534</b>	<b>2,773</b>	<b>14,557</b>	<b>10,815</b>	<b>5,430</b>	<b>226</b>	<b>1,322</b>	<b>2,606</b>	<b>(360)</b>	<b>46,677</b>
Other operating income	35	94	49	75	48	11	16	2	2	83	(40)	375
Other operating expenses	(18)	(118)	(13)	(26)	(62)	(45)	(23)	(4)	(21)	(34)	31	(333)
<b>Operating profit (loss)</b>	<b>4,417</b>	<b>2,350</b>	<b>2,570</b>	<b>2,822</b>	<b>14,543</b>	<b>10,781</b>	<b>5,423</b>	<b>224</b>	<b>1,303</b>	<b>2,655</b>	<b>(369)</b>	<b>46,719</b>

For the period of 3 months ended 31 March 2022 in thousands of EUR	Bosnia	Croatia	Macedonia	Romania	Serbia	Turkey	Western Europe	Latin America	Central Europe	Other	Eliminations	Total
Sales revenues	5,846	9,861	3,020	10,946	18,218	6,157	8,653	1,179	2,155	3,415	(2,490)	66,960
Cost of sales	(4,303)	(7,621)	(1,947)	(9,147)	(13,405)	(2,952)	(6,797)	(849)	(1,523)	(2,390)	2,351	(48,583)
Recognition (reversal) of impairment losses on financial instruments	-	(103)	(6)	(88)	(9)	71	-	3	(42)	(3)	1	(176)
<b>Gross profit on sales</b>	<b>1,543</b>	<b>2,137</b>	<b>1,067</b>	<b>1,711</b>	<b>4,804</b>	<b>3,276</b>	<b>1,856</b>	<b>333</b>	<b>590</b>	<b>1,022</b>	<b>(138)</b>	<b>18,201</b>
Selling costs	(262)	(913)	(274)	(652)	(927)	(515)	(182)	(105)	(143)	(247)	55	(4,165)
General and administrative expenses	(334)	(713)	(248)	(463)	(745)	(435)	(504)	(180)	(162)	(215)	6	(3,993)
<b>Net profit (loss) on sales</b>	<b>947</b>	<b>511</b>	<b>545</b>	<b>596</b>	<b>3,132</b>	<b>2,326</b>	<b>1,170</b>	<b>48</b>	<b>285</b>	<b>560</b>	<b>(77)</b>	<b>10,043</b>
Other operating income	8	20	11	16	10	2	3	-	-	21	(9)	82
Other operating expenses	(4)	(25)	(3)	(6)	(13)	(10)	(5)	(1)	(5)	(7)	7	(72)
<b>Operating profit (loss)</b>	<b>951</b>	<b>506</b>	<b>553</b>	<b>606</b>	<b>3,129</b>	<b>2,318</b>	<b>1,168</b>	<b>47</b>	<b>280</b>	<b>574</b>	<b>(79)</b>	<b>10,053</b>

The above figures have been converted at the average exchange rate for the period from 1 January 2022 to 31 March 2022: EUR 1 = PLN 4.6472

The table below presents the basic financial data from the statement of profit and loss for the period of 3 months ended 31 March 2021, in a breakdown by geographical area:

For the period of 3 months ended 31 March 2021 in thousands of PLN	Bosnia	Croatia	Macedonia	Romania	Serbia	Turkey	Western Europe	Latin America	Central Europe	Other	Eliminations	Total
Sales revenues	7,912	36,757	14,333	31,630	72,279	24,389	40,039	4,551	9,158	20,496	(8,778)	252,766
Cost of sales	(5,358)	(28,310)	(9,092)	(26,826)	(49,388)	(11,820)	(34,143)	(3,621)	(6,408)	(15,970)	8,254	(182,682)
Recognition (reversal) of impairment losses on financial instruments	19	(267)	(8)	319	358	(27)	-	34	(11)	(27)	(5)	385
<b>Gross profit on sales</b>	<b>2,573</b>	<b>8,180</b>	<b>5,233</b>	<b>5,123</b>	<b>23,249</b>	<b>12,542</b>	<b>5,896</b>	<b>964</b>	<b>2,739</b>	<b>4,499</b>	<b>(529)</b>	<b>70,469</b>
Selling costs	(464)	(3,083)	(1,002)	(2,280)	(5,471)	(1,857)	(657)	(236)	(1,143)	(935)	253	(16,875)
General and administrative expenses	(644)	(2,656)	(1,157)	(1,855)	(3,460)	(2,057)	(1,505)	(862)	(654)	(880)	100	(15,630)
<b>Net profit (loss) on sales</b>	<b>1,465</b>	<b>2,441</b>	<b>3,074</b>	<b>988</b>	<b>14,318</b>	<b>8,628</b>	<b>3,734</b>	<b>(134)</b>	<b>942</b>	<b>2,684</b>	<b>(176)</b>	<b>37,964</b>
Other operating income	-	96	86	133	217	152	18	6	103	40	(102)	749
Other operating expenses	(1)	(22)	(6)	-	(18)	(3)	(67)	(10)	(114)	(67)	100	(208)
<b>Operating profit (loss)</b>	<b>1,464</b>	<b>2,515</b>	<b>3,154</b>	<b>1,121</b>	<b>14,517</b>	<b>8,777</b>	<b>3,685</b>	<b>(138)</b>	<b>931</b>	<b>2,657</b>	<b>(178)</b>	<b>38,505</b>
For the period of 3 months ended 31 March 2021 in thousands of EUR	Bosnia	Croatia	Macedonia	Romania	Serbia	Turkey	Western Europe	Latin America	Central Europe	Other	Eliminations	Total
Sales revenues	1,730	8,039	3,135	6,918	15,809	5,334	8,757	995	2,003	4,484	(1,920)	55,284
Cost of sales	(1,172)	(6,192)	(1,989)	(5,867)	(10,802)	(2,585)	(7,468)	(792)	(1,402)	(3,491)	1,805	(39,955)
Recognition (reversal) of impairment losses on financial instruments	4	(58)	(2)	70	78	(6)	-	7	(2)	(6)	(1)	84
<b>Gross profit on sales</b>	<b>562</b>	<b>1,789</b>	<b>1,144</b>	<b>1,121</b>	<b>5,085</b>	<b>2,743</b>	<b>1,289</b>	<b>210</b>	<b>599</b>	<b>987</b>	<b>(116)</b>	<b>15,413</b>
Selling costs	(101)	(674)	(219)	(499)	(1,197)	(406)	(144)	(52)	(250)	(204)	55	(3,691)
General and administrative expenses	(141)	(581)	(253)	(406)	(757)	(450)	(329)	(189)	(143)	(192)	22	(3,419)
<b>Net profit (loss) on sales</b>	<b>320</b>	<b>534</b>	<b>672</b>	<b>216</b>	<b>3,131</b>	<b>1,887</b>	<b>816</b>	<b>(31)</b>	<b>206</b>	<b>591</b>	<b>(39)</b>	<b>8,303</b>
Other operating income	-	21	19	29	47	33	4	1	23	10	(22)	165
Other operating expenses	-	(5)	(1)	-	(4)	(1)	(15)	(2)	(25)	(15)	22	(46)
<b>Operating profit (loss)</b>	<b>320</b>	<b>550</b>	<b>690</b>	<b>245</b>	<b>3,174</b>	<b>1,919</b>	<b>805</b>	<b>(32)</b>	<b>204</b>	<b>586</b>	<b>(39)</b>	<b>8,422</b>

The above figures have been converted at the average exchange rate for the period from 1 January 2021 to 31 March 2021: EUR 1 = PLN 4.5721

## V. Non-recurring events with impact on our financial performance

Non-recurring events which affected the financial performance, financial position and cash flows of ASEE Group in the first quarter of 2022 and in the comparable period included the acquisitions of subsidiary companies as well as other organizational changes in the Group as described in section 'Organization and changes in the structure of Asseco South Eastern Europe Group, including the entities subject to consolidation'.

## VI. Governing bodies of Asseco South Eastern Europe S.A.

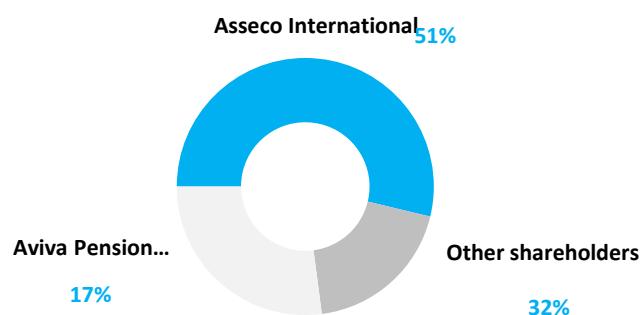
As at the date of publication of this report, this is on 27 April 2022, the Company's Management Board, Supervisory Board and Audit Committee are composed of the following persons:

Supervisory Board	Management Board	Audit Committee
Jozef Klein	Piotr Jelerński	Artur Kucharski
Adam Góral	Miljan Mališ	Adam Pawłowicz
Jacek Duch	Michał Nitka	Jacek Duch
Artur Kucharski	Kostadin Slavkoski	
Adam Pawłowicz		

During the reporting period as well as in the period from 31 March 2022 till the publication of this report, this is till 27 April 2022, the compositions of the Company's management and supervisory bodies remained unchanged.

## VII. Shareholders structure of Asseco South Eastern Europe S.A.

### Major shareholders as at 31 March 2022



As at 31 March 2022, Asseco International a.s. (our higher-level parent) held 26,407,081 shares representing 50.89% in the share capital of our Company, which carried 26,407,081 votes or 50.89% of total voting rights at the Company's General Meeting of Shareholders. The parent company of Asseco International is Asseco Poland S.A.

To the best knowledge of the Company's Management Board, as at the date of publication of this report, this is on 27 April 2022, as well as on 31 March 2022, 23 February 2022 and 31 December 2021, the Shareholders who, either directly or through their subsidiaries, held at least 5.0% of total voting rights were as follows:

Major shareholders	Number of shares held	Percentage of total voting rights
Asseco International a.s.	26,407,081	50.89%
Aviva Pension Fund	8,544,000	16.46%
Other shareholders	16,943,170	32.65%
<b>Total</b>	<b>51,894,251</b>	<b>100.00%</b>

### Shares held by the management and supervisory personnel

The numbers of Asseco South Eastern Europe shares held by its management and supervisory staff are presented in the table below:

	27 April 2022	31 March 2022	23 February 2022	31 Dec. 2021
Piotr Jeleński	1,253,492	1,253,492	1,253,492	1,253,492
Miljan Mališ <sup>1)</sup>	353,336	353,336	353,336	353,336
Michał Nitka	45,000	45,000	45,000	45,000
Kostadin Slavkoski	44,315	44,315	44,315	44,315

1) Miljan Mališ, Member of the Management Board of ASEE S.A. is a shareholder in the company Mini Invest d.o.o. which in turn is a shareholder in ASEE S.A.

Members of the Supervisory Board did not hold any shares in Asseco South Eastern Europe S.A. in any of the above-mentioned periods.

## **VIII. Other Information**

### **8.1. Issuance, redemption and repayment of non-equity and equity securities**

During the reporting period, the Parent Company did not conduct any transactions of issuance, redemption or repayment of equity or debt securities.

### **8.2. Changes in the organizational structure of the Issuer's Group**

Description of the organizational structure of Asseco South Eastern Europe Group and changes thereto is provided in section III of the explanatory notes to the interim condensed consolidated financial statements of the Group.

### **8.3. Information on significant judicial proceedings**

Both as at 31 March 2022 and at the date of publication of this report, neither Asseco South Eastern Europe S.A. nor Asseco South Eastern Europe Group were party to any proceedings pending before any court, arbitration authority or public administration.

### **8.4. Related party transactions**

Transactions with our related parties have been presented in explanatory note 6.17 to the interim condensed consolidated financial statements of Asseco South Eastern Europe Group for the period of 3 months ended 31 March 2022. All transactions with related parties are carried out on an arm's length basis.

### **8.5. Bank loans, borrowings, sureties, guarantees and off-balance-sheet liabilities**

Bank loans and borrowings obtained, sureties and guarantees granted, as well as off-balance-sheet liabilities have been disclosed in explanatory notes 6.11 and 8.1 to the interim condensed consolidated financial statements of Asseco South Eastern Europe Group for the period of 3 months ended 31 March 2022.

### **8.6. Changes in the Group management policies**

During the period of 3 months ended 31 March 2022, the Group's management practices remained unchanged.

### **8.7. Agreements concluded by the Group and Company with its management personnel providing for payment of compensations if such persons resign or are dismissed from their positions**

The Group companies did not conclude any agreements with their management officers that would provide for payment of compensations in the event such persons resign or are dismissed from their positions without substantial reason, or when they are dismissed as a result of a company merger by acquisition.

### **8.8. Information on the agreements known to the Issuer which may result in future changes of the equity interests held by the existing shareholders and bondholders**

There are no agreements which may result in future changes of the equity interests held by the existing shareholders and bondholders.

### **8.9. Opinion on feasibility of the Management's financial forecasts for 2022**

The Management Board of Asseco South Eastern Europe S.A. did not publish any financial forecasts for 2022.

### **8.10. Information on monitoring of employee stock option plans**

During the first quarter of 2022, the Group had no employee stock option plans.

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**8.11. Factors which in the Management's opinion will affect the Group's financial performance at least in the next quarter**

The factors that will affect the Group's financial performance at least till the end of the next quarter have been indicated and explained in chapter 'Summary and analysis of the financial results of ASEE Group', section I. 'Financial results of Asseco South Eastern Europe Group' of this quarterly report.

The factors that may affect the Group's financial performance in 2022 have also been described in the Management Report on Operations of the Group for the year 2021.

In addition to the above-mentioned descriptions, in the next quarter our financial results will be influenced by common factors with impact on the Group's operations (the existing order backlog, efficient implementation of ongoing projects, potential new contracts, etc.). The Group continues to invest in the development of new products.

**8.12. Other factors significant for the assessment of human resources, assets and financial position**

Except for the information provided above, we are not aware of any events the disclosure of which might significantly affect the assessment of human resources, assets and financial position of Asseco South Eastern Europe Group.



**Interim Condensed Financial Statements  
of Asseco South Eastern Europe S.A.  
for the period of 3 months ended 31 March 2022**

## Financial Highlights

### Asseco South Eastern Europe S.A.

	3 months ended 31 March 2022 PLN'000	3 months ended 31 March 2021 PLN'000	3 months ended 31 March 2022 EUR'000	3 months ended 31 March 2021 EUR'000
Revenues from holding activities	13,625	26,432	2,932	5,781
Revenues from operating activities	2,734	3,396	588	743
Operating profit	10,052	23,113	2,163	5,055
Pre-tax profit	12,893	23,910	2,774	5,230
<b>Net profit for the reporting period</b>	<b>12,026</b>	<b>22,298</b>	<b>2,588</b>	<b>4,877</b>
Net cash provided by (used in) operating activities	7,663	11,852	1,649	2,592
Net cash provided by (used in) investing activities	27,248	(2,908)	5,863	(636)
Net cash provided by (used in) financing activities	(1,777)	(2,176)	(382)	(476)
<b>Cash and cash equivalents at the end of the period (comparable data as at 31 December 2021)</b>	<b>49,276</b>	<b>16,142</b>	<b>10,591</b>	<b>3,510</b>
Basic earnings per ordinary share for the reporting period (in PLN/EUR)	0.23	0.43	0.05	0.09
Diluted earnings per ordinary share for the reporting period (in PLN/EUR)	0.23	0.43	0.05	0.09

The selected financial data disclosed in these interim condensed financial statements have been translated into euros (EUR) in the following way:

- Items of the statement of profit and loss and statement of cash flows have been translated into EUR at the arithmetic average of mid exchange rates as published by the National Bank of Poland and in effect on the last day of each month. These exchange rates were as follows:
  - for the period from 1 January 2022 to 31 March 2022: EUR 1 = PLN 4.6472
  - for the period from 1 January 2021 to 31 March 2021: EUR 1 = PLN 4.5721
- The Company's cash and cash equivalents as at the end of the reporting period and the comparable period of the previous year have been translated into EUR at the mid exchange rates as published by the National Bank of Poland. These exchange rates were as follows:
  - exchange rate effective on 31 March 2022: EUR 1 = PLN 4.6525
  - exchange rate effective on 31 December 2021: EUR 1 = PLN 4.5994

In this report, all figures are presented in thousands of Polish zlotys (PLN), unless stated otherwise.

# Interim Condensed Statement of Profit and Loss and Other Comprehensive Income

## Asseco South Eastern Europe S.A.

STATEMENT OF PROFIT AND LOSS	3 months ended 31 March 2022	3 months ended 31 March 2021
	PLN'000	PLN'000
<b>Holding activities</b>	<b>13,625</b>	<b>26,432</b>
Dividend income	9,518	21,425
Revenues from sale of services	4,107	5,007
<b>Operating activities</b>	<b>2,734</b>	<b>3,396</b>
Revenues from sale of IT services and software	2,734	3,396
<b>Total sales revenues</b>	<b>16,359</b>	<b>29,828</b>
Cost of sales	(5,636)	(5,822)
Recognition/reversal of allowances for trade receivables	(197)	-
<b>Gross profit on sales</b>	<b>10,526</b>	<b>24,006</b>
Selling costs	(118)	(476)
General and administrative expenses	(332)	(418)
<b>Net profit on sales</b>	<b>10,076</b>	<b>23,112</b>
Other operating income	-	-
Other operating expenses	(24)	-
<b>Operating profit</b>	<b>10,052</b>	<b>23,113</b>
Financial income	3,079	1,125
Financial expenses	(238)	(327)
Recognition/reversal of impairment losses on loans granted and other financial instruments	-	-
<b>Pre-tax profit</b>	<b>12,893</b>	<b>23,910</b>
Corporate income tax	(867)	(1,612)
<b>Net profit</b>	<b>12,026</b>	<b>22,298</b>
<b>Earnings per share (in PLN):</b>		
basic earnings per share	0.23	0.43
diluted earnings per share		
<b>COMPREHENSIVE INCOME:</b>	3 months ended 31 March 2022	3 months ended 31 March 2021
	PLN'000	PLN'000
<b>Net profit</b>	<b>12,026</b>	<b>22,298</b>
<b>Other comprehensive income:</b>	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE REPORTING PERIOD</b>	<b>12,026</b>	<b>22,298</b>

# Interim Condensed Statement of Financial Position

## Asseco South Eastern Europe S.A.

ASSETS	31 March 2022	31 Dec. 2021	31 March 2021
	PLN'000	PLN'000	PLN'000
<b>Non-current assets</b>			
Property, plant and equipment	410	462	632
Intangible assets	5,917	6,054	5,684
<i>of which goodwill from business combinations</i>	4,567	4,567	4,567
Right-of-use assets	154	181	263
Investments in subsidiaries	621,318	621,318	614,498
Deferred tax assets	210	738	576
Other receivables	47	47	47
Other financial assets	53,383	72,162	38,266
	<b>681,439</b>	<b>700,964</b>	<b>659,966</b>
<b>Current assets</b>			
Prepayments and accrued income	2,061	2,119	2,475
Trade receivables	7,731	1,331	12,353
Corporate income tax receivable	-	205	112
Receivables from the state and local budgets	4	332	-
Other receivables	161	131	137
Other financial assets	20,727	27,162	10,202
Cash and short-term deposits	49,276	16,142	21,259
	<b>79,960</b>	<b>47,422</b>	<b>46,538</b>
<b>TOTAL ASSETS</b>	<b>761,399</b>	<b>748,386</b>	<b>706,504</b>

# Interim Condensed Statement of Financial Position

## Asseco South Eastern Europe S.A.

EQUITY AND LIABILITIES	31 March 2022	31 Dec. 2021	31 March 2021
	PLN'000	PLN'000	PLN'000
<b>TOTAL EQUITY</b>			
Share capital	518,943	518,943	518,943
Share premium	38,826	38,826	38,826
Other capitals	3,013	2,981	2,935
Retained earnings	157,754	145,728	119,550
	<b>718,536</b>	<b>706,478</b>	<b>680,253</b>
<b>Non-current liabilities</b>			
Bank loans	25,703	27,925	6,658
Lease liabilities	54	74	161
Other financial liabilities	628	516	186
	<b>26,385</b>	<b>28,515</b>	<b>7,005</b>
<b>Current liabilities</b>			
Bank loans	5,317	5,523	7,388
Lease liabilities	118	115	110
Other financial liabilities	-	-	100
Trade payables	1,062	1,314	1,351
Contract liabilities	5,789	2,325	4,793
Corporate income tax payable	125	-	-
Liabilities to the state and local budgets	1,021	744	2,255
Other liabilities	295	294	401
Accruals	2,751	3,078	2,848
	<b>16,478</b>	<b>13,392</b>	<b>19,246</b>
<b>TOTAL LIABILITIES</b>	<b>42,863</b>	<b>41,908</b>	<b>26,250</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>761,399</b>	<b>748,386</b>	<b>706,504</b>

## Interim Condensed Statement of Changes in Equity Asseco South Eastern Europe S.A.

	Share capital	Share premium	Other capitals	Retained earnings	Total equity
<b>As at 1 January 2022</b>	<b>518,943</b>	<b>38,826</b>	<b>2,981</b>	<b>145,728</b>	<b>706,478</b>
Net profit for the reporting period	-	-	-	12,026	12,026
<b>Total comprehensive income for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,026</b>	<b>12,026</b>
Valuation of share-based payment plan	-	-	31	-	31
<b>As at 31 March 2022</b>	<b>518,943</b>	<b>38,826</b>	<b>3,013</b>	<b>157,754</b>	<b>718,536</b>

<b>As at 1 January 2021</b>	<b>518,943</b>	<b>38,826</b>	<b>2,935</b>	<b>97,251</b>	<b>657,955</b>
Net profit for the reporting period	-	-	-	100,371	100,371
<b>Total comprehensive income for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>100,371</b>	<b>100,371</b>
Dividend for the year 2020	-	-	-	(51,894)	(51,894)
Valuation of share-based payment plan	-	-	46	-	46
<b>As at 31 December 2021</b>	<b>518,943</b>	<b>38,826</b>	<b>2,981</b>	<b>145,728</b>	<b>706,478</b>

<b>As at 1 January 2021</b>	<b>518,943</b>	<b>38,826</b>	<b>2,935</b>	<b>97,251</b>	<b>657,955</b>
Net profit for the reporting period	-	-	-	22,298	22,298
<b>Total comprehensive income for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>22,298</b>	<b>22,298</b>
<b>As at 31 March 2021</b>	<b>518,943</b>	<b>38,826</b>	<b>2,935</b>	<b>119,550</b>	<b>680,253</b>

# Interim Condensed Statement of Cash Flows

## Asseco South Eastern Europe S.A.

	3 months ended 31 March 2022	3 months ended 31 March 2021
	PLN'000	PLN'000
<b>Cash flows – operating activities</b>		
Pre-tax profit	12,893	23,910
<b>Total adjustments:</b>	<b>(14,863)</b>	<b>(27,337)</b>
Depreciation and amortization	250	176
Change in receivables	(6,102)	(6,201)
Change in liabilities, accruals and provisions	3,333	1,153
Interest income/expenses	(634)	(201)
Gain/loss on foreign exchange differences	(2,222)	(837)
Gain/loss on investing activities	(9,519)	(21,427)
Valuation of share-based payment plan	31	-
<b>Selected operating cash flows</b>	<b>9,641</b>	<b>15,797</b>
Acquisition of shares in related entities	-	(4,932)
Dividends received	9,641	20,729
<b>Cash generated from operating activities</b>	<b>7,671</b>	<b>12,370</b>
Corporate income tax (paid) recovered	(8)	(518)
<b>Net cash provided by (used in) operating activities</b>	<b>7,663</b>	<b>11,852</b>
<b>Cash flows – investing activities</b>		
<b>Inflows:</b>	<b>27,560</b>	<b>1,283</b>
Loans collected	27,179	909
Interest received	381	374
<b>Outflows:</b>	<b>(312)</b>	<b>(4,191)</b>
Acquisition of property, plant and equipment, and intangible assets	(32)	(617)
Acquisition/settlement of financial assets carried at fair value through profit or loss	(45)	-
Loans granted	(235)	(3,574)
<b>Net cash provided by (used in) investing activities</b>	<b>27,248</b>	<b>(2,908)</b>
<b>Cash flows – financing activities</b>		
<b>Inflows:</b>	<b>-</b>	<b>-</b>
<b>Outflows:</b>	<b>(1,777)</b>	<b>(2,176)</b>
Repayments of bank loans	(1,591)	(2,089)
Payments of lease liabilities	(32)	(31)
Interest paid	(154)	(56)
<b>Net cash provided by (used in) financing activities</b>	<b>(1,777)</b>	<b>(2,176)</b>
<b>Net change in cash and cash equivalents</b>	<b>33,134</b>	<b>6,768</b>
Net foreign exchange differences	-	-
Cash and cash equivalents as at 1 January	16,142	14,491
<b>Cash and cash equivalents as at 31 March</b>	<b>49,276</b>	<b>21,260</b>

This quarterly report has been approved for publication by the Management Board of Asseco South Eastern Europe S.A. on 27 April 2022.

## Management Board:

Piotr Jeleński

## President of the Management Board

Miljan Mališ

## Member of the Management Board

Michał Nitka

### Member of the Management Board

Kostadin Slavkoski

## Member of the Management Board

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# Technology for business, solutions for people.

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