REPORT OF ASSECO SOUTH EASTERN EUROPE GROUP FOR THE THIRD QUARTER OF 2014

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS OF ASSECO SOUTH EASTERN EUROPE GROUP FOR THE THIRD QUARTER OF 2014

Rzeszów, 20 October 2014

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These interim condensed consolidated financial statements have been approved for publication by the Management Board of Asseco South Eastern Europe S.A.

Management Board of Asseco South Eastern Europe S.A.:

Piotr Jeleński	President of the Management Board
Calin Barseti	Member of the Management Board
Miljan Mališ	Member of the Management Board
Miodrag Mirčetić	Member of the Management Board
Marcin Rulnicki	Member of the Management Board

FINANCIAL HIGHLIGHTS OF ASSECO SOUTH EASTERN EUROPE GROUP

		9 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)
		PLN'000	**PLN'000**	**EUR'000**	**EUR'000**
I.	Sales revenues	335,457	320,260	80,247	75,835
II.	Operating profit	30,466	28,659	7,288	6,786
III.	Pre-tax profit	30,368	29,785	7,265	7,053
IV.	Net profit for the reporting period	25,321	23,794	6,057	5,634
V.	Net profit attributable to Shareholders of the Parent Company	**25,363**	**23,795**	**6,067**	**5,634**
VI.	Net cash provided by (used in) operating activities	32,641	15,854	7,808	3,754
VII.	Net cash provided by (used in) investing activities	(47,187)	19	(11,288)	4
VIII.	Net cash provided by (used in) financing activities	8,231	(37,939)	1,969	(8,984)
IX.	Cash and cash equivalents at the end of period	53,232	51,928	12,749	12,316
X.	Net profit for the reporting period Basic earnings per ordinary share attributable to Shareholders of the Parent Company (in PLN/EUR)	0.49	0.46	0.12	0.11
XI.	Diluted earnings per ordinary share for the reporting period attributable to Shareholders of the Parent Company (in PLN/EUR)	0.49	0.46	0.12	0.11

The financial highlights disclosed in these interim condensed consolidated financial statements were translated into euros (EUR) in the following way:

- items of the interim condensed consolidated income statement 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 2014 to 30 September 2014: EUR 1 = PLN 4.1803
  - for the period from 1 January 2013 to 30 September 2013: EUR 1 = PLN 4.2231

- 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 30 September 2014: EUR 1 = PLN 4.1755
  - exchange rate effective on 30 September 2013: EUR 1 = PLN 4.2163

All figures in thousands of PLN, unless stated otherwise 4

INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT

	Note	3 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (restated)	9 months ended 30 Sept. 2013 (restated)
Sales revenues	1	**115,159**	**335,457**	**106,999**	**320,260**
Cost of sales (-)	2	(85,992)	(254,315)	(80,156)	(241,932)
Gross profit on sales		**29,167**	**81,142**	**26,843**	**78,328**
Selling costs (-)	2	(8,547)	(25,998)	(8,632)	(25,668)
General and administrative expenses (-)	2	(9,083)	(25,279)	(8,450)	(25,155)
Net profit on sales		**11,537**	**29,865**	**9,761**	**27,505**
Other operating income		379	1,329	49	1,311
Other operating expenses (-)		(139)	(1,084)	(156)	(543)
Share of profits of associates (+/-)		*136*	*356*	*111*	*386*
Operating profit		**11,913**	**30,466**	**9,765**	**28,659**
Financial income	3	877	1,892	619	2,328
Financial expenses (-)	3	(992)	(1,990)	(914)	(1,202)
Pre-tax profit		**11,798**	**30,368**	**9,470**	**29,785**
Corporate income tax (current and deferred tax expense)		(2,585)	(5,047)	(821)	(5,991)
Net profit for the reporting period		**9,213**	**25,321**	**8,649**	**23,794**
Attributable to:					
Shareholders of the Parent Company		**9,238**	**25,363**	**8,613**	**23,795**
Non-controlling interests		(25)	(42)	36	(1)

Consolidated earnings per share for the reporting period attributable to Shareholders of ASEE S.A. (in PLN):

	Note	3 months ended 30 Sept. 2014	9 months ended 30 Sept. 2014	3 months ended 30 Sept. 2013	9 months ended 30 Sept. 2013
Basic consolidated earnings per share from continuing operations for the reporting period	4	0.18	0.49	0.17	0.46
Diluted consolidated earnings per share from continuing operations for the reporting period	4	0.18	0.49	0.17	0.46

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	3 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (restated)	9 months ended 30 Sept. 2013 (restated)
Net profit for the reporting period	**9,213**	**25,321**	**8,649**	**23,794**
Other comprehensive income, of which:	**(3,226)**	**891**	**(27,689)**	**4,863**
Components that may be reclassified to profit or loss	*(3,226)*	*891*	*(27,689)*	*4,863*
Exchange differences on translation of foreign operations	*(3,226)*	*891*	*(27,689)*	*4,863*
TOTAL COMPREHENSIVE INCOME FOR THE REPORTING PERIOD	**5,987**	**26,212**	**(19,040)**	**28,657**
Attributable to:				
Shareholders of the Parent Company	*6,014*	*26,260*	*(19,060)*	*28,708*
Non-controlling interests	*(27)*	*(48)*	*20*	*(51)*

All figures in thousands of PLN, unless stated otherwise

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

ASSETS	Note	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Non-current assets		**599,075**	**600,040**	**564,377**	**559,352**
Property, plant and equipment	6	63,643	61,796	33,897	27,504
Investment property		1,209	1,202	1,230	788
Intangible assets	6	36,901	36,377	32,772	32,284
Goodwill arising from consolidation	7	492,687	495,381	491,656	492,103
Investments accounted for using the equity method		1,475	1,343	1,374	1,274
Shares in subsidiaries		-	11	11	11
Long-term financial assets	9	232	224	155	167
Long-term receivables		768	345	300	928
Deferred tax assets		1,994	2,710	2,562	2,894
Long-term prepayments and accrued income	11	166	651	420	1,399
Current assets		**193,715**	**215,342**	**212,438**	**179,047**
Inventories		19,185	20,263	17,669	22,424
Prepayments and accrued income	11	9,752	9,597	7,395	8,349
Trade receivables	8	76,881	86,760	107,274	63,433
Corporate income tax receivable		1,785	2,281	1,997	2,003
Other receivables from the state and local budgets		608	683	416	687
Receivables arising from valuation of IT contracts		17,268	13,964	8,193	18,229
Other receivables	8	13,738	11,372	9,703	11,342
Short-term financial assets	9	1,266	3,727	1,438	652
Cash and short-term deposits	10	53,232	66,695	58,353	51,928
TOTAL ASSETS		**792,790**	**815,382**	**776,815**	**738,399**

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

EQUITY AND LIABILITIES	Note	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Equity (attributable to shareholders of the Parent Company)		**657,907**	**651,892**	**648,253**	**651,183**
Share capital		518,942	518,942	518,942	518,942
Share premium		38,825	38,825	38,825	38,825
Exchange differences on translation of foreign operations		(73,982)	(70,759)	(74,879)	(58,945)
Retained earnings and current net profit		174,122	164,884	165,365	152,361
Non-controlling interests		**123**	**150**	**171**	**155**
Total equity		**658,030**	**652,042**	**648,424**	**651,338**
Non-current liabilities		**33,282**	**28,803**	**12,353**	**10,244**
Interest-bearing bank loans and borrowings	13	27,814	23,645	7,157	4,020
Deferred tax liabilities		2,513	2,330	2,422	2,168
Long-term provisions		1,431	1,422	1,373	1,144
Long-term financial liabilities	12	937	858	718	816
Long-term deferred income	15	587	548	683	2,096
Current liabilities		**101,478**	**134,537**	**116,038**	**76,817**
Interest-bearing bank loans and borrowings	13	13,043	13,288	6,314	2,432
Trade payables	14	30,240	47,335	52,253	26,785
Corporate income tax payable	14	500	234	66	575
Other liabilities to the state and local budgets	14	8,240	10,489	13,998	5,969
Current financial liabilities	12	2,155	18,726	2,073	338
Liabilities arising from valuation of IT contracts		2,204	575	1,270	1,002
Other liabilities	14	13,055	15,264	13,870	11,564
Short-term provisions		1,494	1,619	2,682	2,444
Deferred income	15	6,621	7,910	7,863	7,829
Accruals	15	23,926	19,097	15,649	17,879
TOTAL LIABILITIES		**134,760**	**163,340**	**128,391**	**87,061**
TOTAL EQUITY AND LIABILITIES		**792,790**	**815,382**	**776,815**	**738,399**

All figures in thousands of PLN, unless stated otherwise

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the period of 9 months ended 30 September 2014

	Share capital	Share premium	Exchange differences on translation of foreign operations	Retained earnings and current net profit	Equity attributable to shareholders of the Parent Company	Non-controlling interests	Total equity
As at 1 January 2014	**518,942**	**38,825**	**(74,879)**	**165,365**	**648,253**	**171**	**648,424**
Net profit (loss) for the reporting period	-	-	-	25,363	**25,363**	(42)	**25,321**
Other comprehensive income	-	-	897	-	**897**	(6)	**891**
Total comprehensive income for the reporting period	**-**	**-**	**897**	**25,363**	**26,260**	**(48)**	**26,212**
Dividend	**-**	**-**	**-**	(16,606)	**(16,606)**	-	**(16,606)**
As at 30 September 2014 **(unaudited)**	**518,942**	**38,825**	**(73,982)**	**174,122**	**657,907**	**123**	**658,030**

for the period of 9 months ended 30 September 2013

	Share capital	Share premium	Exchange differences on translation of foreign operations	Retained earnings and current net profit	Equity attributable to shareholders of the Parent Company	Non-controlling interests	Total equity
As at 1 January 2013	**518,942**	**38,825**	**(63,856)**	**170,761**	**664,672**	**181**	**664,853**
Net profit (loss) for the reporting period	-	-	-	23,795	**23,795**	(1)	**23,794**
Other comprehensive income	-	-	4,913	-	**4,913**	(50)	**4,863**
Total comprehensive income for the reporting period	**-**	**-**	**4,913**	**23,795**	**28,708**	**(51)**	**28,657**
Changes in the Group structure, of which:	**-**	**-**	**-**	**(77)**	**(77)**	**(61)**	**(138)**
Acquisition of shares in a subsidiary	-	-	-	-	**-**	33	**33**
Acquisition of non-controlling interests	-	-	-	*(77)*	**(77)**	*(94)*	**(171)**
Recognition of financial result attributable to non-controlling interests	-	-	(2)	(84)	**(86)**	86	**-**
Dividend	**-**	**-**	**-**	(42,034)	**(42,034)**	**-**	**(42,034)**
As at 30 September 2013 **(restated)**	**518,942**	**38,825**	**(58,945)**	**152,361**	**651,183**	**155**	**651,338**

for the period of 12 months ended 31 December 2013

	Share capital	Share premium	Exchange differences on translation of foreign operations	Retained earnings and current net profit	Equity attributable to shareholders of the Parent Company	Non-controlling interests	Total equity
As at 1 January 2013	**518,942**	**38,825**	**(63,856)**	**170,761**	**664,672**	**181**	**664,853**
Net profit for the reporting period	-	-	-	35,949	**35,949**	18	**35,967**
Other comprehensive income	-	-	(11,021)	-	**(11,021)**	(60)	**(11,081)**
Total comprehensive income for the reporting period	**-**	**-**	**(11,021)**	**35,949**	**24,928**	**(42)**	**24,886**
Changes in the Group structure, of which:	**-**	**-**	**-**	**86**	**86**	**(53)**	**33**
Acquisition of shares in a subsidiary	-	-	-	-	**-**	33	**33**
Acquisition of non-controlling interests	-	-	-	86	**86**	(86)	**-**
Change in valuation of liabilities under put options of non-controlling shareholders	-	-	-	686	**686**	-	**686**
Recognition of financial result attributable to non-controlling interests	-	-	(2)	(83)	**(85)**	85	**-**
Dividend	-	-	-	(42,034)	**(42,034)**	-	**(42,034)**
As at 31 December 2013 **(restated)**	**518,942**	**38,825**	**(74,879)**	**165,365**	**648,253**	**171**	**648,424**

All figures in thousands of PLN, unless stated otherwise

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Note	9 months ended 30 September 2014 (unaudited)	9 months ended 30 September 2013 (restated)
Cash flows – operating activities			
Pre-tax profit from continuing operations		30,368	29,785
Total adjustments:		**6,102**	**(7,228)**
Depreciation and amortization		16,497	10,228
Change in inventories		(4,173)	(5,650)
Change in receivables		17,105	5,770
Change in liabilities		(26,947)	(17,584)
Change in prepayments and accruals		4,761	2,022
Change in provisions		(858)	(1,706)
Interest income and expenses		545	(1,284)
Gain (loss) on foreign exchange differences		(276)	1,352
Gain (loss) on investing activities		(558)	(384)
Other		6	8
Net cash generated from operating activities		**36,470**	**22,557**
Corporate income tax paid		(3,829)	(6,703)
Net cash provided by (used in) operating activities		**32,641**	**15,854**
Cash flows – investing activities			
Disposal of property, plant and equipment and intangible assets		646	574
Acquisition of property, plant and equipment and intangible assets		(42,451)	(12,851)
Expenditures for development projects		(6,279)	(9,975)
Acquisition of subsidiaries		-	(470)
Cash and cash equivalents in subsidiaries acquired		-	152
Disposal of financial assets carried at fair value through profit or loss		65	9,527
Acquisition of financial assets carried at fair value through profit or loss		(420)	(9,500)
Bank deposits withdrawn		3,549	24,144
Bank deposits made		(2,971)	(3,300)
Loans collected and granted		(87)	210
Interest received		532	1,506
Dividends received		229	-
Other		-	2
Net cash provided by (used in) investing activities		**(47,187)**	**19**

	Note	9 months ended 30 September 2014 (unaudited)	9 months ended 30 September 2013 (restated)
Cash flows – financing activities			
Proceeds from (repayments of) short-term bank loans and borrowings		552	32
Proceeds from other bank loans and borrowings		33,432	6,079
Repayments of other bank loans and borrowings		(7,669)	(26)
Finance lease liabilities paid		(287)	(172)
Dividends paid out to shareholders of the Parent Company		(16,606)	(42,034)
Dividends paid out to former shareholders of subsidiaries		-	(1,703)
Interest paid		(1,191)	(115)
Net cash provided by (used in) financing activities		**8,231**	**(37,939)**
Net increase (decrease) in cash and cash equivalents		(6,315)	(22,066)
Net foreign exchange differences		286	1,023
Cash and cash equivalents as at 1 January		58,293	72,949
Cash and cash equivalents as at 30 September	**10**	**52,264**	**51,906**

All figures in thousands of PLN, unless stated otherwise

SUPPLEMENTARY INFORMATION AND EXPLANATORY NOTES

I. GENERAL INFORMATION

Asseco South Eastern Europe Group (the "Group") is comprised of Asseco South Eastern Europe S.A. (the "Parent Company", "ASEE S.A.", "Company", "Issuer") and its subsidiaries.

The Parent Company Asseco South Eastern Europe S.A. seated at 14 Olchowa St., Rzeszów, Poland, was established on 10 April 2007. The Company has been listed on the Warsaw Stock Exchange since 28 October 2009.

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.

Asseco South Eastern Europe Group is engaged in the sale of its own and third-party software as well as in the provision of implementation, integration and outsourcing services. The Group is a provider of IT solutions for the finance and telecommunication sectors, authentication solutions and internet payment systems, while it also sells and performs maintenance of ATMs and POS terminals, and provides integration and implementation services for IT systems and hardware. The Group conducts business operations in the markets of Poland, South Eastern Europe, and Turkey.

The Group's business profile and product portfolio have been described in detail in its annual report for the year 2013, which is available at the Issuer's website: www.asseco.com/see.

These interim condensed consolidated financial statements cover the interim period ended 30 September 2014 and contain comparable data for the interim period 30 September 2013 in the case of the statement of comprehensive income, statement of changes in equity and statement of cash flows, as well as comparable data as at 30 June 2014, 31 December 2013 and 30 September 2013 in the case of the statement of financial position.

The Group draws up its financial statements in accordance with the International Financial Reporting Standards ("IFRS") as adopted by the European Union for the current and comparable period.

These interim consolidated financial statements have been approved for publication by the Management Board of ASEE S.A. on 20 October 2014.

II. MAJOR SHAREHOLDERS

To the best knowledge of the Management Board of ASEE S.A., as at 30 September 2014 as well as at the publication of this report, i.e. on 20 October 2014, the shareholders who either directly or through their subsidiaries held at least 5% of voting rights at the General Meeting of Shareholders were as follows:

Name of shareholder	Number of shares held and votes at GMS	Equity interest and voting rights at GMS
Asseco Poland S.A.	26,494,676	51.06%
EBRD	4,810,880	9.27%
Liatris d.o.o.	3,838,683	7.40%
Aviva Pension Fund	3,820,000	7.36%
Other shareholders	12,930,012	24.91%
	51,894,251	**100.00%**

As at 30 September 2014 and on the date of publication of these financial statements, the share capital of ASEE S.A. amounted to PLN 518,942,510 and it was divided into 51,894,251 ordinary shares with a par value of PLN 10.00 each, which entitled to 51,894,251 votes at the Company's General Meeting of Shareholders.

To the best knowledge of the Management Board of ASEE S.A., in the period of 3 months ended 30 September 2014 the Company's shareholders structure, as presented above, remained unchanged.

III. COMPANY'S SHARES AND RIGHTS TO SHARES HELD BY ITS MANAGEMENT AND SUPERVISORY STAFF

Supervisory Board Members	Number of shares held as at 20 Oct. 2014	30 Sept. 2014	5 August 2014	31 Dec. 2013
Adam Góral[1]	-	-	-	-
Jacek Duch[2]	-	-	-	-
Jan Dauman	-	-	-	-
Andrzej Mauberg	-	-	-	-
Mihail Petreski[3]	-	-	-	-
Przemysław Sęczkowski	-	-	-	-
Gabriela Żukowicz	150	150	150	150

Management Board Members	Number of shares held as at 20 Oct. 2014	30 Sept. 2014	5 August 2014	31 Dec. 2013
Piotr Jeleński	550	550	550	550
Calin Barseti	-	-	-	-
Miljan Mališ[4]	-	-	-	-
Miodrag Mirčetić[5]	-	-	-	-
Marcin Rulnicki	-	-	-	-

[1] Adam Góral, Chairman of the Supervisory Board of ASEE S.A. and a shareholder in Asseco Poland S.A. which in turn is a shareholder in ASEE S.A.; as at 30 September 2014, Asseco Poland S.A. held 26,494,676 shares in ASEE S.A.

[2] Jacek Duch, Member of the Supervisory Board of ASEE S.A. and a shareholder in Asseco Poland S.A. which in turn is a shareholder in ASEE S.A.; as at 30 September 2014, Asseco Poland S.A. held 26,494,676 shares in ASEE S.A.

All figures in thousands of PLN, unless stated otherwise

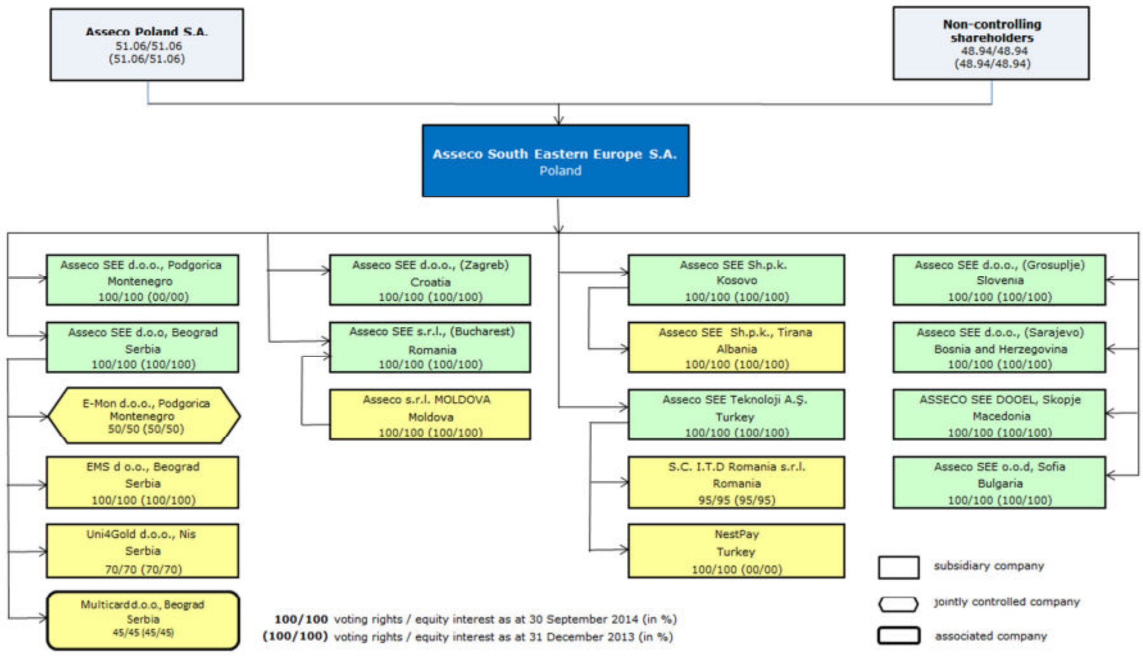
[3] Mihail Petreski, Member of the Supervisory Board of ASEE S.A. and a shareholder in the company Liatris d.o.o. which in turn is a shareholder in ASEE S.A.; as at 30 September 2014, Liatris d.o.o. held 3,838,683 shares in ASEE S.A.

[4] Miljan Mališ, Member of the Management Board of ASEE S.A. and a shareholder in the company Mini Invest d.o.o. which in turn is a shareholder in ASEE S.A.; as at 30 September 2014, Mini Invest d.o.o. held 835,597 shares in ASEE S.A.

[5] Miodrag Mirčetić, Member of the Management Board of ASEE S.A. and a shareholder in the company I4-INVENTION d.o.o. which in turn is a shareholder in ASEE S.A.; as at 30 September 2014, I4-INVENTION d.o.o. held 1,522,971 shares in ASEE S.A.

IV. ORGANIZATIONAL STRUCTURE OF ASSECO SOUTH EASTERN EUROPE GROUP

Organizational structure of Asseco South Eastern Europe Group



The chart above presents the structure of ASEE Group along with equity interests and voting rights at the general meetings of shareholders/partners as at 30 September 2014.

The parent of Asseco South Eastern Europe S.A. is Asseco Poland S.A. (the higher-level parent company). As at 30 September 2014, Asseco Poland S.A. held a 51.06% stake in the share capital of ASEE S.A.

Within the Group's organizational structure, E-Mon Montenegro is treated as a jointly controlled company and therefore consolidated under the equity method in line with IFRS 11.

Multicard Serbia is an associated company accounted for using the equity method. Up until 30 September 2013, Multicard Serbia was treated as a subsidiary and subject to full consolidation.

The remaining companies incorporated within the Group are treated as subsidiaries and are subject to full consolidation.

As at 30 September 2014, 30 June 2014, 31 December 2013 as well as at 30 September 2013, voting rights held by the Group in its subsidiaries were proportional to the Group's equity interests in these entities.

V. EFFECTS OF CHANGES IN THE GROUP'S AND ISSUER'S STRUCTURE

On 2 January 2014, a merger of our two Croatian subsidiaries, namely ASEE Croatia (the taking-over company) and EŽR Croatia (the acquired company) was registered. This merger had no impact on these consolidated financial statements of ASEE Group.

On 18 June 2014, the Company acquired 1% of shares in ASEE Montenegro from ASEE Serbia, and the remaining 99% of shares on 19 August 2014. The said transactions had no impact on these consolidated financial statements of ASEE Group.

In the period of 9 months ended 30 September 2014, the company Platus d.o.o. (a subsidiary of ASEE Croatia) has been liquidated.

Moreover, in the third quarter of 2014, ASEE Turkey established a new subsidiary company NestPay that is going to offer the NestPay family products directly to retailers operating over the Internet.

During the period of 9 months ended 30 September 2014, there were no other changes in the organizational structure of ASEE Group and the Issuer.

VI. ACCOUNTING POLICIES APPLIED WHEN PREPARING THE CONSOLIDATED FINANCIAL STATEMENTS

1. Basis for the preparation of interim condensed consolidated financial statements

These interim condensed consolidated financial statements were prepared in accordance with the historical cost convention, except for derivative financial instruments and assets that are carried at fair value through profit or loss.

The presentation currency of these interim condensed consolidated financial statements is the Polish zloty (PLN), and all figures are presented in thousands of zlotys (PLN'000), unless stated otherwise.

These interim condensed consolidated financial statements were prepared on a going-concern basis, assuming the Group, Parent Company as well as its subsidiaries will continue their business activities in the foreseeable future.

Till the date of approving these financial statements, we have not observed any circumstances that would threaten the Company and the Group companies' ability to continue as going concerns in the period of at least 12 months following the balance sheet date.

2. Compliance statement

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

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.

3. Significant accounting policies

The significant accounting policies adopted by ASEE Group have been described in its consolidated financial statements for the year ended 31 December 2013, which were published on 19 February 2014 and are available at the Issuer's website: www.asseco.com/see. These interim condensed consolidated financial statements do not include all the 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 2013.

Starting from 1 January 2014, the Group has changed the method of accounting for its jointly controlled company, from the proportionate method to the equity method, in connection with the entry into force of IFRS 11 *Joint Arrangements*.

The above-mentioned change has been described in detail in items VI.8. and VI.10. of the Accounting policies applied when preparing the consolidated financial statements.

Other accounting policies adopted in the preparation of this report are consistent with those followed when preparing the annual consolidated financial statements for the year ended 31 December 2013, except for the adoption of amendments to standards and new interpretations effective for annual periods beginning on or after 1 January 2014.

4. Functional currency and reporting currency

The functional currency applied by the Parent Company as well as the reporting currency used in these interim condensed consolidated financial statements is the Polish zloty (PLN).

Separate and consolidated financial statements of the Group companies are drawn up in the functional currencies of their primary business environments. The functional currencies of direct subsidiaries of ASEE S.A. include the Romanian leu (RON), Croatian kuna (HRK), Serbian dinar (RDS), Macedonian denar (MKD), euro (EUR), Turkish lira (TRY), Bulgarian lev (BGN), and Bosnia and Herzegovina convertible mark (BAM).

5. Changes in estimates

As of 1 January 2014, we have changed the method for recognition of inventory write-downs. Until 31 December 2013, inventory write-downs were recognized applying the following rule:

- 100% write-down on goods stored for longer than 2 years,
- 50% write-down on goods stored for between 1 and 2 years.

According to the newly adopted rule, as of 1 January 2014 inventory write-downs shall be recognized as follows:

- 100% write-down on goods stored for longer than 2 years,
- 75% write-down on goods stored for between 1.5 and 2 years,
- 50% write-down on goods stored for between 1 and 1.5 years,
- 25% write-down on goods stored for between half a year and 1 year.

Following the above change in estimates, as at 30 September 2014, the amount of write-downs on inventories increased by PLN 890 thousand as compared with those reported as at 31 December 2013.

In the period of 9 months ended 30 September 2014, our approach to making estimates was not subject to any other substantial changes.

6. Professional judgement

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. Despite the estimates and assumptions have been adopted based on the Group's management best knowledge on the current activities and occurrences, the actual results may differ from those anticipated. The main areas which, in the process of applying the accounting policies, were largely subject to the management's professional judgement remained unchanged as compared with their description presented in the annual financial statements for the year 2013.

7. Seasonal nature of business

The Group's business operations are subject to seasonality, which involves revenue fluctuations in individual quarters of the year. Because bulk of sales revenues are generated from IT services contracts executed for large companies and public institutions, the fourth quarter turnovers tend to be higher than in the remaining periods. Such phenomenon occurs for the reason that the above-mentioned entities close their annual budgets for implementation of IT projects and carry out investment purchases of hardware and licenses usually in the last quarter.

8. Changes in the presentation methods applied

In the reporting period, for the sake of consistent presentation of financial data within Asseco Poland Group, we have restored our consolidated income statement back to the layout that was used up until 2012.

In comparison with 2013, the change made in 2014 involved replacing the lines of *'cost of goods and third-party services sold'* and *'production costs'* with a single line called *'cost of sales'*. We have also resumed the presentation of the *'gross profit on sales'* which is calculated by deducting the *'cost of sales'* from *'sales revenues'*.

In 2014, we have ceased to present the *'surplus of revenues over third-party costs'* that was calculated by deducting the *'cost of goods and third-party services sold'* from *'sales revenues'*.

In addition, in the period of 9 months ended 30 September 2014, we have changed the method of allocating some of the managerial staff remuneration to production costs, selling costs or general and administrative expenses, in order to unify the recognition of such remuneration costs across the entire ASEE Group. Financial data for the corresponding period of 2013 have been adjusted to ensure comparability. The effects of the above described changes have been described in item 10 below.

9. Corrections of material errors

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

10. Changes in the comparable data

In these interim consolidated financial statements, the comparable data have been subject to the following restatements:

Change in the accounting for E-Mon Montenegro

ASEE Group holds a 50% stake in E-mon Montenegro which is a provider of online payment solutions. Until 31 December 2013, this company was classified as a jointly controlled entity and accounted for using the proportionate method under the provisions of IAS 31 *Interests in Joint Ventures*. Due to the entry into force of IFRS 11 *Joint Arrangements*, which is effective in the European Union at the latest for annual periods beginning on or after 1 January 2014, and the resulting impossibility to apply the proportionate method, in these interim condensed consolidated financial statements the company of E-mon Montenegro has been accounted for using the equity method. The equity method has been also applied retrospectively to the comparable data reported for the period of 9 months ended 30 September 2013 as well as at 31 December 2013 and 30 September 2013. The impact of changing the method of accounting, from proportionate to equity-based, on the comparable data has been shown in the tables below.

Changes in the allocation of remuneration costs to production costs, selling costs or general and administrative expenses

Due to unifying the presentation of the costs of remuneration of managerial staff of the Group companies in the period of 9 months ended 30 September 2014, we have changed the method of allocating some of such costs to production costs, selling costs or general and administrative expenses. Financial data for the corresponding period of 2013 have been adjusted to ensure comparability. The resulting changes to the comparable data have been presented in the tables below.

Impact of the above described changes on the comparable data

Changes in comparable data Consolidated statement of financial position as at 31 December 2013	Report for the year ended 31 Dec. 2013 (audited)	Change in the method of accounting for E-Mon	Restated statement of financial position as at 31 Dec. 2013 (restated)
Non-current assets	**563,393**	**984**	**564,377**
Property, plant and equipment	34,090	(193)	33,897
Intangible assets	32,890	(118)	32,772
Investments accounted for using the equity method	-	1,374	1,374
Long-term financial assets	234	(79)	155
Other non-current assets	496,179	-	496,179
Current assets	**213,958**	**(1,520)**	**212,438**
Inventories	17,694	(25)	17,669
Prepayments and accrued income	7,422	(27)	7,395
Trade receivables	107,480	(206)	107,274
Receivables from the state and local budgets	2,370	43	2,413
Short-term financial assets	1,915	(477)	1,438
Cash and short-term deposits	59,126	(773)	58,353
Other current assets	17,951	(55)	17,896
TOTAL ASSETS	**777,351**	**(536)**	**776,815**
Total equity	**648,949**	**(525)**	**648,424**
Non-current liabilities	**12,353**	-	**12,353**
Current liabilities	**116,049**	**(11)**	**116,038**
Trade payables	52,264	(11)	52,253
Other current liabilities	63,785	-	63,785
TOTAL LIABILITIES	**128,402**	**(11)**	**128,391**
TOTAL EQUITY AND LIABILITIES	**777,351**	**(536)**	**776,815**

Changes in comparable data Consolidated statement of financial position as at 30 September 2013	Report for 9 months ended 30 Sept. 2013 (audited)	Change in the method of accounting for E-Mon	Restated statement of financial position as at 30 Sept. 2013 (restated)
Non-current assets	**558,432**	**920**	**559,352**
Property, plant and equipment	27,697	(193)	27,504
Intangible assets	32,368	(84)	32,284
Investments accounted for using the equity method	-	1,274	1,274
Long-term financial assets	244	(77)	167
Other non-current assets	498,123	-	498,123
Current assets	**180,528**	**(1,481)**	**179,047**
Inventories	22,436	(12)	22,424
Prepayments and accrued income	8,392	(43)	8,349
Trade receivables	63,843	(410)	63,433
Receivables from the state and local budgets	2,655	35	2,690
Short-term financial assets	652	-	652
Cash and short-term deposits	52,881	(953)	51,928
Other current assets	29,669	(98)	29,571
TOTAL ASSETS	**738,960**	**(561)**	**738,399**
Total equity	**651,835**	**(497)**	**651,338**
Non-current liabilities	**10,244**	**-**	**10,244**
Current liabilities	**76,881**	**(64)**	**76,817**
Trade payables	26,819	(34)	26,785
Liabilities to the state and local budgets	6,566	(22)	6,544
Deferred income	7,829	**-**	7,829
Other current liabilities	35,667	**(8)**	35,659
TOTAL LIABILITIES	**87,125**	**(64)**	**87,061**
TOTAL EQUITY AND LIABILITIES	**738,960**	**(561)**	**738,399**

All figures in thousands of PLN, unless stated otherwise

Changes in comparable data Consolidated income statement for 9 months ended 30 September 2013	Report for 9 months ended 30 Sept. 2013 (published)	Change in the method of accounting for E-Mon	Changes in the presentation of managerial staff remuneration	Restated income statement for 9 months ended 30 Sept. 2013 (restated)
Sales revenues	**321,211**	**(951)**	**-**	**320,260**
Cost of sales (-)	(239,062)	565	(3,435)	**(241,932)**
Gross profit on sales	**82,149**	**(386)**	**(3,435)**	**78,328**
Selling costs (-)	(27,958)	-	2,290	**(25,668)**
General and administrative expenses (-)	(26,300)	-	1,145	**(25,155)**
Net profit on sales	**27,891**	**(386)**	**-**	**27,505**
Other operating income (+)	1,311	-	-	**1,311**
Other operating expenses (-)	(543)	-	-	**(543)**
Share of profits of associates	-	*386*	-	**386**
Operating profit	**28,659**	**-**	**-**	**28,659**

Changes in comparable data Consolidated statement of cash flows for 9 months ended 30 September 2013	Report for 9 months ended 30 Sept. 2013 (published)	Change in the method of accounting for E-Mon	Restated statement of cash flows 9 months ended 30 Sept. 2013 (restated)
Net cash provided by (used in) operating activities	15,854	-	**15,854**
Net cash provided by (used in) investing activities	19	-	**19**
Net cash provided by (used in) financing activities	(37,939)	-	**(37,939)**
Net increase (decrease) in cash and cash equivalents	**(22,066)**	-	**(22,066)**
Net foreign exchange differences	792	231	**1,023**
Cash and cash equivalents as at 1 January	74,133	(1,184)	**72,949**
Cash and cash equivalents as at 30 September	**52,859**	**(953)**	**51,906**

VII. INFORMATION ON OPERATING SEGMENTS

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

a) Banking Solutions,
b) Payment Solutions,
c) Systems Integration.

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

The Banking Solutions segment deals with integrated banking systems (including primarily *core banking systems*), systems enabling secure authentication of bank clients or IT system users, mobile banking systems, as well as solutions for leasing companies.

The Payment Solutions segment provides IT systems for the settlement of internet credit card payments as well as for fast and direct internet money transfers. This operating segment is also engaged in the sale and maintenance of ATMs and POS terminals as well as in the provision of related support services.

The Systems Integration segment is engaged in the provision of services of development of customized IT systems, especially for the needs of integration of third-party software and elements of infrastructure, as well as in the sale and installation of hardware solutions.

The Group's business profile and product portfolio have been described in detail in its financial statements for the year 2013.

All figures in thousands of PLN, unless stated otherwise

For 9 months ended 30 September 2014 in PLN thousands (unaudited)	Banking Solutions (I)	Payment Solutions (II)	*Total Banking Business (I-II)*	Systems Integration (III)	Unallocated	Eliminations / Reconcilia-tions	Total
Sales revenues:	**96,338**	**101,409**	***197,747***	**153,878**	**6,496**	**(22,664)**	**335,457**
Sales to external customers	84,808	98,452	*183,260*	152,197	-	-	**335,457**
Inter/intra segment sales	11,530	2,957	*14,487*	1,681	6,496	(22,664)	**-**
Gross profit on sales	**24,356**	**30,942**	***55,298***	**25,844**	**-**	**-**	**81,142**
Selling costs (-)	(7,254)	(6,175)	*(13,429)*	(12,569)	-	-	**(25,998)**
General and administrative expenses (-)	(10,089)	(8,809)	*(18,898)*	(6,381)	-	-	**(25,279)**
Net profit on sales	**7,013**	**15,958**	***22,971***	**6,894**	**-**	**-**	**29,865**
Goodwill arising from consolidation	*195,222*	*111,684*	***306,906***	*185,781*	**-**	**-**	**492,687**

For 9 months ended 30 September 2014 in EUR thousands (unaudited)	Banking Solutions (I)	Payment Solutions (II)	*Total Banking Business (I-II)*	Systems Integration (III)	Unallocated	Eliminations / Reconcilia-tions	Total
Sales revenues:	**23,046**	**24,258**	**47,304**	**36,810**	**1,554**	**(5,421)**	**80,247**
Sales to external customers	20,288	23,551	43,839	36,408	-	-	**80,247**
Inter/intra segment sales	2,758	707	3,465	402	1,554	(5,421)	**-**
Gross profit on sales	**5,826**	**7,402**	**13,228**	**6,182**	**-**	**-**	**19,410**
Selling costs (-)	(1,735)	(1,477)	*(3,212)*	(3,007)	-	-	**(6,219)**
General and administrative expenses (-)	(2,413)	(2,107)	*(4,520)*	(1,527)	-	-	**(6,047)**
Net profit on sales	**1,678**	**3,818**	**5,496**	**1,648**	**-**	**-**	**7,144**

For 9 months ended 30 September 2013 in PLN thousands (restated)	Banking Solutions (I)	Payment Solutions (II)	*Total Banking Business (I-II)*	Systems Integration (III)	Unallocated	Eliminations / Reconcilia-tions	Total
Sales revenues:	**96,417**	**82,668**	***179,085***	**158,203**	**8,147**	**(25,175)**	**320,260**
Sales to external customers	85,615	79,052	*164,667*	155,593	**-**	**-**	**320,260**
Inter/intra segment sales	10,802	3,616	*14,418*	2,610	8,147	(25,175)	**-**
Gross profit on sales	**29,676**	**26,673**	***56,349***	**21,979**	**-**	**-**	**78,328**
Selling costs (-)	(7,487)	(5,641)	(13,128)	(12,540)	**-**	**-**	**(25,668)**
General and administrative expenses (-)	(11,084)	(7,414)	(18,498)	(6,657)	**-**	**-**	**(25,155)**
Net profit on sales	**11,105**	**13,618**	**24,723**	**2,782**	**-**	**-**	**27,505**
Goodwill arising from consolidation	*198,527*	*103,926*	***302,453***	*189,650*	-	-	***492,103***

For 9 months ended 30 September 2013 in EUR thousands (restated)	Banking Solutions (I)	Payment Solutions (II)	*Total Banking Business (I-II)*	Systems Integration (III)	Unallocated	Eliminations / Reconcilia-tions	Total
Sales revenues:	**22,831**	**19,575**	**42,406**	**37,461**	**1,929**	**(5,961)**	**75,835**
Sales to external customers	20,273	18,719	38,992	36,843	-	-	**75,835**
Inter/intra segment sales	2,558	856	3,414	618	1,929	(5,961)	**-**
Gross profit on sales	**7,027**	**6,316**	**13,343**	**5,204**	**-**	**-**	**18,547**
Selling costs (-)	(1,773)	(1,336)	(3,109)	(2,969)	-	-	**(6,078)**
General and administrative expenses (-)	(2,625)	(1,755)	(4,380)	(1,576)	-	-	**(5,956)**
Net profit on sales	**2,629**	**3,225**	**5,854**	**659**	**-**	**-**	**6,513**

All figures in thousands of PLN, unless stated otherwise

VIII. INFORMATION ON GEOGRAPHICAL STRUCTURE OF FINANCIAL RESULTS

For 9 months ended 30 September 2014 in PLN thousands	**Albania**	**Bosnia**	**Bulgaria**	**Croatia**	**Montenegro**	**Kosovo**	**Macedonia**	**Poland**	**Romania**	**Serbia**	**Slovenia**	**Turkey**	**Total**
Sales revenues	**1,114**	**8,898**	**2,682**	**49,729**	**7,039**	**13,020**	**41,244**	**4,859**	**72,778**	**88,844**	**8,039**	**37,211**	**335,457**
Cost of sales (-)	(604)	(5,981)	(2,451)	(39,226)	(5,131)	(11,233)	(31,597)	(3,861)	(61,737)	(64,629)	(6,453)	(21,412)	**(254,315)**
Gross profit on sales	**510**	**2,917**	**231**	**10,503**	**1,908**	**1,787**	**9,647**	**998**	**11,041**	**24,215**	**1,586**	**15,799**	**81,142**
Selling costs (-)	(113)	(1,212)	(368)	(3,477)	(242)	(538)	(2,255)	(1,245)	(4,841)	(7,764)	(185)	(3,758)	**(25,998)**
General and administrative expenses (-)	(257)	(1,192)	(638)	(4,363)	(500)	(863)	(1,987)	(8)	(3,799)	(6,136)	(617)	(4,919)	**(25,279)**
Net profit (loss) on sales	**140**	**513**	**(775)**	**2,663**	**1,166**	**386**	**5,405**	**(255)**	**2,401**	**10,315**	**784**	**7,122**	**29,865**
Other operating income	2	77	30	161	45	58	641	44	73	155	-	43	**1,329**
Other operating expenses	-	(33)	(4)	(210)	-	(37)	(427)	(27)	(39)	(291)	-	(16)	**(1,084)**
Share of profits of associates	-	-	-	-	*356*	-	-	-	-	-	-	-	***356***
Operating profit (loss)	**142**	**557**	**(749)**	**2,614**	**1,567**	**407**	**5,619**	**(238)**	**2,435**	**10,179**	**784**	**7,149**	**30,466**

For 9 months ended 30 September 2013 in PLN thousands	**Albania**	**Bosnia**	**Bulgaria**	**Croatia**	**Montenegro**	**Kosovo**	**Macedonia**	**Poland**	**Romania**	**Serbia**	**Slovenia**	**Turkey**	**Total**
Sales revenues	**1,490**	**10,150**	**3,038**	**33,179**	**4,380**	**12,249**	**52,606**	**4,900**	**73,780**	**84,584**	**4,600**	**35,304**	**320,260**
Cost of sales (-)	(795)	(6,871)	(2,423)	(24,737)	(2,882)	(10,055)	(43,159)	(3,859)	(60,495)	(61,118)	(3,159)	(22,379)	**(241,932)**
Gross profit on sales	**695**	**3,279**	**615**	**8,442**	**1,498**	**2,194**	**9,447**	**1,041**	**13,285**	**23,466**	**1,441**	**12,925**	**78,328**
Selling costs (-)	(174)	(755)	(363)	(4,027)	(285)	(728)	(2,055)	(1,130)	(5,155)	(7,653)	(272)	(3,071)	**(25,668)**
General and administrative expenses (-)	(253)	(1,259)	(330)	(3,752)	(351)	(805)	(2,682)	551	(3,697)	(6,014)	(567)	(5,996)	**(25,155)**
Net profit (loss) on sales	**268**	**1,265**	**(78)**	**663**	**862**	**661**	**4,710**	**462**	**4,433**	**9,799**	**602**	**3,858**	**27,505**
Other operating income	13	87	27	796	13	55	162	15	27	(2)	-	118	**1,311**
Other operating expenses	-	(58)	(28)	(47)	-	(38)	(44)	(3)	(86)	(39)	(34)	(166)	**(543)**
Share of profits of associates	-	-	-	-	*386*	-	-	-	-	-	-	-	***386***
Operating profit (loss)	**281**	**1,294**	**(79)**	**1,412**	**1,261**	**678**	**4,828**	**474**	**4,374**	**9,758**	**568**	**3,810**	**28,659**

For 9 months ended 30 September 2014 in EUR thousands	**Albania**	**Bosnia**	**Bulgaria**	**Croatia**	**Montenegro**	**Kosovo**	**Macedonia**	**Poland**	**Romania**	**Serbia**	**Slovenia**	**Turkey**	**Total**
Sales revenues	**266**	**2,129**	**642**	**11,896**	**1,684**	**3,115**	**9,866**	**1,162**	**17,410**	**21,253**	**1,923**	**8,901**	**80,247**
Cost of sales (-)	(144)	(1,431)	(586)	(9,383)	(1,227)	(2,687)	(7,558)	(924)	(14,768)	(15,460)	(1,544)	(5,122)	**(60,834)**
Gross profit on sales	**122**	**698**	**56**	**2,513**	**457**	**428**	**2,308**	**238**	**2,642**	**5,793**	**379**	**3,779**	**19,413**
Selling costs (-)	(27)	(290)	(88)	(832)	(58)	(129)	(539)	(298)	(1,158)	(1,857)	(44)	(899)	**(6,219)**
General and administrative expenses (-)	(61)	(285)	(153)	(1,044)	(120)	(206)	(475)	(2)	(909)	(1,468)	(148)	(1,177)	**(6,048)**
Net profit (loss) on sales	**34**	**123**	**(185)**	**637**	**279**	**93**	**1,294**	**(62)**	**575**	**2,468**	**187**	**1,703**	**7,146**
Other operating income	-	18	7	39	11	14	153	11	17	37	-	9	**316**
Other operating expenses	-	(8)	(1)	(50)	-	(9)	(102)	(6)	(9)	(70)	-	(4)	**(259)**
Share of profits of associates	-	-	-	-	*85*	-	-	-	-	-	-	-	**85**
Operating profit (loss)	**34**	**133**	**(179)**	**626**	**375**	**98**	**1,345**	**(57)**	**583**	**2,435**	**187**	**1,708**	**7,288**

For 9 months ended 30 September 2013 in EUR thousands	**Albania**	**Bosnia**	**Bulgaria**	**Croatia**	**Montenegro**	**Kosovo**	**Macedonia**	**Poland**	**Romania**	**Serbia**	**Slovenia**	**Turkey**	**Total**
Sales revenues	**353**	**2,403**	**719**	**7,857**	**1,037**	**2,900**	**12,457**	**1,160**	**17,470**	**20,029**	**1,089**	**8,361**	**75,835**
Cost of sales (-)	(189)	(1,627)	(574)	(5,857)	(682)	(2,381)	(10,219)	(913)	(14,325)	(14,472)	(748)	(5,300)	**(57,287)**
Gross profit on sales	**164**	**776**	**145**	**2,000**	**355**	**519**	**2,238**	**247**	**3,145**	**5,557**	**341**	**3,061**	**18,548**
Selling costs (-)	(41)	(179)	(86)	(954)	(67)	(173)	(487)	(268)	(1,221)	(1,812)	(64)	(727)	**(6,079)**
General and administrative expenses (-)	(60)	(298)	(78)	(888)	(83)	(191)	(635)	130	(876)	(1,424)	(134)	(1,418)	**(5,955)**
Net profit (loss) on sales	**63**	**299**	**(19)**	**158**	**205**	**155**	**1,116**	**109**	**1,048**	**2,321**	**143**	**916**	**6,514**
Other operating income	3	21	7	188	3	13	38	4	6	(1)	-	29	310
Other operating expenses	-	(14)	(7)	(11)	-	(9)	(10)	(1)	(20)	(9)	(8)	(40)	(129)
Share of profits of associates	-	-	-	-	*91*	-	-	-	-	-	-	-	***91***
Operating profit (loss)	**66**	**306**	**(19)**	**335**	**299**	**159**	**1,144**	**112**	**1,034**	**2,311**	**135**	**905**	**6,786**

All figures in thousands of PLN, unless stated otherwise

IX. SUMMARY AND ANALYSIS OF THE FINANCIAL RESULTS OF ASEE GROUP

PLN'000	3 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (unaudited)	Change %	9 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)	Change %
Sales revenues	115,159	106,999	8%	335,457	320,260	5%
Gross profit on sales	29,167	26,843	9%	81,142	78,328	4%
Net profit on sales	11,537	9,761	18%	29,865	27,505	9%
Operating profit	11,913	9,765	22%	30,466	28,659	6%
EBITDA	18,126	13,230	37%	46,963	38,886	21%
Net profit for the reporting period	9,213	8,649	7%	25,321	23,794	6%
Net profit attributable to Shareholders of the Parent Company	**9,238**	**8,613**	7%	**25,363**	**23,795**	7%

EUR'000	3 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (unaudited)	Change %	9 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)	Change %
Sales revenues	27,548	25,337	9%	80,247	75,835	6%
Gross profit on sales	6,977	6,356	10%	19,411	18,547	5%
Net profit on sales	2,760	2,311	19%	7,144	6,513	10%
Operating profit	2,850	2,312	23%	7,288	6,786	7%
EBITDA	4,336	3,133	38%	11,234	9,208	22%
Net profit for the reporting period	2,204	2,048	8%	6,057	5,634	8%
Net profit attributable to Shareholders of the Parent Company	**2,210**	**2,040**	8%	**6,067**	**5,634**	8%

Financial results achieved by ASEE Group in the third quarter of 2014 were stronger than in the comparable period last year. This was another successful quarter for the Group's operations, contributing to an increase in cumulative results for the first nine months of this year as compared to 2013. Our financial performance improved primarily due to higher sales in the Payment Solutions segment as well as growing profitability in the Systems Integration segment. Presented below, in more detail, are the most important events that have affected the reported financial results.

Sales revenues by segments

EUR'000	3 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (unaudited)	Change %	9 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)	Change %
Banking Solutions	7,377	6,779	8.8%	20,288	20,273	0.1%
Payment Solutions	7,798	6,727	15.9%	23,551	18,719	25.8%
Systems Integration	12,373	11,831	4.6%	36,408	36,843	-1.2%
	27,548	**25,337**		**80,247**	**75,835**	

In the first three quarters of 2014, sales revenues presented in PLN and EUR increased by 5% and 6%, respectively, both in comparison to sales generated in the comparable period of 2013. This represents an increase of more than EUR 4.4 million in the Group as a whole.

Higher revenues were generated primarily by the Payment Solutions segment whose sales increased by EUR 4.8 million or nearly 26% in comparison to the first nine months of 2013. This was accomplished largely (approx. in the amount of EUR 2.2 million) due to the consolidation of EŽR Croatia, which was taken over by ASEE S.A. on 23 October 2013. Apart from the above-mentioned acquisition, revenues of the Payment Solutions segment in Croatia increased also as a result of organic growth (by over PLN 1.5 million). If compared with 2013, sales revenues increased also in Slovenia (by EUR 0.8 million), in Serbia (by EUR 0.6 million), as well as in Romania (by EUR 0.4 million), where operations of the Payment Solutions segment are being built from scratch. This growth was partially offset by the segment's weaker sales in Macedonia, Bulgaria, and in Bosnia and Herzegovina.

All figures in thousands of PLN, unless stated otherwise

In the third quarter of 2014, sales revenues generated by the Banking Solutions segment reached nearly EUR 7.4 million, increasing by EUR 0.6 million or 10% as compared to the comparable period last year. This resulted mainly from higher revenues generated by this segment in Serbia, which is engaged in the execution of significant banking projects both on the local market (e.g. Telenor) and in the region (e.g. Raiffeisen in Bulgaria). Owing to stronger sales of banking solutions in the third quarter, the segment's revenues for the first nine months of 2014 came close to the level reported for the comparable period last year (EUR 20.3 million). Apart from Serbia, higher revenues from banking solutions were achieved also in Turkey (an increase by EUR 0.7 million for the first three quarters of 2014), primarily on the back of several important contracts for implementation of the LeaseFlex system. Whereas, the largest decrease in sales of banking solutions was observed in Romania (by EUR 1.4 million for the first three quarters of 2014). During the first nine months of 2014, ASEE did not carry out any significant projects on banking solutions in Romania, hence the segment's revenues were substantially weaker than a year ago when we implemented a core banking system for Intesa Sanpaolo.

Sales revenues generated by the Systems Integration segment for the first three quarters of 2014 reached EUR 36.4 million, decreasing by almost EUR 0.4 million or 1% as compared to the last year. The largest deterioration of revenues was suffered in Macedonia (by EUR 2.1 million), where sales of infrastructure were much stronger in the first nine months of 2013 than this year. In the same period, the Systems Integration segment generated higher revenues in Romania (by EUR 0.9 million) and in Montenegro (by EUR 0.6 million), which is a New Market within this operating segment of ASEE Group.

Gross profit on sales

An increase in sales revenues by EUR 4.4 million was accompanied by an increase in the cost of sales by EUR 3.5 million as a result of which our gross profit on sales improved by nearly EUR 0.9 million or 5% if compared with the first nine months of 2013.

The cost of sales was higher basically due to an increase in production costs by EUR 4.7 million, of which EUR 1.4 million represented additional depreciation charges on equipment provided to our clients under the outsourcing of payment solutions. In the same period, the cost of goods, materials and third-party services sold (COGS) dropped by EUR 1.1 million.

Changes in the cost of sales reflect a greater share of our own services and solutions in the Group's revenues.

Net profit on sales

Net profit on sales improved by EUR 630 thousand in the first three quarters of 2014, as a cumulative effect of an increase in gross profit on sales by EUR 860 thousand, increase in selling expenses by EUR 140 thousand, and an increase in general administrative expenses by EUR 90 thousand.

Net profit on sales by segments

EUR'000	3 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (unaudited)	Change %	9 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)	Change %
Banking Solutions	832	1,101	-24.4%	1,678	2,630	-36.2%
Payment Solutions	1,382	1,137	21.5%	3,817	3,225	18.4%
Systems Integration	546	73	647.9%	1,649	659	150.2%
	2,760	**2,311**		**7,144**	**6,514**	

Consolidated net profit on sales for the first three quarters of 2014 improved owing to stronger results achieved by our Systems Integration segment and Payment Solutions segment, which were partially offset by a weaker performance from the Banking Solutions segment. The reasons behind such changes have been described in more detail in the above section on sales revenues as well as in the below section relating to operating profit.

Operating profit and EBITDA

Operating profit of ASEE Group for the third quarter of 2014 amounted to EUR 2.85 million, increasing by EUR 540 thousand or as much as 23% if compared with the third quarter of 2013. As a consequence, our cumulative operating profit for the first three quarters of 2014 reached EUR 7.29 million, improving by EUR 0.5 million or 7% as compared with the comparable period last year.

Such an improvement in operating profit was achieved primarily due to higher profitability in the Systems Integration segment as well as expanded scale of operations of the Payment Solutions segment. These positive changes were partially offset by weaker operating results of our Banking Solutions segment.

All figures in thousands of PLN, unless stated otherwise

It should be mentioned that operating profit for the first three quarters of 2013 was boosted by a one-off transaction of selling the team working for the telecommunications sector clients in Croatia (an increase by EUR 119 thousand).

Operating profit of the Systems Integration segment increased from EUR 0.65 million for the first three quarters of 2013 up to EUR 1.65 million for the comparable period this year, improving by EUR 1 million or over 150%. Such an improvement was achieved largely thanks to our Romanian operations (an increase by EUR 340 thousand), where in 2014 our Systems Integration segment executed a number of significant contracts, including in connection with the local government elections. Another significant factor was the reversal of an allowance for receivables under the e-Romania project, which contributed EUR 170 thousand to the segment's results in Romania in the first quarter of 2014. Higher operating profit was achieved also in Croatia (an increase by EUR 380 thousand), where the Systems Integration segment underwent a major restructuring process in 2013. The segment's operating performance improved, although to a slightly lesser extent, also in Macedonia (EBIT increased by EUR 270 thousand despite considerably weaker sales) as well as in Serbia (an increase by EUR 180 thousand).

Operating profit generated by the Payment Solutions segment for the first three quarters of 2014 reached EUR 3.83 million, improving by EUR 610 thousand or 19%. Stronger results of this segment were achieved primarily in Croatia (an increase by EUR 420 thousand) as well as in Serbia (an increase by EUR 150 thousand). Despite the dynamic development of payment solutions outsourcing in both the countries, a considerable portion of the increase in operating profit was achieved from transactions relating to equipment provided in the traditional model of payment infrastructure maintenance. The third quarter saw a considerable growth in operating profit in the area of online payments processing. In the first nine months of 2014, the NestPay family solutions contributed nearly EUR 1.3 million to the Group's operating profit, this is EUR 160 thousand or 14% more than in the comparable period last year.

Lower operating profit of the Banking Solutions segment was a consequence of weaker sales primarily in Romania. In the first three quarters of 2014, the segment's revenues in Romania amounted to EUR 2.48 million only, decreasing by EUR 1.4 million in comparison to 2013 and weighing on the segment's operating profit which declined by EUR 0.9 million over the same period. This resulted mainly from the lack of large projects, including implementations of core banking systems, which generated a substantial portion of last year's profits. Operating profit of the Banking Solutions segment dropped also in Croatia (a decrease by almost EUR 360 thousand), where we completed the implementation of a core banking system at Podravska Banka and incurred higher expenditures by investing in the mobile solutions team. The said decreases were partially offset by a stronger operating profit achieved in Turkey, which improved by nearly EUR 690 thousand in comparison to the first nine months of 2013, primarily owing to higher sales of LeaseFlex leasing management solution.

Consolidated EBITDA for the first three quarters of 2014 reached EUR 11.2 million, improving by EUR 2 million or 22% in comparison to the comparable period last year. The most significant growth of EBITDA (by over EUR 1.9 million or 49%) was recorded in the Payment Solutions segment where EBITDA rose faster than operating profit as a result of increasing depreciation of equipment provided to our clients in the outsourcing model. EBITDA in the Systems Integration segment increased by EUR 860 thousand or 64%, whereas in the Banking Solutions segment it declined by EUR 470 thousand or 15%. A further decrease in EBITDA amounting to EUR 300 thousand was related to other operations which are not allocated to any of our operating segments.

Net profit

Net profit for the first three quarters of 2014 amounted to EUR 6,057 thousand, increasing by EUR 423 thousand or 7.5% in comparison to the comparable period last year.

Our net profit grew slower than operating profit as a result of financial items and income tax.

In the first three quarters of 2014, the Group incurred a net financial expense of EUR 20 thousand, whereas in the comparable period last year we recognized a net financial income of approx. EUR 270 thousand. Such a decrease is the consequence of lower balances of cash held by the Group companies as well as financial expenses on bank loans taken to finance purchases of equipment for the outsourcing of our payment solutions.

Income tax expense resulted from current business operations conducted in individual countries as well as from income taxes on dividends received by the holding company from its subsidiaries.

In the first three quarters of 2014, our income tax expense amounted to EUR 1.2 million (effective tax rate of approx. 17%) as compared with EUR 1.4 million incurred in the previous year (effective tax rate of 20%). Income tax expense incurred in 2013 was higher due to a larger amount of dividends received by the holding company from its operations located outside the European Union.

Analysis of financial ratios

	3 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)
Gross profit margin	25%	25%	24%	24%
EBITDA margin	16%	12%	14%	12%
Operating profit margin	10%	9%	9%	9%
Net profit margin	8%	8%	8%	7%
Return on equity (ROE)			6%	6%
Return on assets (ROA)			5%	5%

The above ratios have been computed using the following formulas:
Gross profit margin = gross profit on sales / sales
EBITDA margin = (operating profit + depreciation and amortization) / sales
Operating profit margin = operating profit / sales
Net profit margin = net profit for the reporting period attributable to Shareholders of the Parent Company / sales
Return on equity (ROE) = net profit for the period of trailing 12 months attributable to Shareholders of the Parent Company / average annual equity attributable to Shareholders of the Parent Company
Return on assets (ROA) = net profit for the period of trailing 12 months attributable to Shareholders of the Parent Company / average annual assets

Gross profit margin for the third quarter as well as for the period of nine months of 2014 equalled 25%, remaining at the same level as a year ago.

EBITDA margin for the third quarter of 2014 was 4 percentage points higher than in the comparable period last year and reached 16%. For the first three quarters of 2014, cumulative EBITDA margin equalled 14%, improving by 2 percentage points as compared to the same period of 2013.

Operating profit margin both for the third quarter of 2014 equalled 10%, increasing by 1 percentage point in comparison to the comparable period last year. Whereas, operating profit margin for the first nine months of 2014 equalled 9%, remaining at the same level as in the comparable period of 2013.

Margin net profit increased slightly, by 1 percentage point, to reach 8% in the period of 9 months ended 30 September 2014.

Return on equity (ROE) for the last 12 months equalled 6%, remaining at the same level as in the comparable period ended 30 September 2013. Return on assets (ROA) was also stable in both the compared periods and equalled 5%.

	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Working capital (in PLN thousands)	92,237	80,805	96,400	102,230
Current liquidity ratio	1.91	1.60	1.83	2.33
Quick liquidity ratio	1.62	1.38	1.61	1.93
Absolute liquidity ratio	0.54	0.52	0.52	0.68

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 = (bonds and securities held to maturity + cash and short-term bank deposits) / current liabilities

Working capital increased by nearly PLN 11 million from the level reported as at the end of June 2014. In the third quarter of 2014, current assets decreased by almost PLN 22 million, mainly due to lower receivables and cash and cash equivalents, while current liabilities decreased by PLN 33 million, primarily due to the payment of a dividend amounting to PLN 16.6 million as well as repayment of trade payables.

Our liquidity ratios as at the end of September 2014 were slightly higher than as at 30 June 2014 and they remain at safe levels.

All figures in thousands of PLN, unless stated otherwise

Statement of cash flows

	9 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)
Cash and cash equivalents at the beginning of the period	**58,293**	**72,949**
Net cash provided by (used in) operating activities	32,641	15,854
Net cash provided by (used in) investing activities	(47,187)	19
Net cash provided by (used in) financing activities	8,231	(37,939)
Net foreign exchange differences	286	1,023
Cash and cash equivalents at the end of period	**52,264**	**51,906**

In the first three quarters of 2014, cash inflows from operating activities increased by PLN 17 million in relation to the comparable period last year, mostly as a consequence of changes in the Group's working capital which depend on the value and phase of implemented projects. The level of working capital was affected primarily by changes in receivables. In the first three quarters of 2014, the Group collected receivables from large IT projects executed in the telecommunications sector in Macedonia that were disclosed as at 31 December 2013.

Expenditures in investing activities increased as the Group further developed its outsourcing operations within the Payment Solutions segment. As we continue to shift from the sale of POS terminals and ATMs to the model of complete payment transaction processing, including the provision of infrastructure, we incur higher expenditures for equipment purchases. In the first three quarters of 2014, such capital expenditures amounted to nearly PLN 40 million.

This trend also requires inflows from financing activities. Expenditures for purchases of equipment to be provided under outsourcing contracts are, to a large extent, financed with external capital. In order to finance such capital expenditures, during the first nine months of 2014 we obtained approximately PLN 28.5 million from bank loans.

X. FACTORS THAT IN THE MANAGEMENT'S OPINION MAY AFFECT THE GROUP'S FINANCIAL PERFORMANCE AT LEAST TILL THE NEXT QUARTER END

The factors that will affect the Group's financial performance at least till the end of the next quarter have been indicated and explained as part of the summary and analysis of the financial results of ASEE Group in section IX of this report.

The factors that may affect the Group's financial performance in 2014 have been also described in the Management report on the Group's business operations for the year 2013.

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, although on a smaller scale.

XI. EXPLANATORY NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. Breakdown of sales revenues

During the period of 9 months ended 30 September 2014 and in the comparable period last year, operating revenues were as follows:

Sales revenues by type of products	3 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (restated)	9 months ended 30 Sept. 2013 (restated)
Proprietary software and services	67,122	192,671	64,573	169,593
Third-party software and services	15,743	51,345	9,591	45,680
Hardware and infrastructure	32,294	91,441	32,835	104,987
	115,159	**335,457**	**106,999**	**320,260**

Sales revenues by sectors	3 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (restated)	9 months ended 30 Sept. 2013 (restated)
Banking and Finance	84,422	236,416	71,068	211,854
Central and local administration	12,255	45,091	11,800	33,549
Public utilities	264	2,874	1,794	9,630
Telecommunications and media	8,435	17,339	9,769	27,084
Other enterprises	9,783	33,737	12,568	38,143
	115,159	**335,457**	**106,999**	**320,260**

All figures in thousands of PLN, unless stated otherwise 21

2. Breakdown of operating costs

	3 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (restated)	9 months ended 30 Sept. 2013 (restated)
Employee benefits (-)	(39,387)	(114,753)	(34,380)	(104,476)
Third-party non-project services and outsourcing of employees (-)	(5,336)	(15,055)	(4,877)	(14,025)
Depreciation and amortization (-)	(6,213)	(16,497)	(3,465)	(10,227)
Maintenance costs of property and business cars (-)	(7,641)	(22,494)	(6,800)	(20,098)
Business trips (-)	(916)	(3,377)	(1,175)	(3,739)
Advertising (-)	(659)	(2,991)	(1,841)	(5,559)
Other operating expenses (-)	(1,349)	(1,791)	24	133
	(61,501)	**(176,958)**	**(52,514)**	**(157,991)**
Production costs (-)	(43,871)	(125,681)	(35,432)	(107,168)
Selling costs (-)	(8,547)	(25,998)	(8,632)	(25,668)
General and administrative expenses (-)	(9,083)	(25,279)	(8,450)	(25,155)
Cost of goods and third-party services sold (-)	(42,121)	(128,634)	(44,724)	(134,764)

3. Financial income and expenses

Financial income	3 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (restated)	9 months ended 30 Sept. 2013 (restated)
Interest income on loans granted and bank deposits	255	806	392	1,757
Positive foreign exchange differences	592	980	-	457
Gain on change in fair value and exercise of currency derivatives	30	101	147	64
Gain on disposal of other financial assets carried at fair value through profit or loss	-	-	80	25
Other financial income	-	5	-	25
Total financial income	**877**	**1,892**	**619**	**2,328**

Financial expenses	3 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (restated)	9 months ended 30 Sept. 2013 (restated)
Interest expense (-)	(568)	(1,163)	(71)	(107)
Bank fees and commissions (-)	(39)	(115)	(61)	(132)
Negative foreign exchange differences (-)	(358)	(542)	(771)	(945)
Interest expenses under finance leases (-)	(12)	(37)	(4)	(11)
Loss on change in fair value and exercise of currency derivatives (-)	-	(117)	-	-
Other financial expenses (-)	(15)	(16)	(7)	(7)
Total financial expenses	**(992)**	**(1,990)**	**(914)**	**(1,202)**

4. Earnings per share

Basic earnings per share are computed by dividing net profit for the reporting period attributable to shareholders of the Parent Company by the weighted average number of ordinary shares outstanding during that financial year.

Both during the reporting period and the comparable period, there were no elements that would cause a dilution of basic earnings per share.

The table below presents net profits and numbers of shares used for the calculation of basic and diluted earnings per share:

	3 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)
Consolidated net profit for the reporting period attributable to Shareholders of ASEE S.A.	**9,238**	**25,363**	**8,613**	**23,795**
Weighted average number of ordinary shares outstanding, used for calculation of basic earnings per share	51,894,251	51,894,251	51,894,251	51,894,251
Consolidated earnings per share for the reporting period attributable to Shareholders of ASEE S.A. (in PLN):				
Basic consolidated earnings per share from continuing operations for the reporting period	0.18	0.49	0.17	0.46
Diluted consolidated earnings per share from continuing operations for the reporting period	0.18	0.49	0.17	0.46

All figures in thousands of PLN, unless stated otherwise

5. Information on dividends paid out or declared

The Ordinary General Meeting of Shareholders of ASEE S.A. seated in Rzeszów, by its resolution passed on 24 April 2014, decided that the Company's net profit for the financial year 2013 amounting to PLN 40,311,550.38 shall be distributed as follows:

a) the amount of PLN 3,224,924.03 from the net profit for the financial year 2013 has been allocated to the reserve capital pursuant to art. 396 § 1 of the Commercial Companies Code;

b) the amount of PLN 16,606,160.32 has been distributed to all the Company's shareholders through payment of a dividend amounting to PLN 0.32 per share.

The remaining portion of the net profit for 2013 amounting to PLN 20,480,466.03 has been retained as prior years' earnings.

The Company's Ordinary General Meeting of Shareholders established 11 July 2014 as the dividend record date. The number of shares eligible for dividend was 51,894,251. The dividend was paid out on 30 July 2014.

6. Property, plant and equipment, and intangible assets

In the period of 9 months ended 30 September 2014, capitalized costs of development projects amounted to PLN 6,279 thousand as compared with PLN 10,203 thousand in the comparable period of 2013. The capitalization of project development costs is related to the continuation of projects carried out as at 31 December 2013. A detailed description of these projects is provided in the Group's annual report for the year 2013.

In the period of 9 months ended 30 September 2014, purchases of tangible assets included primarily purchases of POS terminals and ATMs for the implementation of contracts for outsourcing of payment transaction processes in Slovenia, Serbia, and Croatia.

The values of property, plant and equipment, and intangible assets changed as follows:

	Tangible assets	Intangible assets
Net book value as at 1 January 2014	**33,897**	**32,772**
Purchases (+)	38,948	2,550
Capitalization of project development costs (+)	-	6,279
Transfers from inventories (+)	2,518	-
Finance lease liabilities (+)	598	-
Other increases/decreases (+/-)	(42)	46
Depreciation/amortization charge (-)	(11,593)	(4,952)
Disposal and liquidation (-)	(638)	(3)
Exchange differences on translation of foreign operations (+/-)	(45)	209
Net book value as at 30 September 2014	**63,643**	**36,901**

As at 30 September 2014, liabilities resulting from purchases of property, plant and equipment and intangible assets amounted to PLN 62 thousand, as compared with PLN 3,035 thousand as at 30 June 2014, PLN 704 thousand as at 31 December 2013, and PLN 1,572 thousand as at 30 September 2013.

7. Goodwill arising from consolidation

During the reporting period and comparable period, goodwill arising from consolidation changed as follows:

	9 months ended 30 Sept. 2014 (unaudited)	6 months ended 30 June 2014 (unaudited)	12 months ended 31 Dec. 2013 (restated)	9 months ended 30 Sept. 2013 (restated)
Goodwill from consolidation at the beginning of the period	**491,656**	**491,656**	**488,031**	**488,031**
Banking Solutions	194,480	194,480	194,684	194,684
Payment Solutions	112,685	112,685	104,156	104,156
Systems Integration	184,491	184,491	189,191	189,191
Change in consolidation goodwill due to the acquisition of shares (+/-)	**-**	**-**	**12,064**	**390**
Banking Solutions	-	-	-	-
Payment Solutions	-	-	11,674	-
Systems Integration	-	-	390	390
Exchange differences on translation of goodwill in foreign subsidiaries (+/-)	**1,031**	**3,725**	**(8,439)**	**3,682**
Banking Solutions	742	1,959	(204)	3,843
Payment Solutions	(1,001)	(32)	(3,145)	(230)
Systems Integration	1,290	1,798	(5,090)	69
Total book value at the end of period	**492,687**	**495,381**	**491,656**	**492,103**
Banking Solutions	195,222	196,439	194,480	198,527
Payment Solutions	111,684	112,653	112,685	103,926
Systems Integration	185,781	186,289	184,491	189,650

All figures in thousands of PLN, unless stated otherwise

8. Short-term receivables

Trade receivables	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Trade receivables, of which:	80,567	89,960	111,468	66,345
From related companies	1,422	1,785	1,318	19
From other companies	79,145	88,175	110,150	66,326
Allowance for doubtful receivables (-)	(3,686)	(3,200)	(4,194)	(2,912)
	76,881	**86,760**	**107,274**	**63,433**

Other receivables	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Receivables from uninvoiced deliveries	8,601	5,860	4,269	6,783
Advance payments to other suppliers	4,120	3,930	3,794	3,283
Security deposits receivable	231	231	201	301
Other receivables	786	1,351	1,600	1,139
Allowances for other receivables (-)	-	-	(161)	(164)
	13,738	**11,372**	**9,703**	**11,342**

Receivables relating to uninvoiced deliveries result from the sale of licenses and IT services, for which invoices have not been issued yet. An increase in uninvoiced deliveries as at 30 September 2014 and as at 30 June 2014 in comparison to those of 31 December 2013 is primarily due to ongoing projects implemented by ASEE Turkey, ASEE Serbia and ASEE Macedonia for many various clients. The work carried out under these projects has not yet been invoiced.

Advance payments to other suppliers correspond to advances paid to subcontractors on account of the execution of contracts.

Other receivables disclosed as at 30 September 2014 include among others restricted cash amounting to PLN 297 thousand (as compared with PLN 809 thousand as at 30 June 2014, PLN 837 thousand as at 31 December 2013, and PLN 701 thousand as at 30 September 2013).

9. Financial assets

	30 September 2014 (unaudited)	30 June 2014 (unaudited)	31 December 2013 (restated)	30 September 2013 (restated)
Financial assets available for sale:	**128**	**128**	**129**	**135**
Shares in companies listed on regulated markets	108	108	110	115
Shares in companies not listed on regulated markets	20	20	19	20
Loans granted:	**435**	**396**	**356**	**73**
Loans granted to related parties	375	334	290	3
Loans granted to employees	60	62	66	70
Bank deposits:	**489**	**3,006**	**1,009**	**526**
Deposits for 3 to 12 months	414	2,932	1,009	526
Deposits for over 12 months	75	74	-	-
Financial assets carried at fair value through profit or loss:	**446**	**421**	**99**	**85**
Currency forward contracts	19	3	99	85
Investment fund units	427	418	-	-
Long-term	232	224	155	167
Short-term	1,266	3,727	1,438	652
	1,498	**3,951**	**1,593**	**819**

All figures in thousands of PLN, unless stated otherwise

10. Cash and short-term deposits

	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Cash at bank and in hand	36,612	29,376	33,716	20,610
Short-term bank deposits	16,349	37,140	24,581	31,291
Cash equivalents	19	11	31	18
Cash being transferred	252	168	25	9
	53,232	**66,695**	**58,353**	**51,928**
Interest accrued on cash and cash equivalents as at the balance sheet date	*(26)*	*(43)*	*(26)*	*(22)*
Overdraft facilities utilized for liquidity management	*(942)*	*(1,365)*	*(34)*	-
Cash and cash equivalents as disclosed in the cash flow statement	**52,264**	**65,287**	**58,293**	**51,906**

11. Prepayments and accrued income

Long-term	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Prepaid maintenance services and license fees	56	141	248	928
Other	110	510	172	471
	166	**651**	**420**	**1,399**

Short-term	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Prepaid maintenance services and license fees	6,101	6,257	5,344	6,912
Prepaid insurance	525	725	345	347
Prepaid rents	1,427	926	370	373
Prepaid consulting services	385	498	426	118
Other prepaid services	528	312	99	178
Other	786	879	811	421
	9,752	**9,597**	**7,395**	**8,349**

As at 30 September 2014, 30 June 2014, 31 December 2013 and 30 September 2013, prepayments included primarily the costs of maintenance services amounting to PLN 6,101 thousand, PLN 6,257 thousand, PLN 5,344 thousand, and PLN 6,912 thousand, respectively, that will be successively expensed in future periods.

12. Long-term and short-term financial liabilities

Long-term	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Liabilities for the acquisition of shares in subsidiaries (put options)	-	-	-	698
Finance lease liabilities	937	858	718	118
	937	**858**	**718**	**816**

As at 30 September 2014, 30 June 2014, 31 December 2013 and 30 September 2013, long-term financial liabilities included just finance lease commitments.

As at 30 September 2013, the Group carried a long-term liability under put options held by non-controlling shareholders in Multicard Serbia. The amount owed by ASEE Group corresponded to the estimated present value of future payment for the remaining stake of shares in the above-mentioned company.

As at 31 December 2013, the Group ceased to disclose Multicard Serbia as its subsidiary due to losing control over that company. The non-controlling shareholders' right to exercise their put options was contingent upon achievement of certain earnings by the company. As the above-mentioned condition was not satisfied and the put options became unexercisable, the said liability was no longer recognized by the Group as at 31 December 2013. This liability has been reversed in correspondence with the Group's equity.

All figures in thousands of PLN, unless stated otherwise

Short-term	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Dividend payment liabilities	-	16,606	-	-
Finance lease liabilities	343	302	273	173
Liabilities for the acquisition of shares	1,812	1,806	1,800	165
Forward contracts / futures	-	12	-	-
	2,155	**18,726**	**2,073**	**338**

As at 30 September 2014, 30 June 2014 and 31 December 2013, liabilities for the acquisition of shares included the remaining portion of payment for the acquisition of 100% of shares in EŽR Croatia amounting to PLN 1,812 thousand, PLN 1,806 thousand and PLN 1,800 thousand, respectively, which shall depend on the financial results of that company.

As at 30 September 2013, liabilities resulting from acquisitions of shares in companies comprised liabilities of ASEE S.A. for non-controlling interests acquired in Sigma Turkey.

Dividend payment liabilities reported as at 30 June 2014 comprised dividends payable by ASEE S.A. to its shareholders.

13. Interest-bearing bank loans and borrowings

As at 30 September 2014, total debt of ASEE Group under all bank loans and borrowings aggregated at PLN 40,857 thousand. In earlier periods, liabilities under all bank loans and borrowings amounted to PLN 36,933 thousand as at 30 June 2014, PLN 13,471 thousand as at 31 December 2013, and PLN 6,452 thousand as at 30 September 2013.

The growing tendency in debt liabilities is primarily due to the change in our business model for the provision of POS and ATM services within the Payment Solutions segment. Outsourcing of complete payment processes requires that we make expenditures for purchases of equipment, which are largely financed with bank loans.

The increase in total debt over the period of 3 months ended 30 September 2014, in comparison to its level of 30 June 2014, resulted mainly from bank loans incurred by ASEE Serbia and ASEE Slovenia in order to finance such outsourcing projects.

As at 30 September 2014, tangible assets with a book value of PLN 3,410 thousand served as security for bank loans, as compared with PLN 4,502 thousand as at 30 June 2014. As at 30 September 2014, liabilities secured with such assets amounted to PLN 3,526 thousand, as compared with PLN 3,900 thousand as at 30 June 2014.

Both as at 31 December 2013 and 30 September 2013, tangible assets did not serve as security for any bank loans taken out.

To the best knowledge of the Management Board of ASEE S.A., the Group neither defaulted on payments under any bank loan or borrowing, nor did it breach any material provisions under any bank loan or borrowing agreement.

14. Short-term trade payables and other liabilities

Short-term trade payables	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
To related companies	339	694	893	169
To other companies	29,901	46,641	51,360	26,616
	30,240	**47,335**	**52,253**	**26,785**

Other current liabilities	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Liabilities to employees relating to salaries and wages	4,009	4,157	5,103	3,937
Liabilities for uninvoiced deliveries	2,187	1,664	1,248	824
Trade prepayments received	4,815	5,426	6,404	4,934
Liabilities for purchases of tangible assets and intangible assets	62	3,035	704	1,572
Other liabilities	1,982	982	411	297
	13,055	**15,264**	**13,870**	**11,564**

All figures in thousands of PLN, unless stated otherwise

Current liabilities to the state and local budgets	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Value added tax	5,060	7,441	10,784	3,294
Corporate income tax (CIT)	500	234	66	575
Personal income tax (PIT)	835	806	1,225	635
Social security payable	1,918	1,968	1,817	1,765
Other	427	274	172	275
	8,740	**10,723**	**14,064**	**6,544**

15. Accruals and deferred income

Short-term accruals	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Accrual for unused holiday leaves	1,665	2,096	1,321	954
Accrual for employee bonuses	14,628	11,423	9,150	13,167
Provision for uninvoiced costs	7,414	5,308	4,811	3,481
Provision for auditing expenses	219	270	367	277
	23,926	**19,097**	**15,649**	**17,879**

Long-term deferred income	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Maintenance services paid in advance	86	152	293	2,096
Grants for the development of assets	501	396	390	-
	587	**548**	**683**	**2,096**

Short-term deferred income	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Maintenance services paid in advance	6,522	7,533	6,811	6,395
Grants for the development of assets	12	40	95	567
Other	87	337	957	867
	6,621	**7,910**	**7,863**	**7,829**

The balance of deferred income relates mainly to prepayments for support and maintenance services be provided by ASEE Turkey, ASEE Croatia and ASEE S.A.

16. Changes in impairment write-downs on assets

	3 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)
Trade receivables				
Opening balance	(3,200)	(4,194)	(2,832)	(3,042)
Established	(523)	(1,423)	(273)	(802)
Reversed	70	1,503	84	1,003
Utilized	(30)	457	-	34
Foreign exchange differences	(3)	(29)	109	(105)
Closing balance	(3,686)	(3,686)	(2,912)	(2,912)
Inventories				
Opening balance	(6,391)	(5,625)	(6,741)	(6,653)
Established	(392)	(1,419)	(187)	(664)
Reversed	235	518	286	798
Utilized	5	6	-	232
Foreign exchange differences	28	5	263	(92)
Closing balance	(6,515)	(6,515)	(6,379)	(6,379)

During the first 9 months of 2014 and in the comparable period of 2013, the Group did not recognize or reverse any impairment write-downs on its financial assets, property, plant and equipment, and intangible assets.

All figures in thousands of PLN, unless stated otherwise

17. Employment

Group's workforce as at[1]	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (unaudited)
Management Board of the Parent Company*	5	5	5	7
Management Boards of the Group companies	24	24	25	23
Production departments	1055	1,044	1,075	1,010
Sales departments	156	156	139	137
Administration departments	154	152	163	160
	1,394	**1,381**	**1,407**	**1,337**

* Piotr Jeleński and Marcin Rulnicki serve in the Management Board of ASEE S.A. on the basis of employment contracts. The remaining members of the Company's Management Board perform their duties by assignment.

[1] Due to the adoption of IFRS 11 *Joint Arrangements* and accounting for E-Mon Montenegro under the equity method, we have ceased to disclose the employees of that company as part of the Group's workforce. Consequently, the comparable data as at 31 December 2013 and 30 September 2013 have been restated.

Numbers of employees in the Group companies as at	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (unaudited)
ASEE S.A.	28	29	25	25
ASEE Romania Group	152	147	164	168
ASEE Serbia Group[1]	462	459	476	481
Asseco Montenegro	10	9	9	9
ASEE Croatia Group[2]	241	228	231	161
ASEE Kosovo Group	84	85	84	89
ASEE Turkey Group	182	179	174	172
ASEE Bulgaria	23	24	25	24
ASEE B&H	44	48	47	47
ASEE Macedonia	142	144	144	144
ASEE Slovenia	26	29	28	17
	1,394	**1,381**	**1,407**	**1,337**

[1] Due to the adoption of IFRS 11 *Joint Arrangements* and accounting for E-Mon Montenegro under the equity method, we have ceased to disclose the employees of that company as part of the Group's workforce. As a result of the sale of ASEE Montenegro by ASEE Serbia to ASEE S.A., employees of that company are presented separately and no longer as part of ASEE Serbia Group workforce. Consequently, the comparable data as at 30 June 2014, 31 December 2013 and 30 September 2013 have been restated.

[2] As a result of the merger of ASEE Croatia and EŽR Croatia on 2 January 2014, the employment data of these companies have been presented jointly as at 31 December 2013.

18. Outsourcing contracts

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

Future minimum lease payments	30 September 2014 (unaudited)
(i) within 1 year	27,549
(ii) within 1 to 5 years	62,928
(iii) within more than 5 years	2,951

19. Contingent liabilities and receivables

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

As at 30 September 2014, the related contingent liabilities equalled PLN 30,680 thousand, as compared with PLN 30,635 thousand as at 30 June 2014, PLN 37,321 thousand as at 31 December 2013, and PLN 13,873 thousand as at 30 September 2013.

Both as at 30 September 2014 and 30 June 2014, no contingent receivables were recognized.

Our contingent receivables arising from bank guarantees granted to secure due performance of commercial contracts amounted to PLN 319 thousand as at 31 December 2013, and to PLN 547 thousand as at 30 September 2013.

All figures in thousands of PLN, unless stated otherwise

Assets serving as security for bank guarantee facilities:

Category of assets	Net value of assets				Amount of granted guarantee secured with assets			
	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (restated)	30 Sept. 2013 (restated)
Trade receivables	365	104	259	816	955	4,254	4,183	4,163
Other receivables (restricted cash)	290	809	837	680	5,108	3,434	4,104	767
	655	**913**	**1,096**	**1,496**	**6,063**	**7,688**	**8,287**	**4,930**

20. Issuance, redemption and repayment of non-equity and equity securities

In the reporting period, the Issuer did not conduct any transactions of issuance, redemption or repayment of debt securities.

XII. RELATED PARTY TRANSACTIONS

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

XIII. INFORMATION ON PENDING LEGAL PROCEEDINGS CONCERNING LIABILITIES OR RECEIVABLES OF ASSECO SOUTH EASTERN EUROPE S.A. OR ITS SUBSIDIARIES

During the reporting period, no proceedings were instituted or pending before any court, arbitration authority or public administration authority, concerning any liabilities or receivables of ASEE S.A. or of its subsidiaries, whose aggregate value would equal or exceed 10% of the Company's equity.

To the best knowledge of the Management Board of ASEE S.A., during the reporting period the Group made significant settlements resulting from court litigation.

XIV. INFORMATION ON BANK LOAN SURETIES OR GUARANTEES GRANTED BY THE ISSUER

During the period of 3 months ended 30 September 2014, neither the Issuer nor any of its subsidiaries granted any sureties to secure bank loans and borrowings or any payment guarantees to any single entity or its subsidiary, where the aggregate value of all the existing sureties or guarantees extended in favour of such entity would equal at least 10% of the Issuer's equity.

XV. OPINION OF THE MANAGEMENT BOARD ON FEASIBILITY OF MEETING THE PREVIOUSLY PUBLISHED FINANCIAL FORECASTS

The Management Board of ASEE S.A. has not published any financial forecasts for the year 2014.

XVI. OTHER FACTORS SIGNIFICANT FOR THE ASSESSMENT OF HUMAN RESOURCES, ASSETS, AND FINANCIAL POSITION

During the reporting period presented, the Management Board of ASEE S.A. has not become aware of any other significant factors that might affect the assessment of human resources, assets, and financial position of ASEE Group.

XVII. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

In the period from 30 September 2014 till the date of approval of these interim condensed consolidated financial statements, this is until 20 October 2014, 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.

XVIII. SIGNIFICANT EVENTS RELATED TO PRIOR YEARS

Until the date of preparing these interim condensed consolidated financial statements, this is until 20 October 2014, we have not observed any significant events related to prior years, which have not but should have been included in our accounting books.

All figures in thousands of PLN, unless stated otherwise

ASSECO SOUTH EASTERN EUROPE S.A.
STANDALONE FINANCIAL DATA
FOR THE THIRD QUARTER OF 2014

Rzeszów, 20 October 2014

FINANCIAL HIGHLIGHTS OF ASSECO SOUTH EASTERN EUROPE S.A.

		9 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)
		PLN'000	PLN'000	EUR'000	EUR'000
I.	Revenues from holding activities	26,841	43,614	6,421	10,327
II.	Revenues from operating activities	5,441	5,624	1,302	1,332
III.	Operating profit	21,625	38,905	5,173	9,212
IV.	Pre-tax profit	22,725	40,183	5,436	9,515
V.	Net profit for the reporting period	**21,501**	**37,908**	**5,143**	**8,976**
VI.	Net cash provided by (used in) operating activities	21,429	39,460	5,126	9,344
VII.	Net cash provided by (used in) investing activities	(3,138)	12,391	(751)	2,934
VIII.	Net cash provided by (used in) financing activities	(16,606)	(42,034)	(3,972)	(9,953)
IX.	Cash and cash equivalents at the end of period	4,682	12,451	1,121	2,953
X.	Basic earnings per ordinary share for the reporting period (in PLN/EUR)	0.41	0.73	0.10	0.17
XI.	Diluted earnings per ordinary share for the reporting period (in PLN/EUR)	0.41	0.73	0.10	0.17

The financial highlights disclosed in these condensed financial statements were translated into euros (EUR) in the following way:

- items of the interim condensed income statement 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 2014 to 30 September 2014: EUR 1 = PLN 4.1803
  - for the period from 1 January 2013 to 30 September 2013: EUR 1 = PLN 4.2231

- 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 30 September 2014: EUR 1 = PLN 4.1755
  - exchange rate effective on 30 September 2013: EUR 1 = PLN 4.2163

All figures in thousands of PLN, unless stated otherwise

CONDENSED INCOME STATEMENT ASSECO SOUTH EASTERN EUROPE S.A.

	3 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)
Holding activities	**8,614**	**26,841**	**9,235**	**43,614**
Dividend income	6,165	19,718	6,877	36,585
Revenues from sales of services	2,449	7,123	2,358	7,029
Operating activities	***2,163***	***5,441***	***1,441***	***5,624***
Revenues from sales of IT services and software	2,163	5,441	1,441	5,624
Total sales revenues	**10,777**	**32,282**	**10,676**	**49,238**
Cost of sales (-)	(3,087)	(8,674)	(2,492)	(8,546)
Gross profit on sales	**7,690**	**23,608**	**8,184**	**40,692**
Selling costs (-)	(656)	(2,000)	(552)	(1,748)
General and administrative expenses (-)	-	-	(17)	(51)
Net profit on sales	**7,034**	**21,608**	**7,615**	**38,893**
Other operating income	-	29	-	15
Other operating expenses (-)	-	(12)	-	(3)
Operating profit	**7,034**	**21,625**	**7,615**	**38,905**
Financial income	842	1,235	46	1,300
Financial expenses (-)	(15)	(135)	(322)	(22)
Pre-tax profit	**7,861**	**22,725**	**7,339**	**40,183**
Corporate income tax (current and deferred tax expense)	(803)	(1,224)	126	(2,275)
Net profit for the reporting period	**7,058**	**21,501**	**7,465**	**37,908**
Earnings per share for the reporting period (in PLN):				
Basic earnings per share from continuing operations for the reporting period	0.13	0.41	0.14	0.73
Diluted earnings per share from continuing operations for the reporting period	0.13	0.41	0.14	0.73

CONDENSED STATEMENT OF COMPREHENSIVE INCOME ASSECO SOUTH EASTERN EUROPE S.A.

	Note	3 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2014 (unaudited)	3 months ended 30 Sept. 2013 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)
Net profit for the reporting period		**7,058**	**21,501**	**7,465**	**37,908**
Other comprehensive income		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE REPORTING PERIOD		**7,058**	**21,501**	**7,465**	**37,908**

All figures in thousands of PLN, unless stated otherwise

CONDENSED STATEMENT OF FINANCIAL POSITION ASSECO SOUTH EASTERN EUROPE S.A.

ASSETS	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (audited)	30 Sept. 2013 (unaudited)
Non-current assets	**606,377**	**606,092**	**603,691**	**591,377**
Property, plant and equipment	370	411	418	460
Goodwill arising from a merger	4,567	4,567	4,567	4,567
Intangible assets	184	207	233	253
Investments in subsidiaries	593,686	592,715	592,677	579,329
Deferred tax assets	924	1,460	1,488	1,557
Long-term receivables	6,590	6,590	4,066	4,918
Long-term prepayments and accrued income	56	142	242	293
Current assets	**14,427**	**24,993**	**15,027**	**19,485**
Inventories	2	-	2	2
Prepayments and accrued income	1,186	1,860	2,075	1,136
Receivables from the state and local budgets	-	-	-	2,070
Trade receivables	2,652	2,639	5,044	40
Other receivables	1,673	1,031	3,856	3,183
Short-term financial assets	4,232	2,951	1,100	603
Cash and short-term deposits	4,682	16,512	2,950	12,451
TOTAL ASSETS	**620,804**	**631,085**	**618,718**	**610,862**

CONDENSED STATEMENT OF FINANCIAL POSITION ASSECO SOUTH EASTERN EUROPE S.A.

EQUITY AND LIABILITIES	30 Sept. 2014 (unaudited)	30 June 2014 (unaudited)	31 Dec. 2013 (audited)	30 Sept. 2013 (unaudited)
Equity				
Share capital	518,942	518,942	518,942	518,942
Share premium	38,825	38,825	38,825	38,825
Retained earnings and current net profit	57,603	50,545	52,708	50,304
Total equity	**615,370**	**608,312**	**610,475**	**608,071**
Non-current liabilities	**86**	**152**	**292**	**362**
Long-term deferred income	86	152	292	362
Current liabilities	**5,348**	**22,621**	**7,951**	**2,429**
Trade payables	874	1,130	3,756	772
Liabilities to the state and local budgets	225	485	737	91
Financial liabilities	1,812	18,462	1,800	165
Other liabilities	5	35	24	26
Deferred income	981	1,401	1,190	853
Accruals	1,451	1,108	444	522
TOTAL LIABILITIES	**5,434**	**22,773**	**8,243**	**2,791**
TOTAL EQUITY AND LIABILITIES	**620,804**	**631,085**	**618,718**	**610,862**

All figures in thousands of PLN, unless stated otherwise

CONDENSED STATEMENT OF CHANGES IN EQUITY
ASSECO SOUTH EASTERN EUROPE S.A.

for the periods of 9 months ended 30 September 2014, 9 months ended 30 September 2013, and 12 months ended 31 December 2013

	Share capital	Share premium	Retained earnings (deficit) and current net profit	Total equity
As at 1 January 2014	**518,942**	**38,825**	**52,708**	**610,475**
Net profit for the reporting period	-	-	21,501	**21,501**
Total comprehensive income for the reporting period	-	-	**21,501**	**21,501**
Dividends	-	-	(16,606)	**(16,606)**
As at 30 September 2014 (unaudited)	**518,942**	**38,825**	**57,603**	**615,370**
As at 1 January 2013	**518,942**	**38,825**	**54,430**	**612,197**
Net profit for the reporting period	-	-	37,908	**37,908**
Total comprehensive income for the reporting period	-	-	**37,908**	**37,908**
Dividends	-	-	(42,034)	**(42,034)**
As at 30 September 2013 (unaudited)	**518,942**	**38,825**	**50,304**	**608,071**
As at 1 January 2013	**518,942**	**38,825**	**54,430**	**612,197**
Net profit for the reporting period	-	-	40,312	**40,312**
Total comprehensive income for the reporting period	-	-	**40,312**	**40,312**
Dividends	-	-	(42,034)	**(42,034)**
As at 31 December 2013 (audited)	**518,942**	**38,825**	**52,708**	**610,475**

CONDENSED STATEMENT OF CASH FLOWS
ASSECO SOUTH EASTERN EUROPE S.A.

for the periods of 9 months ended 30 September 2014 as well as 9 months ended 30 September 2013

	9 months ended 30 Sept. 2014 (unaudited)	9 months ended 30 Sept. 2013 (unaudited)
Cash flows – operating activities		
Pre-tax profit	22,725	40,183
Total adjustments:	**(19,609)**	**(39,221)**
Depreciation and amortization	199	197
Change in inventories	-	4
Change in receivables	2,527	634
Change in liabilities	(3,412)	(265)
Change in prepayments and accruals	1,667	(1,834)
Interest income and expenses	(87)	(482)
Gain (loss) on foreign exchange differences	(852)	(567)
Gain (loss) on investing activities	(19,654)	(36,910)
Other	3	2
Selected operating cash flows	**18,313**	**38,410**
Cost of acquisition of shares in subsidiaries	(1,009)	-
Disposal of shares in subsidiaries	230	2,506
Dividends received	19,092	35,904
Net cash used in operating activities	**21,429**	**39,372**
Corporate income tax recovered (paid)	-	88
Net cash provided by (used in) operating activities	**21,429**	**39,460**
Cash flows – investing activities		
Acquisition of property, plant and equipment and intangible assets	(117)	(224)
Disposal of property, plant and equipment	31	-
Disposal of financial assets carried at fair value through profit or loss	63	9,527
Acquisition of financial assets carried at fair value through profit or loss	-	(9,500)
Bank deposits withdrawn	3,549	15,309
Bank deposits made	(2,489)	(3,300)
Loans collected (granted)	(4,175)	-
Interest received	-	579
Net cash provided by (used in) investing activities	**(3,138)**	**12,391**
Cash flows – financing activities		
Dividends paid out to shareholders of the Parent Company	(16,606)	(42,034)
Net cash provided by (used in) financing activities	**(16,606)**	**(42,034)**
Net increase (decrease) in cash and cash equivalents	1,685	9,817
Net foreign exchange differences	47	(10)
Cash and cash equivalents as at 1 January	2,950	2,644
Cash and cash equivalents as at 30 September	**4,682**	**12,451**

All figures in thousands of PLN, unless stated otherwise