



**Quarterly Report  
of Asseco South Eastern Europe Group  
for the period of 9 months ended  
30 September 2021**

**asseco**  
SOUTH EASTERN EUROPE



Present in  
**23 countries**



**PLN 790.1 million**  
in sales revenues



**3,220**  
highly committed  
employees



**PLN 102.6 million**  
of net profit for  
Shareholders of  
the Parent Company

# Quarterly Report of Asseco South Eastern Europe Group for the period of 9 months ended 30 September 2021

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## Financial Highlights

### Asseco South Eastern Europe Group

|                                                                                                                              | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>PLN'000 | 9 months ended<br>30 Sept. 2021<br>EUR'000 | 9 months ended<br>30 Sept. 2020<br>EUR'000 |
|------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|--------------------------------------------|--------------------------------------------|
| Operating revenues                                                                                                           | 790,061                                    | 691,823                                    | 173,316                                    | 155,744                                    |
| Operating profit                                                                                                             | 127,834                                    | 100,944                                    | 28,043                                     | 22,725                                     |
| Pre-tax profit                                                                                                               | 129,116                                    | 98,783                                     | 28,324                                     | 22,238                                     |
| <b>Net profit for the reporting period</b>                                                                                   | <b>105,952</b>                             | <b>82,557</b>                              | <b>23,243</b>                              | <b>18,585</b>                              |
| <b>Net profit attributable to Shareholders of the Parent Company</b>                                                         | <b>102,576</b>                             | <b>81,641</b>                              | <b>22,502</b>                              | <b>18,379</b>                              |
| Net cash provided by (used in) operating activities                                                                          | 142,552                                    | 108,799                                    | 31,272                                     | 24,493                                     |
| Net cash provided by (used in) investing activities                                                                          | (77,342)                                   | (40,450)                                   | (16,967)                                   | (9,106)                                    |
| Net cash provided by (used in) financing activities                                                                          | (84,654)                                   | (84,053)                                   | (18,571)                                   | (18,922)                                   |
| <b>Cash and cash equivalents at the end of the period (comparable data as at 31 December 2020)</b>                           | <b>227,015</b>                             | <b>249,028</b>                             | <b>49,001</b>                              | <b>53,963</b>                              |
| Basic earnings per ordinary share for the reporting period attributable to Shareholders of the Parent Company (in PLN/EUR)   | 1.98                                       | 1.57                                       | 0.43                                       | 0.35                                       |
| Diluted earnings per ordinary share for the reporting period attributable to Shareholders of the Parent Company (in PLN/EUR) | 1.98                                       | 1.57                                       | 0.43                                       | 0.35                                       |

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

- items of the consolidated statement of profit and loss and consolidated statement of cash flows have been translated into EUR at the arithmetic average of mid exchange rates as published by the National Bank of Poland and in effect on the last day of each month. These exchange rates were as follows:
  - for the period from 1 January 2021 to 30 September 2021: EUR 1 = PLN 4.5585
  - for the period from 1 January 2020 to 30 September 2020: EUR 1 = PLN 4.4420
- 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 2021: EUR 1 = PLN 4.6329
  - exchange rate effective on 31 December 2020: EUR 1 = PLN 4.6148

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

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

## Asseco South Eastern Europe Group

| STATEMENT OF PROFIT AND LOSS                                                                                                                  | Note | 3 months ended | 9 months ended | 3 months ended              | 9 months ended               |
|-----------------------------------------------------------------------------------------------------------------------------------------------|------|----------------|----------------|-----------------------------|------------------------------|
|                                                                                                                                               |      | 30 Sept. 2021  | 30 Sept. 2021  | 30 Sept. 2020<br>(restated) | 30 Sept. 2020<br>(restated*) |
| Operating revenues                                                                                                                            | 5.1  | 264,320        | 790,061        | 227,478                     | 691,823                      |
| Cost of sales                                                                                                                                 | 5.2  | (185,182)      | (567,754)      | (160,704)                   | (505,813)                    |
| Allowances for trade receivables                                                                                                              | 5.2  | (475)          | (896)          | (556)                       | (213)                        |
| <b>Gross profit on sales</b>                                                                                                                  |      | <b>78,663</b>  | <b>221,411</b> | <b>66,218</b>               | <b>185,797</b>               |
| Selling costs                                                                                                                                 | 5.2  | (15,558)       | (46,568)       | (13,514)                    | (40,282)                     |
| General and administrative expenses                                                                                                           | 5.2  | (16,213)       | (48,080)       | (15,791)                    | (45,209)                     |
| <b>Net profit on sales</b>                                                                                                                    |      | <b>46,892</b>  | <b>126,763</b> | <b>36,913</b>               | <b>100,306</b>               |
| Other operating income                                                                                                                        | 5.3  | 337            | 1,611          | 501                         | 1,586                        |
| Other operating expenses                                                                                                                      | 5.3  | (137)          | (540)          | (438)                       | (948)                        |
| Share of profits of associates and joint ventures                                                                                             |      | -              | -              | -                           | -                            |
| <b>Operating profit</b>                                                                                                                       |      | <b>47,092</b>  | <b>127,834</b> | <b>36,976</b>               | <b>100,944</b>               |
| Financial income                                                                                                                              | 5.4  | 1,886          | 8,392          | 3,569                       | 7,537                        |
| Financial expenses                                                                                                                            | 5.4  | (1,948)        | (7,110)        | (3,724)                     | (9,698)                      |
| Impairment losses on financial instruments                                                                                                    |      | -              | -              | -                           | -                            |
| <b>Pre-tax profit</b>                                                                                                                         |      | <b>47,030</b>  | <b>129,116</b> | <b>36,821</b>               | <b>98,783</b>                |
| Corporate income tax<br>(current and deferred tax expense)                                                                                    | 5.5  | (8,218)        | (23,164)       | (5,377)                     | (16,226)                     |
| <b>Net profit for the reporting period</b>                                                                                                    |      | <b>38,812</b>  | <b>105,952</b> | <b>31,444</b>               | <b>82,557</b>                |
| <i>Attributable to:</i>                                                                                                                       |      |                |                |                             |                              |
| <b>Shareholders of the Parent Company</b>                                                                                                     |      | <b>37,734</b>  | <b>102,576</b> | <b>31,229</b>               | <b>81,641</b>                |
| Non-controlling interests                                                                                                                     |      | 1,078          | 3,376          | 215                         | 916                          |
| Basic and diluted consolidated earnings per share<br>for the reporting period, attributable to shareholders<br>of the Parent Company (in PLN) | 5.6  | 0.73           | 1.98           | 0.60                        | 1.57                         |
| <b>OTHER COMPREHENSIVE INCOME</b>                                                                                                             |      |                |                |                             |                              |
| <b>Net profit for the reporting period</b>                                                                                                    |      | <b>38,812</b>  | <b>105,952</b> | <b>31,444</b>               | <b>82,557</b>                |
| <i>Components that may be reclassified to profit or loss</i>                                                                                  |      | <b>21,634</b>  | <b>911</b>     | <b>1,885</b>                | <b>25,725</b>                |
| Net gain/loss on valuation of financial assets                                                                                                |      | 4              | 7              | -                           | (7)                          |
| Differences on foreign currency translation of<br>subsidiaries                                                                                |      | 21,630         | 904            | 1,885                       | 25,732                       |
| <i>Components that will not be reclassified to profit or loss</i>                                                                             |      | -              | -              | -                           | -                            |
| Actuarial gains/losses                                                                                                                        |      | -              | -              | -                           | -                            |
| <b>Total other comprehensive income</b>                                                                                                       |      | <b>21,634</b>  | <b>911</b>     | <b>1,885</b>                | <b>25,725</b>                |
| <b>TOTAL COMPREHENSIVE INCOME attributable to:</b>                                                                                            |      | <b>60,446</b>  | <b>106,863</b> | <b>33,329</b>               | <b>108,282</b>               |
| <b>Shareholders of the Parent Company</b>                                                                                                     |      | <b>58,941</b>  | <b>103,424</b> | <b>33,089</b>               | <b>107,217</b>               |
| Non-controlling interests                                                                                                                     |      | 1,505          | 3,439          | 240                         | 1,065                        |

\*The restatement has been disclosed in detail in explanatory note 2.7 to these interim condensed consolidated financial statements.

# Interim Condensed Consolidated Statement of Financial Position

## Asseco South Eastern Europe Group

| ASSETS                                       | Note       | 30 Sept.         | 30 June          | 31 Dec.            | 30 Sept.            |
|----------------------------------------------|------------|------------------|------------------|--------------------|---------------------|
|                                              |            | 2021             | 2021             | 2020<br>(restated) | 2020<br>(restated*) |
|                                              |            | PLN'000          | PLN'000          | PLN'000            | PLN'000             |
| <b>Non-current assets</b>                    |            |                  |                  |                    |                     |
| Property, plant and equipment                | <u>6.1</u> | 133,036          | 132,588          | 143,171            | 145,394             |
| Intangible assets                            | <u>6.2</u> | 31,031           | 29,524           | 30,101             | 27,859              |
| Right-of-use assets                          | <u>6.3</u> | 50,928           | 52,109           | 55,711             | 62,764              |
| Investment property                          |            | 586              | 581              | 599                | 606                 |
| Goodwill                                     | <u>6.4</u> | 618,916          | 567,000          | 569,835            | 561,087             |
| Other receivables                            | <u>6.7</u> | 662              | 774              | 821                | 923                 |
| Deferred tax assets                          |            | 11,947           | 11,180           | 10,948             | 10,666              |
| Other financial assets                       | <u>6.5</u> | 476              | 392              | 5,165              | 4,840               |
| Prepayments and accrued income               | <u>6.6</u> | 3,367            | 3,780            | 6,142              | 140                 |
|                                              |            | <b>850,949</b>   | <b>797,928</b>   | <b>822,493</b>     | <b>814,279</b>      |
| <b>Current assets</b>                        |            |                  |                  |                    |                     |
| Inventories                                  | <u>6.8</u> | 32,931           | 31,908           | 27,912             | 26,518              |
| Prepayments and accrued income               | <u>6.6</u> | 36,594           | 33,427           | 30,991             | 23,156              |
| Trade receivables                            | <u>6.7</u> | 127,338          | 138,465          | 207,672            | 109,108             |
| Contract assets                              | <u>6.7</u> | 58,162           | 52,249           | 29,625             | 67,139              |
| Corporate income tax receivable              | <u>6.7</u> | 1,952            | 1,392            | 2,105              | 1,234               |
| Receivables from the state and local budgets | <u>6.7</u> | 4,503            | 3,715            | 5,100              | 3,333               |
| Other receivables                            | <u>6.7</u> | 10,845           | 5,619            | 3,970              | 4,215               |
| Other non-financial assets                   |            | 5,748            | 4,832            | 3,557              | 12,405              |
| Other financial assets                       | <u>6.5</u> | 249              | 253              | 48                 | 47                  |
| Cash and bank deposits                       | <u>6.9</u> | 227,015          | 263,931          | 249,028            | 180,228             |
|                                              |            | <b>505,337</b>   | <b>535,791</b>   | <b>560,008</b>     | <b>427,383</b>      |
| <b>TOTAL ASSETS</b>                          |            | <b>1,356,286</b> | <b>1,333,719</b> | <b>1,382,501</b>   | <b>1,241,662</b>    |

\*The restatement has been disclosed in detail in explanatory note 2.7 to these interim condensed consolidated financial statements.

# Interim Condensed Consolidated Statement of Financial Position

## Asseco South Eastern Europe Group

| EQUITY AND LIABILITIES                                                       | Note        | 30 Sept.         | 30 June          | 31 Dec.          | 30 Sept.         |
|------------------------------------------------------------------------------|-------------|------------------|------------------|------------------|------------------|
|                                                                              |             | 2021             | 2021             | 2020             | 2020             |
|                                                                              |             | PLN'000          | PLN'000          | PLN'000          | PLN'000          |
| <b>Equity</b><br><i>(attributable to shareholders of the Parent Company)</i> |             |                  |                  |                  |                  |
| Share capital                                                                |             | 518,942          | 518,942          | 518,942          | 518,942          |
| Share premium                                                                |             | 38,825           | 38,825           | 38,825           | 38,825           |
| Transactions with non-controlling interests                                  |             | (3,070)          | (3,922)          | (11,624)         | (11,394)         |
| Other capitals                                                               |             | (577)            | (581)            | (584)            | (586)            |
| Differences on foreign currency translation of subsidiaries                  |             | (81,693)         | (102,896)        | (82,534)         | (94,003)         |
| Retained earnings                                                            |             | 498,401          | 460,668          | 447,720          | 413,373          |
|                                                                              |             | <b>970,828</b>   | <b>911,036</b>   | <b>910,745</b>   | <b>865,157</b>   |
| <b>Non-controlling interests</b>                                             |             | <b>3,774</b>     | <b>3,494</b>     | <b>2,460</b>     | <b>2,139</b>     |
| <b>Total equity</b>                                                          |             | <b>974,602</b>   | <b>914,530</b>   | <b>913,205</b>   | <b>867,296</b>   |
| <b>Non-current liabilities</b>                                               |             |                  |                  |                  |                  |
| Bank loans and borrowings                                                    | <u>6.11</u> | 24,859           | 21,424           | 29,139           | 34,187           |
| Lease liabilities                                                            | <u>6.10</u> | 34,702           | 36,255           | 39,847           | 43,435           |
| Other financial liabilities                                                  | <u>6.12</u> | 15,264           | 2,930            | 25,885           | 34,585           |
| Deferred tax liabilities                                                     |             | 3,636            | 4,009            | 4,183            | 4,299            |
| Provisions                                                                   | <u>6.15</u> | 2,317            | 2,108            | 2,072            | 1,856            |
| Contract liabilities                                                         | <u>6.14</u> | 7,085            | 8,046            | 9,402            | 994              |
| Other liabilities                                                            | <u>6.13</u> | 3,519            | 4,671            | 4,087            | 540              |
|                                                                              |             | <b>91,382</b>    | <b>79,443</b>    | <b>114,615</b>   | <b>119,896</b>   |
| <b>Current liabilities</b>                                                   |             |                  |                  |                  |                  |
| Bank loans and borrowings                                                    | <u>6.11</u> | 22,490           | 21,128           | 30,145           | 34,591           |
| Lease liabilities                                                            | <u>6.10</u> | 19,351           | 19,235           | 18,995           | 21,054           |
| Other financial liabilities                                                  | <u>6.12</u> | 17,775           | 85,538           | 21,190           | 13,696           |
| Trade payables                                                               | <u>6.13</u> | 70,299           | 73,968           | 111,830          | 48,567           |
| Contract liabilities                                                         | <u>6.14</u> | 64,199           | 57,761           | 74,087           | 59,884           |
| Corporate income tax payable                                                 | <u>6.13</u> | 6,852            | 5,174            | 7,986            | 6,626            |
| Liabilities to the state and local budgets                                   | <u>6.13</u> | 21,823           | 22,022           | 35,062           | 22,240           |
| Other liabilities                                                            | <u>6.13</u> | 20,574           | 17,144           | 27,184           | 11,474           |
| Provisions                                                                   | <u>6.15</u> | 3,798            | 3,565            | 3,451            | 4,382            |
| Accruals                                                                     | <u>6.16</u> | 43,141           | 34,211           | 24,751           | 31,956           |
|                                                                              |             | <b>290,302</b>   | <b>339,746</b>   | <b>354,681</b>   | <b>254,470</b>   |
| <b>TOTAL LIABILITIES</b>                                                     |             | <b>381,684</b>   | <b>419,189</b>   | <b>469,296</b>   | <b>374,366</b>   |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                          |             | <b>1,356,286</b> | <b>1,333,719</b> | <b>1,382,501</b> | <b>1,241,662</b> |

\*The restatement has been disclosed in detail in explanatory note 2.7 to these interim condensed consolidated financial statements.

## Interim Condensed Consolidated Statement of Changes in Equity

### Asseco South Eastern Europe Group

| Note                                                                                                                                   | Share capital  | Share premium | Transactions with non-controlling interests | Other capitals | Differences on foreign currency translation of subsidiaries | Retained earnings and current net profit | Equity attributable to shareholders of the Parent Company | Non-controlling interests | Total equity    |
|----------------------------------------------------------------------------------------------------------------------------------------|----------------|---------------|---------------------------------------------|----------------|-------------------------------------------------------------|------------------------------------------|-----------------------------------------------------------|---------------------------|-----------------|
|                                                                                                                                        | PLN'000        | PLN'000       | PLN'000                                     | PLN'000        | PLN'000                                                     | PLN'000                                  | PLN'000                                                   | PLN'000                   | PLN'000         |
| <b>As at 1 January 2021</b>                                                                                                            | <b>518,942</b> | <b>38,825</b> | <b>(11,624)</b>                             | <b>(584)</b>   | <b>(82,534)</b>                                             | <b>447,720</b>                           | <b>910,745</b>                                            | <b>2,460</b>              | <b>913,205</b>  |
| Net profit for the reporting period                                                                                                    | -              | -             | -                                           | -              | -                                                           | 102,576                                  | <b>102,576</b>                                            | 3,376                     | <b>105,952</b>  |
| Other comprehensive income for the reporting period                                                                                    | -              | -             | -                                           | 7              | 841                                                         | -                                        | <b>848</b>                                                | 63                        | <b>911</b>      |
| <b>Total comprehensive income for the reporting period</b>                                                                             | <b>-</b>       | <b>-</b>      | <b>-</b>                                    | <b>7</b>       | <b>841</b>                                                  | <b>102,576</b>                           | <b>103,424</b>                                            | <b>3,439</b>              | <b>106,863</b>  |
| Obtaining control over subsidiaries                                                                                                    | -              | -             | -                                           | -              | -                                                           | -                                        | -                                                         | 976                       | <b>976</b>      |
| Increase of share capital in subsidiaries                                                                                              | -              | -             | (459)                                       | -              | -                                                           | -                                        | <b>(459)</b>                                              | 459                       | -               |
| Transactions with non-controlling interests (including contingent financial liabilities to non-controlling shareholders (put options)) | -              | -             | 9,013                                       | -              | -                                                           | -                                        | <b>9,013</b>                                              | (3,071)                   | <b>5,942</b>    |
| Dividend for the year 2020                                                                                                             | <u>5.7</u>     | -             | -                                           | -              | -                                                           | (51,895)                                 | <b>(51,895)</b>                                           | (489)                     | <b>(52,384)</b> |
| <b>As at 30 September 2021</b>                                                                                                         | <b>518,942</b> | <b>38,825</b> | <b>(3,070)</b>                              | <b>(577)</b>   | <b>(81,693)</b>                                             | <b>498,401</b>                           | <b>970,828</b>                                            | <b>3,774</b>              | <b>974,602</b>  |

## Interim Condensed Consolidated Statement of Changes in Equity

### Asseco South Eastern Europe Group

| Note                                                                                                                                   | Share capital  | Share premium | Transactions with non-controlling interests | Other capitals | Differences on foreign currency translation of subsidiaries | Retained earnings and current net profit | Equity attributable to shareholders of the Parent Company | Non-controlling interests | Total equity   |
|----------------------------------------------------------------------------------------------------------------------------------------|----------------|---------------|---------------------------------------------|----------------|-------------------------------------------------------------|------------------------------------------|-----------------------------------------------------------|---------------------------|----------------|
|                                                                                                                                        | PLN'000        | PLN'000       | PLN'000                                     | PLN'000        | PLN'000                                                     | PLN'000                                  | PLN'000                                                   | PLN'000                   | PLN'000        |
| <b>As at 1 January 2020</b>                                                                                                            | <b>518,942</b> | <b>38,825</b> | <b>(8,335)</b>                              | <b>(1,319)</b> | <b>(119,586)</b>                                            | <b>370,134</b>                           | <b>798,661</b>                                            | <b>2,051</b>              | <b>800,712</b> |
| Net profit for the reporting period                                                                                                    | -              | -             | -                                           | -              | -                                                           | 115,988                                  | 115,988                                                   | 1,554                     | 117,542        |
| Other comprehensive income for the reporting period                                                                                    | -              | -             | -                                           | (5)            | 37,052                                                      | -                                        | 37,047                                                    | 222                       | 37,269         |
| <b>Total comprehensive income for the reporting period</b>                                                                             | <b>-</b>       | <b>-</b>      | <b>-</b>                                    | <b>(5)</b>     | <b>37,052</b>                                               | <b>115,988</b>                           | <b>153,035</b>                                            | <b>1,776</b>              | <b>154,811</b> |
| Share-based payment transactions with employees                                                                                        | -              | -             | -                                           | 740            | -                                                           | -                                        | 740                                                       | -                         | 740            |
| Obtaining control over subsidiaries                                                                                                    | -              | -             | -                                           | -              | -                                                           | -                                        | -                                                         | 861                       | 861            |
| Transactions with non-controlling interests (including contingent financial liabilities to non-controlling shareholders (put options)) | -              | -             | (3,289)                                     | -              | -                                                           | -                                        | (3,289)                                                   | (1,766)                   | (5,055)        |
| Dividend for the year 2019                                                                                                             | <u>5.7</u>     | -             | -                                           | -              | -                                                           | (38,402)                                 | (38,402)                                                  | (462)                     | (38,864)       |
| <b>As at 31 December 2020 (restated)</b>                                                                                               | <b>518,942</b> | <b>38,825</b> | <b>(11,624)</b>                             | <b>(584)</b>   | <b>(82,534)</b>                                             | <b>447,720</b>                           | <b>910,745</b>                                            | <b>2,460</b>              | <b>913,205</b> |

## Interim Condensed Consolidated Statement of Changes in Equity

### Asseco South Eastern Europe Group

| Note                                                                                                                                   | Share capital  | Share premium | Transactions with non-controlling interests | Other capitals | Differences on foreign currency translation of subsidiaries | Retained earnings and current net profit | Equity attributable to shareholders of the Parent Company | Non-controlling interests | Total equity   |
|----------------------------------------------------------------------------------------------------------------------------------------|----------------|---------------|---------------------------------------------|----------------|-------------------------------------------------------------|------------------------------------------|-----------------------------------------------------------|---------------------------|----------------|
|                                                                                                                                        | PLN'000        | PLN'000       | PLN'000                                     | PLN'000        | PLN'000                                                     | PLN'000                                  | PLN'000                                                   | PLN'000                   | PLN'000        |
| <b>As at 1 January 2020</b>                                                                                                            | <b>518,942</b> | <b>38,825</b> | <b>(8,335)</b>                              | <b>(1,319)</b> | <b>(119,586)</b>                                            | <b>370,134</b>                           | <b>798,661</b>                                            | <b>2,051</b>              | <b>800,712</b> |
| Net profit for the reporting period                                                                                                    | -              | -             | -                                           | -              | -                                                           | 81,641                                   | 81,641                                                    | 916                       | 82,557         |
| Other comprehensive income for the reporting period                                                                                    | -              | -             | -                                           | (7)            | 25,583                                                      | -                                        | 25,576                                                    | 149                       | 25,725         |
| <b>Total comprehensive income for the reporting period</b>                                                                             | <b>-</b>       | <b>-</b>      | <b>-</b>                                    | <b>(7)</b>     | <b>25,583</b>                                               | <b>81,641</b>                            | <b>107,217</b>                                            | <b>1,065</b>              | <b>108,282</b> |
| Share-based payment transactions with employees                                                                                        | -              | -             | -                                           | 740            | -                                                           | -                                        | 740                                                       | -                         | 740            |
| Obtaining control over subsidiaries                                                                                                    | -              | -             | -                                           | -              | -                                                           | -                                        | -                                                         | 861                       | 861            |
| Transactions with non-controlling interests (including contingent financial liabilities to non-controlling shareholders (put options)) | -              | -             | (3,059)                                     | -              | -                                                           | -                                        | (3,059)                                                   | (1,378)                   | (4,437)        |
| Dividend for the year 2019                                                                                                             | 5.7            | -             | -                                           | -              | -                                                           | (38,402)                                 | (38,402)                                                  | (460)                     | (38,862)       |
| <b>As at 30 September 2020 (restated)</b>                                                                                              | <b>518,942</b> | <b>38,825</b> | <b>(11,394)</b>                             | <b>(586)</b>   | <b>(94,003)</b>                                             | <b>413,373</b>                           | <b>865,157</b>                                            | <b>2,139</b>              | <b>867,296</b> |

## Interim Condensed Consolidated Statement of Cash Flows

### Asseco South Eastern Europe Group

|                                                                                                                            | Note       | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>(restated)<br>PLN'000 |
|----------------------------------------------------------------------------------------------------------------------------|------------|--------------------------------------------|----------------------------------------------------------|
| <b>Cash flows – operating activities</b>                                                                                   |            |                                            |                                                          |
| Pre-tax profit                                                                                                             |            | <b>129,116</b>                             | <b>98,783</b>                                            |
| <b>Total adjustments:</b>                                                                                                  |            | <b>38,510</b>                              | <b>27,126</b>                                            |
| Depreciation and amortization                                                                                              | <u>5.2</u> | 57,414                                     | 58,606                                                   |
| Change in inventories                                                                                                      |            | (9,985)                                    | 11,439                                                   |
| Change in receivables and other non-financial assets                                                                       |            | 49,831                                     | 16,929                                                   |
| Change in liabilities, accruals and provisions                                                                             |            | (61,233)                                   | (69,975)                                                 |
| Interest income/expenses                                                                                                   |            | 2,176                                      | 2,867                                                    |
| Gain/loss on foreign currency translation differences                                                                      |            | (1,055)                                    | 1,321                                                    |
| Gain/loss on financial assets (valuation, disposal, etc.)                                                                  |            | -                                          | 470                                                      |
| Other financial income/expenses                                                                                            |            | 1,824                                      | 2,474                                                    |
| Gain/loss on sale, disposal and impairment of property, plant and equipment, intangible assets, and right-of-use assets    |            | (579)                                      | 2,157                                                    |
| Costs of share-based payment transactions with employees                                                                   |            | -                                          | 740                                                      |
| Other adjustments to pre-tax profit                                                                                        |            | 117                                        | 98                                                       |
| <b>Cash provided by (used in) operating activities</b>                                                                     |            | <b>167,626</b>                             | <b>125,909</b>                                           |
| Corporate income tax paid                                                                                                  |            | (25,074)                                   | (17,110)                                                 |
| <b>Net cash provided by (used in) operating activities</b>                                                                 |            | <b>142,552</b>                             | <b>108,799</b>                                           |
| <b>Cash flows – investing activities</b>                                                                                   |            |                                            |                                                          |
| <b>Inflows</b>                                                                                                             |            |                                            |                                                          |
| Disposal of property, plant and equipment, intangible assets, and investment property                                      |            | 1,206                                      | 1,494                                                    |
| Disposal/settlement of financial assets carried at fair value through profit or loss or through other comprehensive income |            | 37                                         | 4                                                        |
| Disposal of investments in other debt securities carried at amortized cost                                                 |            | 4,821                                      | 540                                                      |
| Loans collected                                                                                                            |            | 3                                          | 17                                                       |
| Interest received                                                                                                          |            | 19                                         | -                                                        |
| Dividends received                                                                                                         |            | -                                          | 1                                                        |
| <b>Outflows</b>                                                                                                            |            |                                            |                                                          |
| Acquisition of property, plant and equipment, intangible assets (including R&D expenditures), and investment property      | <u>7.1</u> | (27,146)                                   | (26,885)                                                 |
| Expenditures for the acquisition of subsidiaries, less cash and cash equivalents in subsidiaries acquired                  | <u>7.1</u> | (56,080)                                   | (15,251)                                                 |
| Acquisition/settlement of financial assets carried at fair value through profit or loss                                    |            | -                                          | (365)                                                    |
| Loans granted                                                                                                              |            | (194)                                      | (5)                                                      |
| Other cash flows from investing activities                                                                                 |            | (8)                                        | -                                                        |
| <b>Net cash provided by (used in) investing activities</b>                                                                 |            | <b>(77,342)</b>                            | <b>(40,450)</b>                                          |
| <b>Cash flows – financing activities</b>                                                                                   |            |                                            |                                                          |
| <b>Inflows</b>                                                                                                             |            |                                            |                                                          |
| Proceeds from bank loans and borrowings                                                                                    | <u>7.2</u> | 13,284                                     | 8,938                                                    |
| <b>Outflows</b>                                                                                                            |            |                                            |                                                          |
| Repayments of bank loans and borrowings                                                                                    | <u>7.2</u> | (26,281)                                   | (34,497)                                                 |
| Payments of lease liabilities                                                                                              | <u>7.2</u> | (14,838)                                   | (16,595)                                                 |
| Interest paid                                                                                                              | <u>7.2</u> | (1,930)                                    | (2,792)                                                  |
| Acquisition of non-controlling interests                                                                                   |            | (2,505)                                    | -                                                        |
| Dividends paid out by the Parent Company                                                                                   | <u>7.2</u> | (51,895)                                   | (38,402)                                                 |
| Dividends paid out to non-controlling shareholders                                                                         | <u>7.2</u> | (489)                                      | (705)                                                    |
| <b>Net cash provided by (used in) financing activities</b>                                                                 |            | <b>(84,654)</b>                            | <b>(84,053)</b>                                          |
| <b>Net increase (decrease) in cash and cash equivalents</b>                                                                |            | <b>(19,444)</b>                            | <b>(15,704)</b>                                          |
| Net foreign currency translation differences                                                                               |            | (2,547)                                    | 2,153                                                    |
| Net cash and cash equivalents as at 1 January                                                                              |            | 248,860                                    | 190,661                                                  |
| <b>Net cash and cash equivalents as at 30 September</b>                                                                    | <u>6.9</u> | <b>226,869</b>                             | <b>177,110</b>                                           |

# Explanatory notes to the Interim Condensed Consolidated Financial Statements

## I. General information

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

### General information on the Parent Company

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

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

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

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

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, authentication solutions, online payment settlement systems, and transaction processing services, while it is also engaged in the sale, outsourcing and maintenance of ATMs and POS terminals, and provides integration and implementation services for IT systems and hardware. The Group conducts business operations in the countries of Central Europe, South Eastern Europe, Iberian Peninsula, as well as in Turkey, Colombia, Peru, and Dominican Republic.

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

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

### 2.1. Basis for preparation

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

These interim condensed consolidated financial statements do not include all information and disclosures required for annual consolidated financial statements, and therefore they should be read together with the Group's consolidated financial statements for the year ended 31 December 2020 which were published on 24 February 2021.

These interim condensed consolidated financial statements have been prepared on a going-concern basis, assuming the Group will continue its business activities in the foreseeable future. Till the date of preparing these interim condensed consolidated financial statements, we have not observed any circumstances that would threaten the Group's ability to continue as a going concern.

### Impact of the COVID-19 epidemic on the Group's business operations

As at the date of publication of these interim condensed consolidated financial statements, based on the current analysis of risks and in particular those arising from the coronavirus pandemic prevailing in Poland and worldwide, the Management Board concluded that the Company's and ASEE Group's ability to continue as a going concern over a period not shorter than 12 months from 30 September 2021 is not threatened.

At the time of publication of this report, the Group's Management Board does not see any significant threats to the business operations of ASEE Group. The Management is monitoring this situation on an ongoing basis, adjusting our individual decisions to changing conditions. The Group is trying to minimize the negative impact of the pandemic on its business, among others, by reducing costs, while monitoring and taking advantage of new market opportunities created by the current situation. The Management Board of ASEE does not see any significant risk of impairment of assets and has not recorded any significant change in credit risk. ASEE Group has sufficient financial resources to continue its business operations, including the settlement of current liabilities.

Concurrently, it should be noted that the situation related to the COVID-19 coronavirus pandemic is very dynamic and its effects on the economy are difficult to estimate, hence the above judgement has been prepared to the best knowledge of the Company's Management as at the date of publication of this report.

Description of the impact exerted by the COVID-19 coronavirus pandemic on ASEE Group's business is provided in this quarterly report in chapter 'Summary and analysis of the financial results of Asseco South Eastern Europe Group', section VII. 'Impact of the COVID-19 coronavirus pandemic on the business of ASEE and Payten'.

### 2.2. Compliance statement

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

The scope of these interim condensed consolidated financial statements, being a part of the quarterly report, is in accordance with the Regulation of the Minister of Finance of 29 March 2018 regarding current and periodic information to be published by issuers of securities and conditions for recognizing as equivalent the information required by laws of non-EU member states (consolidated text: Journal of Laws of 2018, item 757) ("Regulation"), and covers the reporting period from 1 January to 30 September 2021 and the comparable period from 1 January to 30 September 2020 in case of the statement of profit and loss and the statement of cash flows, as well as the financial data as at 30 September 2021 and the comparable data as at 30 June 2020, 31 December 2020 and 30 September 2020 in case of the statement of financial position.

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

### **2.3. Functional currency and presentation currency**

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

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

### **2.4. Professional judgement and estimates**

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

In the period of 9 months ended 30 September 2021, our approach to making estimates was not subject to any substantial modification in relation to the principles described in the consolidated financial statements for the year ended 31 December 2020.

### **2.5. Accounting policies applied**

Significant accounting policies adopted by the Parent Company have been described in its consolidated financial statements for the year ended 31 December 2020 which were published on 24 February 2021.

Accounting policies adopted in the preparation of these interim condensed consolidated financial statements have remained unchanged in relation to those followed when preparing the Group's annual consolidated financial statements for the year ended 31 December 2020.

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

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

- IFRS 14 'Regulatory Deferral Accounts' (issued on 30 January 2014) – the European Commission has decided not to initiate the process of endorsement of this standard until the release of its final version – not yet endorsed by the EU till the date of approval of these financial statements – effective for annual periods beginning on or after 1 January 2016;
- Amendments to IFRS 10 and IAS 28 'Sale or Contribution of Assets Between an Investor and its Associate or Joint Venture' (issued on 11 September 2014) – work for the endorsement of these amendments has been postponed by the EU – the effective date of these amendments has been deferred indefinitely by the IASB;
- IFRS 17 'Insurance Contracts' (issued on 18 May 2017) and amendments to IFRS 17 (issued on 25 June 2020) – not yet endorsed by the EU till the date of approval of these financial statements – effective for annual periods beginning on or after 1 January 2023;

- Amendments to IAS 1 'Presentation of Financial Statements – Classification of Liabilities as Current or Non-Current' and 'Classification of Liabilities as Current or Non-current – Deferral of Effective Date' (issued on 23 January 2020 and 15 July 2020, respectively) – not yet endorsed by the EU till the date of approval of these financial statements – effective for annual periods beginning on or after 1 January 2023;
- Amendments to IFRS 3 'Reference to the Conceptual Framework' (issued on 14 May 2020) – effective for annual periods beginning on or after 1 January 2022;
- Amendments to IAS 16 'Property, Plant and Equipment – Proceeds before Intended Use' (issued on 14 May 2020) – effective for annual periods beginning on or after 1 January 2022;
- Amendments to IAS 37 'Onerous Contracts – Cost of Fulfilling a Contract' (issued on 14 May 2020) – effective for annual periods beginning on or after 1 January 2022;
- Annual Improvements to IFRSs: 2018-2020 Cycle (issued on 14 May 2020) – effective for annual periods beginning on or after 1 January 2022;
- Amendments to IAS 1 and IFRS Practice Statement 2 'Disclosure of Accounting Policies' (issued on 12 February 2021) – not yet endorsed by the EU till the date of approval of these financial statements – effective for annual periods beginning on or after 1 January 2023;
- Amendments to IAS 8 'Definition of Accounting Estimates' (issued on 12 February 2021) – not yet endorsed by the EU till the date of approval of these financial statements – effective for annual periods beginning on or after 1 January 2023;
- Amendments to IFRS 16 'Covid-19-Related Rent Concessions beyond 30 June 2021' (issued on 31 March 2021) – effective for annual periods beginning on or after 1 April 2021;
- Amendments to IAS 12 'Deferred Income Tax Related to Assets and Liabilities Arising from a Single Transaction' (issued on 6 May 2021) – not yet endorsed by the EU till the date of approval of these financial statements – effective for annual periods beginning on or after 1 January 2023.

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

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

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

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

The Group has changed the comparable data disclosed as at 30 September 2020 and 31 December 2020 as well as for the period of 9 months ended 30 September 2020 due to changes in the values of assets acquired in subsidiaries that were recognized in the purchase price allocation process.

The detailed information on the acquired assets and liabilities has been presented in explanatory note 6.4 to these interim condensed consolidated financial statements.

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

| STATEMENT OF PROFIT AND LOSS                      | 9 months ended | Purchase price             | 9 months ended              |
|---------------------------------------------------|----------------|----------------------------|-----------------------------|
|                                                   | 30 Sept. 2020  | allocation of subsidiaries | 30 Sept. 2020<br>(restated) |
|                                                   | PLN'000        | PLN'000                    | PLN'000                     |
| Operating revenues                                | 691,823        | -                          | 691,823                     |
| Cost of sales                                     | (505,431)      | (382)                      | (505,813)                   |
| Allowances for trade receivables                  | (213)          | -                          | (213)                       |
| <b>Gross profit on sales</b>                      | <b>186,179</b> | <b>(382)</b>               | <b>185,797</b>              |
| Selling costs                                     | (40,282)       | -                          | (40,282)                    |
| General and administrative expenses               | (45,209)       | -                          | (45,209)                    |
| <b>Net profit on sales</b>                        | <b>100,688</b> | <b>(382)</b>               | <b>100,306</b>              |
| Other operating income                            | 1,586          | -                          | 1,586                       |
| Other operating expenses                          | (948)          | -                          | (948)                       |
| Share of profits of associates and joint ventures | -              | -                          | -                           |
| <b>Operating profit</b>                           | <b>101,326</b> | <b>(382)</b>               | <b>100,944</b>              |

|                                                                                                                                         |               |              |               |
|-----------------------------------------------------------------------------------------------------------------------------------------|---------------|--------------|---------------|
| Financial income                                                                                                                        | 7,537         | -            | 7,537         |
| Financial expenses                                                                                                                      | (9,698)       | -            | (9,698)       |
| Impairment losses on financial instruments                                                                                              | -             | -            | -             |
| <b>Pre-tax profit</b>                                                                                                                   | <b>99,165</b> | <b>(382)</b> | <b>98,783</b> |
| Corporate income tax<br>(current and deferred tax expense)                                                                              | (16,295)      | 69           | (16,226)      |
| <b>Net profit for the reporting period</b>                                                                                              | <b>82,870</b> | <b>(313)</b> | <b>82,557</b> |
| <i>Attributable to:</i>                                                                                                                 |               |              |               |
| <b>Shareholders of the Parent Company</b>                                                                                               | <b>81,904</b> | <b>(263)</b> | <b>81,641</b> |
| Non-controlling interests                                                                                                               | 966           | (50)         | 916           |
| Basic and diluted consolidated earnings per share for the reporting period, attributable to shareholders of the Parent Company (in PLN) | 1.58          | (0.01)       | 1.57          |

|                                                                   |                |              |                |
|-------------------------------------------------------------------|----------------|--------------|----------------|
| <b>OTHER COMPREHENSIVE INCOME</b>                                 |                |              |                |
| <b>Net profit for the reporting period</b>                        | <b>82,870</b>  | <b>(313)</b> | <b>82,557</b>  |
| <b>Components that may be reclassified to profit or loss</b>      | <b>25,712</b>  | <b>13</b>    | <b>25,725</b>  |
| Net gain/loss on valuation of financial assets                    | (7)            | -            | (7)            |
| Differences on foreign currency translation of subsidiaries       | 25,719         | 13           | 25,732         |
| <b>Components that will not be reclassified to profit or loss</b> | <b>-</b>       | <b>-</b>     | <b>-</b>       |
| Actuarial gains/losses                                            | -              | -            | -              |
| <b>Total other comprehensive income</b>                           | <b>25,712</b>  | <b>13</b>    | <b>25,725</b>  |
| <b>TOTAL COMPREHENSIVE INCOME attributable to:</b>                | <b>108,582</b> | <b>(300)</b> | <b>108,282</b> |
| <b>Shareholders of the Parent Company</b>                         | <b>107,471</b> | <b>(254)</b> | <b>107,217</b> |
| Non-controlling interests                                         | 1,111          | (46)         | 1,065          |

| ASSETS                                       | 30 Sept. 2020    | Purchase price allocation of subsidiaries | 30 Sept. 2020 (restated) |
|----------------------------------------------|------------------|-------------------------------------------|--------------------------|
|                                              | PLN'000          |                                           |                          |
| <b>Non-current assets</b>                    |                  |                                           |                          |
| Property, plant and equipment                | 145,394          | -                                         | 145,394                  |
| Intangible assets                            | 20,512           | 7,347                                     | 27,859                   |
| Right-of-use assets                          | 62,764           | -                                         | 62,764                   |
| Investment property                          | 606              | -                                         | 606                      |
| Goodwill                                     | 566,665          | (5,578)                                   | 561,087                  |
| Other receivables                            | 923              | -                                         | 923                      |
| Deferred tax assets                          | 10,666           | -                                         | 10,666                   |
| Other financial assets                       | 4,840            | -                                         | 4,840                    |
| Prepayments and accrued income               | 140              | -                                         | 140                      |
|                                              | <b>812,510</b>   | <b>1,769</b>                              | <b>814,279</b>           |
| <b>Current assets</b>                        |                  |                                           |                          |
| Inventories                                  | 26,518           | -                                         | 26,518                   |
| Prepayments and accrued income               | 23,156           | -                                         | 23,156                   |
| Trade receivables                            | 109,108          | -                                         | 109,108                  |
| Contract assets                              | 67,139           | -                                         | 67,139                   |
| Corporate income tax receivable              | 1,234            | -                                         | 1,234                    |
| Receivables from the state and local budgets | 3,333            | -                                         | 3,333                    |
| Other receivables                            | 4,215            | -                                         | 4,215                    |
| Other non-financial assets                   | 12,405           | -                                         | 12,405                   |
| Other financial assets                       | 47               | -                                         | 47                       |
| Cash and bank deposits                       | 180,228          | -                                         | 180,228                  |
|                                              | <b>427,383</b>   | -                                         | <b>427,383</b>           |
| <b>TOTAL ASSETS</b>                          | <b>1,239,893</b> | <b>1,769</b>                              | <b>1,241,662</b>         |

| EQUITY AND LIABILITIES                                      | 30 Sept. 2020 | Purchase price allocation of subsidiaries | 30 Sept. 2020 (restated) |
|-------------------------------------------------------------|---------------|-------------------------------------------|--------------------------|
|                                                             | PLN'000       |                                           |                          |
| <b>Equity</b>                                               |               |                                           |                          |
| <i>(attributable to shareholders of the Parent Company)</i> |               |                                           |                          |
| Share capital                                               | 518,942       | -                                         | 518,942                  |
| Share premium                                               | 38,825        | -                                         | 38,825                   |
| Transactions with non-controlling interests                 | (12,095)      | 701                                       | (11,394)                 |
| Other capitals                                              | (586)         | -                                         | (586)                    |
| Differences on foreign currency translation of subsidiaries | (94,012)      | 9                                         | (94,003)                 |

|                                            |                  |              |                  |
|--------------------------------------------|------------------|--------------|------------------|
| Retained earnings                          | 413,636          | (263)        | 413,373          |
| <b>Non-controlling interests</b>           | <b>864,710</b>   | <b>447</b>   | <b>865,157</b>   |
| <b>Total equity</b>                        | <b>2,139</b>     | -            | <b>2,139</b>     |
| <b>Non-current liabilities</b>             | <b>866,849</b>   | <b>447</b>   | <b>867,296</b>   |
| Bank loans and borrowings                  | 34,187           | -            | 34,187           |
| Lease liabilities                          | 43,435           | -            | 43,435           |
| Other financial liabilities                | 34,585           | -            | 34,585           |
| Deferred tax liabilities                   | 2,977            | 1,322        | 4,299            |
| Provisions                                 | 1,856            | -            | 1,856            |
| Contract liabilities                       | 994              | -            | 994              |
| Other liabilities                          | 540              | -            | 540              |
|                                            | <b>118,574</b>   | <b>1,322</b> | <b>119,896</b>   |
| <b>Current liabilities</b>                 |                  |              |                  |
| Bank loans and borrowings                  | 34,591           | -            | 34,591           |
| Lease liabilities                          | 21,054           | -            | 21,054           |
| Other financial liabilities                | 13,696           | -            | 13,696           |
| Trade payables                             | 48,567           | -            | 48,567           |
| Contract liabilities                       | 59,884           | -            | 59,884           |
| Corporate income tax payable               | 6,626            | -            | 6,626            |
| Liabilities to the state and local budgets | 22,240           | -            | 22,240           |
| Other liabilities                          | 11,474           | -            | 11,474           |
| Provisions                                 | 4,382            | -            | 4,382            |
| Accruals                                   | 31,956           | -            | 31,956           |
|                                            | <b>254,470</b>   | -            | <b>254,470</b>   |
| <b>TOTAL LIABILITIES</b>                   | <b>373,044</b>   | <b>1,322</b> | <b>374,366</b>   |
| <b>TOTAL EQUITY AND LIABILITIES</b>        | <b>1,239,893</b> | <b>1,769</b> | <b>1,241,662</b> |

| ASSETS                                       | 31 Dec. 2020     | Purchase price<br>allocation<br>of<br>subsidiaries<br>PLN'000 | 31 Dec. 2020<br>(restated) |
|----------------------------------------------|------------------|---------------------------------------------------------------|----------------------------|
|                                              | PLN'000          |                                                               | PLN'000                    |
| <b>Non-current assets</b>                    |                  |                                                               |                            |
| Property, plant and equipment                | 143,171          | -                                                             | 143,171                    |
| Intangible assets                            | 22,999           | 7,102                                                         | 30,101                     |
| Right-of-use assets                          | 55,711           | -                                                             | 55,711                     |
| Investment property                          | 599              | -                                                             | 599                        |
| Goodwill                                     | 575,526          | (5,691)                                                       | 569,835                    |
| Other receivables                            | 821              | -                                                             | 821                        |
| Deferred tax assets                          | 10,948           | -                                                             | 10,948                     |
| Other financial assets                       | 5,165            | -                                                             | 5,165                      |
| Prepayments and accrued income               | 6,142            | -                                                             | 6,142                      |
|                                              | <b>821,082</b>   | <b>1,411</b>                                                  | <b>822,493</b>             |
| <b>Current assets</b>                        |                  |                                                               |                            |
| Inventories                                  | 27,912           | -                                                             | 27,912                     |
| Prepayments and accrued income               | 30,991           | -                                                             | 30,991                     |
| Trade receivables                            | 207,672          | -                                                             | 207,672                    |
| Contract assets                              | 29,625           | -                                                             | 29,625                     |
| Corporate income tax receivable              | 2,105            | -                                                             | 2,105                      |
| Receivables from the state and local budgets | 5,100            | -                                                             | 5,100                      |
| Other receivables                            | 3,970            | -                                                             | 3,970                      |
| Other non-financial assets                   | 3,557            | -                                                             | 3,557                      |
| Other financial assets                       | 48               | -                                                             | 48                         |
| Cash and bank deposits                       | 249,028          | -                                                             | 249,028                    |
|                                              | <b>560,008</b>   | -                                                             | <b>560,008</b>             |
| <b>TOTAL ASSETS</b>                          | <b>1,381,090</b> | <b>1,411</b>                                                  | <b>1,382,501</b>           |

| EQUITY AND LIABILITIES                                                 | 31 Dec. 2020     |         | Purchase price allocation of subsidiaries<br>PLN'000 | 31 Dec. 2020 (restated)<br>PLN'000 |
|------------------------------------------------------------------------|------------------|---------|------------------------------------------------------|------------------------------------|
|                                                                        | PLN'000          | PLN'000 |                                                      |                                    |
| <b>Equity<br/>(attributable to shareholders of the Parent Company)</b> |                  |         |                                                      |                                    |
| Share capital                                                          | 518,942          |         | -                                                    | 518,942                            |
| Share premium                                                          | 38,825           |         | -                                                    | 38,825                             |
| Transactions with non-controlling interests                            | (12,290)         |         | 666                                                  | (11,624)                           |
| Other capitals                                                         | (584)            |         | -                                                    | (584)                              |
| Differences on foreign currency translation of subsidiaries            | (82,541)         |         | 7                                                    | (82,534)                           |
| Retained earnings                                                      | 448,260          |         | (540)                                                | 447,720                            |
|                                                                        | <b>910,612</b>   |         | <b>133</b>                                           | <b>910,745</b>                     |
| <b>Non-controlling interests</b>                                       | <b>2,460</b>     |         | -                                                    | <b>2,460</b>                       |
| <b>Total equity</b>                                                    | <b>913,072</b>   |         | <b>133</b>                                           | <b>913,205</b>                     |
| <b>Non-current liabilities</b>                                         |                  |         |                                                      |                                    |
| Bank loans and borrowings                                              | 29,139           |         | -                                                    | 29,139                             |
| Lease liabilities                                                      | 39,847           |         | -                                                    | 39,847                             |
| Other financial liabilities                                            | 25,885           |         | -                                                    | 25,885                             |
| Deferred tax liabilities                                               | 2,905            |         | 1,278                                                | 4,183                              |
| Provisions                                                             | 2,072            |         | -                                                    | 2,072                              |
| Contract liabilities                                                   | 9,402            |         | -                                                    | 9,402                              |
| Other liabilities                                                      | 4,087            |         | -                                                    | 4,087                              |
|                                                                        | <b>113,337</b>   |         | <b>1,278</b>                                         | <b>114,615</b>                     |
| <b>Current liabilities</b>                                             |                  |         |                                                      |                                    |
| Bank loans and borrowings                                              | 30,145           |         | -                                                    | 30,145                             |
| Lease liabilities                                                      | 18,995           |         | -                                                    | 18,995                             |
| Other financial liabilities                                            | 21,190           |         | -                                                    | 21,190                             |
| Trade payables                                                         | 111,830          |         | -                                                    | 111,830                            |
| Contract liabilities                                                   | 74,087           |         | -                                                    | 74,087                             |
| Corporate income tax payable                                           | 7,986            |         | -                                                    | 7,986                              |
| Liabilities to the state and local budgets                             | 35,062           |         | -                                                    | 35,062                             |
| Other liabilities                                                      | 27,184           |         | -                                                    | 27,184                             |
| Provisions                                                             | 3,451            |         | -                                                    | 3,451                              |
| Accruals                                                               | 24,751           |         | -                                                    | 24,751                             |
|                                                                        | <b>354,681</b>   |         | -                                                    | <b>354,681</b>                     |
| <b>TOTAL LIABILITIES</b>                                               | <b>468,018</b>   |         | <b>1,278</b>                                         | <b>469,296</b>                     |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                    | <b>1,381,090</b> |         | <b>1,411</b>                                         | <b>1,382,501</b>                   |

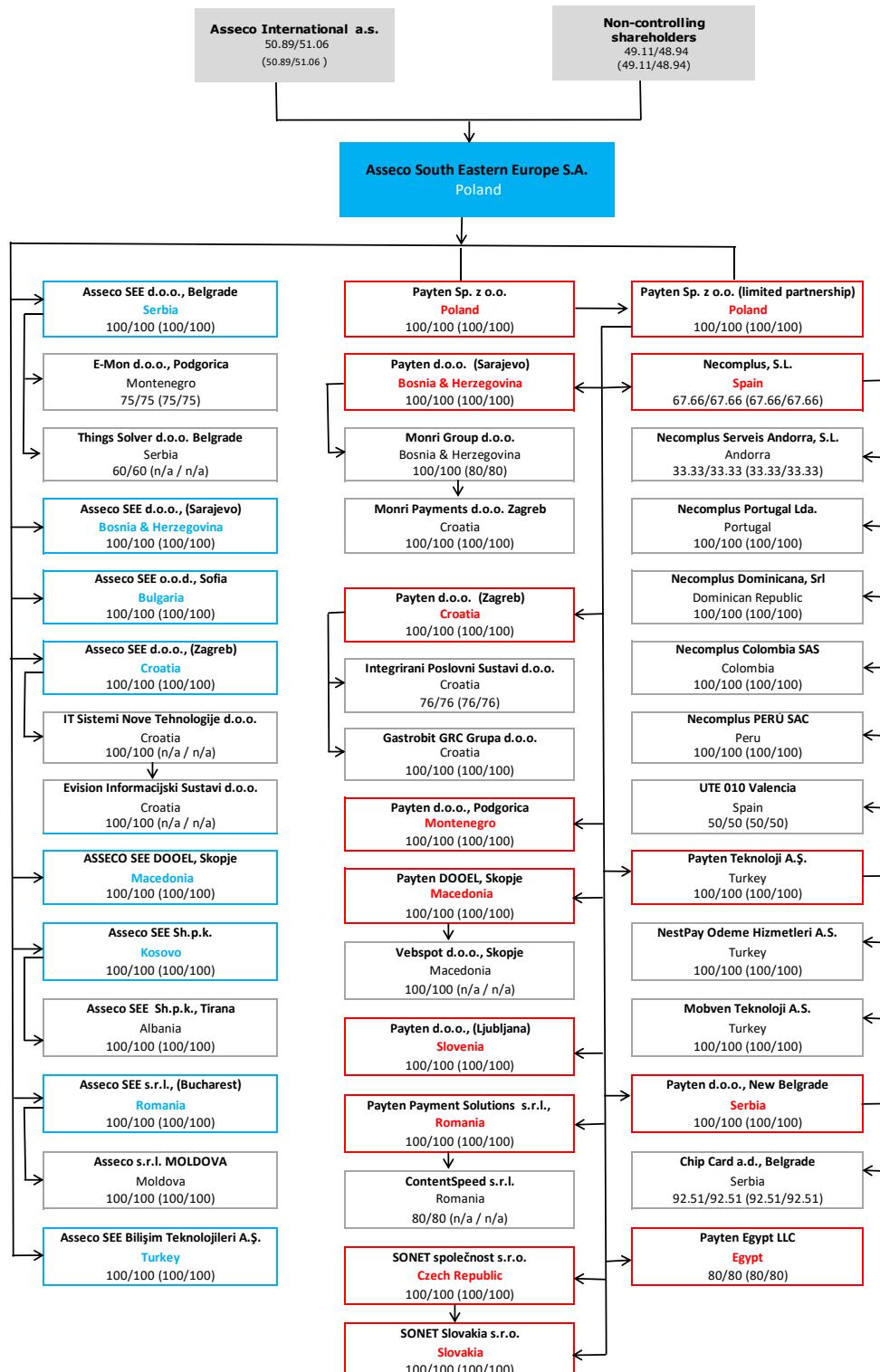
| 9 months ended<br>30 Sept. 2020        | Banking<br>Solutions | Payment<br>Solutions | Dedicated<br>Solutions | Change –<br>Banking<br>Solutions | Change –<br>Payment<br>Solutions | Change –<br>Dedicated<br>Solutions | Banking<br>Solutions | Payment<br>Solutions | Dedicated<br>Solutions |
|----------------------------------------|----------------------|----------------------|------------------------|----------------------------------|----------------------------------|------------------------------------|----------------------|----------------------|------------------------|
|                                        | PLN'000              | PLN'000              | PLN'000                | PLN'000                          | PLN'000                          | PLN'000                            | PLN'000              | PLN'000              | PLN'000                |
| <b>Operating revenues</b>              | <b>156,191</b>       | <b>353,952</b>       | <b>213,878</b>         | -                                | -                                | -                                  | <b>156,191</b>       | <b>353,952</b>       | <b>213,878</b>         |
| Sales to external customers            | 143,003              | 337,287              | 211,533                | -                                | -                                | -                                  | 143,003              | 337,287              | 211,533                |
| Sales between and/or within segments   | 13,188               | 16,665               | 2,345                  | -                                | -                                | -                                  | 13,188               | 16,665               | 2,345                  |
| <b>Gross profit on sales</b>           | <b>54,014</b>        | <b>94,366</b>        | <b>37,799</b>          | -                                | <b>(382)</b>                     | -                                  | <b>54,014</b>        | <b>93,984</b>        | <b>37,799</b>          |
| Selling costs                          | (9,383)              | (17,531)             | (13,368)               | -                                | -                                | -                                  | (9,383)              | (17,531)             | (13,368)               |
| General and administrative expenses    | (12,755)             | (22,788)             | (9,666)                | -                                | -                                | -                                  | (12,755)             | (22,788)             | (9,666)                |
| <b>Net profit on sales</b>             | <b>31,876</b>        | <b>54,047</b>        | <b>14,765</b>          | -                                | <b>(382)</b>                     | -                                  | <b>31,876</b>        | <b>53,665</b>        | <b>14,765</b>          |
| Other operating activities             | (115)                | 463                  | 290                    | -                                | -                                | -                                  | (115)                | 463                  | 290                    |
| Share of profits of associates         | -                    | -                    | -                      | -                                | -                                | -                                  | -                    | -                    | -                      |
| <b>Operating profit</b>                | <b>31,761</b>        | <b>54,510</b>        | <b>15,055</b>          | -                                | <b>(382)</b>                     | -                                  | <b>31,761</b>        | <b>54,128</b>        | <b>15,055</b>          |
| <b>Goodwill as at 31 December 2020</b> | <b>207,063</b>       | <b>188,768</b>       | <b>179,695</b>         | -                                | <b>(5,691)</b>                   | -                                  | <b>207,063</b>       | <b>183,077</b>       | <b>179,695</b>         |

## 2.8. Corrections of material errors

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

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

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



100/100 voting rights / equity interest as at 30 September 2021 (in %)  
(100/100) voting rights / equity interest as at 31 December 2020 (in %)

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During the period of 9 months ended 30 September 2021, the Group's composition changed as follows:

■ ***Acquisition of shares in Things Solver d.o.o.***

On 7 October 2020, ASEE Serbia concluded a conditional agreement to acquire 53.76% of shares in the company Things Solver d.o.o. based in Belgrade. The Group obtained control over Things Solver d.o.o. on 8 January 2021 upon satisfying all the conditions precedent. On 28 February 2021, the equity interest held by ASEE Serbia in that company increased to 60% following an increase of its share capital.

■ ***Merger of Payten d.o.o. (Sarajevo) with Bassilichi CEE LLC***

The merger of Payten d.o.o. (Sarajevo) (the taking-over company) with Bassilichi CEE LLC (the acquired company) was registered on 1 February 2021.

■ ***Acquisition of shares in Vebspot d.o.o.***

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

■ ***Acquisition of a minority interest in Monri Group d.o.o.***

On 10 June 2021, Payten d.o.o. (Sarajevo) acquired 20% of shares in the company Monri Group d.o.o. (Sarajevo) thereby becoming the owner of 100% of shares in this company.

■ ***Acquisition of shares in ContentSpeed s.r.l., Bucharest***

On 22 July 2021, Payten Payment Solutions s.r.l. (Bucharest) acquired 80% of shares in ContentSpeed s.r.l., a company based in Bucharest (Romania).

■ ***Acquisition of shares in IT SISTEMI-NOVE TEHNOLOGIJE d.o.o., Split***

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

#### IV. Information on operating segments

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

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

- a) Banking Solutions;
- b) Payment Solutions;
- c) Dedicated Solutions.

The **Banking Solutions** portfolio includes multi-channel solutions designed to distribute banking products and services over new, alternative distribution channels and to improve business relations and communication with customers, as well as integrated core banking systems. This segment also offers authentication security solutions, reporting systems for regulatory compliance and managerial information, as well as risk management and anti-fraud systems. The Group also offers its clients online 24x7 services and consultancy in the areas of mobile and electronic banking and digital transformation.

The **Payment Solutions** segment provides complete payment industry solutions, for financial and non-financial institutions, supporting card and card-less transactions. Our payment solutions are marketed under the Payten and Monri brands and include solutions for e-Commerce (NestPay®, MSU, Paratika), mobile payments (mPOS), payment card processing, as well as ATM and POS related services. The Group delivers software, services including outsourcing and equipment, providing the highest level of expertise, maintenance and support through the entire portfolio. This segment also operates an independent network of ATMs under the brand name of MoneyGet. Furthermore, the segment offers comprehensive point-of-sale solutions that help merchants reduce the number of vendors and increase recurring revenues, including SinglePOS service enabling merchants to replace two or more EFT POS terminals at point of sale with a single device connected to a number of acquirers (usually banks) and ECR (electronic cash registers).

The **Dedicated Solutions** segment provides services to the sectors of energy, finance, industry, public administration, telecommunications and tourism through the following business lines: development of customized software, implementation and support services, ensuring continuity of business processes, automation of operations, and development of IT infrastructure. Within this segment, the Company focuses primarily on proprietary solutions of ASEE. Such solutions include the multi-functional customer service and sales support platform (LIVE), content management and business process management solutions (ABC and BPM), asset lifecycle management solution (Fidelity), artificial intelligence and machine learning solution (Solver AI Suite), and the solution for quality assurance and development of mobile and web applications (Momentum). Furthermore, the product portfolio of the Dedicated Solutions segment includes a fully-fledged lease and asset lifecycle management solution (LeaseFlex).

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

Revenues from none of our clients exceeded 10% of total sales generated by the Group in the period of 9 months ended 30 September 2021.

Selected financial data for the period of 9 months ended 30 September 2021, in a breakdown to operating segments:

| 9 months ended 30 Sept. 2021            | Banking Solutions<br>PLN'000 | Payment Solutions<br>PLN'000 | Dedicated Solutions<br>PLN'000 | Eliminations<br>PLN'000 | Total<br>PLN'000 |
|-----------------------------------------|------------------------------|------------------------------|--------------------------------|-------------------------|------------------|
| <b>Operating revenues:</b>              | <b>179,007</b>               | <b>390,447</b>               | <b>246,451</b>                 | <b>(25,844)</b>         | <b>790,061</b>   |
| Sales to external customers             | 165,837                      | 379,915                      | 244,309                        | -                       | 790,061          |
| Sales between and/or within segments    | 13,170                       | 10,532                       | 2,142                          | (25,844)                | -                |
| <b>Gross profit on sales</b>            | <b>65,060</b>                | <b>109,173</b>               | <b>47,178</b>                  | -                       | <b>221,411</b>   |
| Selling costs                           | (10,901)                     | (19,913)                     | (15,754)                       | -                       | (46,568)         |
| General and administrative expenses     | (14,599)                     | (22,843)                     | (10,638)                       | -                       | (48,080)         |
| <b>Net profit on sales</b>              | <b>39,560</b>                | <b>66,417</b>                | <b>20,786</b>                  | -                       | <b>126,763</b>   |
| Other operating activities              | 154                          | 558                          | 359                            | -                       | 1,071            |
| Share of profits of associates          | -                            | -                            | -                              | -                       | -                |
| <b>Operating profit</b>                 | <b>39,714</b>                | <b>66,975</b>                | <b>21,145</b>                  | -                       | <b>127,834</b>   |
| <b>Goodwill as at 30 September 2021</b> | <b>207,707</b>               | <b>211,529</b>               | <b>199,680</b>                 | -                       | <b>618,916</b>   |
| 9 months ended 30 Sept. 2021            | Banking Solutions<br>EUR'000 | Payment Solutions<br>EUR'000 | Dedicated Solutions<br>EUR'000 | Eliminations<br>EUR'000 | Total<br>EUR'000 |
| <b>Operating revenues:</b>              | <b>39,269</b>                | <b>85,652</b>                | <b>54,064</b>                  | <b>(5,669)</b>          | <b>173,316</b>   |
| Sales to external customers             | 36,380                       | 83,342                       | 53,594                         | -                       | 173,316          |
| Sales between and/or within segments    | 2,889                        | 2,310                        | 470                            | (5,669)                 | -                |
| <b>Gross profit on sales</b>            | <b>14,272</b>                | <b>23,949</b>                | <b>10,350</b>                  | -                       | <b>48,571</b>    |
| Selling costs                           | (2,391)                      | (4,368)                      | (3,457)                        | -                       | (10,216)         |
| General and administrative expenses     | (3,203)                      | (5,011)                      | (2,333)                        | -                       | (10,547)         |
| <b>Net profit on sales</b>              | <b>8,678</b>                 | <b>14,570</b>                | <b>4,560</b>                   | -                       | <b>27,808</b>    |
| Other operating activities              | 34                           | 122                          | 79                             | -                       | 235              |
| Share of profits of associates          | -                            | -                            | -                              | -                       | -                |
| <b>Operating profit</b>                 | <b>8,712</b>                 | <b>14,692</b>                | <b>4,639</b>                   | -                       | <b>28,043</b>    |
| <b>Goodwill as at 30 September 2021</b> | <b>44,833</b>                | <b>45,658</b>                | <b>43,100</b>                  | -                       | <b>133,591</b>   |

The financial results presented above have been converted at the average exchange rate for the period of 9 months ended 30 September 2021: EUR 1 = PLN 4.5585, whereas the financial position data have been converted at the exchange rate effective on 30 September 2021: EUR 1 = PLN 4.6329.

Selected financial data for the period of 9 months ended 30 September 2020, in a breakdown to operating segments:

| 9 months ended 30 September 2021<br>(restated)        | Banking Solutions<br>PLN'000 | Payment Solutions<br>PLN'000 | Dedicated Solutions<br>PLN'000 | Eliminations<br>PLN'000 | Total<br>PLN'000 |
|-------------------------------------------------------|------------------------------|------------------------------|--------------------------------|-------------------------|------------------|
| <b>Operating revenues:</b>                            | <b>156,191</b>               | <b>353,952</b>               | <b>213,878</b>                 | <b>(32,198)</b>         | <b>691,823</b>   |
| Sales to external customers                           | 143,003                      | 337,287                      | 211,533                        | -                       | 691,823          |
| Sales between and/or within segments                  | 13,188                       | 16,665                       | 2,345                          | (32,198)                | -                |
| <b>Gross profit on sales</b>                          | <b>54,014</b>                | <b>93,984</b>                | <b>37,799</b>                  | -                       | <b>185,797</b>   |
| Selling costs                                         | (9,383)                      | (17,531)                     | (13,368)                       | -                       | (40,282)         |
| General and administrative expenses                   | (12,755)                     | (22,788)                     | (9,666)                        | -                       | (45,209)         |
| <b>Net profit on sales</b>                            | <b>31,876</b>                | <b>53,665</b>                | <b>14,765</b>                  | -                       | <b>100,306</b>   |
| Other operating activities                            | (115)                        | 463                          | 290                            | -                       | 638              |
| Share of profits of associates                        | -                            | -                            | -                              | -                       | -                |
| <b>Operating profit</b>                               | <b>31,761</b>                | <b>54,128</b>                | <b>15,055</b>                  | -                       | <b>100,944</b>   |
| <b>Goodwill as at 31 December 2020<br/>(restated)</b> | <b>207,063</b>               | <b>183,077</b>               | <b>179,695</b>                 | -                       | <b>569,835</b>   |

| <b>9 months ended 30 September 2021<br/>(restated)</b> | <b>Banking<br/>Solutions<br/>EUR'000</b> | <b>Payment<br/>Solutions<br/>EUR'000</b> | <b>Dedicated<br/>Solutions<br/>EUR'000</b> | <b>Eliminations<br/>EUR'000</b> | <b>Total<br/>EUR'000</b> |
|--------------------------------------------------------|------------------------------------------|------------------------------------------|--------------------------------------------|---------------------------------|--------------------------|
| <b>Operating revenues:</b>                             | <b>35,162</b>                            | <b>79,683</b>                            | <b>48,148</b>                              | <b>(7,249)</b>                  | <b>155,744</b>           |
| Sales to external customers                            | 32,193                                   | 75,931                                   | 47,620                                     | -                               | 155,744                  |
| Sales between and/or within segments                   | 2,969                                    | 3,752                                    | 528                                        | (7,249)                         | -                        |
| <b>Gross profit on sales</b>                           | <b>12,160</b>                            | <b>21,158</b>                            | <b>8,508</b>                               | -                               | <b>41,826</b>            |
| Selling costs                                          | (2,112)                                  | (3,947)                                  | (3,009)                                    | -                               | (9,068)                  |
| General and administrative expenses                    | (2,871)                                  | (5,130)                                  | (2,176)                                    | -                               | (10,177)                 |
| <b>Net profit on sales</b>                             | <b>7,177</b>                             | <b>12,081</b>                            | <b>3,323</b>                               | -                               | <b>22,581</b>            |
| Other operating activities                             | (26)                                     | 104                                      | 66                                         | -                               | 144                      |
| Share of profits of associates                         | -                                        | -                                        | -                                          | -                               | -                        |
| <b>Operating profit</b>                                | <b>7,151</b>                             | <b>12,185</b>                            | <b>3,389</b>                               | -                               | <b>22,725</b>            |
| <b>Goodwill as at 31 December 2020<br/>(restated)</b>  | <b>44,869</b>                            | <b>39,672</b>                            | <b>38,939</b>                              | -                               | <b>123,480</b>           |

The financial results presented above have been converted at the average exchange rate for the period of 9 months ended 30 September 2020: EUR 1 = PLN 4.4420, whereas the financial position data have been converted at the exchange rate effective on 31 December 2020: EUR 1 = PLN 4.6148.

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

### 5.1. Structure of operating revenues

Operating revenues generated during the period of 9 months ended 30 September 2021 and in the comparable period were as follows:

|                                               | 3 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 3 months ended<br>30 Sept. 2020<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>PLN'000 |
|-----------------------------------------------|--------------------------------------------|--------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>Operating revenues by type of products</b> |                                            |                                            |                                            |                                            |
| Proprietary software and services             | 208,256                                    | 587,812                                    | 176,845                                    | 491,498                                    |
| Third-party software and services             | 27,131                                     | 74,267                                     | 16,878                                     | 71,081                                     |
| Hardware and infrastructure                   | 28,933                                     | 127,982                                    | 33,755                                     | 129,244                                    |
| <b>Total</b>                                  | <b>264,320</b>                             | <b>790,061</b>                             | <b>227,478</b>                             | <b>691,823</b>                             |

#### i. Segment revenues in a breakdown by type of products

Operating revenues of individual segments from sales to external customers by type of products during the period of 9 months ended 30 September 2021 and in the comparable period were as follows:

|                                     | Banking Solutions<br>PLN'000 | Payment Solutions<br>PLN'000 | Dedicated Solutions<br>PLN'000 | Total<br>PLN'000 |
|-------------------------------------|------------------------------|------------------------------|--------------------------------|------------------|
| <b>9 months ended 30 Sept. 2021</b> |                              |                              |                                |                  |
| Proprietary software and services   | 160,307                      | 288,812                      | 138,693                        | <b>587,812</b>   |
| Third-party software and services   | 2,983                        | 2,704                        | 68,580                         | <b>74,267</b>    |
| Hardware and infrastructure         | 2,547                        | 88,399                       | 37,036                         | <b>127,982</b>   |
| <b>Total operating revenues</b>     | <b>165,837</b>               | <b>379,915</b>               | <b>244,309</b>                 | <b>790,061</b>   |
|                                     | Banking Solutions<br>PLN'000 | Payment Solutions<br>PLN'000 | Dedicated Solutions<br>PLN'000 | Total<br>PLN'000 |
| <b>9 months ended 30 Sept. 2020</b> |                              |                              |                                |                  |
| Proprietary software and services   | 137,955                      | 248,540                      | 105,003                        | <b>491,498</b>   |
| Third-party software and services   | 2,404                        | 6,619                        | 62,058                         | <b>71,081</b>    |
| Hardware and infrastructure         | 2,644                        | 82,128                       | 44,472                         | <b>129,244</b>   |
| <b>Total operating revenues</b>     | <b>143,003</b>               | <b>337,287</b>               | <b>211,533</b>                 | <b>691,823</b>   |

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

|                                                                                                | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>PLN'000 |
|------------------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>Revenues from contracts with customers recognized in accordance with IFRS 15, of which:</b> | <b>722,061</b>                             | <b>619,231</b>                             |
| From goods and services transferred at a specific point in time                                | 206,579                                    | 198,390                                    |
| From goods and services transferred over the passage of time                                   | 515,482                                    | 420,841                                    |
| <b>Other operating revenues (mainly from leases)</b>                                           | <b>68,000</b>                              | <b>72,592</b>                              |
| <b>Total operating revenues</b>                                                                | <b>790,061</b>                             | <b>691,823</b>                             |

Operating revenues, which are not recognized in accordance with IFRS 15, represent primarily revenues generated by the Group from the provision of ATMs and POS terminals outsourcing services. Such contracts are treated as operating lease contracts and revenues generated therefrom are recognized in accordance with IFRS 16.

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

|                                        | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>PLN'000 |
|----------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>Operating revenues by countries</b> |                                            |                                            |
| Austria                                | 16,197                                     | 17,401                                     |
| Bosnia and Herzegovina                 | 22,687                                     | 26,264                                     |
| Bulgaria                               | 7,694                                      | 10,464                                     |
| Croatia                                | 94,440                                     | 81,706                                     |
| Montenegro                             | 13,256                                     | 13,062                                     |
| Czech Republic                         | 12,192                                     | 13,237                                     |
| Spain                                  | 102,804                                    | 71,359                                     |
| Colombia                               | 7,179                                      | 4,363                                      |
| Kosovo                                 | 11,886                                     | 9,864                                      |
| Macedonia                              | 42,610                                     | 48,706                                     |
| Peru                                   | 6,692                                      | 8,403                                      |
| Poland                                 | 8,936                                      | 8,347                                      |
| Portugal                               | 10,042                                     | 9,398                                      |
| Romania                                | 99,770                                     | 81,889                                     |
| Serbia                                 | 216,145                                    | 192,061                                    |
| Slovakia                               | 5,100                                      | 5,067                                      |
| Slovenia                               | 20,504                                     | 11,980                                     |
| Turkey                                 | 66,597                                     | 53,665                                     |
| Italy                                  | 7,511                                      | 9,458                                      |
| Other countries                        | 17,819                                     | 15,129                                     |
| <b>Total operating revenues</b>        | <b>790,061</b>                             | <b>691,823</b>                             |

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

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

|                                      | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>PLN'000 |
|--------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>Future minimum lease payments</b> |                                            |                                            |
| (i) within 1 year                    | 90,030                                     | 90,360                                     |
| (ii) within 1 to 5 years             | 91,736                                     | 78,143                                     |
| (iii) within more than 5 years       | 3,391                                      | 4,840                                      |
| <b>Total</b>                         | <b>185,157</b>                             | <b>173,343</b>                             |

## 5.2. Structure of operating costs

The table below presents operating costs incurred in the period of 9 months ended 30 September 2021 and in the comparable period.

| Operating costs                                               | 3 months ended<br>30 Sept. 2021 | 9 months ended<br>30 Sept. 2021 | 3 months ended<br>30 Sept. 2020<br>(restated) | 9 months ended<br>30 Sept. 2020<br>(restated) |
|---------------------------------------------------------------|---------------------------------|---------------------------------|-----------------------------------------------|-----------------------------------------------|
|                                                               | PLN'000                         | PLN'000                         | PLN'000                                       | PLN'000                                       |
| Cost of goods, materials and third-party services sold (COGS) | (76,264)                        | (255,224)                       | (66,537)                                      | (234,861)                                     |
| Employee benefits                                             | (95,261)                        | (278,547)                       | (81,225)                                      | (233,999)                                     |
| Third-party non-project services and outsourcing of employees | (10,894)                        | (30,170)                        | (8,228)                                       | (23,050)                                      |
| Depreciation and amortization                                 | (19,511)                        | (57,414)                        | (19,867)                                      | (58,606)                                      |
| Maintenance costs of property and company cars                | (9,664)                         | (27,460)                        | (8,783)                                       | (24,055)                                      |
| Business trips                                                | (537)                           | (1,096)                         | (225)                                         | (1,451)                                       |
| Advertising                                                   | (1,134)                         | (2,625)                         | (721)                                         | (2,201)                                       |
| Other operating expenses                                      | (4,163)                         | (10,762)                        | (4,979)                                       | (13,294)                                      |
| <b>Total</b>                                                  | <b>(217,428)</b>                | <b>(663,298)</b>                | <b>(190,565)</b>                              | <b>(591,517)</b>                              |
| Cost of sales                                                 | (185,182)                       | (567,754)                       | (160,704)                                     | (505,813)                                     |
| Selling costs                                                 | (15,558)                        | (46,568)                        | (13,514)                                      | (40,282)                                      |
| General and administrative expenses                           | (16,213)                        | (48,080)                        | (15,791)                                      | (45,209)                                      |
| Recognition (reversal) of allowances for trade receivables    | (475)                           | (896)                           | (556)                                         | (213)                                         |
| <b>Total</b>                                                  | <b>(217,428)</b>                | <b>(663,298)</b>                | <b>(190,565)</b>                              | <b>(591,517)</b>                              |

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

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

### i. Reconciliation of depreciation and amortization charges

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

|                                                                                                                                     | 9 months ended<br>30 Sept. 2021 | 9 months ended<br>30 Sept. 2020<br>(restated) |
|-------------------------------------------------------------------------------------------------------------------------------------|---------------------------------|-----------------------------------------------|
|                                                                                                                                     | PLN'000                         | PLN'000                                       |
| Depreciation charges as disclosed in the table of changes in property, plant and equipment                                          | (35,193)                        | (35,385)                                      |
| Amortization charges as disclosed in the table of changes in intangible assets                                                      | (7,151)                         | (6,078)                                       |
| Depreciation charges as disclosed in the table of changes in right-of-use assets                                                    | (15,044)                        | (17,118)                                      |
| Depreciation charges on investment property                                                                                         | (26)                            | (25)                                          |
| Reduction of amortization charges due to recognition of grants to internally generated licenses                                     | -                               | -                                             |
| <b>Total depreciation and amortization charges disclosed in the statement of profit and loss and in the statement of cash flows</b> | <b>(57,414)</b>                 | <b>(58,606)</b>                               |

### 5.3. Other operating income and expenses

Other operating income and expenses in the period of 9 months ended 30 September 2021 and in the comparable period were as follows:

| <b>Other operating income</b>                                                                | 3 months ended<br>30 Sept. 2021 | 9 months ended<br>30 Sept. 2021 | 3 months ended<br>30 Sept. 2020 | 9 months ended<br>30 Sept. 2020 |
|----------------------------------------------------------------------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
|                                                                                              | PLN'000                         | PLN'000                         | PLN'000                         | PLN'000                         |
| Gain on disposal of property, plant and equipment, intangible assets and right-of-use assets | 104                             | 677                             | 386                             | 499                             |
| Income from letting of own office space                                                      | 16                              | 44                              | 15                              | 44                              |
| Reversal of a provision for the costs of court litigation relating to other operations       | 14                              | 14                              | -                               | 1                               |
| Other                                                                                        | 203                             | 876                             | 100                             | 1,042                           |
| <b>Total</b>                                                                                 | <b>337</b>                      | <b>1,611</b>                    | <b>501</b>                      | <b>1,586</b>                    |

| <b>Other operating expenses</b>                   | 3 months ended<br>30 Sept. 2021 | 9 months ended<br>30 Sept. 2021 | 3 months ended<br>30 Sept. 2020 | 9 months ended<br>30 Sept. 2020 |
|---------------------------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
|                                                   | PLN'000                         | PLN'000                         | PLN'000                         | PLN'000                         |
| Loss on disposal of property, plant and equipment | -                               | -                               | (49)                            | (58)                            |
| Charitable contributions to unrelated parties     | (67)                            | (104)                           | (51)                            | (210)                           |
| Other                                             | (70)                            | (436)                           | (338)                           | (680)                           |
| <b>Total</b>                                      | <b>(137)</b>                    | <b>(540)</b>                    | <b>(438)</b>                    | <b>(948)</b>                    |

### 5.4. Financial income and expenses

Financial income earned during the period of 9 months ended 30 September 2021 and in the comparable period was as follows:

| <b>Financial income</b>                                                                                         | 3 months ended<br>30 Sept. 2021 | 9 months ended<br>30 Sept. 2021 | 3 months ended<br>30 Sept. 2020 | 9 months ended<br>30 Sept. 2020 |
|-----------------------------------------------------------------------------------------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
|                                                                                                                 | PLN'000                         | PLN'000                         | PLN'000                         | PLN'000                         |
| Interest income on loans granted and bank deposits                                                              | 599                             | 1,891                           | 156                             | 894                             |
| Positive foreign currency translation differences                                                               | 699                             | 5,735                           | 3,399                           | 6,621                           |
| Gain on exercise and/or valuation of financial assets/ liabilities carried at fair value through profit or loss | -                               | 173                             | 4                               | 5                               |
| Gain on revaluation of conditional payments in transactions to obtain control                                   | 577                             | 577                             | -                               | -                               |
| Other financial income                                                                                          | 11                              | 16                              | 10                              | 17                              |
| <b>Total financial income</b>                                                                                   | <b>1,886</b>                    | <b>8,392</b>                    | <b>3,569</b>                    | <b>7,537</b>                    |

Financial expenses incurred during the period of 9 months ended 30 September 2021 and in the comparable period were as follows:

| <b>Financial expenses</b>                                                                                       | 3 months ended<br>30 Sept. 2021 | 9 months ended<br>30 Sept. 2021 | 3 months ended<br>30 Sept. 2020 | 9 months ended<br>30 Sept. 2020 |
|-----------------------------------------------------------------------------------------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
|                                                                                                                 | PLN'000                         | PLN'000                         | PLN'000                         | PLN'000                         |
| Interest expenses on bank loans and borrowings                                                                  | (232)                           | (718)                           | (354)                           | (1,170)                         |
| Interest expenses on leases                                                                                     | (431)                           | (1,267)                         | (510)                           | (1,706)                         |
| Other interest expenses                                                                                         | (524)                           | (953)                           | (129)                           | (214)                           |
| Negative foreign currency translation differences                                                               | -                               | (1,292)                         | (909)                           | (3,592)                         |
| Expenses related to obtaining control over subsidiaries                                                         | (332)                           | (446)                           | -                               | (7)                             |
| Loss on revaluation of conditional payments in transactions to obtain control                                   | (25)                            | (1,890)                         | (1,724)                         | (2,475)                         |
| Loss on exercise and/or valuation of financial assets/ liabilities carried at fair value through profit or loss | (404)                           | (503)                           | (49)                            | (443)                           |
| Other financial expenses                                                                                        | -                               | (41)                            | (49)                            | (91)                            |
| <b>Total financial expenses</b>                                                                                 | <b>(1,948)</b>                  | <b>(7,110)</b>                  | <b>(3,724)</b>                  | <b>(9,698)</b>                  |

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

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

### 5.5. Corporate income tax

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

|                                                                                                  | 3 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 3 months ended<br>30 Sept. 2020<br>(restated)<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>(restated)<br>PLN'000 |
|--------------------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|----------------------------------------------------------|----------------------------------------------------------|
| Current corporate income tax expense as disclosed in the statement of profit and loss, of which: | (8,962)                                    | (24,578)                                   | (6,465)                                                  | (18,067)                                                 |
| <i>Current portion of income tax</i>                                                             | (9,040)                                    | (26,048)                                   | (6,634)                                                  | (20,196)                                                 |
| <i>Adjustments to prior years' income tax</i>                                                    | 78                                         | 1,470                                      | 169                                                      | 2,129                                                    |
| Deferred income tax                                                                              | 744                                        | 1,414                                      | 1,088                                                    | 1,841                                                    |
| <b>Income tax expense as disclosed in the statement of profit and loss</b>                       | <b>(8,218)</b>                             | <b>(23,164)</b>                            | <b>(5,377)</b>                                           | <b>(16,226)</b>                                          |

During the period of 9 months ended 30 September 2021, our effective tax rate equalled 17.9% as compared with 16.4% in the comparable period.

### 5.6. Earnings per share

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

|                                                                                                              | 3 months ended<br>30 Sept. 2021 | 9 months ended<br>30 Sept. 2021 | 3 months ended<br>30 Sept. 2020<br>(restated) | 9 months ended<br>30 Sept. 2020<br>(restated) |
|--------------------------------------------------------------------------------------------------------------|---------------------------------|---------------------------------|-----------------------------------------------|-----------------------------------------------|
| 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                                    |
| Net profit attributable to shareholders of the Parent Company for the reporting period (in thousands of PLN) | 37,734                          | 102,576                         | 31,229                                        | 81,641                                        |
| <b>Consolidated earnings per share for the reporting period (in PLN)</b>                                     | <b>0.73</b>                     | <b>1.98</b>                     | <b>0.60</b>                                   | <b>1.57</b>                                   |

### 5.7. Information on dividends paid out

The Annual General Meeting of Asseco South Eastern Europe S.A. seated in Rzeszów, acting on the basis of art. 395 § 2 item 2) of the Commercial Companies Code as well as pursuant to § 12 sec. 4 item 2) of the Company's Articles of Association, on 10 June 2021 decided to pay out a dividend in the total amount of PLN 51,894 thousand or PLN 1.00 per share to all of the Company's shareholders.

The Company's Annual General Meeting established 24 June 2021 as the dividend record date. The dividend was paid out on 7 July 2021. The number of shares eligible for dividend was 51,894,251.

In 2020, the Parent Company paid out to its shareholders a dividend for the year 2019. The Annual General Meeting of Asseco South Eastern Europe S.A. seated in Rzeszów, acting on the basis of art. 395 § 2 item 2 of the Commercial Companies Code as well as pursuant to § 12 sec. 4 item 2 of the Company's Articles of Association, on 16 June 2020 decided to pay out a dividend in the total amount of PLN 38,402 thousand or PLN 0.74 per share to all of the Company's shareholders.

The Company's Annual General Meeting established 25 June 2020 as the dividend record date. The dividend was paid out on 8 July 2020. The number of shares eligible for dividend was 51,894,251.

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

### 6.1. Property, plant and equipment

Changes in the net book value of property, plant and equipment that took place during the period of 9 months ended 30 September 2021 and in the comparable period are presented below:

|                                                                           | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>PLN'000 |
|---------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>Net book value of property, plant and equipment as at 1 January</b>    | <b>143,171</b>                             | <b>147,061</b>                             |
| <b>Additions, of which:</b>                                               | <b>25,189</b>                              | <b>30,599</b>                              |
| Purchases and modernization                                               | 18,432                                     | 25,349                                     |
| Obtaining control over subsidiaries                                       | 582                                        | 2,250                                      |
| Other                                                                     | 6,175                                      | 3,000                                      |
| <b>Reductions, of which:</b>                                              | <b>(36,534)</b>                            | <b>(38,525)</b>                            |
| Depreciation charges for the reporting period                             | (35,193)                                   | (35,385)                                   |
| Disposal and liquidation                                                  | (1,011)                                    | (2,430)                                    |
| Other                                                                     | (330)                                      | (710)                                      |
| <b>Differences on foreign currency translation of subsidiaries</b>        | <b>1,210</b>                               | <b>6,259</b>                               |
| <b>Net book value of property, plant and equipment as at 30 September</b> | <b>133,036</b>                             | <b>145,394</b>                             |

As at 30 September 2021, tangible assets with a book value of PLN 7,983 thousand served as collateral for bank loans as well as for bank overdrafts and guarantee facilities.

As at 31 December 2020, tangible assets with a book value of PLN 8,087 thousand served as collateral for bank loans.

### 6.2. Intangible assets

Changes in the net book value of intangible assets that took place during the period of 9 months ended 30 September 2021 and in the comparable period are presented below:

|                                                                           | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>(restated)<br>PLN'000 |
|---------------------------------------------------------------------------|--------------------------------------------|----------------------------------------------------------|
| <b>Net book value of intangible assets as at 1 January<br/>(restated)</b> | <b>30,101</b>                              | <b>23,978</b>                                            |
| <b>Additions, of which:</b>                                               | <b>7,644</b>                               | <b>10,543</b>                                            |
| Purchases and modernization                                               | 4,850                                      | 2,129                                                    |
| Obtaining control over subsidiaries                                       | 2,672                                      | 7,576                                                    |
| Costs of development projects in progress                                 | 122                                        | 838                                                      |
| <b>Reductions, of which:</b>                                              | <b>(7,151)</b>                             | <b>(7,723)</b>                                           |
| Amortization charges for the reporting period                             | (7,151)                                    | (6,078)                                                  |
| Disposal and liquidation                                                  | -                                          | (271)                                                    |
| Other                                                                     | -                                          | (1,374)                                                  |
| <b>Differences on foreign currency translation of subsidiaries</b>        | <b>437</b>                                 | <b>1,061</b>                                             |
| <b>Net book value of intangible assets as at 30 September</b>             | <b>31,031</b>                              | <b>27,859</b>                                            |

Both as at 30 September 2021 and 31 December 2020, intangible assets did not serve as collateral for any bank loans.

### 6.3. Right-of-use assets

Changes in the net book value of right-of-use assets that took place during the period of 9 months ended 30 September 2021 and in the comparable period are presented below:

|                                                                             | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>PLN'000 |
|-----------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>Net book value of right-of-use assets as at 1 January</b>                | <b>55,711</b>                              | <b>65,055</b>                              |
| <b>Additions, of which:</b>                                                 | <b>13,423</b>                              | <b>14,132</b>                              |
| Conclusion of new lease contracts                                           | 10,281                                     | 10,319                                     |
| Modification of existing contracts                                          | 585                                        | 2,150                                      |
| Obtaining control over subsidiaries                                         | 2,557                                      | 1,663                                      |
| <b>Reductions, of which:</b>                                                | <b>(18,500)</b>                            | <b>(19,244)</b>                            |
| Depreciation charges for the reporting period                               | (15,044)                                   | (17,118)                                   |
| Acquisition of right-of-use assets                                          | (55)                                       | -                                          |
| Early termination of contracts                                              | (1,124)                                    | (2,075)                                    |
| Modification of existing contracts (lease shortening, interest rate change) | (2,054)                                    | (51)                                       |
| Other                                                                       | (223)                                      | -                                          |
| <b>Differences on foreign currency translation of subsidiaries</b>          | <b>294</b>                                 | <b>2,821</b>                               |
| <b>Net book value of right-of-use assets as at 30 September</b>             | <b>50,928</b>                              | <b>62,764</b>                              |

### 6.4. Goodwill

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

The following table presents changes in the amounts of goodwill during the period of 9 months ended 30 September 2021 and in the comparable periods, in a breakdown to operating segments:

| Goodwill                                                                           | 9 months ended<br>30 Sept. 2021 | 6 months ended<br>30 June 2021 | 12 months ended<br>31 Dec. 2020<br>(restated) | 9 months ended<br>30 Sept. 2020<br>(restated) |
|------------------------------------------------------------------------------------|---------------------------------|--------------------------------|-----------------------------------------------|-----------------------------------------------|
|                                                                                    | PLN'000                         | PLN'000                        | PLN'000                                       | PLN'000                                       |
| <b>Goodwill at the beginning of the period<br/>(restated)</b>                      | <b>569,835</b>                  | <b>569,835</b>                 | <b>532,139</b>                                | <b>532,139</b>                                |
| Banking Solutions                                                                  | 207,063                         | 207,063                        | 194,903                                       | 194,903                                       |
| Payment Solutions                                                                  | 183,077                         | 183,077                        | 165,893                                       | 165,893                                       |
| Dedicated Solutions                                                                | 179,695                         | 179,695                        | 171,343                                       | 171,343                                       |
| <b>Change in consolidation goodwill due to<br/>the acquisition of shares (+/-)</b> | <b>47,435</b>                   | <b>9,607</b>                   | <b>13,898</b>                                 | <b>12,696</b>                                 |
| Banking Solutions                                                                  | -                               | -                              | -                                             | -                                             |
| Payment Solutions                                                                  | 27,928                          | 6,292                          | 13,898                                        | 12,696                                        |
| Dedicated Solutions                                                                | 19,507                          | 3,315                          | -                                             | -                                             |
| <b>Foreign currency translation differences (+/-)</b>                              | <b>1,646</b>                    | <b>(12,442)</b>                | <b>23,798</b>                                 | <b>16,252</b>                                 |
| Banking Solutions                                                                  | 644                             | (4,020)                        | 12,160                                        | 9,309                                         |
| Payment Solutions                                                                  | 524                             | (4,216)                        | 3,286                                         | 1,378                                         |
| Dedicated Solutions                                                                | 478                             | (4,206)                        | 8,352                                         | 5,565                                         |
| <b>Total goodwill</b>                                                              | <b>618,916</b>                  | <b>567,000</b>                 | <b>569,835</b>                                | <b>561,087</b>                                |
| Banking Solutions                                                                  | 207,707                         | 203,043                        | 207,063                                       | 204,212                                       |
| Payment Solutions                                                                  | 211,529                         | 185,153                        | 183,077                                       | 179,967                                       |
| Dedicated Solutions                                                                | 199,680                         | 178,804                        | 179,695                                       | 176,908                                       |
| <b>Total at the end of the period</b>                                              | <b>618,916</b>                  | <b>567,000</b>                 | <b>569,835</b>                                | <b>561,087</b>                                |

In the period of 9 months ended 30 September 2021, the balance of goodwill arising from consolidation was affected by the following transactions:

*i. Acquisition of shares in Things Solver d.o.o.*

On 7 October 2020, ASEE Serbia concluded a conditional agreement to acquire 53.76% of shares in the company Things Solver d.o.o. based in Belgrade. The Group obtained control over Things Solver d.o.o. on 8 January 2021 upon satisfying all the conditions precedent. The total purchase price amounted to EUR 979 thousand, of which EUR 879 thousand constituted a conditional payment depending on the financial results achieved by the acquired company. The first instalment of such conditional payment was paid in the first half of 2021.

Until 30 September 2021, the process of purchase price allocation has not yet been completed by the Group. Therefore, goodwill recognized on the acquisition of Things Solver may still be subject to change.

The provisional values of identifiable assets and liabilities of Things Solver d.o.o. as at the date of obtaining control are presented below (converted at the exchange rate of PLN/RSD effective as at the acquisition date):

|                                            | Provisional values<br>as at the acquisition date<br>PLN'000 |
|--------------------------------------------|-------------------------------------------------------------|
| <b>Assets acquired</b>                     |                                                             |
| Property, plant and equipment              | 177                                                         |
| Intangible assets                          | 711                                                         |
| Trade receivables                          | 1,198                                                       |
| Inventories                                | 9                                                           |
| Cash and cash equivalents                  | 538                                                         |
| Other assets                               | 118                                                         |
| <b>Total assets</b>                        | <b>2,751</b>                                                |
| <b>Liabilities acquired</b>                |                                                             |
| Bank loans and borrowings                  | 145                                                         |
| Trade payables                             | 79                                                          |
| Liabilities to the state and local budgets | 92                                                          |
| Provisions and accruals                    | 7                                                           |
| Other liabilities                          | 305                                                         |
| <b>Total liabilities</b>                   | <b>628</b>                                                  |
| <b>Net assets value</b>                    | <b>2,123</b>                                                |
| <b>Equity interest acquired</b>            | <b>53.76%</b>                                               |
| <b>Value of non-controlling interests</b>  | <b>982</b>                                                  |
| <b>Purchase price</b>                      | <b>4,456</b>                                                |
| <b>Goodwill as at the acquisition date</b> | <b>3,315</b>                                                |

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

*ii. Acquisition of shares in Vebspot d.o.o.*

On 17 February 2021, Payten Macedonia (Skopje) acquired 100% of shares in the company Vebspot d.o.o. based in Skopje, for the total of EUR 1.5 million. The purchase price includes conditional payments in the amount of EUR 746 thousand depending on the financial results achieved by the acquired company.

Until 30 September 2021, the process of purchase price allocation has not yet been completed by the Group. Therefore, goodwill recognized on this acquisition may be subject to change in the period of 12 months from the date of obtaining control over that company. The provisional values of identifiable assets and liabilities of Vebspot d.o.o. as at the date of obtaining control are presented below (converted at the exchange rate of PLN/MDK effective as at the acquisition date):

|                                              | Provisional values<br>as at the acquisition date<br>PLN'000 |
|----------------------------------------------|-------------------------------------------------------------|
| <b>Assets acquired</b>                       |                                                             |
| Property, plant and equipment                | 118                                                         |
| Intangible assets                            | 280                                                         |
| Trade receivables                            | 316                                                         |
| Receivables from the state and local budgets | 13                                                          |

|                                            |              |
|--------------------------------------------|--------------|
| Prepayments and accrued income             | 2            |
| Cash and cash equivalents                  | 253          |
| Other assets                               | 2            |
| <b>Total assets</b>                        | <b>984</b>   |
| <b>Liabilities acquired</b>                |              |
| Trade payables                             | 8            |
| Liabilities to the state and local budgets | 43           |
| Prepayments and accrued income             | 303          |
| Other liabilities                          | 184          |
| <b>Total liabilities</b>                   | <b>538</b>   |
| <b>Net assets value</b>                    | <b>446</b>   |
| <b>Equity interest acquired</b>            | <b>100%</b>  |
| <b>Purchase price</b>                      | <b>6,738</b> |
| <b>Goodwill as at the acquisition date</b> | <b>6,292</b> |

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

*iii. Allocation of the purchase price of shares in Integrirani Poslovni Sustavi d.o.o., based in Oroslavje*

On 4 June 2020, Payten d.o.o. Zagreb signed an agreement to acquire 76% of shares in the company Integrirani Poslovni Sustavi d.o.o. ("IPS"), based in Oroslavje.

The transaction price amounted to EUR 1,851 thousand, of which EUR 847 thousand constitutes a conditional payment depending on future financial results achieved by the acquired company.

Payten d.o.o. Zagreb also signed a put option agreement with the non-controlling shareholders of IPS. The amount of liabilities under put options has been disclosed in explanatory note 6.12 to these interim condensed financial statements.

The purchase price allocation process was completed in the second quarter of 2021. The fair values of identifiable assets and liabilities of IPS company as at the date of obtaining control are presented below (converted at the exchange rate of PLN/HRK effective as at the acquisition date):

|                                              | Fair values as at<br>the acquisition date<br>PLN'000 |
|----------------------------------------------|------------------------------------------------------|
| <b>Assets acquired</b>                       |                                                      |
| Property, plant and equipment                | 59                                                   |
| Intangible assets                            | 3,852                                                |
| Right-of-use assets                          | 406                                                  |
| Trade receivables                            | 685                                                  |
| Receivables from the state and local budgets | 32                                                   |
| Inventories                                  | 242                                                  |
| Cash and cash equivalents                    | 774                                                  |
| Other assets                                 | 261                                                  |
| <b>Total assets</b>                          | <b>6,311</b>                                         |
| <b>Liabilities acquired</b>                  |                                                      |
| Bank loans and borrowings                    | 469                                                  |
| Lease liabilities                            | 415                                                  |
| Other financial liabilities                  | 245                                                  |
| Trade payables                               | 395                                                  |
| Liabilities to the state and local budgets   | 297                                                  |
| Deferred tax liabilities                     | 683                                                  |
| Other liabilities                            | 231                                                  |
| <b>Total liabilities</b>                     | <b>2,735</b>                                         |
| <b>Net assets value</b>                      | <b>3,576</b>                                         |
| <b>Equity interest acquired</b>              | <b>76%</b>                                           |
| <b>Value of non-controlling interests</b>    | <b>858</b>                                           |
| <b>Purchase price</b>                        | <b>8,221</b>                                         |
| <b>Goodwill as at the acquisition date</b>   | <b>5,503</b>                                         |

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

**iv. Allocation of the purchase price of shares in Gastrobit – GRC Grupa d.o.o., based in Dugo Selo**

On 23 July 2020, Payten d.o.o. Zagreb signed an agreement to acquire 100% of shares in the company Gastrobit – GRC Grupa d.o.o. ("Gastrobit"), based in Dugo Selo.

The transaction price amounted to EUR 2,276 thousand, of which EUR 1,238 thousand constituted a conditional payment depending on future financial results achieved by the acquired company.

The purchase price allocation process was completed in the third quarter of 2021. The fair values of identifiable assets and liabilities of Gastrobit company as at the date of obtaining control are presented below (converted at the exchange rate of PLN/HRK effective as at the acquisition date):

|                                            | Fair values as at<br>the acquisition date<br>PLN'000 |
|--------------------------------------------|------------------------------------------------------|
| <b>Assets acquired</b>                     |                                                      |
| Property, plant and equipment              | 689                                                  |
| Intangible assets                          | 3,773                                                |
| Right-of-use assets                        | 844                                                  |
| Trade receivables                          | 236                                                  |
| Inventories                                | 373                                                  |
| Cash and cash equivalents                  | 813                                                  |
| Other assets                               | 90                                                   |
| <b>Total assets</b>                        | <b>6,818</b>                                         |
| <b>Liabilities acquired</b>                |                                                      |
| Lease liabilities                          | 860                                                  |
| Trade payables                             | 8                                                    |
| Liabilities to the state and local budgets | 415                                                  |
| Deferred tax liabilities                   | 678                                                  |
| Other liabilities                          | 325                                                  |
| <b>Total liabilities</b>                   | <b>2,286</b>                                         |
| <b>Net assets value</b>                    | <b>4,532</b>                                         |
| <b>Equity interest acquired</b>            | <b>100%</b>                                          |
| <b>Value of non-controlling interests</b>  | -                                                    |
| <b>Purchase price</b>                      | <b>11,239</b>                                        |
| <b>Goodwill as at the acquisition date</b> | <b>6,707</b>                                         |

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

**v. Acquisition of shares in ContentSpeed s.r.l., Bucharest**

On 22 July 2021, Payten Payment Solutions s.r.l. (Bucharest) acquired 80% of shares in ContentSpeed s.r.l., a company based in Bucharest (Romania), for the total of EUR 2.4 million. The purchase price includes conditional payments in the amount of EUR 1.2 million depending on the financial results achieved by the acquired company. All non-controlling interests are subject to put/call options and accounted for using the expected purchase method. As at 30 September 2021, the value of put options is measured at purchase price amounting to EUR 1.5 million, while the carrying amount of non-controlling interests stands at 0.

Until 30 September 2021, the process of purchase price allocation has not yet been completed by the Group. Therefore, goodwill recognized on this acquisition may be subject to change in the period of 12 months from the date of obtaining control over that company. The provisional values of identifiable assets and liabilities of ContentSpeed s.r.l. as at the date of obtaining control are presented below (converted at the exchange rate of PLN/RON effective as at the acquisition date):

|                                              | Provisional values<br>as at the acquisition date<br>PLN'000 |
|----------------------------------------------|-------------------------------------------------------------|
| <b>Assets acquired</b>                       |                                                             |
| Property, plant and equipment                | 164                                                         |
| Intangible assets                            | 578                                                         |
| Right-of-use assets                          | 823                                                         |
| Trade receivables                            | 1,019                                                       |
| Receivables from the state and local budgets | 92                                                          |
| Inventories                                  | 2                                                           |
| Cash and cash equivalents                    | 117                                                         |
| Other assets                                 | 189                                                         |

|                                            |               |
|--------------------------------------------|---------------|
| <b>Total assets</b>                        | <b>2,984</b>  |
| <b>Liabilities acquired</b>                |               |
| Lease liabilities                          | 407           |
| Trade payables                             | 795           |
| Liabilities to the state and local budgets | 72            |
| Deferred tax liabilities                   | 160           |
| Other liabilities                          | 1,263         |
| <b>Total liabilities</b>                   | <b>2,697</b>  |
| <b>Net assets value</b>                    | <b>287</b>    |
| <b>Equity interest acquired</b>            | 100%*         |
| <b>Value of non-controlling interests</b>  | -             |
| <b>Purchase price</b>                      | <b>21,923</b> |
| <b>Goodwill as at the acquisition date</b> | <b>21,636</b> |

\*The acquisition has been accounted for using the expected purchase method due to the put/call options contained in the company acquisition agreement.

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

#### *vi. Acquisition of shares in IT SISTEMI-NOVE TEHNOLOGIJE d.o.o., Split*

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

Until 30 September 2021, the process of purchase price allocation has not yet been completed by the Group. Therefore, goodwill recognized on this acquisition may be subject to change in the period of 12 months from the date of obtaining control over that company. The provisional values of identifiable assets and liabilities of IT Sistemi Group as at the date of obtaining control are presented below (converted at the exchange rate of PLN/HRK effective as at the acquisition date):

|                                              | Provisional values<br>as at the acquisition date<br>PLN'000 |
|----------------------------------------------|-------------------------------------------------------------|
| <b>Assets acquired</b>                       |                                                             |
| Property, plant and equipment                | 120                                                         |
| Intangible assets                            | 1,094                                                       |
| Right-of-use assets                          | 1,731                                                       |
| Trade receivables                            | 2,884                                                       |
| Receivables from the state and local budgets | 308                                                         |
| Financial assets                             | 103                                                         |
| Cash and cash equivalents                    | 10,495                                                      |
| Other assets                                 | 888                                                         |
| <b>Total assets</b>                          | <b>17,623</b>                                               |
| <b>Liabilities acquired</b>                  |                                                             |
| Lease liabilities                            | 1,765                                                       |
| Trade payables                               | 259                                                         |
| Liabilities to the state and local budgets   | 458                                                         |
| Other liabilities                            | 4,190                                                       |
| <b>Total liabilities</b>                     | <b>6,672</b>                                                |
| <b>Net assets value</b>                      | <b>10,951</b>                                               |
| <b>Equity interest acquired</b>              | 100%                                                        |
| <b>Value of non-controlling interests</b>    | -                                                           |
| <b>Purchase price</b>                        | <b>27,143</b>                                               |
| <b>Goodwill as at the acquisition date</b>   | <b>16,192</b>                                               |

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

#### **6.5. Other financial assets**

As at 30 September 2021, 30 June 2021, 31 December 2020 and 30 September 2020, apart from receivables and cash and cash equivalents described in other notes, the Group also held other financial assets as presented in the table below.

|                                                                                           | 30 Sept. 2021 | 30 June 2021 | 31 Dec. 2020 | 30 Sept. 2020 |
|-------------------------------------------------------------------------------------------|---------------|--------------|--------------|---------------|
|                                                                                           | Long-term     | Short-term   | Long-term    | Short-term    |
| Asseco South Eastern Europe Group                                                         |               |              |              |               |
| Quarterly Report for the period of 9 months ended 30 September 2021 (in thousands of PLN) |               |              |              |               |

|                                                                                             | PLN'000    | PLN'000    | PLN'000    | PLN'000    | PLN'000      | PLN'000   | PLN'000      | PLN'000   |
|---------------------------------------------------------------------------------------------|------------|------------|------------|------------|--------------|-----------|--------------|-----------|
| <b>Financial assets carried at fair value through profit or loss, of which:</b>             |            |            |            |            |              |           |              |           |
| Currency forward contracts                                                                  | -          | -          | -          | 2          | -            | -         | -            | -         |
| Other assets                                                                                | -          | 2          | -          | 2          | -            | 2         | 1            | 4         |
|                                                                                             | -          | 2          | -          | 4          | -            | 2         | 1            | 4         |
| <b>Financial assets carried at fair value through other comprehensive income, of which:</b> |            |            |            |            |              |           |              |           |
| Shares in companies quoted in an active market                                              | 21         | 26         | 55         | 25         | 53           | 26        | 49           | 26        |
| Shares in companies not quoted in an active market                                          | 22         | -          | 21         | -          | 21           | -         | 21           | -         |
|                                                                                             | 43         | 26         | 76         | 25         | 74           | 26        | 70           | 26        |
| <b>Financial assets carried at amortized cost, of which:</b>                                |            |            |            |            |              |           |              |           |
| Loans granted, of which:                                                                    | 433        | 213        | 316        | 216        | 315          | 12        | -            | 9         |
| <i>granted to related parties</i>                                                           | 331        | -          | 316        | -          | 315          | -         | -            | -         |
| <i>granted to employees</i>                                                                 | 102        | 209        | -          | 209        | -            | 8         | -            | 5         |
| <i>granted to other entities</i>                                                            | -          | 4          | -          | 7          | -            | 4         | -            | 4         |
| Cash deposits                                                                               | -          | 8          | -          | 8          | 4,776        | 8         | 4,769        | 8         |
|                                                                                             | 433        | 221        | 316        | 224        | 5,091        | 20        | 4,769        | 17        |
| <b>Total</b>                                                                                | <b>476</b> | <b>249</b> | <b>392</b> | <b>253</b> | <b>5,165</b> | <b>48</b> | <b>4,840</b> | <b>47</b> |

The line of 'Financial assets carried at amortized cost – long-term cash deposits' as at 31 December 2020 includes bank deposits with an original maturity of more than 3 months held by ASEE Macedonia. These cash deposits served as collateral for a bank guarantee used under an IT project implemented for a public administration institution.

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

In the period of 9 months ended 30 September 2021, the Group did not change its methods for measuring the fair value of financial instruments carried at fair value nor did it transfer any instruments between individual levels of the fair value hierarchy.

As at 30 September 2021, as well as at 30 June 2021, 31 December 2020 and 30 September 2020, the fair values of financial assets were not significantly different from their book values.

| As at 30 September 2021                                                          | Carrying value<br>PLN'000 | Level 1 <sup>i)</sup><br>PLN'000 | Level 2 <sup>ii)</sup><br>PLN'000 | Level 3 <sup>iii)</sup><br>PLN'000 |
|----------------------------------------------------------------------------------|---------------------------|----------------------------------|-----------------------------------|------------------------------------|
| <b>Financial assets carried at fair value through profit or loss</b>             |                           |                                  |                                   |                                    |
| Currency forward contracts                                                       | -                         | -                                | -                                 | -                                  |
| Other assets                                                                     | 2                         | -                                | -                                 | 2                                  |
| <b>Total</b>                                                                     | <b>2</b>                  | <b>-</b>                         | <b>-</b>                          | <b>2</b>                           |
| <b>Financial assets carried at fair value through other comprehensive income</b> |                           |                                  |                                   |                                    |
| Shares in companies quoted in an active market                                   | 47                        | 47                               | -                                 | -                                  |
| Shares in companies not listed on regulated markets                              | 22                        | -                                | -                                 | 22                                 |
| <b>Total</b>                                                                     | <b>69</b>                 | <b>47</b>                        | <b>-</b>                          | <b>22</b>                          |

i. fair value determined on the basis of quoted prices offered in active markets for identical assets;  
ii. fair value determined using calculation models based on inputs that are observable, either directly or indirectly, in active markets;  
iii. fair value determined using calculation models based on inputs that are not observable, neither directly or indirectly, in active markets.

| As at 30 June 2021                                                               | Carrying value<br>PLN'000 | Level 1 <sup>i)</sup><br>PLN'000 | Level 2 <sup>ii)</sup><br>PLN'000 | Level 3 <sup>iii)</sup><br>PLN'000 |
|----------------------------------------------------------------------------------|---------------------------|----------------------------------|-----------------------------------|------------------------------------|
| <b>Financial assets carried at fair value through profit or loss</b>             |                           |                                  |                                   |                                    |
| Currency forward contracts                                                       | 2                         | -                                | 2                                 | -                                  |
| Other assets                                                                     | 2                         | -                                | -                                 | 2                                  |
| <b>Total</b>                                                                     | <b>4</b>                  | <b>-</b>                         | <b>2</b>                          | <b>2</b>                           |
| <b>Financial assets carried at fair value through other comprehensive income</b> |                           |                                  |                                   |                                    |
| Shares in companies quoted in an active market                                   | 80                        | 80                               | -                                 | -                                  |
| Shares in companies not listed on regulated markets                              | 21                        | -                                | -                                 | 21                                 |
| <b>Total</b>                                                                     | <b>101</b>                | <b>80</b>                        | <b>-</b>                          | <b>21</b>                          |

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

| As at 31 December 2020                                                           | Carrying value<br>PLN'000 | Level 1 <sup>i)</sup><br>PLN'000 | Level 2 <sup>ii)</sup><br>PLN'000 | Level 3 <sup>iii)</sup><br>PLN'000 |
|----------------------------------------------------------------------------------|---------------------------|----------------------------------|-----------------------------------|------------------------------------|
| <b>Financial assets carried at fair value through profit or loss</b>             |                           |                                  |                                   |                                    |
| Currency forward contracts                                                       | -                         | -                                | -                                 | -                                  |
| Other assets                                                                     | 2                         | -                                | -                                 | 2                                  |
| <b>Total</b>                                                                     | <b>2</b>                  | -                                | -                                 | 2                                  |
| <b>Financial assets carried at fair value through other comprehensive income</b> |                           |                                  |                                   |                                    |
| Shares in companies quoted in an active market                                   | 79                        | 79                               | -                                 | -                                  |
| Shares in companies not listed on regulated markets                              | 21                        | -                                | -                                 | 21                                 |
| <b>Total</b>                                                                     | <b>100</b>                | <b>79</b>                        | -                                 | 21                                 |

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

| As at 30 September 2020                                                          | Carrying value<br>PLN'000 | Level 1 <sup>i)</sup><br>PLN'000 | Level 2 <sup>ii)</sup><br>PLN'000 | Level 3 <sup>iii)</sup><br>PLN'000 |
|----------------------------------------------------------------------------------|---------------------------|----------------------------------|-----------------------------------|------------------------------------|
| <b>Financial assets carried at fair value through profit or loss</b>             |                           |                                  |                                   |                                    |
| Currency forward contracts                                                       | -                         | -                                | -                                 | -                                  |
| Other assets                                                                     | 5                         | -                                | -                                 | 5                                  |
| <b>Total</b>                                                                     | <b>5</b>                  | -                                | -                                 | 5                                  |
| <b>Financial assets carried at fair value through other comprehensive income</b> |                           |                                  |                                   |                                    |
| Shares in companies quoted in an active market                                   | 75                        | 75                               | -                                 | -                                  |
| Shares in companies not listed on regulated markets                              | 21                        | -                                | -                                 | 21                                 |
| <b>Total</b>                                                                     | <b>96</b>                 | <b>75</b>                        | -                                 | 21                                 |

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

## 6.6. Prepayments and accrued income

As at 30 September 2021, as well as at 30 June 2021, 31 December 2020 and 30 September 2020, prepayments and accrued income included the following items:

|                                                                                        | 30 Sept. 2021        |                       | 30 June 2021         |                       | 31 Dec. 2020         |                       | 30 Sept. 2020        |                       |
|----------------------------------------------------------------------------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|
|                                                                                        | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 |
| Prepaid services, of which:                                                            | 3,300                | 33,477                | 3,780                | 29,887                | 6,142                | 27,240                | 140                  | 21,572                |
| <i>maintenance services and license fees</i>                                           | 3,275                | 28,216                | 3,780                | 24,192                | 6,141                | 24,039                | 137                  | 18,030                |
| <i>insurances</i>                                                                      | -                    | 1,635                 | -                    | 2,093                 | -                    | 955                   | 3                    | 1,219                 |
| <i>rents and averaged instalments under operating leases</i>                           | -                    | 401                   | -                    | 285                   | -                    | 207                   | -                    | 249                   |
| <i>prepaid consulting services</i>                                                     | -                    | 82                    | -                    | 103                   | -                    | 46                    | -                    | 153                   |
| <i>other services</i>                                                                  | 25                   | 3,143                 | -                    | 3,214                 | 1                    | 1,993                 | -                    | 1,921                 |
| Expenses related to services performed for which revenues have not been recognized yet | -                    | 2,423                 | -                    | 2,411                 | -                    | 2,552                 | -                    | 253                   |
| Other prepayments and accrued income                                                   | 67                   | 694                   | -                    | 1,129                 | -                    | 1,199                 | -                    | 1,331                 |
| <b>Total</b>                                                                           | <b>3,367</b>         | <b>36,594</b>         | <b>3,780</b>         | <b>33,427</b>         | <b>6,142</b>         | <b>30,991</b>         | <b>140</b>           | <b>23,156</b>         |

## 6.7. Receivables and contract assets

The table below presents the amounts of receivables as at 30 September 2021, as well as at 30 June 2021, 31 December 2020 and 30 September 2020.

|                                                     | 30 Sept. 2021        |                       | 30 June 2021         |                       | 31 Dec. 2020         |                       | 30 Sept. 2020        |                       |
|-----------------------------------------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|
|                                                     | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 |
| <b>Trade receivables, of which:</b>                 | -                    | <b>127,338</b>        | -                    | <b>138,465</b>        | -                    | <b>207,672</b>        | -                    | <b>109,108</b>        |
| Trade receivables:                                  | -                    | <b>127,002</b>        | -                    | <b>136,958</b>        | -                    | <b>205,436</b>        | -                    | <b>107,304</b>        |
| from related parties                                | -                    | 397                   | -                    | 723                   | -                    | 1,742                 | -                    | 270                   |
| from other entities                                 | -                    | 126,605               | -                    | 136,235               | -                    | 203,694               | -                    | 107,034               |
| Receivables from operating leases                   | -                    | <b>8,063</b>          | -                    | <b>8,396</b>          | -                    | <b>8,609</b>          | -                    | <b>8,515</b>          |
| Allowances for trade receivables                    | -                    | <b>(7,727)</b>        | -                    | <b>(6,889)</b>        | -                    | <b>(6,373)</b>        | -                    | <b>(6,711)</b>        |
| <b>Corporate income tax receivable</b>              | -                    | <b>1,952</b>          | -                    | <b>1,392</b>          | -                    | <b>2,105</b>          | -                    | <b>1,234</b>          |
| <b>Receivables from the state and local budgets</b> | -                    | <b>4,503</b>          | -                    | <b>3,715</b>          | -                    | <b>5,100</b>          | -                    | <b>3,333</b>          |
| Value added tax                                     | -                    | 2,374                 | -                    | 1,946                 | -                    | 3,350                 | -                    | 1,703                 |
| Other                                               | -                    | 2,129                 | -                    | 1,769                 | -                    | 1,750                 | -                    | 1,630                 |
| <b>Other receivables</b>                            | <b>662</b>           | <b>10,845</b>         | <b>774</b>           | <b>5,619</b>          | <b>821</b>           | <b>3,970</b>          | <b>923</b>           | <b>4,215</b>          |
| Security deposits receivable                        | 662                  | 1,297                 | 774                  | 1,210                 | 819                  | 1,272                 | 921                  | 2,081                 |
| Other receivables                                   | -                    | 9,634                 | -                    | 4,495                 | 2                    | 2,784                 | 2                    | 2,220                 |
| Allowances for other doubtful receivables (-)       | -                    | (86)                  | -                    | (86)                  | -                    | (86)                  | -                    | (86)                  |
| <b>Total receivables</b>                            | <b>662</b>           | <b>144,638</b>        | <b>774</b>           | <b>149,191</b>        | <b>821</b>           | <b>218,847</b>        | <b>923</b>           | <b>117,890</b>        |

The table below presents receivables from contracts with customers as at 30 September 2021, as well as at 30 June 2021, 31 December 2020 and 30 September 2020.

| Contract assets                                   | 30 Sept. 2021        |                       | 30 June 2021         |                       | 31 Dec. 2020         |                       | 30 Sept. 2020        |                       |
|---------------------------------------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|
|                                                   | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 |
| <b>Uninvoiced receivables</b>                     | -                    | <b>26,490</b>         | -                    | <b>25,049</b>         | -                    | <b>11,938</b>         | -                    | <b>33,622</b>         |
| from related parties                              | -                    | 206                   | -                    | 176                   | -                    | 497                   | -                    | 1,091                 |
| from other entities                               | -                    | 26,284                | -                    | 24,873                | -                    | 11,441                | -                    | 32,531                |
| <b>Receivables from valuation of IT contracts</b> | -                    | <b>31,672</b>         | -                    | <b>27,200</b>         | -                    | <b>17,687</b>         | -                    | <b>33,517</b>         |
| from related parties                              | -                    | 676                   | -                    | 319                   | -                    | 238                   | -                    | 854                   |
| from other entities                               | -                    | 30,996                | -                    | 26,881                | -                    | 17,449                | -                    | 32,663                |
| <b>Total contract assets</b>                      | <b>-</b>             | <b>58,162</b>         | <b>-</b>             | <b>52,249</b>         | <b>-</b>             | <b>29,625</b>         | <b>-</b>             | <b>67,139</b>         |

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

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

Changes in the amount of allowances for trade receivables during the period of 9 months ended 30 September 2021 and in the comparable period are presented in the table below:

| Allowances for trade receivables         | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>PLN'000 |
|------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>As at 1 January</b>                   | <b>(6,373)</b>                             | <b>(6,026)</b>                             |
| Recognized during the reporting period   | (3,481)                                    | (3,665)                                    |
| Utilized during the reporting period     | 280                                        | 2                                          |
| Reversed during the reporting period     | 2,152                                      | 3,450                                      |
| Obtaining control over subsidiaries      | (470)                                      | (414)                                      |
| Foreign currency translation differences | 165                                        | (58)                                       |

|                               |         |         |
|-------------------------------|---------|---------|
| Allowances as at 30 September | (7,727) | (6,711) |
|-------------------------------|---------|---------|

### 6.8. Inventories

The table below presents inventories as at 30 September 2021, as well as at 30 June 2021, 31 December 2020 and 30 September 2020:

| Inventories                                                                                                    | 30 Sept. 2021 | 30 June 2021  | 31 Dec. 2020  | 30 Sept. 2020 |
|----------------------------------------------------------------------------------------------------------------|---------------|---------------|---------------|---------------|
|                                                                                                                | PLN'000       | PLN'000       | PLN'000       | PLN'000       |
| Computer hardware, third-party software licenses and other goods for resale                                    | 37,566        | 36,477        | 32,696        | 30,223        |
| Computer hardware, spare parts and other materials intended for the performance of repair/maintenance services | 12,377        | 13,086        | 12,581        | 13,027        |
| Impairment losses on inventories                                                                               | (17,012)      | (17,655)      | (17,365)      | (16,732)      |
| <b>Total</b>                                                                                                   | <b>32,931</b> | <b>31,908</b> | <b>27,912</b> | <b>26,518</b> |

Changes in the amount of impairment losses on inventories during the period of 9 months ended 30 September 2021 and in the comparable period are presented in the table below:

| Impairment losses on inventories            | 9 months ended<br>30 Sept. 2021<br>PLN'000 |                 | 9 months ended<br>30 Sept. 2020<br>PLN'000 |                 |
|---------------------------------------------|--------------------------------------------|-----------------|--------------------------------------------|-----------------|
|                                             | As at 1 January                            | (17,365)        | (13,991)                                   | (13,991)        |
| Recognized during the reporting period      |                                            | (3,327)         | (2,752)                                    | (2,752)         |
| Utilized during the reporting period        |                                            | 1,240           | 753                                        | 753             |
| Reversed during the reporting period        |                                            | 2,641           | 1,741                                      | 1,741           |
| Obtaining of control over subsidiaries      |                                            | (10)            | (1,695)                                    | (1,695)         |
| Foreign currency translation differences    |                                            | (191)           | (788)                                      | (788)           |
| <b>Impairment losses as at 30 September</b> |                                            | <b>(17,012)</b> | <b>(16,732)</b>                            | <b>(16,732)</b> |

### 6.9. Cash and cash equivalents

The table below presents cash and cash equivalents as at 30 September 2021, as well as at 30 June 2021, 31 December 2020 and 30 September 2020:

|                                                                                            | 30 Sept. 2021  | 30 June 2021   | 31 Dec. 2020   | 30 Sept. 2020  |
|--------------------------------------------------------------------------------------------|----------------|----------------|----------------|----------------|
|                                                                                            | PLN'000        | PLN'000        | PLN'000        | PLN'000        |
| Cash at bank and on hand                                                                   | 188,763        | 212,664        | 180,779        | 146,328        |
| Cash at split payment accounts                                                             | -              | 119            | 276            | 184            |
| Short-term bank deposits (up to 3 months)                                                  | 38,229         | 51,075         | 67,956         | 33,635         |
| Cash in transit and other cash equivalents                                                 | 23             | 73             | 17             | 81             |
| <b>Total cash and cash equivalents as disclosed in the statement of financial position</b> | <b>227,015</b> | <b>263,931</b> | <b>249,028</b> | <b>180,228</b> |
| Interest accrued on cash and cash equivalents                                              | -              | (2)            | (76)           | (40)           |
| Bank overdraft facilities utilized for current liquidity management                        | (146)          | (81)           | (92)           | (3,078)        |
| <b>Total cash and cash equivalents as disclosed in the cash flow statement</b>             | <b>226,869</b> | <b>263,848</b> | <b>248,860</b> | <b>177,110</b> |

### 6.10. Lease liabilities

As at 30 September 2021, the Group was a lessee under lease contracts. Assets leased under such contracts included:

- office and warehouse space,
- cars,
- IT hardware,
- other assets.

The table below presents the amounts of lease liabilities as at 30 September 2021, as well as at 30 June 2021, 31 December 2020, and 30 September 2020.

| Financial liabilities             | 30 Sept. 2021        |                       | 30 June 2021         |                       | 31 Dec. 2020         |                       | 30 Sept. 2020        |                       |
|-----------------------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|
|                                   | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 |
| Leases of real estate             | 29,036               | 14,567                | 29,648               | 14,391                | 32,453               | 13,319                | 35,512               | 14,701                |
| Leases of transportation vehicles | 4,634                | 3,071                 | 5,235                | 3,045                 | 5,149                | 3,595                 | 5,166                | 3,590                 |
| Leases of IT hardware             | 1,032                | 1,713                 | 1,372                | 1,799                 | 2,245                | 2,081                 | 2,757                | 2,763                 |
|                                   | <b>34,702</b>        | <b>19,351</b>         | <b>36,255</b>        | <b>19,235</b>         | <b>39,847</b>        | <b>18,995</b>         | <b>43,435</b>        | <b>21,054</b>         |

### 6.11. Bank loans and borrowings

The table below presents the Group's debt under bank loans and borrowings outstanding as at 30 September 2021, as well as at 30 June 2021, 31 December 2020 and 30 September 2020.

| Currency                  | Repayment date | 30 Sept. 2021        |                       | 30 June 2021         |                       | 31 Dec. 2020         |                       | 30 Sept. 2020        |                       |
|---------------------------|----------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|
|                           |                | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 |
| Bank overdraft facilities |                | -                    | <b>146</b>            | -                    | <b>81</b>             | -                    | <b>92</b>             | -                    | <b>3,078</b>          |
| fixed interest rate       | MKD 30.09.2021 | -                    | 21                    | -                    | 13                    | -                    | 20                    | -                    | 21                    |
| fixed interest rate       | EUR 10.10.2021 | -                    | 81                    | -                    | 35                    | -                    | 26                    | -                    | 52                    |
| fixed interest rate       | TRY 09.10.2021 | -                    | 36                    | -                    | 19                    | -                    | 37                    | -                    | 15                    |
| fixed interest rate       | COP 04.10.2021 | -                    | 8                     | -                    | 14                    | -                    | 9                     | -                    | 179                   |
| fixed interest rate       | EUR 26.10.2020 | -                    | -                     | -                    | -                     | -                    | -                     | -                    | 2,811                 |
| <b>Other bank loans</b>   |                | <b>24,859</b>        | <b>22,344</b>         | <b>21,424</b>        | <b>21,047</b>         | <b>29,139</b>        | <b>28,097</b>         | <b>34,187</b>        | <b>29,594</b>         |
| 1M EURIBOR + margin       | EUR 31.07.2023 | 3,971                | 5,830                 | 5,167                | 6,428                 | 8,178                | 7,802                 | 9,578                | 8,763                 |
| 3M EURIBOR + margin       | EUR 30.06.2024 | 6,195                | 3,097                 | 6,586                | 3,293                 | 8,388                | 3,355                 | 9,053                | 3,292                 |
| 3M EURIBOR + margin       | EUR 31.12.2022 | 408                  | 1,071                 | 497                  | 1,390                 | 982                  | 1,820                 | 1,409                | 1,785                 |
| 3M EURIBOR + margin       | EUR 21.09.2022 | -                    | -                     | 79                   | 316                   | 1,208                | 805                   | 317                  | 317                   |
| 3M EURIBOR + margin       | EUR 05.06.2023 | -                    | -                     | 803                  | 803                   | 238                  | 317                   | 1,409                | 805                   |
| 3M EURIBOR + margin       | EUR 31.12.2021 | -                    | -                     | -                    | 570                   | -                    | -                     | -                    | -                     |
| 3M EURIBOR + margin       | EUR 29.07.2026 | 6,949                | -                     | -                    | -                     | -                    | -                     | -                    | -                     |
| 6M EURIBOR + margin       | EUR 01.03.2022 | -                    | 141                   | -                    | 206                   | -                    | -                     | -                    | -                     |
| 6M EURIBOR + margin       | EUR 05.02.2024 | 683                  | 43                    | 665                  | 113                   | -                    | -                     | -                    | -                     |
| 6M EURIBOR + margin       | EUR 08.07.2026 | 1,911                | 363                   | 1,865                | 354                   | -                    | 928                   | -                    | 5                     |
| 1Y EURIBOR + margin       | EUR 30.06.2022 | -                    | 17                    | -                    | 22                    | 12                   | 23                    | 17                   | 22                    |
| ROBOR + margin            | RON 29.04.2022 | -                    | 422                   | -                    | -                     | -                    | -                     | -                    | -                     |
| fixed interest rate       | EUR 31.03.2021 | -                    | -                     | -                    | -                     | -                    | 246                   | -                    | 483                   |
| fixed interest rate       | EUR 14.09.2022 | -                    | 4,642                 | -                    | -                     | -                    | -                     | -                    | -                     |
| fixed interest rate       | EUR 28.06.2021 | -                    | -                     | -                    | -                     | -                    | 905                   | -                    | 1,358                 |
| fixed interest rate       | EUR 04.06.2021 | -                    | -                     | -                    | -                     | -                    | 1,509                 | -                    | 1,509                 |
| fixed interest rate       | EUR 03.06.2022 | -                    | 2,079                 | -                    | 2,709                 | 1,358                | 2,716                 | 2,037                | 2,716                 |
| fixed interest rate       | EUR 02.07.2021 | -                    | -                     | -                    | 251                   | -                    | 1,760                 | -                    | 3,269                 |
| fixed interest rate       | EUR 28.08.2021 | -                    | -                     | -                    | 60                    | -                    | 241                   | -                    | 332                   |
| fixed interest rate       | EUR 30.06.2024 | 3,040                | 1,737                 | 3,391                | 1,695                 | 4,326                | 1,731                 | 4,668                | 1,698                 |
| fixed interest rate       | EUR 30.09.2023 | 52                   | 56                    | 63                   | 55                    | -                    | -                     | -                    | -                     |
| fixed interest rate       | EUR 31.12.2021 | -                    | -                     | -                    | -                     | -                    | 582                   | -                    | 571                   |
| fixed interest rate       | EUR 01.03.2022 | -                    | -                     | -                    | -                     | 69                   | 276                   | 341                  | 68                    |
| fixed interest rate       | EUR 05.02.2024 | -                    | -                     | -                    | -                     | 667                  | 229                   | 941                  | 37                    |
| fixed interest rate       | EUR 30.09.2023 | 1,618                | 2,773                 | 2,257                | 2,709                 | 3,621                | 2,715                 | 4,300                | 2,489                 |
| fixed interest rate       | PEN 13.02.2023 | 32                   | 73                    | 51                   | 73                    | 92                   | 73                    | 117                  | 75                    |
| fixed interest rate       | TRY 01.04.2021 | -                    | -                     | -                    | -                     | -                    | 64                    | -                    | -                     |
| Loans                     |                | -                    | -                     | -                    | -                     | -                    | <b>1,956</b>          | -                    | <b>1,919</b>          |
| 3M EURIBOR + margin       | EUR 30.06.2021 | -                    | -                     | -                    | -                     | -                    | 1,956                 | -                    | 1,919                 |
| <b>Total</b>              |                | <b>24,859</b>        | <b>22,490</b>         | <b>21,424</b>        | <b>21,128</b>         | <b>29,139</b>        | <b>30,145</b>         | <b>34,187</b>        | <b>34,591</b>         |

The Group's total debt amounted to PLN 47,349 thousand as at 30 September 2021, as compared with PLN 59,284 thousand as at 31 December 2020. The amount of debt decreased as a result of repayment of bank loans obtained for financing of our payment process outsourcing projects, as well as repayment of bank account overdraft facilities used in our current business operations.

Total proceeds from and repayments of bank loans disclosed in the statement of cash flows for the period of 9 months ended 30 September 2021 amounted to PLN 13,284 thousand (proceeds) and PLN 26,281 thousand (repayments).

As at 30 September 2021, tangible assets with a book value of PLN 7,983 thousand and trade receivables in the amount of PLN 4,227 thousand served as collateral for bank loans as well as for bank overdrafts and guarantee facilities. As at 30 September 2021, liabilities that were secured with such assets amounted to PLN 143 thousand.

As at 31 December 2020, tangible assets with a book value of PLN 8,087 thousand and trade receivables in the amount of PLN 4,013 thousand served as collateral for bank loans and bank guarantee facilities. As at 31 December 2020, liabilities that were secured with such assets amounted to PLN 2,602 thousand.

Some loans obtained from banks come with the so-called covenants which impose an obligation to maintain certain financial ratios at the levels required by the bank. These ratios are related to the level of indebtedness, e.g. debt to EBITDA. Both as at 30 September 2021 and 31 December 2020, ASEE Group companies did not infringe on any covenants defined in their loan agreements.

#### Fair value of financial liabilities

In the period of 9 months ended 30 September 2021, the Group did not transfer any debt instruments between individual levels of the fair value hierarchy.

As at 30 September 2021, as well as at 30 June 2021, 31 December 2020 and 30 September 2020, the fair values of bank loans were not significantly different from their book values, and they were determined using calculation models based on inputs that are not observable, neither directly or indirectly, in active markets (level 3 of the fair value hierarchy).

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

| Financial liabilities                                                                       | 30 Sept. 2021        |                       | 30 June 2021         |                       | 31 Dec. 2020         |                       | 30 Sept. 2020        |                       |
|---------------------------------------------------------------------------------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|
|                                                                                             | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 |
| Dividend payment liabilities                                                                | -                    | -                     | -                    | 51,989                | -                    | -                     | -                    | -                     |
| Liabilities under deferred and/or conditional payments for controlling interests            | 5,759                | 6,601                 | 624                  | 22,723                | 4,006                | 21,114                | 13,316               | 13,696                |
| Liabilities from the acquisition of non-controlling interests in subsidiaries (put options) | 9,254                | 11,092                | 2,278                | 10,824                | 21,874               | -                     | 21,256               | -                     |
| Currency forward contracts                                                                  | 251                  | 82                    | 28                   | 2                     | 5                    | 74                    | 13                   | -                     |
| Other financial liabilities                                                                 | -                    | -                     | -                    | -                     | -                    | 2                     | -                    | -                     |
|                                                                                             | <b>15,264</b>        | <b>17,775</b>         | <b>2,930</b>         | <b>85,538</b>         | <b>25,885</b>        | <b>21,190</b>         | <b>34,585</b>        | <b>13,696</b>         |

As at 30 September 2021, ASEE Group recognized liabilities amounting to PLN 11,092 thousand under put options that were granted to non-controlling shareholders of Necoplus company, liabilities amounting to PLN 2,335 thousand under put options that were granted to non-controlling shareholders of IPS company, as well as liabilities amounting to PLN 6,919 thousand under put options that were granted to non-controlling shareholders of ContentSpeed company. These liabilities have been estimated using the price calculation formula as defined in the agreement, i.e. the company's profit for the contractual term multiplied by a predetermined coefficient, and in the case Necoplus and ContentSpeed additionally adjusted for net cash held.

Short-term liabilities arising from conditional payments for controlling interests are related to the acquisition of shares in IPS company (PLN 4,192 thousand), in Vebspot company (PLN 644 thousand), and in Things Solver company (PLN 1,765 thousand). Whereas, such long-term liabilities are related to the acquisition of shares in Vebspot company (PLN 660 thousand) and in ContentSpeed company (PLN 5,099 thousand).

The amounts of liabilities arising from conditional payments for controlling interests have been estimated using the price calculation formula as defined in the acquisition agreement, which corresponds to the company's profit for the contractual term multiplied by a predetermined coefficient.

As at 30 September 2021, as well as at 30 June 2021, 31 December 2020 and 30 September 2020, the fair values of financial liabilities were not significantly different from their book values.

| As at 30 September 2021                                                                                  | Carrying value<br>PLN'000 | Level 1 <sup>i)</sup><br>PLN'000 | Level 2 <sup>ii)</sup><br>PLN'000 | Level 3 <sup>iii)</sup><br>PLN'000 |
|----------------------------------------------------------------------------------------------------------|---------------------------|----------------------------------|-----------------------------------|------------------------------------|
| <b>Financial liabilities</b>                                                                             |                           |                                  |                                   |                                    |
| Liabilities from the acquisition of shares – deferred and conditional payments for controlling interests | 12,360                    | -                                | -                                 | 12,360                             |
| Liabilities from the acquisition of minority interests in subsidiaries (put options)                     | 20,346                    | -                                | -                                 | 20,346                             |
| Currency forward contracts                                                                               | 333                       | -                                | 333                               | -                                  |
| <b>Total</b>                                                                                             | <b>33,039</b>             | -                                | <b>333</b>                        | <b>32,706</b>                      |

- i. fair value determined on the basis of quoted prices offered in active markets for identical assets;
- ii. fair value determined using calculation models based on inputs that are observable, either directly or indirectly, in active markets;
- iii. fair value determined using calculation models based on inputs that are not observable, neither directly or indirectly, in active markets.

| As at 30 June 2021                                                                                       | Carrying value<br>PLN'000 | Level 1 <sup>i)</sup><br>PLN'000 | Level 2 <sup>ii)</sup><br>PLN'000 | Level 3 <sup>iii)</sup><br>PLN'000 |
|----------------------------------------------------------------------------------------------------------|---------------------------|----------------------------------|-----------------------------------|------------------------------------|
| <b>Financial liabilities</b>                                                                             |                           |                                  |                                   |                                    |
| Dividend payment liabilities                                                                             | 51,989                    | -                                | -                                 | 51,989                             |
| Liabilities from the acquisition of shares – deferred and conditional payments for controlling interests | 23,347                    | -                                | -                                 | 23,347                             |
| Liabilities from the acquisition of minority interests in subsidiaries (put options)                     | 13,102                    | -                                | -                                 | 13,102                             |
| Currency forward contracts                                                                               | 30                        | -                                | 30                                | -                                  |
| <b>Total</b>                                                                                             | <b>88,468</b>             | -                                | <b>30</b>                         | <b>88,438</b>                      |

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

| As at 31 December 2020                                                                                   | Carrying value<br>PLN'000 | Level 1 <sup>i)</sup><br>PLN'000 | Level 2 <sup>ii)</sup><br>PLN'000 | Level 3 <sup>iii)</sup><br>PLN'000 |
|----------------------------------------------------------------------------------------------------------|---------------------------|----------------------------------|-----------------------------------|------------------------------------|
| <b>Financial liabilities</b>                                                                             |                           |                                  |                                   |                                    |
| Liabilities from the acquisition of shares – deferred and conditional payments for controlling interests | 25,120                    | -                                | -                                 | 25,120                             |
| Liabilities from the acquisition of minority interests in subsidiaries (put options)                     | 21,874                    | -                                | -                                 | 21,874                             |
| Currency forward contracts                                                                               | 79                        | -                                | 79                                | -                                  |
| Other financial liabilities                                                                              | 2                         | -                                | -                                 | 2                                  |
| <b>Total</b>                                                                                             | <b>47,075</b>             | -                                | <b>79</b>                         | <b>46,996</b>                      |

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

| As at 30 September 2020                                                                                  | Carrying value<br>PLN'000 | Level 1 <sup>i)</sup><br>PLN'000 | Level 2 <sup>ii)</sup><br>PLN'000 | Level 3 <sup>iii)</sup><br>PLN'000 |
|----------------------------------------------------------------------------------------------------------|---------------------------|----------------------------------|-----------------------------------|------------------------------------|
| <b>Financial liabilities</b>                                                                             |                           |                                  |                                   |                                    |
| Liabilities from the acquisition of shares – deferred and conditional payments for controlling interests | 27,012                    | -                                | -                                 | 27,012                             |
| Liabilities from the acquisition of minority interests in subsidiaries (put options)                     | 21,256                    | -                                | -                                 | 21,256                             |
| Currency forward contracts                                                                               | 13                        | -                                | 13                                | -                                  |
| <b>Total</b>                                                                                             | <b>48,281</b>             | -                                | <b>13</b>                         | <b>48,268</b>                      |

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

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

The table below presents the Group's liabilities outstanding as at 30 September 2021, as well as at 30 June 2021, 31 December 2020 and 30 September 2020:

|                                                                     | 30 Sept. 2021        |                       | 30 June 2021         |                       | 31 Dec. 2020         |                       | 30 Sept. 2020        |                       |
|---------------------------------------------------------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|
|                                                                     | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 |
| <b>Trade payables, of which:</b>                                    | -                    | <b>70,299</b>         | -                    | <b>73,968</b>         | -                    | <b>111,830</b>        | -                    | <b>48,567</b>         |
| <b>Trade payables</b>                                               | -                    | <b>58,717</b>         | -                    | <b>60,981</b>         | -                    | <b>102,484</b>        | -                    | <b>39,806</b>         |
| from related parties                                                | -                    | 517                   | -                    | 231                   | -                    | 325                   | -                    | 173                   |
| from other entities                                                 | -                    | 58,200                | -                    | 60,750                | -                    | 102,159               | -                    | 39,633                |
| <b>Uninvoiced payables</b>                                          | -                    | <b>11,582</b>         | -                    | <b>12,987</b>         | -                    | <b>9,346</b>          | -                    | <b>8,761</b>          |
| from related parties                                                | -                    | 57                    | -                    | 78                    | -                    | 62                    | -                    | -                     |
| from other entities                                                 | -                    | 11,525                | -                    | 12,909                | -                    | 9,284                 | -                    | 8,761                 |
| <b>Corporate income tax payable</b>                                 | -                    | <b>6,852</b>          | -                    | <b>5,174</b>          | -                    | <b>7,986</b>          | -                    | <b>6,626</b>          |
| <b>Liabilities to the state and local budgets</b>                   | -                    | <b>21,823</b>         | -                    | <b>22,022</b>         | -                    | <b>35,062</b>         | -                    | <b>22,240</b>         |
| Value added tax (VAT)                                               | -                    | 11,034                | -                    | 11,860                | -                    | 19,615                | -                    | 8,864                 |
| Personal income tax (PIT)                                           | -                    | 1,916                 | -                    | 2,055                 | -                    | 4,479                 | -                    | 2,914                 |
| Social insurance                                                    | -                    | 8,499                 | -                    | 7,576                 | -                    | 10,349                | -                    | 9,671                 |
| Withholding income tax                                              | -                    | 127                   | -                    | 151                   | -                    | 148                   | -                    | 129                   |
| Other                                                               | -                    | 247                   | -                    | 380                   | -                    | 471                   | -                    | 662                   |
| <b>Other liabilities</b>                                            | <b>3,519</b>         | <b>20,574</b>         | <b>4,671</b>         | <b>17,144</b>         | <b>4,087</b>         | <b>27,184</b>         | <b>540</b>           | <b>11,474</b>         |
| Liabilities to employees (including salaries payable)               | -                    | 8,482                 | -                    | 8,840                 | -                    | 19,796                | -                    | 6,755                 |
| Liabilities from purchases of tangible assets and intangible assets | 2,409                | 2,762                 | 2,813                | 2,622                 | 4,034                | 3,940                 | 492                  | 2,231                 |
| Other liabilities                                                   | 1,110                | 9,330                 | 1,858                | 5,682                 | 53                   | 3,448                 | 48                   | 2,488                 |
| <b>Total</b>                                                        | <b>3,519</b>         | <b>119,548</b>        | <b>4,671</b>         | <b>118,308</b>        | <b>4,087</b>         | <b>182,062</b>        | <b>540</b>           | <b>88,907</b>         |

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

#### 6.14. Contract liabilities

As at 30 September 2021, 30 June 2021, 31 December 2020 and 30 September 2020, the Group's liabilities from contracts with customers resulted from obligations listed in the table below.

|                                                              | 30 Sept. 2021        |                       | 30 June 2021         |                       | 31 Dec. 2020         |                       | 30 Sept. 2020        |                       |
|--------------------------------------------------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|
|                                                              | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 |
| <b>Liabilities from valuation of IT contracts, of which:</b> | -                    | <b>9,425</b>          | -                    | <b>12,739</b>         | -                    | <b>23,134</b>         | -                    | <b>9,759</b>          |
| From related parties                                         | -                    | -                     | -                    | -                     | -                    | -                     | -                    | -                     |
| From other entities                                          | -                    | 9,425                 | -                    | 12,739                | -                    | 23,134                | -                    | 9,759                 |
| <b>Deferred income from IT projects, of which:</b>           | <b>7,085</b>         | <b>54,774</b>         | <b>8,046</b>         | <b>45,022</b>         | <b>9,402</b>         | <b>50,953</b>         | <b>994</b>           | <b>50,125</b>         |
| Maintenance services                                         | 3,277                | 41,655                | 3,541                | 35,922                | 2,388                | 38,041                | 994                  | 32,150                |
| License fees                                                 | 3,808                | 3,165                 | 4,505                | 2,238                 | 7,014                | 2,080                 | -                    | 466                   |
| Prepaid implementation services                              | -                    | 1,127                 | -                    | 686                   | -                    | 1,613                 | -                    | 994                   |
| Obligations to supply hardware                               | -                    | 8,790                 | -                    | 6,150                 | -                    | 9,219                 | -                    | 16,469                |
| Other prepaid services                                       | -                    | 37                    | -                    | 26                    | -                    | -                     | -                    | 46                    |
| <b>Total contract liabilities</b>                            | <b>7,085</b>         | <b>64,199</b>         | <b>8,046</b>         | <b>57,761</b>         | <b>9,402</b>         | <b>74,087</b>         | <b>994</b>           | <b>59,884</b>         |

### 6.15. Provisions

Changes in the amount of provisions during the period of 9 months ended 30 September 2021 and in the comparable period are presented in the table below:

|                                                             | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>PLN'000 |
|-------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>As at 1 January</b>                                      | <b>5,523</b>                               | <b>4,860</b>                               |
| Obtaining control over subsidiaries                         | -                                          | -                                          |
| Provisions created during the reporting period              | 1,762                                      | 2,944                                      |
| Provisions utilized/reversed during the reporting period    | (1,106)                                    | (1,480)                                    |
| Differences on foreign currency translation of subsidiaries | (64)                                       | (86)                                       |
| <b>As at the end of the reporting period, of which:</b>     | <b>6,115</b>                               | <b>6,238</b>                               |
| Short-term                                                  | 3,798                                      | 4,382                                      |
| Long-term                                                   | 2,317                                      | 1,856                                      |

### 6.16. Accruals

|                                             | 30 Sept. 2021        |                       | 30 June 2021         |                       | 31 Dec. 2020         |                       | 30 Sept. 2020        |                       |
|---------------------------------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|----------------------|-----------------------|
|                                             | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 | Long-term<br>PLN'000 | Short-term<br>PLN'000 |
| <b>Accruals, of which:</b>                  |                      |                       |                      |                       |                      |                       |                      |                       |
| Accrual for unused holiday leaves           | -                    | 5,958                 | -                    | 6,763                 | -                    | 4,719                 | -                    | 4,456                 |
| Accrual for employee and management bonuses | -                    | 37,183                | -                    | 27,448                | -                    | 20,032                | -                    | 27,500                |
|                                             | <b>-</b>             | <b>43,141</b>         | <b>-</b>             | <b>34,211</b>         | <b>-</b>             | <b>24,751</b>         | <b>-</b>             | <b>31,956</b>         |

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

### 6.17. Related party transactions

|                                                                                                                     | Sales to related<br>parties               | Purchases from<br>related parties         | Trade receivables<br>and other<br>receivables | Trade payables and<br>other liabilities   | Lease liabilities                         |
|---------------------------------------------------------------------------------------------------------------------|-------------------------------------------|-------------------------------------------|-----------------------------------------------|-------------------------------------------|-------------------------------------------|
|                                                                                                                     | 9 months ended<br>30 September<br>PLN'000 | 9 months ended<br>30 September<br>PLN'000 | 30 Sept. 2021/<br>31 Dec. 2020<br>PLN'000     | 30 Sept. 2021/<br>31 Dec. 2020<br>PLN'000 | 30 Sept. 2021/<br>31 Dec. 2020<br>PLN'000 |
| <b>Transactions with Asseco Poland</b>                                                                              |                                           |                                           |                                               |                                           |                                           |
| 2021                                                                                                                | 20                                        | 263                                       | 50                                            | -                                         | -                                         |
| 2020                                                                                                                | 48                                        | 180                                       | 53                                            | 17                                        | -                                         |
| <b>Transactions with entities of Asseco Poland Group</b>                                                            |                                           |                                           |                                               |                                           |                                           |
| 2021                                                                                                                | 1,513                                     | 280                                       | 1,276                                         | 29                                        | -                                         |
| 2020                                                                                                                | 2,582                                     | 40                                        | 2,472                                         | 294                                       | -                                         |
| <b>Transactions with associates</b>                                                                                 |                                           |                                           |                                               |                                           |                                           |
| 2021                                                                                                                | -                                         | -                                         | -                                             | -                                         | -                                         |
| 2020                                                                                                                | -                                         | -                                         | -                                             | -                                         | -                                         |
| <b>Transactions with entities or individuals related through the Group's Key Management Personnel</b>               |                                           |                                           |                                               |                                           |                                           |
| 2021                                                                                                                | -                                         | 952                                       | -                                             | 168                                       | 16,566                                    |
| 2020                                                                                                                | -                                         | 954                                       | -                                             | 90                                        | 11,851                                    |
| <b>Transactions with Members of Management Board and Supervisory Board of ASEE S.A. and companies of ASEE Group</b> |                                           |                                           |                                               |                                           |                                           |
| 2021                                                                                                                | -                                         | 10                                        | 3                                             | 396                                       | 69                                        |
| 2020                                                                                                                | -                                         | 31                                        | 2                                             | -                                         | 109                                       |

As at 30 September 2021, total receivables from related parties comprised trade receivables amounting to PLN 397 thousand, contract assets amounting to PLN 882 thousand, and other receivables amounting to PLN 50 thousand. As at 31 December 2020, total receivables from related parties comprised trade receivables amounting to PLN 1,742 thousand, contract assets amounting to PLN 735 thousand, and other receivables amounting to PLN 50 thousand.

As at 30 September 2021, total liabilities to related parties comprised trade payables amounting to PLN 574 thousand, and other liabilities amounting to PLN 19 thousand. As at 31 December 2020, total liabilities to related parties comprised trade payables amounting to PLN 387 thousand, and other liabilities amounting to PLN 14 thousand.

Loans granted to related parties disclosed as at 30 September 2021 include a loan in the amount of PLN 331 thousand that granted to Member of the Management Board of a subsidiary company.

Purchases from and sales to related parties presented in the table above resulted from purchases and sales of hardware and services that were conducted by companies of ASEE Group with related companies of Asseco Poland Group as well as with parties related through the Key Management Personnel or directly with the Key Management Personnel. The Group also incurs costs arising from rentals of space from MHM d.o.o., Belgrade<sup>1</sup>, Miljan Mališ and Mini Invest d.o.o., Belgrade<sup>2</sup>, that meet the definition of a lease under IFRS 16. Hence, the Group disclosed right-of-use assets which are subject to depreciation, as well as lease liabilities in the statement of financial position. Lease liabilities arising from rental contracts concluded with parties related through the Key Management Personnel and directly with the Key Management Personnel amounted to PLN 16,635 thousand as at 30 September 2021.

Furthermore, Asseco International a.s., our parent company, received dividends from ASEE S.A. in the gross amount of PLN 26,495 thousand.

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

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

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<sup>1</sup> President of the Management Board of ASEE S.A. holds indirectly a 15% stake in MHM d.o.o. through his wholly-owned Kompania Petyhorska d.o.o.  
<sup>2</sup> Miljan Mališ, Member of the Management Board of ASEE S.A., is a shareholder in the company Mini Invest d.o.o. which in turn is a shareholder in ASEE S.A. As at 30 September 2021, Mini Invest d.o.o. held 353,336 shares in ASEE S.A.

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

### 7.1. Cash flows – investing activities

In the period of 9 months ended 30 September 2021, the amount of cash flows from investing activities was affected primarily by:

- acquisitions of property, plant and equipment (PLN 20,261 thousand), intangible assets (PLN 6,763 thousand), and expenditures for development projects (PLN 122 thousand),
- expenditures for the acquisition of subsidiaries decreased by cash and cash equivalents in subsidiaries acquired, as disclosed in the table below:

|               | Acquisition of subsidiaries | Cash in subsidiaries acquired |
|---------------|-----------------------------|-------------------------------|
|               | PLN'000                     | PLN'000                       |
| Necomplus     | (4,932)                     | -                             |
| Things Solver | (3,006)                     | 535                           |
| Vebspot       | (5,718)                     | 328                           |
| IT Sistemi    | (10,205)                    | 10,523                        |
| ContentSpeed  | (27,216)                    | 117                           |
| Mobven        | (11,466)                    | -                             |
| Gastrobot     | (5,040)                     | -                             |
| <b>Total</b>  | <b>(67,583)</b>             | <b>11,503</b>                 |

### 7.2. Cash flows – financing activities

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

| Change in financial liabilities                                                  | Interest-bearing bank loans and borrowings<br>PLN'000 | Lease liabilities<br>PLN'000 | Dividend payment liabilities<br>PLN'000 | Total<br>PLN'000 |
|----------------------------------------------------------------------------------|-------------------------------------------------------|------------------------------|-----------------------------------------|------------------|
| <b>As at 1 January 2021</b>                                                      | <b>59,192</b>                                         | <b>58,842</b>                | -                                       | <b>118,034</b>   |
| <b>Changes arising from cash flow</b>                                            | <b>(13,660)</b>                                       | <b>(16,105)</b>              | <b>(52,384)</b>                         | <b>(82,149)</b>  |
| Inflows                                                                          | 13,284                                                | -                            | -                                       | 13,284           |
| Outflows                                                                         | (26,281)                                              | (14,838)                     | (52,384)                                | (93,503)         |
| Interest paid                                                                    | (663)                                                 | (1,267)                      | -                                       | (1,930)          |
| <b>Non-cash changes</b>                                                          | <b>1,233</b>                                          | <b>11,056</b>                | <b>52,384</b>                           | <b>64,673</b>    |
| Interest accrued                                                                 | 718                                                   | 1,267                        | -                                       | 1,985            |
| Non-cash increase in liabilities                                                 | -                                                     | 10,867                       | 52,384                                  | 63,251           |
| Non-cash decrease in liabilities                                                 | -                                                     | (3,232)                      | -                                       | (3,232)          |
| Obtaining control over subsidiaries                                              | 552                                                   | 2,560                        | -                                       | 3,112            |
| Foreign currency translation differences recognized in financial income/expenses | (37)                                                  | (406)                        | -                                       | (443)            |
| <b>Differences on foreign currency translation of subsidiaries</b>               | <b>439</b>                                            | <b>260</b>                   | -                                       | <b>699</b>       |
| <b>As at 30 September 2021</b>                                                   | <b>47,204</b>                                         | <b>54,053</b>                | -                                       | <b>101,257</b>   |

| Change in financial liabilities       | Interest-bearing bank loans and borrowings<br>PLN'000 | Lease liabilities<br>PLN'000 | Dividend payment liabilities<br>PLN'000 | Total<br>PLN'000 |
|---------------------------------------|-------------------------------------------------------|------------------------------|-----------------------------------------|------------------|
| <b>As at 1 January 2020</b>           | <b>84,041</b>                                         | <b>66,412</b>                | -                                       | <b>150,453</b>   |
| <b>Changes arising from cash flow</b> | <b>(26,645)</b>                                       | <b>(18,301)</b>              | <b>(39,107)</b>                         | <b>(84,053)</b>  |
| Inflows                               | 8,938                                                 | -                            | -                                       | 8,938            |
| Outflows                              | (34,497)                                              | (16,595)                     | (39,107)                                | (90,199)         |
| Interest paid                         | (1,086)                                               | (1,706)                      | -                                       | (2,792)          |
| <b>Non-cash changes</b>               | <b>5,129</b>                                          | <b>13,613</b>                | <b>39,107</b>                           | <b>57,849</b>    |
| Interest accrued                      | 1,170                                                 | 1,706                        | -                                       | 2,876            |
| Non-cash increase in liabilities      | -                                                     | 12,469                       | 38,862                                  | 51,331           |
| Non-cash decrease in liabilities      | -                                                     | (2,076)                      | -                                       | (2,076)          |

|                                                                                  |               |               |     |                |
|----------------------------------------------------------------------------------|---------------|---------------|-----|----------------|
| Obtaining control over subsidiaries                                              | 2,168         | 1,698         | 245 | 4,111          |
| Foreign currency translation differences recognized in financial income/expenses | 1,791         | (184)         | -   | 1,607          |
| <b>Differences on foreign currency translation of subsidiaries</b>               | <b>3,175</b>  | <b>2,765</b>  | -   | <b>5,940</b>   |
| <b>As at 30 September 2020</b>                                                   | <b>65,700</b> | <b>64,489</b> | -   | <b>130,189</b> |

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

Dividends paid out to non-controlling shareholders, as presented in the interim condensed consolidated statement of cash flows for the period of 9 months ended 30 September 2021, represent payments to the minority shareholders of eMon and ChipCard companies (and of eMon, ChipCard and IPS companies in the comparable period).

## VIII. Other explanatory notes

### 8.1. Off-balance-sheet liabilities

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

As at 30 September 2021, the related contingent liabilities amounted to PLN 37,198 thousand, as compared with PLN 32,150 thousand as at 30 June 2021, PLN 54,491 thousand as at 31 December 2020, and PLN 54,773 thousand as at 30 September 2020.

Assets serving as collateral for bank guarantee facilities:

| Category of assets | Net value of assets |                 |                 |                  | Amount of granted guarantee secured with assets |                 |                 |                  |
|--------------------|---------------------|-----------------|-----------------|------------------|-------------------------------------------------|-----------------|-----------------|------------------|
|                    | 30 Sept.<br>2021    | 30 June<br>2021 | 31 Dec.<br>2020 | 30 Sept.<br>2020 | 30 Sept.<br>2021                                | 30 June<br>2021 | 31 Dec.<br>2020 | 30 Sept.<br>2020 |
|                    | PLN'000             | PLN'000         | PLN'000         | PLN'000          | PLN'000                                         | PLN'000         | PLN'000         | PLN'000          |
| Financial assets   | -                   | -               | 4,776           | 4,769            | -                                               | -               | 12,218          | 12,202           |
| Trade receivables  | 3,266               | 3,199           | 3,205           | 1,555            | 4,026                                           | 3,657           | 2,371           | 1,842            |
| Other receivables  | 298                 | 289             | 287             | 286              | 298                                             | 289             | 287             | 286              |
| <b>Total</b>       | <b>3,564</b>        | <b>3,488</b>    | <b>8,268</b>    | <b>6,610</b>     | <b>4,324</b>                                    | <b>3,946</b>    | <b>14,876</b>   | <b>14,329</b>    |

None of the above-described guarantee obligations meet the definition of a financial guarantee under IFRS 9, and therefore they are not recognized as liabilities in the statement of financial position of the Group as at 30 September 2021.

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

- office and warehouse space,
- locations for ATMs,
- transportation vehicles,
- office equipment,
- other assets.

As at 30 September 2021, as well as at 30 June 2021, 31 December 2020 and 30 September 2020, the above-mentioned contracts resulted in the following off-balance-sheet liabilities to make future payments:

|                                                               | 30 Sept. 2021<br>PLN'000 | 30 June 2021<br>PLN'000 | 31 Dec. 2020<br>PLN'000 | 30 Sept. 2020<br>PLN'000 |
|---------------------------------------------------------------|--------------------------|-------------------------|-------------------------|--------------------------|
| <b><i>Liabilities from rental of space</i></b>                |                          |                         |                         |                          |
| In the period up to 1 year                                    | 3,641                    | 3,476                   | 2,862                   | 1,241                    |
| In the period from 1 to 5 years                               | 24                       | 3                       | 5,361                   | 38                       |
| Over 5 years                                                  | -                        | -                       | -                       | -                        |
|                                                               | <b>3,665</b>             | <b>3,479</b>            | <b>8,223</b>            | <b>1,279</b>             |
| <b><i>Liabilities under operating leases of equipment</i></b> |                          |                         |                         |                          |
| In the period up to 1 year                                    | 425                      | 491                     | 1,040                   | 473                      |
| In the period from 1 to 5 years                               | -                        | -                       | -                       | -                        |
| Over 5 years                                                  | -                        | -                       | -                       | -                        |
|                                                               | <b>425</b>               | <b>491</b>              | <b>1,040</b>            | <b>473</b>               |

The said contracts meet the definition of a lease under IFRS 16. Off-balance-sheet liabilities disclosed as at 30 September 2021 are related to lease contracts that were subject to exemptions provided under IFRS 16 (short-term leases and leases of low-value assets).

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

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

## 8.2. Seasonal and cyclical business

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

## 8.3. Employment

| Number of employees in the Group companies as at | 30 Sept. 2021 | 30 June 2021 | 31 Dec. 2020 | 30 Sept. 2020 |
|--------------------------------------------------|---------------|--------------|--------------|---------------|
| Management Board of the Parent Company           | 4             | 4            | 4            | 4             |
| Management Boards of the Group companies         | 58            | 54           | 46           | 50            |
| Production departments                           | 2,653         | 2,484        | 2,470        | 2,386         |
| Sales departments                                | 219           | 212          | 201          | 193           |
| Administration departments                       | 286           | 268          | 257          | 252           |
| <b>Total</b>                                     | <b>3,220</b>  | <b>3,022</b> | <b>2,978</b> | <b>2,885</b>  |

| Number of employees in the Group companies as at: | 30 Sept. 2021 | 30 June 2021 | 31 Dec. 2020 | 30 Sept. 2020 |
|---------------------------------------------------|---------------|--------------|--------------|---------------|
| ASEE S.A.                                         | 28            | 28           | 29           | 28            |
| ASEE B&H                                          | 85            | 85           | 82           | 78            |
| ASEE Bulgaria                                     | 18            | 21           | 17           | 17            |
| ASEE Croatia Group                                | 320           | 223          | 218          | 213           |
| ASEE Macedonia                                    | 230           | 225          | 228          | 220           |
| ASEE Kosovo Group                                 | 79            | 79           | 76           | 77            |
| ASEE Romania Group                                | 128           | 130          | 136          | 141           |
| ASEE Serbia Group                                 | 527           | 525          | 488          | 483           |
| ASEE Turkey                                       | 87            | 91           | 90           | 87            |
| Payten B&H Group                                  | 70            | 67           | 70           | 64            |
| Payten Croatia Group                              | 182           | 179          | 180          | 181           |
| Payten Montenegro Group                           | 19            | 20           | 18           | 18            |
| Payten Macedonia Group                            | 52            | 53           | 31           | 30            |
| Payten Serbia Group                               | 180           | 178          | 178          | 170           |
| Payten Slovenia                                   | 29            | 29           | 31           | 31            |
| Payten Romania Group                              | 66            | 40           | 47           | 49            |
| Payten Turkey Group                               | 249           | 233          | 217          | 195           |
| Necomplus Group                                   | 785           | 726          | 751          | 713           |
| Sonet Group                                       | 86            | 90           | 91           | 90            |
| <b>Total</b>                                      | <b>3,220</b>  | <b>3,022</b> | <b>2,978</b> | <b>2,885</b>  |

## 8.4. Significant events after the reporting period

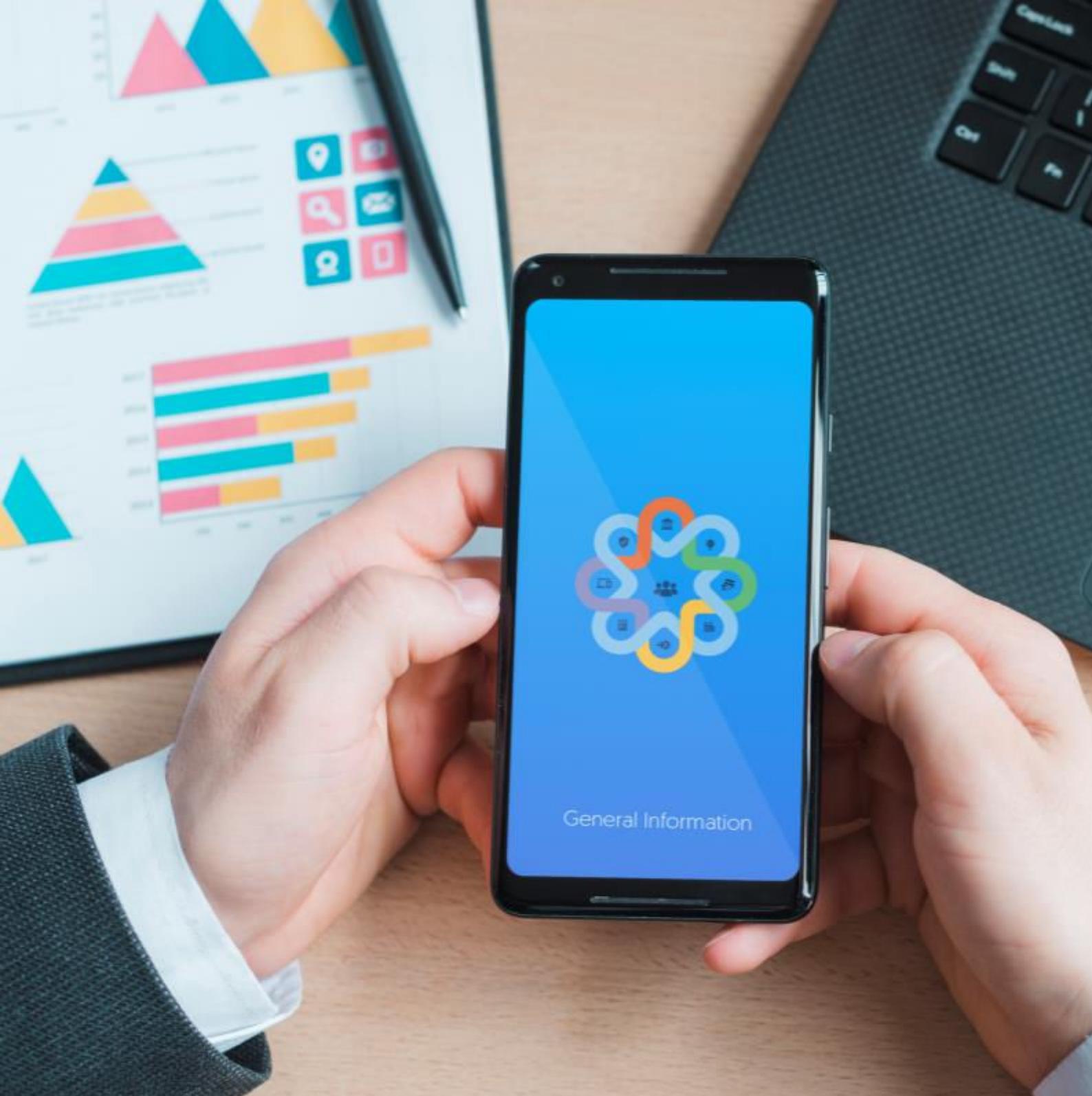
### ■ Acquisition of shares in Web Studio d.o.o., Rijeka

On 25 October 2021, Payten d.o.o., (Zagreb) signed an agreement to acquire 100% of shares in Web Studio d.o.o., a company based in Rijeka (Croatia).

In the period from 30 September 2021 till the date of approval of these interim condensed consolidated financial statements, this is until 27 October 2021, we have not observed any other major events, the disclosure of which might significantly affect the assessment of human resources, assets and financial position of ASEE Group.

## 8.5. Significant events related to prior years

Until the date of preparing these interim condensed consolidated financial statements for the period of 9 months ended 30 September 2021, we have not observed any significant events related to prior years, which have not but should have been included in these financial statements.



**Summary and analysis of the financial results  
of Asseco South Eastern Europe Group  
for the period of 9 months ended  
30 September 2021**

## I. Financial results of Asseco South Eastern Europe Group for the third quarter of 2021

| PLN'000                                                              | 3 months ended |               | 3 months ended |               | 3 months ended |            |
|----------------------------------------------------------------------|----------------|---------------|----------------|---------------|----------------|------------|
|                                                                      | 30 Sept. 2021  | 30 Sept. 2020 | Change         | 30 Sept. 2021 | 30 Sept. 2020  | Change     |
|                                                                      | PLN'000        | PLN'000       | %              | EUR'000       | EUR'000        | %          |
| Operating revenues                                                   | 264,320        | 227,478       | 16%            | 57,697        | 51,191         | 13%        |
| Gross profit on sales                                                | 78,663         | 66,218        | 19%            | 17,178        | 14,902         | 15%        |
| Net profit on sales                                                  | 46,892         | 36,913        | 27%            | 10,243        | 8,307          | 23%        |
| Operating profit                                                     | 47,092         | 36,976        | 27%            | 10,286        | 8,322          | 24%        |
| EBITDA                                                               | 66,603         | 56,843        | 17%            | 14,546        | 12,792         | 14%        |
| Net profit for the reporting period                                  | 38,812         | 31,444        | 23%            | 8,478         | 7,076          | 20%        |
| <b>Net profit attributable to Shareholders of the Parent Company</b> | <b>37,734</b>  | <b>31,229</b> | <b>21%</b>     | <b>8,242</b>  | <b>7,028</b>   | <b>17%</b> |

Financial results achieved by ASEE Group in the third quarter of 2021 were once again considerably stronger than in the corresponding period last year. Consolidated operating revenues presented in Polish zlotys grew by more than 16%, while EBIT and EBITDA improved by 27% and 17%, respectively. In the third quarter of 2021, operating revenues presented in Polish zlotys amounted to PLN 264.3 million, reflecting an increase by PLN 36.8 million in relation to the third quarter of 2020. Operating profit reached PLN 47.1 million increasing by PLN 10.1 million, while EBITDA for the third quarter of 2021 amounted to PLN 66.6 million improving by PLN 9.8 million. Net profit attributable to shareholders of the Parent Company for the third quarter of 2021 amounted to PLN 37.7 million, increasing by PLN 6.5 million or 21%.

Due to the weakening of the Polish zloty against euro, the results expressed in euros recorded a slower pace of growth. In the third quarter of 2021, our sales presented in euros totalled EUR 57.7 million, increasing by EUR 6.5 million or 13%. Operating profit reached EUR 10.3 million increasing by 24%, while EBITDA amounted to EUR 14.5 million going up by almost 14%.

Consolidated revenues increased with just a slightly higher share of proprietary software and services in the revenue structure. The strongest revenue growth was achieved by the Dedicated Solutions segment, especially in the business line responsible for the sale of own software and services. Revenues of the Payment Solutions segment recorded a smaller increase, while the Banking Solutions segment generated sales at a similar level as in the previous year. In the wake of stronger revenues, the segments of Dedicated Solutions and Payment Solutions substantially improved their financial performance. This was shown by a considerable increase in their operating profit and EBITDA.

The growing scale of operations is also partly attributable to the consolidation of several new companies by ASEE Group. As discussed above in the section on changes in the Group's organizational structure, this year ASEE Group has begun to consolidate the companies of Things Solver, Vebspot, ContentSpeed, IT Sistemi, and Evision. Furthermore, since June and August 2020 we have consolidated the financial results of IPS and Gastrobit companies that were taken over by Payten Croatia. In the third quarter of 2021, the newly acquired subsidiaries of ASEE Group generated EUR 1.3 million of sales revenues, while their contribution to EBIT amounted to EUR 0.14 million (net of amortization charges on assets recognized in the process of purchase price allocation) and EUR 0.22 million to EBITDA.



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

| Payment Solutions  | 3 months ended |               | 3 months ended |               | 3 months ended |        |
|--------------------|----------------|---------------|----------------|---------------|----------------|--------|
|                    | 30 Sept. 2021  | 30 Sept. 2020 | Change         | 30 Sept. 2021 | 30 Sept. 2020  | Change |
|                    | PLN'000        | PLN'000       | %              | EUR'000       | EUR'000        | %      |
| Operating revenues | 121,941        | 113,367       | 8%             | 26,610        | 25,513         | 4%     |
| Operating profit   | 25,928         | 18,464        | 40%            | 5,665         | 4,155          | 36%    |
| EBITDA             | 40,399         | 33,462        | 21%            | 8,825         | 7,530          | 17%    |

In the third quarter of 2021, the segment's revenues reached EUR 26.6 million, improving by EUR 1.1 million or 4% in relation to the comparable period last year. Such growth was generated by the three business lines: maintenance and sale of POS terminals, processing of payment transactions, and e-Commerce.

The business line dealing with maintenance and sale of POS terminals recorded stronger sales of solutions dedicated to non-financial customers, such as electronic fiscal cash registers (ECR) and Single POS solutions. Revenues from these business lines increased by more than EUR 0.7 million. Whereas, revenues from the provision of traditional POS terminal services decreased slightly by EUR 0.2 million mainly due to weaker sales of equipment realized in Bosnia and Herzegovina and in the Czech Republic. Such decreases were partially offset by higher sales of own services in the Western European countries and in Serbia.

The business line dealing with maintenance of ATMs reported weaker revenues primarily due to the smaller number of equipment deliveries in Serbia, which was partially offset by higher revenues generated by our independent network of ATMs MoneyGet.

In the third quarter of 2021, sales of our business lines responsible for processing of payment transactions and for e-Commerce increased by EUR 0.5 million and EUR 0.7 million, respectively. The pace of growth in e-Commerce revenues expressed in EUR was negatively affected by the weakening of the Turkish lira during the second quarter which persisted also in the third quarter.

Operating profit of the Payment Solutions segment for the third quarter of 2021 amounted to EUR 5.7 million, improving by nearly EUR 1.5 million or 36%. The increase in EBIT was primarily driven by the business line dealing with maintenance of POS terminals (including the sale of independent payment terminals Single POS and electronic cash registers to non-financial customers) as well as by our independent network of ATMs. The contribution from the business line engaged in processing of payment card transactions was a bit lower.

Consolidated EBITDA of the Payment Solutions segment for the third quarter of 2021 surpassed EUR 8.8 million, improving by EUR 1.3 million or 17% in relation to the comparable period last year. EBITDA increased less than EBIT due to lower depreciation charges recognized by the business line responsible for our independent network of ATMs (MoneyGet) as well as by the business line dealing with maintenance of POS terminals.



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

| Banking Solutions  | 3 months ended | 3 months ended | Change | 3 months ended | 3 months ended | Change |
|--------------------|----------------|----------------|--------|----------------|----------------|--------|
|                    | 30 Sept. 2021  | 30 Sept. 2020  |        | 30 Sept. 2021  | 30 Sept. 2020  |        |
|                    | PLN'000        | PLN'000        | %      | EUR'000        | EUR'000        | %      |
| Operating revenues | 53,763         | 52,499         | 2%     | 11,733         | 11,815         | -1%    |
| Operating profit   | 11,848         | 13,560         | -13%   | 2,583          | 3,053          | -15%   |
| EBITDA             | 14,795         | 16,511         | -10%   | 3,227          | 3,716          | -13%   |

In the third quarter of 2021, the Banking Solutions segment generated over EUR 11.7 million in sales revenues, recording a slight decrease by EUR 0.1 million in relation to the comparable period last year. Such a decrease was caused primarily by weaker sales of proprietary licenses in the business line offering core banking systems and other software as well as in the business line responsible for security solutions. This decline was mostly offset by higher revenues from maintenance services performed by all business lines.

Operating profit of the Banking Solutions segment for the third quarter of 2021 dropped by about EUR 0.5 million in relation to the comparable period last year. This was due to the above-mentioned lower sales of own software licenses. We have also observed changes in the geographical structure of operating results. Our operations in Macedonia, Bosnia and Herzegovina and Croatia reported weaker results which were compensated by stronger financial performance in Romania. These changes resulted from various phases of implementation of our projects in the third quarter. In terms of individual business lines, lower operating profit was generated from offering of security solutions and multi-channel solutions.

Consolidated EBITDA of the Banking Solutions segment for the third quarter of 2021 amounted to EUR 3.2 million, declining by EUR 0.5 million year on year. The reasons behind such change are similar to those related to operating profit.



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

| Dedicated Solutions | 3 months ended |         | 3 months ended |         | 3 months ended |     |
|---------------------|----------------|---------|----------------|---------|----------------|-----|
|                     | 30 Sept. 2021  |         | 30 Sept. 2020  |         | Change         |     |
|                     | PLN'000        | PLN'000 | %              | EUR'000 | EUR'000        | %   |
| Operating revenues  | 88,616         | 61,612  | 44%            | 19,354  | 13,863         | 40% |
| Operating profit    | 9,316          | 4,952   | 88%            | 2,038   | 1,114          | 83% |
| EBITDA              | 11,409         | 6,870   | 66%            | 2,494   | 1,546          | 61% |

In the third quarter of 2021, operating revenues generated by the Dedicated Solutions segment reached EUR 19.4 million, increasing by EUR 5.5 million or 40% in relation to the comparable period last year. Most of this growth was achieved by the business line offering proprietary dedicated solutions, primarily due to stronger sales of licenses and related implementation services by our operations in Serbia, Turkey, and Croatia and, to a smaller extent, by the growing scale of BPO operations carried out in Western Europe and Latin America. In addition, the business line responsible for the resale of infrastructure and third-party solutions and for integration services recorded stronger sales in Romania and Turkey. This was partially offset by lower revenues generated in Macedonia.

Operating profit of the Dedicated Solutions segment for the third quarter of 2021 reached EUR 2.0 million and was higher by EUR 0.9 million or 83% than in the comparable period last year. Such increase in EBIT was achieved mainly by the business line offering own solutions. This business line, apart from higher revenues described above, managed to improve its operating efficiency.

EBITDA of the Dedicated Solutions segment for the third quarter of 2021 reached EUR 2.5 million, increasing by EUR 1.0 million or 61%.

### Net profit

Consolidated net profit of ASEE Group for the third quarter of 2021 amounted to EUR 8.5 million, increasing by EUR 1.4 million or 20% in relation to the comparable period last year.

The net result on financial operations for the third quarter of 2021 remained at a similar level as a year ago; however, its structure was different. The main changes included a decline in the result on foreign currency translation differences by EUR 0.4 million and a gain on the revaluation of contingent liabilities arising from the acquisition of shares by approx. EUR 0.5 million. Such change was basically attributable to a negative result of approx. EUR 0.4 million recognized last year due to the obligation to purchase shares in the Turkish company Mobven, and a positive result of approx. EUR 0.1 million recognized this year on liabilities arising from the acquisition of the Croatian company Gastrobit. In addition, we recognized a higher interest income mainly in our operations in Turkey.

In the third quarter of 2021, our effective tax rate equalled 17.5%, increasing by 2.9 percentage points in relation to the comparable period of 2020. Such increase was caused mostly by higher tax on dividends received from our subsidiaries located outside of the European Union and, to a lesser extent, by higher income taxes paid by our major operations – growing share of Croatia and Western Europe (where effective tax rates are higher than average) in the Group's total taxable income.

## II. Financial results of Asseco South Eastern Europe Group for the period of 9 months ended 30 September 2021

| PLN'000                                                              | 9 months ended |               | 9 months ended |               | 9 months ended |            |
|----------------------------------------------------------------------|----------------|---------------|----------------|---------------|----------------|------------|
|                                                                      | 30 Sept. 2021  |               | 30 Sept. 2020  |               | 30 Sept. 2021  |            |
|                                                                      | PLN'000        | PLN'000       | %              | EUR'000       | EUR'000        | %          |
| Operating revenues                                                   | 790,061        | 691,823       | 14%            | 173,316       | 155,744        | 11%        |
| Gross profit on sales                                                | 221,411        | 185,797       | 19%            | 48,571        | 41,827         | 16%        |
| Net profit on sales                                                  | 126,763        | 100,306       | 26%            | 27,808        | 22,581         | 23%        |
| Operating profit                                                     | 127,834        | 100,944       | 27%            | 28,043        | 22,725         | 23%        |
| EBITDA                                                               | 185,248        | 159,550       | 16%            | 40,638        | 35,918         | 13%        |
| Net profit for the reporting period                                  | 105,952        | 82,557        | 28%            | 23,243        | 18,586         | 25%        |
| <b>Net profit attributable to Shareholders of the Parent Company</b> | <b>102,576</b> | <b>81,641</b> | <b>26%</b>     | <b>22,502</b> | <b>18,379</b>  | <b>22%</b> |

Operating revenues of ASEE Group presented in Polish zlotys totalled PLN 790.1 million for the first three quarters of 2021, reflecting an increase by PLN 98.2 million or 14% in relation to the first nine months of 2020. Operating profit improved by PLN 26.9 million or 27% and reached the level of PLN 127.8 million. The amount of EBITDA for the first three quarters of 2021 equalled PLN 185.3 million, showing an improvement by 16% in relation to PLN 159.6 million reported a year ago.

In the first three quarters of 2021, our consolidated sales revenues presented in euros increased by EUR 17.6 million or 11% and reached EUR 173.3 million. In the same period, our operating profit amounted to EUR 28.0 million, improving by EUR 5.3 million or 23%. Whereas, EBITDA increased from the level of EUR 35.9 million reported last year to EUR 40.6 million, going up by 13%.

Such a robust financial performance in relation to the previous year was accomplished by all of our operating segments, with the Banking Solutions segment being the key engine of growth, followed by the segments of Payment Solutions and Dedicated Solutions. ASEE Group achieved stronger financial results mainly on the back of organic growth.

The growing scale of operations is also partly attributable to the consolidation of several new companies by ASEE Group. In the first three quarters of 2021, the newly acquired subsidiaries of ASEE Group generated EUR 4.0 million of sales revenues, while their contribution to EBIT amounted to EUR 0.3 million (net of amortization charges on assets recognized in the process of purchase price allocation) and EUR 0.7 million to EBITDA.



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

| Payment Solutions  | 9 months ended |         | 9 months ended |         | 9 months ended |     |
|--------------------|----------------|---------|----------------|---------|----------------|-----|
|                    | 30 Sept. 2021  |         | 30 Sept. 2020  |         | 30 Sept. 2021  |     |
|                    | PLN'000        | PLN'000 | %              | EUR'000 | EUR'000        | %   |
| Operating revenues | 379,915        | 337,287 | 13%            | 83,342  | 75,931         | 10% |
| Operating profit   | 66,975         | 54,128  | 24%            | 14,692  | 12,185         | 21% |
| EBITDA             | 109,758        | 98,557  | 11%            | 24,078  | 22,187         | 9%  |

Revenues generated by this segment in the first three quarters of 2021 reached EUR 83.3 million, improving by EUR 7.4 million or 10% in relation to the comparable period last year. Such growth was generated by the three business lines: maintenance and sale of POS terminals, processing of payment transactions, and e-Commerce.

Within the business line dealing with maintenance and sale of POS terminals, whose revenues increased by EUR 7.3 million, the largest growth was achieved in the provision of traditional POS terminal services, mainly owing to higher sales of own services and deliveries of equipment in the countries of Western Europe and Serbia. Such increases were partially offset by weaker revenues in Croatia, Bosnia and Herzegovina, Macedonia, and in Latin America. Significant revenue growth was generated also from the sale of solutions dedicated to non-financial customers, such as electronic fiscal cash registers (ECR) and Single POS solutions.

The business line dealing with maintenance of ATMs reported weaker revenues primarily due to the smaller number of equipment deliveries in Serbia and Croatia, which was partially offset by higher revenues generated by our independent network of ATMs MoneyGet.

In the first three quarters of 2021, sales of our business lines responsible for processing of payment transactions and for e-Commerce increased by EUR 0.9 million and EUR 1.3 million, respectively. The pace of growth in e-Commerce revenues expressed in EUR was negatively affected by the weakening of the Turkish lira during the second quarter which persisted also in the third quarter.

Operating profit of the Payment Solutions segment for the first three quarters of 2021 amounted to EUR 14.7 million, improving by nearly EUR 2.5 million or 21%. The increase in EBIT was primarily driven by the business line responsible for sales to non-financial customers (including independent payment terminals Single POS and electronic cash registers), the business line engaged in processing of payment transactions, as well as by our independent network of ATMs.

Consolidated EBITDA of the Payment Solutions segment for the third quarter of 2021 amounted to almost EUR 24.1 million, improving by EUR 1.9 million or 9% in relation to the comparable period last year. EBITDA increased less than EBIT due to lower depreciation charges recognized by the business line responsible for our independent network of ATMs (MoneyGet) as well as by the business line dealing with maintenance of POS terminals.



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

| Banking Solutions  | 9 months ended |         | 9 months ended |         | 9 months ended |               |
|--------------------|----------------|---------|----------------|---------|----------------|---------------|
|                    | 30 Sept. 2021  |         | 30 Sept. 2020  |         | 30 Sept. 2021  | 30 Sept. 2020 |
|                    | PLN'000        | PLN'000 | %              | EUR'000 | EUR'000        | %             |
| Operating revenues | 165,837        | 143,003 | 16%            | 36,380  | 32,193         | 13%           |
| Operating profit   | 39,714         | 31,761  | 25%            | 8,712   | 7,151          | 22%           |
| EBITDA             | 48,344         | 40,060  | 21%            | 10,605  | 9,018          | 18%           |

Revenues generated by the Banking Solutions segment in the first three quarters of 2021 reached almost EUR 36.4 million, showing an increase by EUR 4.2 million in relation to the comparable period last year. Such growth was driven primarily by higher sales of proprietary licenses and maintenance services in the business line offering core banking systems and other software as well as in the business line responsible for multi-channel solutions.

Operating profit of the Banking Solutions segment for the first three quarters of 2021 improved by more than EUR 1.6 million in relation to the comparable period last year. This was largely due to the above-mentioned stronger sales of own software licenses. The increase in operating profit was achieved mainly by our operations in Serbia and, to a lesser extent, in Macedonia and in Bosnia and Herzegovina. In terms of individual business lines, higher operating profit was generated from offering of core banking systems and multi-channel solutions.

Consolidated EBITDA of the Banking Solutions segment for the first three quarters of 2021 reached EUR 10.6 million, improving by EUR 1.6 million year on year. The reasons behind such change are similar to those related to operating profit.



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

| Dedicated Solutions | 9 months ended |         | 9 months ended |         | 9 months ended |               |
|---------------------|----------------|---------|----------------|---------|----------------|---------------|
|                     | 30 Sept. 2021  |         | 30 Sept. 2020  |         | 30 Sept. 2021  | 30 Sept. 2020 |
|                     | PLN'000        | PLN'000 | %              | EUR'000 | EUR'000        | %             |
| Operating revenues  | 244,309        | 211,533 | 16%            | 53,594  | 47,620         | 13%           |
| Operating profit    | 21,145         | 15,055  | 41%            | 4,639   | 3,389          | 37%           |
| EBITDA              | 27,146         | 20,933  | 30%            | 5,955   | 4,713          | 26%           |

Revenues generated by the Dedicated Solutions segment in the first three quarters of 2021 reached EUR 53.6 million, increasing by EUR 6.0 million or 13% in relation to the comparable period last year. The main engine of growth was the business line offering proprietary dedicated solutions, primarily due to stronger sales of licenses and related implementation services by our operations in Serbia, Turkey, and Croatia. The second favourable factor was the growing scale of BPO operations carried out in Western Europe and Latin America. Revenues of the business line responsible for the resale of infrastructure and third-party solutions and integration services remained at a similar level as a year ago.

Operating profit of the Dedicated Solutions segment for the first three quarters of 2021 reached EUR 4.6 million and was higher by EUR 1.2 million or 37% than in the comparable period last year. The increase in EBIT was achieved in both the business lines of this segment. The business line offering own solutions, apart from higher revenues described above, managed to improve its operating efficiency. The business line responsible for third-party solutions and integration services also improved its operating profit on a year-on-year basis owing to better efficiency of operations.

EBITDA of the Dedicated Solutions segment for the first three quarters of 2021 reached EUR 6.0 million, increasing by EUR 1.2 million or 26%.

#### Net profit

Consolidated net profit of ASEE Group for the first three quarters of 2021 amounted to EUR 23.2 million, reflecting an increase by EUR 4.7 million or 25% in relation to the comparable period last year.

The Group's net result on financial operations for the first three quarters of 2021 equalled almost EUR 0.3 million, improving by nearly EUR 0.8 million year on year. This improvement was primarily an effect of foreign currency translation differences which increased by EUR 0.3 million year on year, mainly due to the valuation of assets in our Turkish subsidiaries. The second favourable factor was the revaluation of deferred payments for the acquisition of shares in Mobven based in Turkey and in Gastrobit based in Croatia, which together improved our result on financial operations by EUR 0.3 million year on year. In addition, in the first nine months of 2021, we recorded higher interest income that was earned mainly on bank deposits held by our subsidiaries in Turkey.

In the first three quarters of 2021, our effective tax rate equalled 17.9%, increasing by 1.5 percentage points in relation to the comparable period of 2020. Such increase was caused firstly by higher tax on dividends received by ASEE S.A. from its subsidiaries located outside of the European Union. The second reason was a higher tax expense incurred on operations as a consequence of the higher effective tax rate in our Turkish companies as well as the growing share of Western Europe in the structure of taxable income.

### III. Consolidated financial highlights for the third quarter of 2021 (non-IFRS)

Key financial data published on a non-IFRS basis provide crucial information for assessing the financial position and business development of ASEE Group. They are complementary to data reported in accordance with IFRS standards.

Non-IFRS figures include adjustments for amortization charges on intangible assets recognized in purchase price allocation (PPA), for the costs of share-based payment transactions with employees (SBP), as well as for financial income and expenses recognized in accounting for company acquisitions and disposals (inclusive of the related tax effects).

The presented non-IFRS data do not constitute financial data in accordance with IFRS as endorsed by the European Union. There is no uniform definition or calculation method for non-IFRS data and, consequently, they may not be comparable to such data presented by other entities, including entities operating in the same industry as ASEE Group. These financial data should be analyzed as additional information only, and not as a substitute for financial data prepared in accordance with EU IFRS. Non-IFRS data should not be considered more significant than measurements resulting directly from the consolidated financial statements.

|                     | 3 months ended<br>30 Sept. 2021 | 3 months ended<br>30 Sept. 2020 | 9 months ended<br>30 Sept. 2021 | 9 months ended<br>30 Sept. 2020 |
|---------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| Non-IFRS EBIT       | 47,994                          | 37,776                          | 130,512                         | 103,512                         |
| Non-IFRS net profit | 39,594                          | 33,822                          | 110,404                         | 87,272                          |

#### IV. Analysis of financial ratios

|                         | 3 months ended | 3 months ended | 9 months ended | 9 months ended |
|-------------------------|----------------|----------------|----------------|----------------|
|                         | 30 Sept. 2021  | 30 Sept. 2020  | 30 Sept. 2021  | 30 Sept. 2020  |
| Gross profit margin     | 29.8%          | 29.1%          | 28.0%          | 26.9%          |
| EBITDA margin           | 25.2%          | 25.0%          | 23.4%          | 23.1%          |
| Operating profit margin | 17.8%          | 16.3%          | 16.2%          | 14.6%          |
| Net profit margin       | 14.3%          | 13.7%          | 13.0%          | 11.8%          |
| Return on equity (ROE)  |                |                | 14.9%          | 13.1%          |
| Return on assets (ROA)  |                |                | 10.5%          | 8.9%           |

In the first three quarters of 2021, our gross profit margin equalled 28.0% and it was by 1.1 percentage points higher than in the corresponding period last year. This was achieved by improving efficiency across all the three operating segments. We used the available resources more efficiently and increased the share of own products and services in the revenue structure of ASEE Group.

Improved efficiency had a favourable impact on further margins of profit in the first three quarters of 2021. Our EBITDA margin increased to 23.4% from the level of 23.1% realized in the comparable period last year. While operating profit margin expanded from 14.6% in the first nine months of 2020 to 16.2% this year. This was achieved by improving efficiency across all the three operating segments.

The net profit margin reached 13.0%, growing by 1.2 percentage points in comparison with the first three quarters of 2020. Such slightly less dynamic increase in the net profit margin as compared to the EBIT and EBITDA margins was due to a higher effective tax rate, which was partially offset by a stronger result on financial operations.

The improved financial performance of ASEE Group in recent quarters resulted in higher values of ROE and ROA ratios. Return on equity for the trailing 12 months ended 30 September 2021 equalled 14.9%, increasing by 1.8 percentage points, while return on assets reached the level of 10.5%, increasing by 1.6 percentage points.

|                                       | 30 Sept. 2021 | 30 June 2021 | 31 Dec. 2020 | 30 Sept. 2020 |
|---------------------------------------|---------------|--------------|--------------|---------------|
| Working capital (in thousands of PLN) | 215,035       | 196,045      | 205,327      | 172,913       |
| Current liquidity ratio               | 1.7           | 1.6          | 1.6          | 1.7           |
| Quick liquidity ratio                 | 1.5           | 1.4          | 1.4          | 1.5           |
| Absolute liquidity ratio              | 0.8           | 0.8          | 0.7          | 0.7           |

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

*Working capital = current assets - current liabilities*

*Current liquidity ratio = current assets / current liabilities*

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

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

At the end of September 2021, our working capital amounted to PLN 215.0 million, reflecting an increase by PLN 9.7 million in relation to the level reported at the end of 2020.

In the first nine months of 2021, the value of current assets decreased by PLN 54.7 million, primarily due to decreases in trade receivables (by PLN 80.3 million) and in cash and cash equivalents (by PLN 22.0 million). Cash and cash equivalents were lower mainly due to the distribution of a dividend to the shareholders of ASEE in the amount of PLN 51.9 million in July 2021, as well as expenditures for company acquisitions. Decreases in the above-mentioned current assets were partially offset by an increase in contract assets (by PLN 28.5 million).

In the same period, our total current liabilities declined by PLN 64.4 million. This resulted primarily from decreases in trade payables (by PLN 41.5 million), in liabilities to the state and local budgets (by PLN 14.4 million), in bank loans and borrowings (by PLN 7.7 million), in contract liabilities (by PLN 9.9 million), as well as in other liabilities (by PLN 6.6 million). This was partially offset by an increase in accruals (by PLN 18.4 million).

Our liquidity ratios at the end of the third quarter of 2021 recorded a slight improvement in relation to previous quarters and they remain at safe levels.

|                              | 30 Sept. 2021 | 30 June 2021 | 31 Dec. 2020 | 30 Sept. 2020 |
|------------------------------|---------------|--------------|--------------|---------------|
| Total debt ratio             | 28.1%         | 31.4%        | 33.9%        | 30.2%         |
| Debt / equity ratio          | 10.4%         | 10.7%        | 12.9%        | 15.4%         |
| Debt / (debt + equity) ratio | 9.4%          | 9.7%         | 11.5%        | 13.3%         |

The above ratios have been computed using the following formulas:

Total debt ratio =  $(\text{non-current liabilities} + \text{current liabilities}) / \text{assets}$

Debt / equity ratio =  $(\text{interest-bearing bank loans} + \text{lease liabilities}) / \text{equity}$

Debt / (debt + equity) ratio =  $(\text{interest-bearing bank loans} + \text{lease liabilities}) / (\text{interest-bearing bank loans} + \text{lease liabilities} + \text{equity})$

The total debt ratio decreased from 33.9% reported at the end of 2020 to the level of 28.1% as at 30 September 2021. Such change was caused by a decrease in total liabilities by PLN 87.6 million when total assets decreased only by PLN 26.2 million at the same time. Total liabilities were lower following a decrease in current liabilities (by PLN 64.4 million), as described above, and a smaller decrease in non-current liabilities (by PLN 23.2 million), primarily due to reclassifying the valuation of put options held by non-controlling shareholders of Necoplus from other liabilities to current liabilities in 2021, as well as transferring of bank loans and lease liabilities to current liabilities.

This was partially offset by an increase in other financial liabilities, mainly due to the recognition of deferred conditional payment and the valuation of put options arising from the acquisition of ContentSpeed company. At the same time, total assets were lower due to a decrease in current assets (by PLN 26.2 million), as described above, which was accompanied by an increase in non-current assets (by PLN 28.5 million), primarily in the line of goodwill (by PLN 49.1 million) arising primarily from new company acquisitions.

Total bank loans and borrowings and lease liabilities were reduced by PLN 16.7 million as a result of scheduled repayments of interest-bearing liabilities, which was partially offset by the remeasurement of liabilities denominated in EUR and obtaining new bank loans. The lower balance of liabilities under bank loans and borrowings and lease liabilities translated into a decrease in the ratio of debt to equity from 12.9% to 10.4%, as well as in the ratio of debt to total interest-bearing liabilities and equity from 11.5% to 9.4%.

## V. Structure of the statement of cash flows

|                                                           | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>PLN'000 |
|-----------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| Net cash provided by (used in) operating activities       | 142,552                                    | 108,799                                    |
| Net cash provided by (used in) investing activities       | (77,342)                                   | (40,450)                                   |
| Net cash provided by (used in) financing activities       | (84,654)                                   | (84,053)                                   |
| Net change in cash and cash equivalents                   | (19,444)                                   | (15,704)                                   |
| <b>Cash and cash equivalents at the end of the period</b> | <b>226,869</b>                             | <b>177,110</b>                             |

In the first three quarters of 2021, our operating activities provided PLN 142.6 million of net cash inflows, reflecting an increase by PLN 33.8 million in relation to the comparable period of the previous year. Operating cash flows increased on the back of stronger financial performance as well as due to lower expenditures for working capital than a year ago, owing to the lower amount of receivables.

Net cash outflows from our investing activities amounted to PLN 77.3 million in the first three quarters of 2021. Our investing cash flows were most considerably influenced by the acquisitions of property, plant and equipment and intangible assets for the total amount of PLN 27.1 million, as well as by the acquisitions of subsidiary companies for PLN 56.1 million. The acquisitions of tangible and intangible assets included, among others, our expenditures for infrastructure used in the outsourcing of payment processes. Expenditures for the acquisition of subsidiaries included the payment of a deferred portion of consideration for shares in Necoplus, Mobven and Gastrobit, as well as purchases of shares in the companies of Things Solver, Vebspot, ContentSpeed and IT Sistemi.

In the first three quarters of 2021, net cash used in our financing activities amounted to PLN 84.7 million, primarily due the payment of a dividend amounting to PLN 51.9 million, the scheduled repayments of bank loans, borrowings and lease liabilities along with interest, as well as the purchase of a minority interest in Monri company. Proceeds obtained from bank loans were lower than in the comparable period of the previous year.

## VI. Information on geographical structure of financial results

The table below presents the basic financial data from the statement of profit and loss for the period of 9 months ended 30 September 2021, in a breakdown by geographical area:

| For the period of 9 months ended<br>30 September 2021<br>in thousands of PLN | Bosnia       | Croatia       | Macedonia     | Romania       | Serbia        | Turkey        | Western Europe | Latin America | Central Europe | Other         | Eliminations   | Total          |
|------------------------------------------------------------------------------|--------------|---------------|---------------|---------------|---------------|---------------|----------------|---------------|----------------|---------------|----------------|----------------|
| Operating revenues                                                           | 23,863       | 123,217       | 46,469        | 101,921       | 234,428       | 74,317        | 114,576        | 16,488        | 26,263         | 54,364        | (25,845)       | 790,061        |
| Cost of sales                                                                | (15,692)     | (84,010)      | (31,513)      | (84,118)      | (168,182)     | (39,076)      | (96,672)       | (12,656)      | (18,739)       | (40,859)      | 23,763         | (567,754)      |
| Recognition (reversal) of impairment losses<br>on financial instruments      | -            | 459           | (64)          | (133)         | 253           | (1,429)       | -              | 33            | 12             | (28)          | 1              | (896)          |
| <b>Gross profit on sales</b>                                                 | <b>8,171</b> | <b>39,666</b> | <b>14,892</b> | <b>17,670</b> | <b>66,499</b> | <b>33,812</b> | <b>17,904</b>  | <b>3,865</b>  | <b>7,536</b>   | <b>13,477</b> | <b>(2,081)</b> | <b>221,411</b> |
| Selling costs                                                                | (1,638)      | (8,698)       | (3,431)       | (6,723)       | (13,233)      | (6,094)       | (1,831)        | (735)         | (2,538)        | (2,535)       | 888            | (46,568)       |
| General and administrative expenses                                          | (2,112)      | (8,110)       | (3,066)       | (5,634)       | (10,899)      | (6,346)       | (4,575)        | (2,621)       | (2,201)        | (3,027)       | 511            | (48,080)       |
| <b>Net profit (loss) on sales</b>                                            | <b>4,421</b> | <b>22,858</b> | <b>8,395</b>  | <b>5,313</b>  | <b>42,367</b> | <b>21,372</b> | <b>11,498</b>  | <b>509</b>    | <b>2,797</b>   | <b>7,915</b>  | <b>(682)</b>   | <b>126,763</b> |
| Other operating income                                                       | 2            | 331           | 215           | 239           | 468           | 242           | 80             | 29            | 9              | 116           | (120)          | 1,611          |
| Other operating expenses                                                     | (26)         | (184)         | (23)          | (34)          | (125)         | (69)          | (55)           | (20)          | (46)           | (61)          | 103            | (540)          |
| <b>Operating profit (loss)</b>                                               | <b>4,397</b> | <b>23,005</b> | <b>8,587</b>  | <b>5,518</b>  | <b>42,710</b> | <b>21,545</b> | <b>11,523</b>  | <b>518</b>    | <b>2,760</b>   | <b>7,970</b>  | <b>(699)</b>   | <b>127,834</b> |

| For the period of 9 months ended<br>30 September 2021<br>in thousands of EUR | Bosnia       | Croatia      | Macedonia    | Romania      | Serbia        | Turkey       | Western Europe | Latin America | Central Europe | Other        | Eliminations | Total         |
|------------------------------------------------------------------------------|--------------|--------------|--------------|--------------|---------------|--------------|----------------|---------------|----------------|--------------|--------------|---------------|
| Sales revenues                                                               | 5,235        | 27,030       | 10,194       | 22,358       | 51,427        | 16,303       | 25,135         | 3,617         | 5,761          | 11,926       | (5,670)      | 173,316       |
| Cost of sales                                                                | (3,442)      | (18,429)     | (6,913)      | (18,453)     | (36,894)      | (8,572)      | (21,207)       | (2,776)       | (4,111)        | (8,963)      | 5,210        | (124,550)     |
| Recognition (reversal) of impairment losses<br>on financial instruments      | -            | 101          | (14)         | (29)         | 56            | (313)        | -              | 7             | 3              | (6)          | -            | (195)         |
| <b>Gross profit on sales</b>                                                 | <b>1,793</b> | <b>8,702</b> | <b>3,267</b> | <b>3,876</b> | <b>14,589</b> | <b>7,418</b> | <b>3,928</b>   | <b>848</b>    | <b>1,653</b>   | <b>2,957</b> | <b>(460)</b> | <b>48,571</b> |
| Selling costs                                                                | (359)        | (1,908)      | (753)        | (1,475)      | (2,903)       | (1,337)      | (402)          | (161)         | (557)          | (556)        | 195          | (10,216)      |
| General and administrative expenses                                          | (463)        | (1,779)      | (673)        | (1,236)      | (2,391)       | (1,392)      | (1,004)        | (575)         | (483)          | (664)        | 113          | (10,547)      |
| <b>Net profit (loss) on sales</b>                                            | <b>971</b>   | <b>5,015</b> | <b>1,841</b> | <b>1,165</b> | <b>9,295</b>  | <b>4,689</b> | <b>2,522</b>   | <b>112</b>    | <b>613</b>     | <b>1,737</b> | <b>(152)</b> | <b>27,808</b> |
| Other operating income                                                       | -            | 73           | 47           | 52           | 103           | 53           | 18             | 6             | 2              | 25           | (28)         | 351           |
| Other operating expenses                                                     | (6)          | (40)         | (5)          | (7)          | (27)          | (15)         | (12)           | (4)           | (10)           | (13)         | 23           | (116)         |
| <b>Operating profit (loss)</b>                                               | <b>965</b>   | <b>5,048</b> | <b>1,883</b> | <b>1,210</b> | <b>9,371</b>  | <b>4,727</b> | <b>2,528</b>   | <b>114</b>    | <b>605</b>     | <b>1,749</b> | <b>(157)</b> | <b>28,043</b> |

The above figures have been converted at the average exchange rate for the period from 1 January 2021 to 30 September 2021: EUR 1 = PLN 4.5585

The table below presents the basic financial data from the statement of profit and loss for the period of 9 months ended 30 September 2020, in a breakdown by geographical area:

| For the period of 9 months ended<br>30 September 2020<br>(restated)<br>in thousands of PLN | Bosnia       | Croatia       | Macedonia     | Romania       | Serbia        | Turkey        | Western Europe | Latin America | Central Europe | Other         | Eliminations   | Total          |
|--------------------------------------------------------------------------------------------|--------------|---------------|---------------|---------------|---------------|---------------|----------------|---------------|----------------|---------------|----------------|----------------|
| Operating revenues                                                                         | 30,486       | 110,074       | 52,212        | 84,007        | 217,099       | 60,658        | 82,241         | 14,029        | 27,126         | 46,089        | (32,198)       | 691,823        |
| Cost of sales                                                                              | (22,878)     | (78,371)      | (37,236)      | (69,517)      | (164,263)     | (31,015)      | (70,544)       | (10,969)      | (18,956)       | (32,703)      | 30,639         | (505,813)      |
| Recognition (reversal) of impairment losses<br>on financial instruments                    | 20           | (589)         | (249)         | (63)          | 1,633         | (562)         | (151)          | -             | (128)          | (124)         | -              | (213)          |
| <b>Gross profit on sales</b>                                                               | <b>7,628</b> | <b>31,114</b> | <b>14,727</b> | <b>14,427</b> | <b>54,469</b> | <b>29,081</b> | <b>11,546</b>  | <b>3,060</b>  | <b>8,042</b>   | <b>13,262</b> | <b>(1,559)</b> | <b>185,797</b> |
| Selling costs                                                                              | (1,295)      | (6,876)       | (2,732)       | (5,997)       | (11,849)      | (5,874)       | (2,058)        | (876)         | (1,507)        | (1,900)       | 682            | (40,282)       |
| General and administrative expenses                                                        | (1,661)      | (6,439)       | (2,718)       | (5,390)       | (10,291)      | (6,232)       | (4,727)        | (2,608)       | (2,309)        | (2,765)       | (69)           | (45,209)       |
| <b>Net profit (loss) on sales</b>                                                          | <b>4,672</b> | <b>17,799</b> | <b>9,277</b>  | <b>3,040</b>  | <b>32,329</b> | <b>16,975</b> | <b>4,761</b>   | <b>(424)</b>  | <b>4,226</b>   | <b>8,597</b>  | <b>(946)</b>   | <b>100,306</b> |
| Other operating income                                                                     | 28           | 611           | 130           | 100           | 492           | 329           | 96             | 22            | 53             | 211           | (486)          | 1,586          |
| Other operating expenses                                                                   | (67)         | (733)         | (27)          | -             | (272)         | (32)          | (137)          | (118)         | (10)           | (21)          | 469            | (948)          |
| <b>Operating profit (loss)</b>                                                             | <b>4,633</b> | <b>17,677</b> | <b>9,380</b>  | <b>3,140</b>  | <b>32,549</b> | <b>17,272</b> | <b>4,720</b>   | <b>(520)</b>  | <b>4,269</b>   | <b>8,787</b>  | <b>(963)</b>   | <b>100,944</b> |

| For the period of 9 months ended<br>30 September 2020<br>(restated)<br>in thousands of EUR | Bosnia       | Croatia      | Macedonia    | Romania      | Serbia        | Turkey       | Western Europe | Latin America | Central Europe | Other        | Eliminations | Total         |
|--------------------------------------------------------------------------------------------|--------------|--------------|--------------|--------------|---------------|--------------|----------------|---------------|----------------|--------------|--------------|---------------|
| Operating revenues                                                                         | 6,863        | 24,780       | 11,754       | 18,912       | 48,874        | 13,654       | 18,514         | 3,158         | 6,107          | 10,376       | (7,248)      | 155,744       |
| Cost of sales                                                                              | (5,150)      | (17,643)     | (8,383)      | (15,650)     | (36,979)      | (6,982)      | (15,881)       | (2,469)       | (4,267)        | (7,363)      | 6,897        | (113,870)     |
| Recognition (reversal) of impairment losses<br>on financial instruments                    | 5            | (133)        | (56)         | (14)         | 368           | (127)        | (34)           | -             | (29)           | (28)         | -            | (48)          |
| <b>Gross profit on sales</b>                                                               | <b>1,718</b> | <b>7,004</b> | <b>3,315</b> | <b>3,248</b> | <b>12,263</b> | <b>6,545</b> | <b>2,599</b>   | <b>689</b>    | <b>1,811</b>   | <b>2,985</b> | <b>(351)</b> | <b>41,826</b> |
| Selling costs                                                                              | (292)        | (1,548)      | (615)        | (1,350)      | (2,667)       | (1,322)      | (463)          | (197)         | (339)          | (429)        | 154          | (9,068)       |

|                                     |              |              |              |            |              |              |              |              |            |              |              |               |
|-------------------------------------|--------------|--------------|--------------|------------|--------------|--------------|--------------|--------------|------------|--------------|--------------|---------------|
| General and administrative expenses | (374)        | (1,450)      | (612)        | (1,213)    | (2,317)      | (1,403)      | (1,064)      | (587)        | (520)      | (621)        | (16)         | (10,177)      |
| <b>Net profit (loss) on sales</b>   | <b>1,052</b> | <b>4,006</b> | <b>2,088</b> | <b>685</b> | <b>7,279</b> | <b>3,820</b> | <b>1,072</b> | <b>(95)</b>  | <b>952</b> | <b>1,935</b> | <b>(213)</b> | <b>22,581</b> |
| Other operating income              | 6            | 138          | 29           | 23         | 111          | 74           | 22           | 5            | 12         | 46           | (109)        | 357           |
| Other operating expenses            | (15)         | (165)        | (6)          | -          | (61)         | (7)          | (31)         | (27)         | (2)        | (5)          | 106          | (213)         |
| <b>Operating profit (loss)</b>      | <b>1,043</b> | <b>3,979</b> | <b>2,111</b> | <b>708</b> | <b>7,329</b> | <b>3,887</b> | <b>1,063</b> | <b>(117)</b> | <b>962</b> | <b>1,976</b> | <b>(216)</b> | <b>22,725</b> |

The above figures have been converted at the average exchange rate for the period from 1 January 2020 to 30 September 2020: EUR 1 = PLN 4.4420

## VII. Impact of the COVID-19 coronavirus pandemic on the business of ASEE and Payten

All the markets where ASEE Group operates have been affected by the COVID-19 coronavirus pandemic. Thus, our companies are exposed to social and economic consequences of the pandemic, while the scale of threats depends on how the pandemic spreads in a given country, actions taken by local authorities, as well as the profile of our business operations. Looking from the perspective of the first 9 months of this year, the coronavirus pandemic had a limited impact on the operations of ASEE Group.

Concurrently, we would like to emphasize that the situation related to the COVID-19 pandemic is very dynamic and it is difficult to estimate its effects on the economy, hence the comments below have been prepared to the best knowledge of the Company's management as at the date of publication of this report. Further development of the pandemic may necessitate a verification of our current assumptions and a revision of estimates regarding the impact of this situation on the financial condition of ASEE Group.

### Ensuring safety of employees and business continuity

As a socially responsible organization, ASEE Group has taken a number of actions in order to mitigate the threats caused by the COVID-19 pandemic and ensure safety of its employees, customers, business partners and all other stakeholders, as well as to ensure its business continuity.

### Business lines that have been directly affected by the pandemic

- Maintenance of POS terminals settled for each intervention – in rare cases, maintenance service contracts provide for our remuneration depending on the number and type of interventions carried out. Agreements of this type constitute a majority of contracts in Necoplus companies and a significant number of contracts in Sonet companies, but only a small portion of revenues in Payten companies operating in Macedonia and Slovenia. Nonetheless, in the first nine months of 2021, negative impact of the pandemic was only observed in the Czech operations of ASEE Group due to the long-lasting and extensive lockdown.
- Our independent network of ATMs operates under the brand of MoneyGet in Serbia, Croatia, Montenegro and Albania. Apart from Serbia, our ATMs are located in attractive tourist locations and are geared towards handling tourist traffic and DCC transactions. However, in the countries where our ATMs are installed, tourist traffic is usually low in the first six months of the year and therefore the pandemic did not negatively affect our results on a year-on-year basis.

### Possible long-term effects of the pandemic

As mentioned above, the situation related to the COVID-19 coronavirus pandemic is very dynamic and its effects on the economy are difficult to estimate. A lot depends on how long the restrictions will last and what will be their practical impact on the financial condition of our customers.

If the course of this pandemic is prolonged, it may have the following consequences for our business:

- delays in the execution of ongoing long-term implementation projects;
- resignation from or postponement of the implementation projects that are not critical to our customers;
- renegotiation of existing contracts in the case of reducing the scale of operations by our customers or decreasing the volume services performed;
- delays in the implementation of projects based on infrastructure provided by external vendors.

At the same time, we would like to emphasize that we currently see no significant threats to the business operations of ASEE and Payten. We are monitoring this situation on an ongoing basis, adjusting our individual decisions to changing conditions. We are trying to minimize the negative impact of the pandemic on our business, among others, by controlling costs, while monitoring and taking advantage of new market opportunities created by the current situation.

A more detailed description of the potential impact of the pandemic on our business operations can be found in the Group's annual financial statements for 2020, yet after a year of the pandemic duration it seems that most of ASEE's business lines affected by this phenomenon are functioning well in this new reality, and the pandemic situation has not deteriorated their financial results.

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

Non-recurring events which affected the financial performance, financial position and cash flows of ASEE Group in the third quarter of 2021 and in the comparable period included the acquisitions of subsidiary companies as well as other organizational changes in the Group as described in the section 'Organization and changes in the structure of Asseco South Eastern Europe Group, including the entities subject to consolidation'.

Furthermore, both in 2020 and 2021 all the markets where ASEE Group operates have been affected by the COVID-19 coronavirus pandemic which, however, had a limited impact on the Group's results. Description of the impact exerted by the COVID-19 coronavirus pandemic on ASEE Group's business operations is provided in the item 'Impact of the COVID-19 coronavirus pandemic on the business of ASEE and Payten'.

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

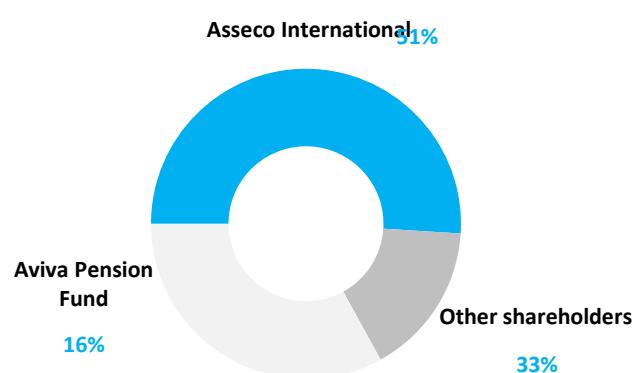
As at the date of publication of this report, this is on 27 October 2021, the Company's Management Board, Supervisory Board and Audit Committee were composed of the following persons:

| <u>Supervisory Board</u> | <u>Management Board</u> | <u>Audit Committee</u> |
|--------------------------|-------------------------|------------------------|
| Jozef Klein              | Piotr Jeleński          | Artur Kucharski        |
| Adam Góral               | Miljan Mališ            | Adam Pawłowicz         |
| Jacek Duch               | Michał Nitka            | Jacek Duch             |
| Artur Kucharski          | Kostadin Slavkoski      |                        |
| Adam Pawłowicz           |                         |                        |

During the third quarter of 2021, the composition of the Issuer's management and supervisory bodies remained unchanged.

In the period from 30 September 2021 till the publication of this report, this is till 27 October 2021, the compositions of the Company's Management Board, Supervisory Board and Audit Committee remained unchanged.

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



As at 30 September 2021, Asseco International a.s. (our higher-level parent) held 26,407,081 shares representing 50.89% in the share capital of our Company, which carried 26,407,081 votes or 50.89% of total voting rights at the Company's General Meeting of Shareholders. The parent company of Asseco International a.s. is Asseco Poland S.A.

During the reporting period, as a result of the sale of our Company's shares that was conducted outside of the regulated market on 23 September 2021, Asseco International a.s. decreased its equity interest in the Company to 50.89%.

To the best knowledge of the Company's Management Board, as at the date of publication of this report, this is on 27 October 2021, as well as on 30 September 2021, the Shareholders who, either directly or through their subsidiaries, held at least 5.0% of total voting rights were as follows:

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

To the best knowledge of the Company's Management Board, as at 28 April 2021 and 31 December 2020, the Shareholders who, either directly or through their subsidiaries, held at least 5.0% of total voting rights were as follows:

| Major shareholders as at 28 April 2021 and 31 December 2020 | Number of shares held | Percentage of total voting rights |
|-------------------------------------------------------------|-----------------------|-----------------------------------|
| Asseco International a.s.                                   | 26,494,676            | 51.06%                            |
| Aviva Pension Fund                                          | 8,594,000             | 16.56%                            |
| Other shareholders                                          | 16,805,575            | 32.38%                            |
| <b>Total</b>                                                | <b>51,894,251</b>     | <b>100.00%</b>                    |

#### Shares held by the management and supervisory personnel

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

|                            | 27 October 2021 | 30 September 2021 | 4 August 2021 | 31 December 2020 |
|----------------------------|-----------------|-------------------|---------------|------------------|
| Piotr Jeleński             | 1,253,492       | 1,253,492         | 973,492       | 973,492          |
| Miljan Mališ <sup>1)</sup> | 353,336         | 353,336           | 322,715       | 322,715          |
| Marcin Rulnicki            | n/a             | n/a               | n/a           | 30,000           |
| Michał Nitka               | 45,000          | 45,000            | 20,000        | n/a              |
| Kostadin Slavkoski         | 44,315          | 44,315            | 38,600        | 35,600           |

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

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

## XI. Other Information

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

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

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

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

### 11.3. Information on significant judicial proceedings

As at 30 September 2021 and the date of publication of this report, neither Asseco South Eastern Europe S.A. nor Asseco South Eastern Europe Group were party to any proceedings pending before any court, arbitration authority or public administration.

#### **11.4. Related party transactions**

Transactions with our related parties have been presented in explanatory note 6.17 to the interim condensed consolidated financial statements of Asseco South Eastern Europe Group for the period of 9 months ended 30 September 2021. All transactions with related parties are carried out on an arm's length basis.

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

Bank loans and borrowings obtained, sureties and guarantees granted, as well as off-balance-sheet liabilities have been disclosed in explanatory notes 6.11 and 8.1 to the interim condensed consolidated financial statements of Asseco South Eastern Europe Group for the period of 9 months ended 30 September 2021.

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

During the period of 9 months ended 30 September 2021, the Group's management practices remained unchanged.

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

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

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

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

#### **11.9. Opinion on feasibility of the Management's financial forecasts for 2021**

The Management Board of Asseco South Eastern Europe S.A. did not publish any financial forecasts for 2021.

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

During the first 9 months of 2021, the Group had no employee stock option plans.

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

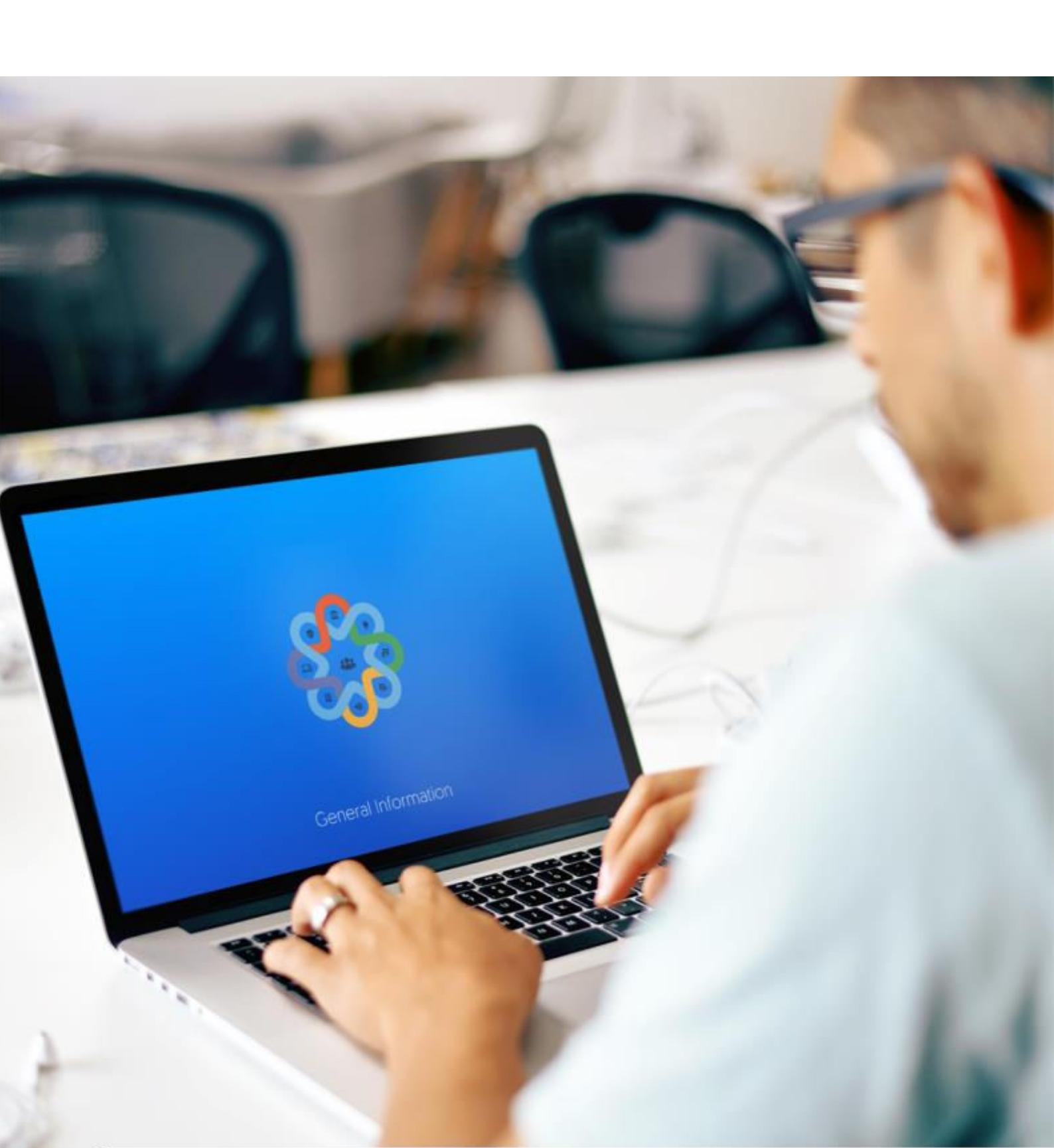
The factors that will affect the Group's financial performance at least till the end of the next quarter have been indicated and explained in chapter 'Summary and analysis of the financial results of ASEE Group', section I. 'Financial results of Asseco South Eastern Europe Group', as well as in description of the impact exerted by the COVID-19 coronavirus pandemic on ASEE Group's business operations provided in section VI. 'Impact of the COVID-19 coronavirus pandemic on the business of ASEE and Payten' of this quarterly report.

The factors that may affect the Group's financial performance in 2021 have been also described in the Management Report on Operations of the Group for the year 2020.

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.

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

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



**Interim Condensed Financial Statements  
of [Asseco South Eastern Europe S.A.](#)  
for the period of 9 months ended  
30 September 2021**

## Financial Highlights

### Asseco South Eastern Europe S.A.

|                                                                                                        | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>PLN'000 | 9 months ended<br>30 Sept. 2021<br>EUR'000 | 9 months ended<br>30 Sept. 2020<br>EUR'000 |
|--------------------------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|--------------------------------------------|--------------------------------------------|
| Revenues from holding activities                                                                       | 97,741                                     | 53,865                                     | 21,441                                     | 12,126                                     |
| Revenues from operating activities                                                                     | 9,457                                      | 8,223                                      | 2,075                                      | 1,851                                      |
| Operating profit                                                                                       | 88,931                                     | 45,600                                     | 19,509                                     | 10,266                                     |
| Pre-tax profit                                                                                         | 89,713                                     | 48,869                                     | 19,680                                     | 11,001                                     |
| <b>Net profit for the reporting period</b>                                                             | <b>84,149</b>                              | <b>45,664</b>                              | <b>18,460</b>                              | <b>10,280</b>                              |
| Net cash provided by (used in) operating activities                                                    | 79,441                                     | 36,014                                     | 17,427                                     | 8,108                                      |
| Net cash provided by (used in) investing activities                                                    | (23,632)                                   | 6,813                                      | (5,184)                                    | 1,534                                      |
| Net cash provided by (used in) financing activities                                                    | (51,440)                                   | (46,741)                                   | (11,284)                                   | (10,522)                                   |
| <b>Cash and cash equivalents at the end of the period<br/>(comparable data as at 31 December 2020)</b> | <b>18,860</b>                              | <b>14,491</b>                              | <b>4,071</b>                               | <b>3,140</b>                               |
| Basic earnings per ordinary share for the reporting period (in PLN/EUR)                                | 1.62                                       | 0.88                                       | 0.36                                       | 0.20                                       |
| Diluted earnings per ordinary share for the reporting period (in PLN/EUR)                              | 1.62                                       | 0.88                                       | 0.36                                       | 0.20                                       |

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

- items of the statement of profit and loss and statement of cash flows have been translated into EUR at the arithmetic average of mid exchange rates as published by the National Bank of Poland and in effect on the last day of each month. These exchange rates were as follows:
  - for the period from 1 January 2021 to 30 September 2021: EUR 1 = PLN 4.5585
  - for the period from 1 January 2020 to 30 September 2020: EUR 1 = PLN 4.4420
- 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 2021: EUR 1 = PLN 4.6329
  - exchange rate effective on 31 December 2020: EUR 1 = PLN 4.6148

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

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

## Asseco South Eastern Europe S.A.

| STATEMENT OF PROFIT AND LOSS                                                               | 3 months ended<br>30 Sept. 2021 | 9 months ended<br>30 Sept. 2021 | 3 months ended<br>30 Sept. 2020<br>(restated*) | 9 months ended<br>30 Sept. 2020<br>(restated*) |
|--------------------------------------------------------------------------------------------|---------------------------------|---------------------------------|------------------------------------------------|------------------------------------------------|
|                                                                                            | PLN'000                         | PLN'000                         | PLN'000                                        | PLN'000                                        |
| <b>Holding activities</b>                                                                  | <b>16,895</b>                   | <b>97,741</b>                   | <b>2,888</b>                                   | <b>53,865</b>                                  |
| Dividend income                                                                            | 11,962                          | 83,172                          | -                                              | 42,194                                         |
| Revenues from sale of services                                                             | 4,933                           | 14,569                          | 2,888                                          | 11,671                                         |
| <b>Operating activities</b>                                                                | <b>2,997</b>                    | <b>9,457</b>                    | <b>2,522</b>                                   | <b>8,223</b>                                   |
| Revenues from sale of IT services and software                                             | 2,997                           | 9,457                           | 2,522                                          | 8,223                                          |
| <b>Total operating revenues</b>                                                            | <b>19,892</b>                   | <b>107,198</b>                  | <b>5,410</b>                                   | <b>62,089</b>                                  |
| Cost of sales                                                                              | (5,737)                         | (16,656)                        | (4,754)                                        | (14,899)                                       |
| Recognition/reversal of allowances for trade receivables                                   | -                               | -                               | -                                              | 94                                             |
| <b>Gross profit on sales</b>                                                               | <b>14,155</b>                   | <b>90,542</b>                   | <b>656</b>                                     | <b>47,284</b>                                  |
| Selling costs                                                                              | (277)                           | (822)                           | (310)                                          | (746)                                          |
| General and administrative expenses                                                        | (238)                           | (925)                           | (276)                                          | (859)                                          |
| <b>Net profit on sales</b>                                                                 | <b>13,640</b>                   | <b>88,795</b>                   | <b>70</b>                                      | <b>45,679</b>                                  |
| Other operating income                                                                     | -                               | 140                             | 9                                              | 10                                             |
| Other operating expenses                                                                   | -                               | (4)                             | (3)                                            | (89)                                           |
| <b>Operating profit</b>                                                                    | <b>13,640</b>                   | <b>88,931</b>                   | <b>76</b>                                      | <b>45,600</b>                                  |
| Financial income                                                                           | 906                             | 1,644                           | 1,440                                          | 7,342                                          |
| Financial expenses                                                                         | 208                             | (862)                           | (187)                                          | (4,761)                                        |
| Recognition/reversal of impairment losses on loans granted and other financial instruments | -                               | -                               | -                                              | 688                                            |
| <b>Pre-tax profit</b>                                                                      | <b>14,754</b>                   | <b>89,713</b>                   | <b>1,329</b>                                   | <b>48,869</b>                                  |
| Corporate income tax                                                                       | (1,222)                         | (5,564)                         | (318)                                          | (3,205)                                        |
| <b>Net profit for the reporting period</b>                                                 | <b>13,532</b>                   | <b>84,149</b>                   | <b>1,011</b>                                   | <b>45,664</b>                                  |
| <b>Earnings per share (in PLN):</b>                                                        |                                 |                                 |                                                |                                                |
| basic earnings per share                                                                   | 0.26                            | 1.62                            | 0.02                                           | 0.88                                           |
| diluted earnings per share                                                                 | 0.26                            | 1.62                            | 0.02                                           | 0.88                                           |
| <b>COMPREHENSIVE INCOME:</b>                                                               | 3 months ended<br>30 Sept. 2021 | 9 months ended<br>30 Sept. 2021 | 3 months ended<br>30 Sept. 2020<br>(restated*) | 9 months ended<br>30 Sept. 2020<br>(restated*) |
|                                                                                            | PLN'000                         | PLN'000                         | PLN'000                                        | PLN'000                                        |
| <b>Net profit</b>                                                                          | <b>13,532</b>                   | <b>84,149</b>                   | <b>1,011</b>                                   | <b>45,664</b>                                  |
| <b>Other comprehensive income:</b>                                                         | -                               | -                               | -                                              | -                                              |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE REPORTING PERIOD</b>                                 | <b>13,532</b>                   | <b>84,149</b>                   | <b>1,011</b>                                   | <b>45,664</b>                                  |

\* The restatement of comparable data is related to a change in the presentation of operating costs resulting from their adaptation to the nature of the Company's operations.

## Interim Condensed Statement of Financial Position Asseco South Eastern Europe S.A.

| ASSETS                                              | 30 Sept. 2021<br>PLN'000 | 30 June<br>2021<br>PLN'000 | 31 Dec.<br>2020<br>PLN'000 | 30 Sept. 2020<br>PLN'000 |
|-----------------------------------------------------|--------------------------|----------------------------|----------------------------|--------------------------|
| <b>Non-current assets</b>                           |                          |                            |                            |                          |
| Property, plant and equipment                       | 517                      | 573                        | 455                        | 333                      |
| Intangible assets                                   | 5,891                    | 5,823                      | 5,393                      | 5,440                    |
| <i>of which goodwill from business combinations</i> | 4,567                    | 4,567                      | 4,567                      | 4,567                    |
| Right-of-use assets                                 | 210                      | 236                        | 290                        | 317                      |
| Investments in subsidiaries                         | 614,498                  | 614,498                    | 614,498                    | 608,998                  |
| Deferred tax assets                                 | 431                      | 423                        | 1,080                      | 710                      |
| Other receivables                                   | 47                       | 47                         | 47                         | 47                       |
| Other financial assets                              | 37,474                   | 36,060                     | 38,211                     | 38,228                   |
|                                                     | <b>659,068</b>           | <b>657,660</b>             | <b>659,974</b>             | <b>654,073</b>           |
| <b>Current assets</b>                               |                          |                            |                            |                          |
| Prepayments and accrued income                      | 2,959                    | 2,598                      | 1,990                      | 2,148                    |
| Trade receivables                                   | 6,543                    | 8,344                      | 6,038                      | 6,847                    |
| Corporate income tax                                | -                        | -                          | -                          | -                        |
| Other receivables                                   | 280                      | 563                        | 254                        | 258                      |
| Other financial assets                              | 31,778                   | 13,484                     | 7,134                      | 7,368                    |
| Cash and short-term deposits                        | 18,860                   | 68,854                     | 14,491                     | 7,130                    |
|                                                     | <b>60,420</b>            | <b>93,843</b>              | <b>29,907</b>              | <b>23,751</b>            |
| <b>TOTAL ASSETS</b>                                 | <b>719,488</b>           | <b>751,503</b>             | <b>689,881</b>             | <b>677,824</b>           |

## Interim Condensed Statement of Financial Position Asseco South Eastern Europe S.A.

| <b>EQUITY AND LIABILITIES</b>              | <b>30 Sept. 2021<br/>PLN'000</b> | <b>30 June<br/>2021<br/>PLN'000</b> | <b>31 Dec.<br/>2020<br/>PLN'000</b> | <b>30 Sept. 2020<br/>PLN'000</b> |
|--------------------------------------------|----------------------------------|-------------------------------------|-------------------------------------|----------------------------------|
| <b>TOTAL EQUITY</b>                        |                                  |                                     |                                     |                                  |
| Share capital                              | 518,942                          | 518,942                             | 518,942                             | 518,942                          |
| Share premium                              | 38,825                           | 38,825                              | 38,825                              | 38,825                           |
| Other capitals                             | 2,935                            | 2,935                               | 2,935                               | 2,935                            |
| Retained earnings                          | 129,507                          | 115,976                             | 97,253                              | 84,579                           |
|                                            | <b>690,209</b>                   | <b>676,678</b>                      | <b>657,955</b>                      | <b>645,281</b>                   |
| <b>Non-current liabilities</b>             |                                  |                                     |                                     |                                  |
| Bank loans                                 | 10,920                           | 5,167                               | 8,178                               | 9,578                            |
| Lease liabilities                          | 107                              | 138                                 | 228                                 | 214                              |
| Other financial liabilities                | 252                              | 28                                  | 5                                   | 14                               |
| Deferred tax liabilities                   | -                                | -                                   | -                                   | -                                |
|                                            | <b>11,279</b>                    | <b>5,333</b>                        | <b>8,411</b>                        | <b>9,806</b>                     |
| <b>Current liabilities</b>                 |                                  |                                     |                                     |                                  |
| Bank loans                                 | 5,831                            | 6,428                               | 7,802                               | 8,762                            |
| Lease liabilities                          | 117                              | 116                                 | 95                                  | 121                              |
| Other financial liabilities                | 72                               | 51,894                              | 4,996                               | 4,932                            |
| Trade payables                             | 1,598                            | 1,754                               | 1,514                               | 1,212                            |
| Contract liabilities                       | 4,859                            | 3,873                               | 3,010                               | 3,432                            |
| Corporate income tax payable               | 455                              | 1,265                               | 390                                 | 438                              |
| Liabilities to the state and local budgets | 585                              | 535                                 | 580                                 | 447                              |
| Other liabilities                          | 175                              | 244                                 | 279                                 | 146                              |
| Accruals                                   | 4,308                            | 3,383                               | 4,849                               | 3,247                            |
|                                            | <b>18,000</b>                    | <b>69,492</b>                       | <b>23,515</b>                       | <b>22,737</b>                    |
| <b>TOTAL LIABILITIES</b>                   | <b>29,279</b>                    | <b>74,825</b>                       | <b>31,926</b>                       | <b>32,543</b>                    |
| <b>TOTAL EQUITY AND LIABILITIES</b>        | <b>719,488</b>                   | <b>751,503</b>                      | <b>689,881</b>                      | <b>677,824</b>                   |

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

|                                                            | Share capital  | Share premium | Other capitals | Retained earnings | Total equity   |
|------------------------------------------------------------|----------------|---------------|----------------|-------------------|----------------|
| <b>As at 1 January 2021</b>                                | <b>518,942</b> | <b>38,825</b> | <b>2,935</b>   | <b>97,253</b>     | <b>657,955</b> |
| Net profit for the reporting period                        | -              | -             | -              | 84,149            | 84,149         |
| <b>Total comprehensive income for the reporting period</b> | <b>-</b>       | <b>-</b>      | <b>-</b>       | <b>84,149</b>     | <b>84,149</b>  |
| Dividend for the year 2020                                 | -              | -             | -              | (51,895)          | (51,895)       |
| <b>As at 30 September 2021</b>                             | <b>518,942</b> | <b>38,825</b> | <b>2,935</b>   | <b>129,507</b>    | <b>690,209</b> |
|                                                            |                |               |                |                   |                |
| <b>As at 1 January 2020</b>                                | <b>518,942</b> | <b>38,825</b> | <b>2,601</b>   | <b>77,317</b>     | <b>637,685</b> |
| Net profit for the reporting period                        | -              | -             | -              | 58,337            | 58,337         |
| <b>Total comprehensive income for the reporting period</b> | <b>-</b>       | <b>-</b>      | <b>-</b>       | <b>58,337</b>     | <b>58,337</b>  |
| Dividend for the year 2019                                 | -              | -             | -              | (38,402)          | (38,402)       |
| Valuation of share-based payment plan                      | -              | -             | 334            | -                 | 334            |
| <b>As at 31 December 2020</b>                              | <b>518,942</b> | <b>38,825</b> | <b>2,935</b>   | <b>97,253</b>     | <b>657,955</b> |
|                                                            |                |               |                |                   |                |
| <b>As at 1 January 2020</b>                                | <b>518,942</b> | <b>38,825</b> | <b>2,601</b>   | <b>77,317</b>     | <b>637,685</b> |
| Net profit for the reporting period                        | -              | -             | -              | 45,664            | 45,664         |
| <b>Total comprehensive income for the reporting period</b> | <b>-</b>       | <b>-</b>      | <b>-</b>       | <b>45,664</b>     | <b>45,664</b>  |
| Dividend for the year 2019                                 | -              | -             | -              | (38,402)          | (38,402)       |
| Valuation of share-based payment plan                      | -              | -             | 334            | -                 | 334            |
| <b>As at 30 September 2020</b>                             | <b>518,942</b> | <b>38,825</b> | <b>2,935</b>   | <b>84,579</b>     | <b>645,281</b> |

## Interim Condensed Statement of Cash Flows

### Asseco South Eastern Europe S.A.

|                                                                                         | 9 months ended<br>30 Sept. 2021<br>PLN'000 | 9 months ended<br>30 Sept. 2020<br>PLN'000 |
|-----------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>Cash flows – operating activities</b>                                                |                                            |                                            |
| Pre-tax profit                                                                          | 89,713                                     | 48,869                                     |
| <b>Total adjustments:</b>                                                               | <b>(84,046)</b>                            | <b>(46,878)</b>                            |
| Depreciation and amortization                                                           | 593                                        | 495                                        |
| Change in receivables                                                                   | (535)                                      | (3,228)                                    |
| Change in liabilities, accruals and provisions                                          | 582                                        | 917                                        |
| Interest income/expenses                                                                | (616)                                      | (1,364)                                    |
| Gain/loss on foreign currency translation differences                                   | (762)                                      | (1,344)                                    |
| Gain/loss on investing activities                                                       | (83,308)                                   | (42,694)                                   |
| Valuation of share-based payment plan                                                   | -                                          | 334                                        |
| Other                                                                                   | -                                          | 6                                          |
| <b>Selected operating cash flows</b>                                                    | <b>75,421</b>                              | <b>35,513</b>                              |
| Sale of shares in subsidiaries                                                          | -                                          | 2,005                                      |
| Acquisition of shares in related entities                                               | (4,932)                                    | (6,857)                                    |
| Dividends received                                                                      | 80,353                                     | 40,365                                     |
| <b>Cash generated from operating activities</b>                                         | <b>81,088</b>                              | <b>37,504</b>                              |
| (Corporate income tax paid)                                                             | (1,647)                                    | (1,490)                                    |
| <b>Net cash provided by (used in) operating activities</b>                              | <b>79,441</b>                              | <b>36,014</b>                              |
| <b>Cash flows – investing activities</b>                                                |                                            |                                            |
| <b>Inflows:</b>                                                                         | <b>5,199</b>                               | <b>7,643</b>                               |
| Disposal of property, plant and equipment, and intangible assets                        | 139                                        | 1                                          |
| Disposal/settlement of financial assets carried at fair value through profit or loss    | -                                          | 4                                          |
| Loans collected                                                                         | 4,195                                      | 6,069                                      |
| Interest received                                                                       | 865                                        | 1,569                                      |
| <b>Outflows:</b>                                                                        | <b>(28,831)</b>                            | <b>(830)</b>                               |
| Acquisition of property, plant and equipment, and intangible assets                     | (1,075)                                    | (174)                                      |
| Acquisition/settlement of financial assets carried at fair value through profit or loss | -                                          | (365)                                      |
| Loans granted                                                                           | (27,756)                                   | (291)                                      |
| <b>Net cash provided by (used in) investing activities</b>                              | <b>(23,632)</b>                            | <b>6,813</b>                               |
| <b>Cash flows – financing activities</b>                                                |                                            |                                            |
| <b>Inflows:</b>                                                                         | <b>6,913</b>                               | <b>-</b>                                   |
| Proceeds from bank loans and borrowings                                                 | 6,913                                      | -                                          |
| <b>Outflows:</b>                                                                        | <b>(58,353)</b>                            | <b>(46,741)</b>                            |
| Dividends paid out                                                                      | (51,895)                                   | (38,402)                                   |
| Repayments of bank loans                                                                | (6,185)                                    | (7,994)                                    |
| Payments of lease liabilities                                                           | (92)                                       | (87)                                       |
| Interest paid                                                                           | (181)                                      | (258)                                      |
| <b>Net cash provided by (used in) financing activities</b>                              | <b>(51,440)</b>                            | <b>(46,741)</b>                            |
| <b>Net change in cash and cash equivalents</b>                                          | <b>4,369</b>                               | <b>(3914)</b>                              |
| Net foreign currency translation differences                                            | 14,491                                     | 11,044                                     |
| Cash and cash equivalents as at 1 January                                               | -                                          | -                                          |
| <b>Cash and cash equivalents as at 30 September</b>                                     | <b>18,860</b>                              | <b>7,130</b>                               |

This quarterly report has been approved for publication by the Management Board of Asseco South Eastern Europe S.A. on 27 October 2021.

## Management Board:

Piotr Jeleński      President  
of the Management Board

Miljan Mališ Member  
of the Management Board

Michał Nitka Member  
of the Management Board

Kostadin Slavkoski Member  
of the Management Board

# Technology for business, solutions for people.

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