



**REPORT OF ASSECO SOUTH EASTERN EUROPE GROUP  
FOR THE PERIOD OF 6 MONTHS  
ENDED 30 JUNE 2013**

**INTERIM CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS  
OF ASSECO SOUTH EASTERN EUROPE GROUP  
INCLUDING THE REPORT FROM A REVIEW  
BY INDEPENDENT CERTIFIED AUDITORS**

**Rzeszów, 7 August 2013**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
OF ASSECO SOUTH EASTERN EUROPE GROUP  
INCLUDING THE REPORT OF INDEPENDENT CERTIFIED AUDITORS  
FOR THE PERIOD OF 6 MONTHS ENDED 30 JUNE 2013**

**Table of contents**

**Page**

FINANCIAL HIGHLIGHTS ASSECO SOUTH EASTERN EUROPE GROUP .....	4
INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT .....	5
INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME .....	5
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION .....	6
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY .....	7
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS .....	8
SUPPLEMENTARY INFORMATION AND EXPLANATORY NOTES .....	9
I. GENERAL INFORMATION .....	9
II. ORGANIZATIONAL STRUCTURE OF ASSECO SOUTH EASTERN EUROPE GROUP .....	9
III. EFFECTS OF CHANGES IN THE ORGANIZATIONAL STRUCTURE .....	10
IV. ACCOUNTING POLICIES APPLIED WHEN PREPARING THE CONSOLIDATED FINANCIAL STATEMENTS .....	10
1. Basis for preparation of interim condensed consolidated financial statements .....	10
2. Compliance statement .....	10
3. Significant accounting policies .....	11
4. Functional currency and reporting currency .....	12
5. Changes in estimates .....	12
6. Professional judgement .....	12
7. Seasonal nature of business .....	12
8. Changes in the presentation principles applied .....	12
9. Change in the comparable data .....	13
10. Changes in the accounting policies applied .....	14
11. Corrections of material errors .....	14
V. INFORMATION ON OPERATING SEGMENTS .....	14
VI. EXPLANATORY NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS .....	16
1. Breakdown of sales revenues .....	16
2. Surplus of revenues over third-party costs .....	16
3. Breakdown of operating costs .....	16
4. Other operating income and expenses .....	17
5. Financial income and expenses .....	17
6. Corporate income tax .....	18
7. Earnings per share .....	18
8. Information on dividends paid out or declared .....	19
9. Property, plant and equipment, and intangible assets .....	19
10. Goodwill arising from consolidation .....	19
11. Inventories .....	21
12. Short-term receivables .....	21
13. Financial assets held to maturity and financial assets carried at fair value .....	21
14. Cash and short-term deposits .....	22
15. Prepayments and accrued income .....	22
16. Long-term and short-term financial liabilities .....	22
17. Interest-bearing bank loans and borrowings .....	22
18. Short-term trade payables and other liabilities .....	23
19. Accruals and deferred income .....	23
20. Contingent liabilities and receivables .....	24
21. Employment .....	24
22. Information on related parties .....	24
23. Financial instruments .....	25
24. Capital management .....	25
25. Hedges of cash flows .....	25
26. Objectives and principles of financial risk management .....	25
27. Significant events after the balance sheet date .....	26
28. Significant events related to prior years .....	26

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
OF ASSECO SOUTH EASTERN EUROPE GROUP  
INCLUDING THE REPORT OF INDEPENDENT CERTIFIED AUDITORS  
FOR THE PERIOD OF 6 MONTHS ENDED 30 JUNE 2013**

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

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

Piotr Jeleński	President of the Management Board
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Hatice Ayas	Member of the Management Board
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Calin Barseti	Member of the Management Board
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Miljan Mališ	Member of the Management Board
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Miodrag Mirčetić	Member of the Management Board
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Dražen Pehar	Member of the Management Board
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Marcin Rulnicki	Member of the Management Board
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**FINANCIAL HIGHLIGHTS  
ASSECO SOUTH EASTERN EUROPE GROUP**

	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)
	PLN '000	PLN '000	EUR '000	EUR '000
I. Sales revenues	213,921	221,774	50,765	52,496
II. Operating profit	18,894	24,466	4,484	5,791
III. Pre-tax profit	20,315	26,470	4,821	6,266
IV. Net profit for the reporting period	15,145	23,630	3,594	5,593
V. Net profit attributable to Shareholders of the Parent Company	<b>15,182</b>	<b>23,704</b>	<b>3,603</b>	<b>5,611</b>
VI. Net cash provided by (used in) operating activities	4,124	29,931	979	7,085
VII. Net cash provided by (used in) investing activities	(16,660)	(12,179)	(3,954)	(2,883)
VIII. Net cash provided by (used in) financing activities	37	(481)	9	(114)
IX. Cash and cash equivalents at the end of period	65,002	114,713	15,015	26,920
X. Basic earnings per ordinary share for the reporting period attributable to Shareholders of the Parent Company (in PLN/EUR)	0.29	0.46	0.07	0.11
XI. Diluted earnings per ordinary share for the reporting period attributable to Shareholders of the Parent Company (in PLN/EUR)	0.29	0.46	0.07	0.11

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

- items of the interim condensed consolidated income statement and statement of cash flows were 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 2013 to 30 June 2013: EUR 1 = PLN 4.21395
  - for the period from 1 January 2012 to 30 June 2012: EUR 1 = PLN 4.22460
- 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 June 2013: EUR 1 = PLN 4.3292
  - exchange rate effective on 30 June 2012: EUR 1 = PLN 4.2613

**INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT**

	Note	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
<b>Sales revenues</b>	1	<b>112,954</b>	<b>213,921</b>	<b>116,496</b>	<b>221,774</b>
Cost of goods and third-party services sold (-)	3	(49,381)	(88,898)	(51,582)	(96,357)
<b>Surplus of revenues over third-party costs</b>	2	<b>63,573</b>	<b>125,023</b>	<b>64,914</b>	<b>125,417</b>
Production costs (-)	3	(36,690)	(71,121)	(33,486)	(65,794)
Distribution costs (-)	3	(9,523)	(18,423)	(10,421)	(18,776)
General administrative expenses (-)	3	(9,180)	(17,460)	(8,851)	(16,369)
<b>Net profit on sales</b>		<b>8,180</b>	<b>18,019</b>	<b>12,156</b>	<b>24,478</b>
Other operating income	4	1,026	1,262	396	610
Other operating expenses (-)	4	(169)	(387)	(434)	(622)
<b>Operating profit</b>		<b>9,037</b>	<b>18,894</b>	<b>12,118</b>	<b>24,466</b>
Financial income	5	1,331	2,463	1,669	3,767
Financial expenses (-)	5	(454)	(1,042)	(1,171)	(1,763)
<b>Pre-tax profit</b>		<b>9,914</b>	<b>20,315</b>	<b>12,616</b>	<b>26,470</b>
Corporate income tax (current and deferred tax expense)	6	(2,565)	(5,170)	(1,640)	(2,840)
<b>Net profit for the reporting period</b>		<b>7,349</b>	<b>15,145</b>	<b>10,976</b>	<b>23,630</b>
Attributable to:					
<b>Shareholders of the Parent Company</b>		<b>7,374</b>	<b>15,182</b>	<b>10,996</b>	<b>23,704</b>
Non-controlling interests		(25)	(37)	(20)	(74)
<b>Consolidated earnings per share for the reporting period attributable to Shareholders of ASECO S.A. (in PLN):</b>					
Basic consolidated earnings per share from continuing operations for the reporting period	Z	0.14	0.29	0.21	0.46
Diluted consolidated earnings per share from continuing operations for the reporting period	Z	0.14	0.29	0.21	0.46

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
<b>Net profit for the reporting period</b>	<b>7,349</b>	<b>15,145</b>	<b>10,976</b>	<b>23,630</b>
<b>Other comprehensive income, of which:</b>	<b>13,756</b>	<b>33,037</b>	<b>6,659</b>	<b>(48,453)</b>
Components that may be reclassified to profit or loss	13,756	33,037	6,659	(48,453)
Exchange differences on translation of foreign operations	13,756	33,037	6,659	(48,453)
<b>TOTAL COMPREHENSIVE INCOME FOR THE REPORTING PERIOD</b>	<b>21,105</b>	<b>48,182</b>	<b>17,635</b>	<b>(24,823)</b>
Attributable to:				
Shareholders of the Parent Company	21,146	48,253	17,654	(24,752)
Non-controlling interests	(41)	(71)	(19)	(71)

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

<b>ASSETS</b>	<b>Note</b>	<b>30 June 2013</b>	<b>31 Dec. 2012</b>
		(unaudited)	(restated)
<b>Non-current assets</b>		<b>577,547</b>	<b>541,123</b>
Property, plant and equipment	<u>9</u>	25,966	20,410
Investment property		821	774
Intangible assets	<u>9</u>	32,373	26,786
Goodwill arising from consolidation	<u>10</u>	513,970	488,031
Investments in subsidiary companies		12	11
Financial assets available for sale		113	104
Long-term loans		141	188
Long-term receivables		321	336
Deferred income tax assets		2,821	3,901
Long-term prepayments and accrued income	<u>15</u>	1,009	582
<b>Current assets</b>		<b>243,101</b>	<b>218,717</b>
Inventories	<u>11</u>	23,606	16,331
Prepayments and accrued income	<u>15</u>	7,871	6,675
Trade receivables	<u>12</u>	88,232	74,428
Corporate income tax receivable		1,597	1,367
Other receivables from the state and local budgets		1,326	1,394
Receivables arising from valuation of IT contracts		17,503	12,480
Other receivables	<u>12</u>	13,696	10,602
Financial assets available for sale		26	25
Financial assets held to maturity	<u>13</u>	14,778	21,071
Financial assets carried at fair value through profit or loss	<u>13</u>	9,448	23
Short-term loans		16	168
Cash and short-term deposits	<u>14</u>	65,002	74,153
<b>TOTAL ASSETS</b>		<b>820,648</b>	<b>759,840</b>

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

<b>EQUITY AND LIABILITIES</b>	<b>Note</b>	<b>30 June 2013</b>	<b>31 Dec. 2012</b>
		(unaudited)	(restated)
<b>Equity (attributable to shareholders of the Parent Company)</b>		<b>670,872</b>	<b>664,672</b>
Share capital		518,942	518,942
Share premium		38,825	38,825
Exchange differences on translation of foreign operations		(30,785)	(63,856)
Retained earnings and current net profit		143,890	170,761
<b>Non-controlling interests</b>		<b>163</b>	<b>181</b>
<b>Total equity</b>		<b>671,035</b>	<b>664,853</b>
<b>Non-current liabilities</b>		<b>6,904</b>	<b>5,838</b>
Interest-bearing bank loans and borrowings	<u>17</u>	1,702	24
Deferred income tax provisions		2,106	2,527
Long-term provisions		1,126	1,446
Long-term financial liabilities	<u>16</u>	853	741
Long-term deferred income	<u>19</u>	1,088	1,094
Other long-term liabilities		29	6
<b>Current liabilities</b>		<b>142,709</b>	<b>89,149</b>
Interest-bearing bank loans and borrowings	<u>17</u>	775	489
Trade payables	<u>18</u>	45,196	31,839
Corporate income tax payable	<u>18</u>	867	1,199
Other liabilities to the state and local budgets	<u>18</u>	9,125	11,153
Financial liabilities	<u>16</u>	42,214	1,974
Liabilities arising from valuation of IT contracts		1,425	2,966
Other liabilities	<u>18</u>	13,343	13,513
Short-term provisions		2,522	3,834
Deferred income	<u>19</u>	11,500	8,502
Accruals	<u>19</u>	15,742	13,680
<b>TOTAL LIABILITIES</b>		<b>149,613</b>	<b>94,987</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>820,648</b>	<b>759,840</b>

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

for the period of 6 months ended 30 June 2013

	Share capital	Share premium	Exchange differences on translation of foreign operations	Retained earnings and current net profit	Equity attributable to shareholders of the Parent Company	Non-controlling interests	Total equity
<b>As at 1 January 2013</b>	<b>518,942</b>	<b>38,825</b>	<b>(63,856)</b>	<b>170,761</b>	<b>664,672</b>	<b>181</b>	<b>664,853</b>
Net profit (loss) for the reporting period	-	-	-	15,182	<b>15,182</b>	(37)	<b>15,145</b>
Other comprehensive income	-	-	33,071	-	<b>33,071</b>	(34)	<b>33,037</b>
<b>Total comprehensive income for the reporting period</b>	<b>-</b>	<b>-</b>	<b>33,071</b>	<b>15,182</b>	<b>48,253</b>	<b>(71)</b>	<b>48,182</b>
<b>Changes in the Group structure, of which:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>34</b>	<b>34</b>
Acquisition of shares in a subsidiary	-	-	-	-	-	34	<b>34</b>
Recognition of financial result attributable to non-controlling interests	-	-	-	(19)	<b>(19)</b>	19	-
Dividend	-	-	-	(42,034)	<b>(42,034)</b>	-	<b>(42,034)</b>
<b>As at 30 June 2013 (unaudited)</b>	<b>518,942</b>	<b>38,825</b>	<b>(30,785)</b>	<b>143,890</b>	<b>670,872</b>	<b>163</b>	<b>671,035</b>

for the period of 6 months ended 30 June 2012

	Share capital	Share premium	Exchange differences on translation of foreign operations	Retained earnings and current net profit	Equity attributable to shareholders of the Parent Company	Non-controlling interests	Total equity
<b>As at 1 January 2012</b>	<b>518,942</b>	<b>38,825</b>	<b>8,579</b>	<b>139,465</b>	<b>705,811</b>	-	<b>705,811</b>
Net profit (loss) for the reporting period	-	-	-	23,704	<b>23,704</b>	(74)	<b>23,630</b>
Other comprehensive income	-	-	(48,456)	-	<b>(48,456)</b>	3	<b>(48,453)</b>
<b>Total comprehensive income for the reporting period</b>	<b>-</b>	<b>-</b>	<b>(48,456)</b>	<b>23,704</b>	<b>(24,752)</b>	<b>(71)</b>	<b>(24,823)</b>
Recognition of financial result attributable to non-controlling interests	-	-	-	-	-	71	<b>71</b>
Dividend	-	-	-	(18,682)	<b>(18,682)</b>	-	<b>(18,682)</b>
<b>As at 30 June 2012 (unaudited)</b>	<b>518,942</b>	<b>38,825</b>	<b>(39,877)</b>	<b>144,487</b>	<b>662,377</b>	-	<b>662,377</b>

for the period of 12 months ended 31 December 2012

	Share capital	Share premium	Exchange differences on translation of foreign operations	Retained earnings and current net profit	Equity attributable to shareholders of the Parent Company	Non-controlling interests	Total equity
<b>As at 1 January 2012</b>	<b>518,942</b>	<b>38,825</b>	<b>8,579</b>	<b>139,465</b>	<b>705,811</b>	-	<b>705,811</b>
Net profit (loss) for the reporting period	-	-	-	49,626	<b>49,626</b>	(39)	<b>49,587</b>
Other comprehensive income	-	-	(72,435)	-	<b>(72,435)</b>	1	<b>(72,434)</b>
<b>Total comprehensive income for the reporting period</b>	<b>-</b>	<b>-</b>	<b>(72,435)</b>	<b>49,626</b>	<b>(22,809)</b>	<b>(38)</b>	<b>(22,847)</b>
<b>Changes in the Group structure, of which:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>149</b>	<b>149</b>
Acquisition of shares in a subsidiary	-	-	-	-	-	149	<b>149</b>
Recognition of financial result attributable to non-controlling interests	-	-	-	(70)	<b>(70)</b>	70	-
Change in valuation of liabilities under put options of non-controlling shareholders	-	-	-	422	<b>422</b>	-	<b>422</b>
Dividend	-	-	-	(18,682)	<b>(18,682)</b>	-	<b>(18,682)</b>
<b>As at 31 December 2012 (restated)</b>	<b>518,942</b>	<b>38,825</b>	<b>(63,856)</b>	<b>170,761</b>	<b>664,672</b>	<b>181</b>	<b>664,853</b>

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Note	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)
<b>Cash flows - operating activities</b>			
Pre-tax profit		20,315	26,470
<b>Total adjustments:</b>		<b>(11,087)</b>	<b>5,978</b>
Depreciation and amortization		6,762	5,078
Change in inventories		(6,075)	(13,738)
Change in receivables		(13,477)	10,949
Change in liabilities		2,631	9,057
Change in prepayments and accruals		2,582	(2,981)
Change in provisions		(1,856)	(1,294)
Interest income and expenses		(1,148)	(897)
Gain (loss) on foreign exchange differences		(341)	(30)
Gain (loss) on investing activities		(186)	(507)
Other		21	341
<b>Net cash generated from operating activities</b>		<b>9,228</b>	<b>32,448</b>
Corporate income tax paid		(5,104)	(2,517)
<b>Net cash provided by (used in) operating activities</b>		<b>4,124</b>	<b>29,931</b>
<b>Cash flows - investing activities</b>			
Disposal of property, plant and equipment and intangible assets		605	126
Acquisition of property, plant and equipment and intangible assets		(8,878)	(7,789)
Expenditures for development projects		(6,621)	(3,053)
Acquisition of subsidiary companies		(470)	-
Cash and cash equivalents of subsidiary companies acquired		152	-
Disposal of financial assets carried at fair value through profit or loss		-	10,299
Acquisition of financial assets carried at fair value through profit or loss		(9,500)	(163)
Disposal of financial assets held to maturity		10,296	4,090
Acquisition of assets held to maturity		(3,300)	(16,816)
Loans collected (granted)		208	194
Interest received		847	955
Other		1	(22)
<b>Net cash provided by (used in) investing activities</b>		<b>(16,660)</b>	<b>(12,179)</b>

	Note	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)
<b>Cash flows - financing activities</b>			
Proceeds from (repayments of) bank loans and borrowings		1,934	(133)
Finance lease liabilities paid		(92)	(250)
Dividends paid out to former shareholders of a subsidiary		(1,759)	-
Interest paid		(46)	(98)
<b>Net cash provided by (used in) financing activities</b>		<b>37</b>	<b>(481)</b>
Net increase (decrease) in cash and cash equivalents		(12,499)	17,271
Net foreign exchange differences		3,328	(5,655)
Cash and cash equivalents as at 1 January		74,133	103,042
<b>Cash and cash equivalents as at 30 June</b>	<b>14</b>	<b>64,962</b>	<b>114,658</b>



**SUPPLEMENTARY INFORMATION AND  
EXPLANATORY NOTES**

**I. GENERAL INFORMATION**

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

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

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

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

business operations in the markets of Poland, South Eastern Europe, and Turkey.

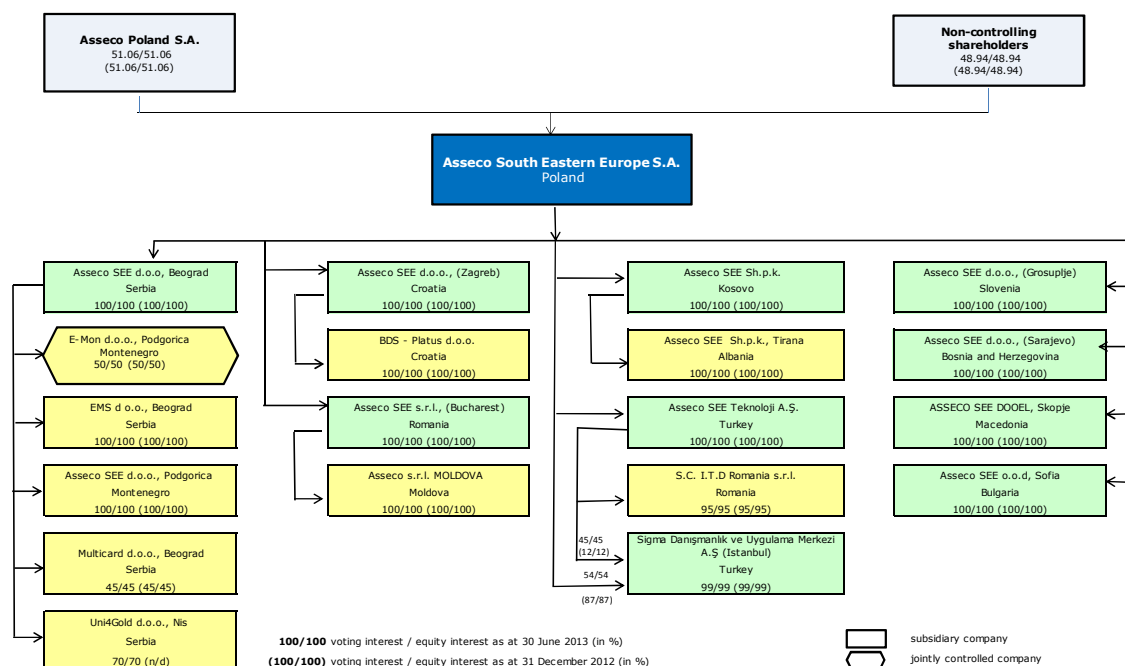
The Group's business profile and product portfolio have been described in detail in its annual report for the year 2012, which is available at the Issuer's website: [www.asseco.com/see](http://www.asseco.com/see).

These interim condensed consolidated financial statements cover the period of 6 months ended 30 June 2013 and contain comparable data for the period of 6 months ended 30 June 2012 in the case of the statement of comprehensive income, statement of changes in equity and statement of cash flows, as well as comparable data as at 31 December 2012 in the case of the statement of financial position. The income statement as well as notes to the income statement cover the period of 3 months ended 30 June 2013 and contain comparable data for the period of 3 months ended 30 June 2012; these data were not subject to a review by certified auditors.

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

These interim consolidated financial statements were approved for publication by the Management Board of ASEE S.A. on 7 August 2013.

**II. ORGANIZATIONAL STRUCTURE OF ASSECO SOUTH EASTERN EUROPE GROUP**



The chart above presents the structure of ASEE Group along with equity interests and voting interests at the general meetings of shareholders/partners as at 30 June 2013.

The parent of Asseco South Eastern Europe S.A. is Asseco Poland S.A. (the higher-level parent company). As at 30 June 2013, Asseco Poland S.A. held a 51.06% stake in the share capital of ASEE S.A.

Within the Group's organizational structure, the company of E-Mon Montenegro is treated as a jointly controlled company and therefore consolidated under the proportionate method.

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

With regard to the call options embedded in the agreement for the acquisition of Multicard Serbia under which ASEE Serbia is entitled to buy out the remaining non-controlling interests, the company of Multicard Serbia is treated as a subsidiary and is subject to full consolidation.

Both as at 30 June 2013 and 31 December 2012, voting interests the Group was entitled to exercise in its subsidiary companies were proportional to the Group's equity interests in these entities.

### **III. EFFECTS OF CHANGES IN THE ORGANIZATIONAL STRUCTURE**

During the period of 6 months ended 30 June 2013, the organizational structure of ASEE Group changed as follows:

#### **Sale of shares in Sigma Turkey to ASEE Turkey**

On 6 May 2013, ASEE S.A. sold a 38.22% stake of shares it held in Sigma Turkey to ASEE Turkey. Following this transaction, the Group's total shareholding in the company of Sigma Turkey remained unchanged at the level of 98.68%. The said transaction had no impact on the consolidated financial statements of the Group.

#### **Acquisition of Uni4Gold Serbia by ASEE Serbia**

On 30 April 2013, ASEE Serbia acquired a 70% stake in the company of Uni4Gold Serbia for EUR 112 thousand. The acquired company is engaged in the development of financial sector software.

### **IV. ACCOUNTING POLICIES APPLIED WHEN PREPARING THE CONSOLIDATED FINANCIAL STATEMENTS**

#### **1. Basis for preparation of interim condensed consolidated financial statements**

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

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

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

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

#### **2. Compliance statement**

These interim condensed consolidated financial statements have been prepared in conformity with the International Financial Reporting Standards adopted by the European Union ("IFRS") and, in particular, in accordance with the International Accounting Standard 34. As at the date of approving these financial statements for publication, given the ongoing process of implementation of IFRS standards in the EU as well as the nature of the Group's operations, within the scope of accounting policies applied by the Group, there are differences between the International Financial Reporting Standards and the International Financial Reporting Standards adopted by the European Union. The Company took advantage of the option, which is given to adopters of the International Financial Reporting Standards adopted by the EU, to apply the IFRS 10, IFRS 11, IFRS 12, and amended IAS 27 and IAS 28 only for annual periods beginning on or after 1 January 2014.

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 the IFRS.

### **3. Significant accounting policies**

The major accounting policies adopted by ASEE Group have been described in the consolidated financial statements for the year ended 31 December 2012, which were published on 20 February 2013 and are available at the Issuer's website: [www.asseco.com/see](http://www.asseco.com/see). These interim condensed consolidated financial statements do not include all the information and disclosures required for annual consolidated financial statements and therefore they should be read together with the Group's consolidated financial statements for the year ended 31 December 2012. The accounting policies adopted for drawing up this report are coherent with those applied for preparation of the Group's consolidated financial statements for the year ended 31 December 2012, except for applying the amendments to standards and new interpretations effective for annual periods beginning on or after 1 January 2013.

- The first phase of IFRS 9 *Financial Instruments: Classification and Measurement* – effective for annual periods beginning on or after 1 January 2015 – not adopted by the EU till the date of approval of these financial statements. In the following phases, the International Accounting Standards Board deals with hedge accounting and impairment. Application of the first phase of IFRS 9 will affect the classification and measurement of the Group's financial assets. The Group is going to assess the impact of the first phase in conjunction with the consecutive phases when they are published, in order to ensure a coherent picture;
- IFRS 10 *Consolidated Financial Statements* – effective for annual periods beginning on or after 1 January 2013 – to be applied in the EU at the latest for annual periods beginning on or after 1 January 2014. The Company has decided to apply this IFRS starting from the annual period beginning on 1 January 2014;
- IFRS 11 *Joint Arrangements* – effective for annual periods beginning on or after 1 January 2013 – to be applied in the EU at the latest for annual periods beginning on or after 1 January 2014. The Company has decided to apply this IFRS starting from the annual period beginning on 1 January 2014;
- IFRS 12 *Disclosure of Interests in Other Entities* – effective for annual periods beginning on or after 1 January 2013 – to be applied in the EU at the latest for annual periods beginning on or after 1 January 2014. The Company has decided to apply this IFRS starting from the annual period beginning on 1 January 2014;
- Amendments of IFRS 10, IFRS 11 and IFRS 12 *Transitional Provisions* – effective for annual periods beginning on or after 1 January 2013 – to be applied in the EU at the latest for annual periods beginning on or after 1 January 2014;
- IAS 27 *Separate Financial Statements* – effective for annual periods beginning on or after 1 January 2013 – to be applied in the EU at the latest for annual periods beginning on or after 1 January 2014. The Company has decided to apply the amended IAS starting from the annual period beginning on 1 January 2014;
- IAS 28 *Investments in Associates and Joint Ventures* – effective for annual periods beginning on or after 1 January 2013 – to be applied in the EU at the latest for annual periods beginning on or after 1 January 2014. The Company has decided to apply the amended IAS starting from the annual period beginning on 1 January 2014;
- Amendments to IAS 32 *Financial Instruments: Presentation: Offsetting of Financial Assets and Financial Liabilities* – effective for annual periods beginning on or after 1 January 2014;
- Amendments to IFRS 10, IFRS 12 and IAS 27 *Investment Entities* (published on 31 October 2012) – effective for annual periods beginning on or after 1 January 2014 – not adopted by the EU till the date of approval of these financial statements;

- IFRIC 21 *Levies* – effective for annual periods beginning on or after 1 January 2014 – not adopted by the EU till the date of approval of these financial statements;
- Amendments to IAS 36 *Recoverable Amount Disclosures for Non-Financial Assets* (published on 29 May 2013) – effective for annual periods beginning on or after 1 January 2014 – not adopted by the EU till the date of approval of these financial statements;
- Amendments to IAS 39 *Novation of Derivatives and Continuation of Hedge Accounting* (published on 27 June 2013) – effective for annual periods beginning on or after 1 January 2014 – not adopted by the EU till the date of approval of these financial statements.

#### **4. Functional currency and reporting currency**

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

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

#### **5. Changes in estimates**

In the period of 6 months ended 30 June 2013, our approach to making estimates was not subject to any substantial change.

#### **6. Professional judgement**

Preparing consolidated financial statements in accordance with IFRS requires making estimates and assumptions which impact the data disclosed in such financial statements. Despite the estimates and assumptions have been adopted based on the Group's management best knowledge on the current activities and occurrences, the actual results may differ from those anticipated. The main areas which, in the process of applying the accounting policies, were largely subject to the management's professional judgement remained unchanged as compared with their description presented in the annual financial statements for the year 2012.

#### **7. Seasonal nature of business**

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

#### **8. Changes in the presentation principles applied**

In the reporting period we have changed the layout of items disclosed in the consolidated income statement. This change involved the introduction of two additional lines, i.e. *cost of goods and third-party services sold*, and *production costs*. Up until now, both the items were disclosed in aggregate, in a single line as the cost of sales. We have also ceased to present the *gross profit on sales* which was calculated by deducting the cost of sales from sales revenues. Furthermore, we have introduced a new subtotal representing the *surplus of revenues over third-party costs* which is calculated by deducting the cost of goods and third-party services sold from sales revenues. The *surplus of revenues over third-party costs* is not a standard line defined by the IFRS. This amount is an indicator used by the Group to plan and measure its operating performance. Such changes have been made in order to harmonize the presentation of data with the management approach, to increase their usefulness for understanding of our financial performance, as well as to facilitate the projection of financial results.

Apart from those described above, we have not introduced any other presentation changes in the reporting period.

## 9. Change in the comparable data

As a result of fair value measurement of assets and liabilities of Sigma Turkey, the Group's balance sheet data as at 31 December 2012 have been changed retrospectively. ASEE Group acquired a 98.68% stake in Sigma Turkey on 14 September 2012. The process of fair value measurement of assets and liabilities of the acquired company, carried out as part of the purchase price allocation, was not completed in 2012. Therefore, goodwill arising from the purchase of shares in Sigma Turkey, which was recognized in the consolidated financial statements as at

31 December 2012, was estimated on the basis of provisional values of identifiable assets, liabilities and contingent liabilities. In 2013, such estimated value of goodwill was changed due to the recognition of an additional liability relating to a contract executed by Sigma Turkey before being taken over by ASEE S.A. The valuation process will be completed in the 3<sup>rd</sup> quarter of 2013. The table below presents the changes which were introduced to the Group's balance sheet data as at 31 December 2012.

<b>ASSETS</b>	<b>Balance sheet for the year ended 31 Dec. 2012 (audited)</b>	<b>Changes resulting from purchase price allocation as at 31 Dec. 2012</b>	<b>Restated balance sheet as at 31 Dec. 2012 (restated)</b>
<b>Non-current assets</b>	<b>540,203</b>	<b>920</b>	<b>541,123</b>
Property, plant and equipment	20,410	-	20,410
Investment property	774	-	774
Intangible assets	26,786	-	26,786
Goodwill arising from consolidation	487,111	920	488,031
Investments in subsidiary companies	11	-	11
Financial assets available for sale	104	-	104
Long-term loans	188	-	188
Long-term receivables	336	-	336
Deferred income tax assets	3,901	-	3,901
Long-term prepayments and accrued income	582	-	582
<b>Current assets</b>	<b>218,717</b>	<b>-</b>	<b>218,717</b>
Inventories	16,331	-	16,331
Prepayments and accrued income	6,675	-	6,675
Trade receivables	74,428	-	74,428
Corporate income tax receivable	1,367	-	1,367
Other receivables from the state and local budgets	1,394	-	1,394
Receivables arising from valuation of IT contracts	12,480	-	12,480
Other receivables	10,602	-	10,602
Financial assets available for sale	25	-	25
Financial assets held to maturity	21,071	-	21,071
Financial assets carried at fair value through profit or loss	23	-	23
Short-term loans	168	-	168
Cash and short-term deposits	74,153	-	74,153
<b>TOTAL ASSETS</b>	<b>758,920</b>	<b>920</b>	<b>759,840</b>

<b>EQUITY AND LIABILITIES</b>	<b>Balance sheet for the year ended 31 Dec. 2012 (audited)</b>	<b>Changes resulting from purchase price allocation as at 31 Dec. 2012</b>	<b>Restated balance sheet as at 31 Dec. 2012 (restated)</b>
<b>Equity (attributable to shareholders of the Parent Company)</b>	<b>664,672</b>	<b>-</b>	<b>664,672</b>
Share capital	518,942	-	518,942
Share premium	38,825	-	38,825
Exchange differences on translation of foreign operations	(63,856)	-	(63,856)
Retained earnings and current net profit	170,761	-	170,761
<b>Non-controlling interests</b>	<b>181</b>	<b>-</b>	<b>181</b>
<b>Total equity</b>	<b>664,853</b>	<b>-</b>	<b>664,853</b>
<b>Non-current liabilities</b>	<b>5,838</b>	<b>-</b>	<b>5,838</b>
Interest-bearing bank loans and borrowings	24	-	24
Deferred income tax provisions	2,527	-	2,527
Long-term provisions	1,446	-	1,446
Long-term financial liabilities	741	-	741
Long-term deferred income	1,094	-	1,094
Other long-term liabilities	6	-	6
<b>Current liabilities</b>	<b>88,229</b>	<b>920</b>	<b>89,149</b>
Interest-bearing bank loans and borrowings	489	-	489
Trade payables	31,839	-	31,839
Corporate income tax payable	1,199	-	1,199
Other liabilities to the state and local budgets	11,153	-	11,153
Financial liabilities	1,974	-	1,974
Liabilities arising from valuation of IT contracts	2,966	-	2,966
Other liabilities	12,593	920	13,513
Short-term provisions	3,834	-	3,834
Deferred income	8,502	-	8,502
Accruals	13,680	-	13,680
<b>TOTAL LIABILITIES</b>	<b>94,067</b>	<b>920</b>	<b>94,987</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>758,920</b>	<b>920</b>	<b>759,840</b>

## 10. Changes in the accounting policies applied

In the reporting period, the Group has not introduced any changes to the applied accounting policies, except for adopting the amendments to standards and new interpretations effective for annual periods beginning on or after 1 January 2013.

Likewise, the Group has not changed the method for valuation of financial instruments measured at fair value.

## 11. Corrections of material errors

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

## V. INFORMATION ON OPERATING SEGMENTS

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

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

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

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

The Payment Solutions segment provides IT systems for the settlement of internet credit card

payments as well as for fast and direct internet money transfers. This operating segment is also engaged in the sale and maintenance of ATMs and POS terminals as well as in the provision of related support services.

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

The Group's business profile and product portfolio have been described in detail in its financial statements for the year 2012.

For 6 months ended 30 June 2013 and as at 30 June 2013 in PLN thousands (unaudited)	Banking Solutions (I)	Payment Solutions (II)	Total Banking Business (I-II)	Systems Integration (III)	Unallocated	Eliminations / Reconcilia- tions	Total
<b>Sales revenues:</b>	<b>65,313</b>	<b>53,379</b>	<b>118,692</b>	<b>108,078</b>	<b>5,465</b>	<b>(18,314)</b>	<b>213,921</b>
Sales to external customers	57,646	50,644	108,290	105,631	-	-	213,921
Inter/intra segment sales	7,667	2,735	10,402	2,447	5,465	(18,314)	-
<b>Surplus of revenues over third-party costs</b>	<b>53,303</b>	<b>37,776</b>	<b>91,079</b>	<b>33,944</b>	-	-	<b>125,023</b>
Production costs (-)	(33,085)	(19,637)	(52,722)	(18,399)	-	-	(71,121)
Distribution costs (-)	(6,146)	(4,021)	(10,167)	(8,256)	-	-	(18,423)
General administrative expenses (-)	(7,342)	(5,303)	(12,645)	(4,815)	-	-	(17,460)
<b>Net profit on sales</b>	<b>6,730</b>	<b>8,815</b>	<b>15,545</b>	<b>2,474</b>	-	-	<b>18,019</b>
<b>Segment assets, of which:</b>	<b>255,237</b>	<b>153,036</b>	<b>408,273</b>	<b>292,703</b>	<b>119,672</b>	-	<b>820,648</b>
goodwill arising from consolidation	205,785	109,009	314,794	199,176	-	-	513,970
property, plant and equipment	5,556	13,116	18,672	6,867	427	-	25,966
intangible assets	19,869	4,213	24,082	8,044	247	-	32,373
trade receivables	11,068	15,503	26,571	61,661	-	-	88,232
receivables arising from valuation of IT contracts	12,711	-	12,711	4,792	-	-	17,503
inventories	248	11,195	11,443	12,163	-	-	23,606
other	-	-	-	-	118,998	-	118,998
<b>Segment expenditures for tangible and intangible assets</b>	<b>(6,184)</b>	<b>(6,671)</b>	<b>(12,855)</b>	<b>(2,789)</b>	<b>(149)</b>	-	<b>(15,793)</b>
of which for research and development	(5,182)	(668)	(5,850)	(958)	-	-	(6,808)

Assets that were not allocated to any operating segment as at 30 June 2013 included the following items: cash (PLN 65,002 thousand), receivables from the state and local budgets (PLN 2,923 thousand) and other receivables (PLN 13,696 thousand), deferred income tax assets (PLN 2,821 thousand), and other assets (PLN 34,556 thousand). The analysis of segments does not include revenues from management services provided by the Parent Company to its subsidiaries (which are eliminated in the consolidation process) nor any of the other operating expenses and income, financial expenses and income, or income taxes.



For 6 months ended 30 June 2013 in EUR thousands (unaudited)	Banking Solutions (I)	Payment Solutions (II)	Total Banking Business (I-II)	Systems Integration (III)	Unallocated	Eliminations / Reconcilia- tions	Total
<b>Sales revenues:</b>	<b>15,499</b>	<b>12,667</b>	<b>28,166</b>	<b>25,648</b>	<b>1,297</b>	<b>(4,346)</b>	<b>50,765</b>
Sales to external customers	13,680	12,018	25,698	25,067	-	-	50,765
Inter/intra segment sales	1,819	649	2,468	581	1,297	(4,346)	-
<b>Surplus of revenues over third-party costs</b>	<b>12,649</b>	<b>8,965</b>	<b>21,614</b>	<b>8,055</b>	-	-	<b>29,669</b>
Production costs (-)	(7,852)	(4,660)	(12,512)	(4,366)	-	-	(16,878)
Distribution costs (-)	(1,458)	(955)	(2,413)	(1,959)	-	-	(4,372)
General administrative expenses (-)	(1,742)	(1,258)	(3,000)	(1,143)	-	-	(4,143)
<b>Net profit on sales</b>	<b>1,597</b>	<b>2,092</b>	<b>3,689</b>	<b>587</b>	-	-	<b>4,276</b>

For 6 months ended 30 June 2012 in PLN thousands (unaudited)	Banking Solutions (I)	Payment Solutions (II)	Total Banking Business (I-II)	Systems Integration (III)	Unallocated	Eliminations / Reconcilia- tions	Total
<b>Sales revenues:</b>	<b>69,045</b>	<b>51,532</b>	<b>120,577</b>	<b>114,324</b>	<b>2,927</b>	<b>(16,054)</b>	<b>221,774</b>
Sales to external customers	60,384	50,650	111,034	110,740	-	-	221,774
Inter/intra segment sales	8,661	882	9,543	3,584	2,927	(16,054)	-
<b>Surplus of revenues over third-party costs</b>	<b>54,530</b>	<b>34,143</b>	<b>88,673</b>	<b>36,744</b>	-	-	<b>125,417</b>
Production costs (-)	(31,382)	(17,639)	(49,021)	(16,773)	-	-	(65,794)
Distribution costs (-)	(5,501)	(3,764)	(9,265)	(9,511)	-	-	(18,776)
General administrative expenses (-)	(6,977)	(4,621)	(11,598)	(4,771)	-	-	(16,369)
<b>Net profit on sales</b>	<b>10,670</b>	<b>8,119</b>	<b>18,789</b>	<b>5,689</b>	-	-	<b>24,478</b>
<b>Segment expenditures for tangible and intangible assets</b>	<b>(3,231)</b>	<b>(3,315)</b>	<b>(6,546)</b>	<b>(2,980)</b>	<b>(205)</b>	-	<b>(9,731)</b>
of which for research and development	(1,845)	(263)	(2,108)	(965)	-	-	(3,073)

For 6 months ended 30 June 2012 in EUR thousands (unaudited)	Banking Solutions (I)	Payment Solutions (II)	Total Banking Business (I-II)	Systems Integration (III)	Unallocated	Eliminations / Reconcilia- tions	Total
<b>Sales revenues:</b>	<b>16,344</b>	<b>12,198</b>	<b>28,542</b>	<b>27,061</b>	<b>693</b>	<b>(3,800)</b>	<b>52,496</b>
Sales to external customers	14,294	11,989	26,283	26,213	-	-	52,496
Inter/intra segment sales	2,050	209	2,259	848	693	(3,800)	-
<b>Surplus of revenues over third-party costs</b>	<b>12,908</b>	<b>8,082</b>	<b>20,990</b>	<b>8,697</b>	-	-	<b>29,687</b>
Production costs (-)	(7,428)	(4,175)	(11,603)	(3,971)	-	-	(15,574)
Distribution costs (-)	(1,302)	(891)	(2,193)	(2,251)	-	-	(4,444)
General administrative expenses (-)	(1,652)	(1,094)	(2,746)	(1,129)	-	-	(3,875)
<b>Net profit on sales</b>	<b>2,526</b>	<b>1,922</b>	<b>4,448</b>	<b>1,346</b>	-	-	<b>5,794</b>

As at 31 December 2012 in PLN thousands (restated)	Banking Solutions (I)	Payment Solutions (II)	Total Banking Business (I-II)	Systems Integration (III)	Unallocated	Eliminations / Reconcilia- tions	Total
<b>Segment assets, of which:</b>	<b>240,841</b>	<b>138,133</b>	<b>378,974</b>	<b>258,871</b>	<b>121,995</b>	-	<b>759,840</b>
goodwill arising from consolidation	194,684	104,156	298,840	189,191	-	-	488,031
property, plant and equipment	4,924	9,924	14,848	5,223	339	-	20,410
intangible assets	17,569	3,644	21,213	5,291	282	-	26,786
trade receivables	14,377	11,865	26,242	48,186	-	-	74,428
receivables arising from valuation of IT contracts	8,762	-	8,762	3,718	-	-	12,480
inventories	525	8,544	9,069	7,262	-	-	16,331
other	-	-	-	-	121,374	-	121,374

Assets that were not allocated to any operating segment as at 31 December 2012 included the following items: cash (PLN 74,153 thousand), receivables from the state and local budgets (PLN 2,761 thousand) and other receivables (PLN 10,602 thousand), deferred income tax assets (PLN 3,901 thousand), and other assets (PLN 29,957 thousand).

## VI. EXPLANATORY NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### 1. Breakdown of sales revenues

During the period of 6 months ended 30 June 2013 operating revenues were as follows:  
and in the comparable period last year,

Sales revenues by type of products	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Proprietary software and services	54,026	105,680	53,695	106,494
Third-party software and services	20,106	36,089	25,033	41,002
Hardware and infrastructure	38,822	72,152	37,768	74,278
	<b>112,954</b>	<b>213,921</b>	<b>116,496</b>	<b>221,774</b>

Sales revenues by sectors	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Banking and finance	76,743	140,786	78,246	146,894
Central and local administration	13,717	21,749	10,485	18,765
Public utilities	5,517	7,836	8,687	13,216
Telecommunications and media	7,599	17,315	9,032	14,592
Other enterprises	9,378	26,235	10,046	28,307
	<b>112,954</b>	<b>213,921</b>	<b>116,496</b>	<b>221,774</b>

### 2. Surplus of revenues over third-party costs

In the consolidated income statement for the reporting period, we have introduced a new line representing the surplus of revenues over third-party costs, which is calculated by deducting the cost of goods and third-party services sold from sales revenues. This reflects the amount of surplus remaining to cover the Group's own costs, including production costs, distribution costs, and general administrative expenses. This amount is one of the key indicators used by the Group to plan and measure its operating performance. It is characterized by a greater degree of comparability

and stability than revenues, especially in the segment of Systems Integration, where fluctuations in sales have a lower impact on the operating profit basically due to low margins realized.

The *surplus of revenues over third-party costs* is not a standard metric and has not been defined by the IFRS. Understanding and the method of calculating this indicator may vary depending on the approach taken by individual entities.

### 3. Breakdown of operating costs

	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Materials and energy used (-)	(1,700)	(3,135)	(1,118)	(2,394)
Third-party services (-)	(12,357)	(23,776)	(13,827)	(24,266)
Employee salaries and benefits (-)	(35,725)	(70,096)	(32,992)	(65,915)
Depreciation and amortization (-)	(3,487)	(6,762)	(2,619)	(5,078)
Taxes and charges (-)	(492)	(780)	(385)	(779)
Business trips (-)	(1,542)	(2,564)	(1,525)	(2,605)
Other (-)	(90)	109	(292)	98
	<b>(55,393)</b>	<b>(107,004)</b>	<b>(52,758)</b>	<b>(100,939)</b>
Production costs (-)	(36,690)	(71,121)	(33,486)	(65,794)
Distribution costs (-)	(9,523)	(18,423)	(10,421)	(18,776)
General administrative expenses (-)	(9,180)	(17,460)	(8,851)	(16,369)
	<b>(55,393)</b>	<b>(107,004)</b>	<b>(52,758)</b>	<b>(100,939)</b>
Cost of goods and third-party services sold (-)	(49,381)	(88,898)	(51,582)	(96,357)

"Other" operating costs have been reduced by the amount of cancelled provisions for warranty repairs, reversed allowances for receivables and write-downs on inventories that were recognized as other operating costs in prior reporting periods.

The item value is positive as the total amount of provisions and write-downs reversed was higher than the total amount of provisions and write-downs created during the period of 6 months ended 30 June 2013 as well as in the comparable period of 2012.



#### 4. Other operating income and expenses

Other operating income	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Gain on disposal of property, plant and equipment	327	417	9	47
Compensations received	46	61	56	56
Discounts received	-	-	112	112
Income from leases of space	45	88	45	85
Reversal of other provisions	95	95	91	91
Other	513	601	83	219
	<b>1,026</b>	<b>1,262</b>	<b>396</b>	<b>610</b>

Other operating income for the period of 6 months ended 30 June 2013, in the line of "Other", includes the disposal of an organized part of the enterprise conducted by ASEE Croatia. The disposed organized part of the enterprise was engaged in the provision of telecom sector solutions, disclosed under our Systems Integration

operating segment. The total gain on this transaction reached PLN 501 thousand, of which PLN 488 thousand were recognized as other operating income in the line of "Other", whereas PLN 13 thousand were recognized as gain on disposal of property, plant and equipment.

Other operating expenses	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Loss on disposal of property, plant and equipment (-)	(114)	(125)	(15)	(26)
Charitable contributions to unrelated parties (-)	(54)	(62)	(65)	(172)
Costs of post-accident repairs (-)	-	(15)	(33)	(58)
Penalties and compensations (-)	(1)	(48)	(10)	(16)
Other (-)	-	(137)	(311)	(350)
	<b>(169)</b>	<b>(387)</b>	<b>(434)</b>	<b>(622)</b>

#### 5. Financial income and expenses

Financial income	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Interest income on loans granted and bank deposits	660	1,365	907	1,555
Positive foreign exchange differences	646	1,073	262	1,286
Gain on revaluation of contingent payments in transactions to obtain control	-	-	-	420
Gain on change in fair value of derivative instruments	-	-	499	377
Gain on disposal of financial assets carried at fair value through profit or loss	-	-	-	128
Other financial income	25	25	1	1
	<b>1,331</b>	<b>2,463</b>	<b>1,669</b>	<b>3,767</b>

Financial expenses	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Interest expense (-)	(29)	(43)	(21)	(47)
Bank fees and commissions (-)	(39)	(71)	(13)	(55)
Negative foreign exchange differences (-)	(287)	(790)	(323)	(1,076)
Loss on revaluation of contingent payments in transactions to obtain control (-)	-	-	(729)	(456)
Loss on change in fair value and exercise of currency derivatives (-)	(60)	(83)	(34)	(78)
Other financial expenses (-)	(39)	(55)	(51)	(51)
	<b>(454)</b>	<b>(1,042)</b>	<b>(1,171)</b>	<b>(1,763)</b>

## 6. Corporate income tax

The main charges on pre-tax profit by virtue of corporate income tax (current and deferred portions):

	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Current portion of income tax	(2,351)	(4,535)	(1,378)	(2,514)
Adjustments to the prior years' current income tax	(36)	(97)	(47)	(17)
Deferred income tax related to reversal of temporary differences	(178)	(538)	(215)	(309)
<b>Income tax expense as disclosed in the income statement, of which:</b>	<b>(2,565)</b>	<b>(5,170)</b>	<b>(1,640)</b>	<b>(2,840)</b>
<i>Corporate income tax attributable to continuing operations</i>	<i>(2,565)</i>	<i>(5,170)</i>	<i>(1,640)</i>	<i>(2,840)</i>

An increase in income tax expense for the first half of 2013 as compared with the first half of 2012 resulted from the recognition in the first half of 2013 of withholding tax on dividends from our subsidiaries, as well as from the recovery of deferred tax assets arising from tax losses, which were created in previous years, in connection with the utilization of such losses in ASEE S.A.

As at 30 June 2013, tax-deductible losses of ASEE S.A. not accounted for in deferred income tax assets amounted to PLN 72,135 thousand. In the period of 6 months ended 30 June 2013, the

amount of tax losses not included in deferred tax assets changed by PLN 1,052 thousand. The Company did not recognize the entire balance of deferred tax assets related to unutilized tax losses. Deferred income tax assets arising from unutilized tax losses were recognized in the amount of PLN 1,450 thousand, this is to the extent it is probable that future taxable income will enable writing such unutilized losses off. The utilization of those tax-deductible losses is possible till the end of 2015.

## 7. Earnings per share

Basic earnings per share are computed by dividing net profit for the reporting period, attributable to shareholders of the Parent Company, by the weighted average number of ordinary shares outstanding during that financial period. Both during the reporting period and the prior year's comparable period, no events occurred that would result in a dilution of earnings per share.

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

	3 months ended 30 June 2013	6 months ended 30 June 2013	3 months ended 30 June 2012	6 months ended 30 June 2012
<b>Consolidated net profit for the reporting period attributable to Shareholders of ASEE S.A.</b>	<b>7,374</b>	<b>15,182</b>	<b>10,996</b>	<b>23,704</b>
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
<b>Consolidated earnings per share for the reporting period attributable to Shareholders of ASEE S.A. (in PLN):</b>				
Basic consolidated earnings per share from continuing operations for the reporting period	0.14	0.29	0.21	0.46
Diluted consolidated earnings per share from continuing operations for the reporting period	0.14	0.29	0.21	0.46

## 8. Information on dividends paid out or declared

The Ordinary General Meeting of Shareholders of ASEE S.A. seated in Rzeszów, by its resolution passed on 15 April 2013, decided that the net profit for the financial year 2012 amounting to PLN 46,712,649.63 as well as retained earnings for 2011 amounting to PLN 2,161,123.44 shall be distributed as follows:

a) the amount of PLN 3,737,011.97 from the net profit for the financial year 2012 shall be allocated to the reserve capital pursuant to art. 396 § 1 of the PCCC;

b) the amount of PLN 42,034,343.31 shall be distributed among all the Company's shareholders through payment of a dividend amounting to PLN 0.81 per share.

The remaining portion of the net profit for 2012 amounting to PLN 3,102,417.79 has been retained as prior years' earnings.

The Company's Ordinary General Meeting of Shareholders established 12 July 2013 as the dividend right date. The number of shares eligible for dividend is 51,894,251. The dividend was paid out on 31 July 2013.

## 9. Property, plant and equipment, and intangible assets

	<b>Tangible assets</b>	<b>Intangible assets</b>
<b>Net book value as at 1 January 2013</b>	<b>20,410</b>	<b>26,786</b>
Purchases	8,197	788
Obtaining control over a subsidiary	666	-
Capitalization of the costs of development projects	-	6,808
Other increases	188	-
Depreciation charge (-)	(4,069)	(2,677)
Disposal and liquidation (-)	(325)	-
Exchange differences on translation of foreign operations (+/-)	899	668
<b>Net book value as at 30 June 2013</b>	<b>25,966</b>	<b>32,373</b>

In the period of 6 months ended 30 June 2013, capitalized costs of development projects amounted to PLN 6,808 thousand as compared with PLN 3,073 thousand in the comparable period of 2012. The capitalization of project development costs is related to the continuation of projects carried out as at 31 December 2012. A detailed description of these projects is provided in the Group's annual report for the year 2012.

In the period of 6 months ended 30 June 2013, purchases of property, plant and equipment included primarily purchases of POS terminals and ATMs in Serbia and Croatia to be leased to

customers ('outsourcing') as well as expenditures for the infrastructure of a cloud-based data processing centre ('cloud computing').

Liabilities resulting from purchases of property, plant and equipment and intangible assets amounted to PLN 122 thousand as at 30 June 2013, as compared with PLN 37 thousand as at 31 December 2012.

## 10. Goodwill arising from consolidation

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

	<b>30 June 2013 (unaudited)</b>	<b>31 Dec. 2012 (restated)</b>
<b>Goodwill from consolidation at the beginning of the period</b>	<b>488,031</b>	<b>523,149</b>
Banking Solutions	194,684	209,686
Payment Solutions	104,156	118,141
Systems Integration	189,191	195,322
<b>Change in consolidation goodwill due to the acquisition of shares (+/-)</b>	<b>390</b>	<b>20,271</b>
Banking Solutions	-	8,717
Payment Solutions	-	-
Systems Integration	390	11,554
<b>Exchange differences on translation of goodwill in foreign subsidiaries (+/-)</b>	<b>25,549</b>	<b>(55,389)</b>
Banking Solutions	11,101	(23,719)
Payment Solutions	4,853	(13,985)
Systems Integration	9,595	(17,685)
<b>Total book value at the end of period</b>	<b>513,970</b>	<b>488,031</b>
Banking Solutions	205,785	194,684
Payment Solutions	109,009	104,156
Systems Integration	199,176	189,191

## Goodwill – impairment test

As at 31 December 2012, the Management Board of the Parent Company performed an impairment test on goodwill arising from the acquisition of subsidiary companies. This task required making estimates of the value in use of cash-generating units to which goodwill is allocated. Estimation of the value in use involved determining the future cash flows expected to be generated by a cash-generating unit, as well as determining a discount rate which was subsequently used in the calculation of the net present value of those cash flows.

As at 30 June 2013, the Company verified its assumptions for the impairment test performed on goodwill as at 31 December 2012. In particular we checked whether the assumed financial results to be achieved in 2012 by individual cash-generating units were not materially different from their actual financial performance in the first half of 2013, and whether internal or external factors did not cause a deterioration of our financial forecasts for the next years. Because no indications of impairment were detected in any of the analyzed cases, the Parent Company did not carry out any impairment test as at 30 June 2013. However, in line with the Group's policy, impairment testing will be performed as at 31 December 2013, even if there are no indications of impairment.

#### Changes in the purchase price allocation of Sigma Turkey

<b>SIGMA</b>	<b>31 December 2012</b> (audited)	<b>31 December 2012</b> (restated)	<b>Change</b>
<b>Non-current assets</b>	<b>9,976</b>	<b>9,976</b>	-
Property, plant and equipment	338	338	-
Intangible assets	9,570	9,570	-
Other	68	68	-
<b>Current assets</b>	<b>4,425</b>	<b>4,425</b>	-
Receivables	4,057	4,057	-
Other	354	354	-
Cash and cash equivalents	14	14	-
<b>TOTAL ASSETS</b>	<b>14,401</b>	<b>14,401</b>	-
<b>Equity</b>	<b>11,308</b>	<b>10,388</b>	<b>(920)</b>
<b>Liabilities and provisions</b>	<b>3,093</b>	<b>4,013</b>	<b>920</b>
Liabilities	1,074	1,994	920
Provisions	441	441	-
Deferred income	554	554	-
Other	1,024	1,024	-
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>14,401</b>	<b>14,401</b>	-
<b>Purchase price</b>	<b>28,779</b>	<b>28,779</b>	-
<b>Dividend payment liabilities</b>	<b>1,731</b>	<b>1,731</b>	-
<b>Non-controlling interests</b>	<b>149</b>	<b>149</b>	-
<b>Net assets value</b>	<b>11,308</b>	<b>10,388</b>	<b>(920)</b>
<b>Goodwill as at the acquisition date</b>	<b>19,351</b>	<b>20,271</b>	<b>920</b>

ASEE Group acquired a 98.68% stake in Sigma Turkey on 14 September 2012. The process of fair value measurement of assets and liabilities of the acquired company, carried out as part of the purchase price allocation, was not completed in 2012.

Therefore, goodwill arising from the purchase of shares in Sigma Turkey, which was recognized in the consolidated financial statements as at 31 December 2012, was estimated on the basis of provisional values of identifiable assets, liabilities and contingent liabilities. In 2013, such estimated value of goodwill was changed due to the recognition of an additional liability relating to a contract executed by Sigma Turkey before being taken over by ASEE S.A. The valuation process will be completed in the 3<sup>rd</sup> quarter of 2013.

#### Acquisition of Uni4Gold Serbia by ASEE Serbia

On 30 April 2013, ASEE Serbia acquired a 70% stake in the company of Uni4Gold Serbia for EUR 112 thousand. The acquired company is engaged in the development of financial sector software.

As at 30 June 2013, the process of purchase price allocation has not yet been completed. Therefore, goodwill recognized on this acquisition may be subject to change in the period of 12 months from the date of obtaining control over this company. The provisional values of identifiable assets and liabilities of this company as at the acquisition date were as follows:

<b>Uni4Gold</b>	<b>Provisional value as at the acquisition date</b>
<b>Non-current assets</b>	<b>666</b>
Property, plant and equipment	666
<b>Current assets</b>	<b>447</b>
Receivables	296
Cash and short-term deposits	151
<b>TOTAL ASSETS</b>	<b>1,113</b>
<b>Equity</b>	<b>113</b>
<b>Liabilities and provisions</b>	<b>1,000</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,113</b>
<b>Purchase price</b>	<b>469</b>
<b>Non-controlling interests</b>	<b>34</b>
<b>Net assets value</b>	<b>113</b>
<b>Goodwill as at the acquisition date</b>	<b>390</b>

## 11. Inventories

Inventories	30 June 2013 (unaudited)	31 December 2012 (restated)
Goods for resale	22,553	15,274
Maintenance inventories	7,794	7,710
Write-down on inventories (-)	(6,741)	(6,653)
<b>TOTAL</b>	<b>23,606</b>	<b>16,331</b>

The value of goods for resale increased in connection with projects carried out in the segments of Systems Integration and Payment Solutions in Romania, Macedonia, and Serbia.

## 12. Short-term receivables

Trade receivables	30 June 2013 (unaudited)	31 December 2012 (restated)
Trade receivables, of which:	91,064	77,470
From related companies	258	9
From other companies	90,806	77,461
Allowance for uncollectible receivables (-)	(2,832)	(3,042)
	<b>88,232</b>	<b>74,428</b>

Trade receivables as at 30 June 2013 increased as compared to their amount of 31 December 2012 primarily due to projects carried out by ASEE Romania for public institutions, by ASEE Serbia for financial institutions, as well as by ASEE Macedonia for enterprises.

Ageing of trade receivables	30 June 2013 (unaudited)		31 December 2012 (restated)	
	amount	structure	amount	structure
Receivables not yet due	67,778	76.8%	61,428	82.5%
Receivables past-due up to 3 months	18,231	20.7%	11,695	15.7%
Receivables past-due over 3 months	2,223	2.5%	1,305	1.8%
	<b>88,232</b>	<b>100.0%</b>	<b>74,428</b>	<b>100.0%</b>

Other receivables	30 June 2013 (unaudited)	31 December 2012 (restated)
Receivables from uninvoiced deliveries	8,236	4,997
Advance payments to other suppliers	2,877	2,813
Receivables from employees	317	78
Receivables from grants	69	181
Security deposits receivable	363	94
Other receivables	2,002	2,597
Allowances for other receivables (-)	(168)	(158)
	<b>13,696</b>	<b>10,602</b>

Receivables relating to uninvoiced deliveries result from the sale of licenses and IT services, for which invoices have not been issued yet. An increase in uninvoiced deliveries as at 30 June 2013 in comparison to those of 31 December 2012 is primarily due to ongoing projects implemented by

ASEE Turkey and ASEE Kosovo for a variety of clients. The work carried out under these projects has not yet been invoiced.

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

Other receivables disclosed as at 30 June 2013 and 31 December 2012 include, among others, restricted cash amounting to PLN 1,597 thousand and PLN 1,864 thousand, respectively.

## 13. Financial assets held to maturity and financial assets carried at fair value

	30 June 2013 (unaudited)	31 December 2012 (restated)
<b>Financial assets carried at fair value through profit or loss</b>	<b>9,448</b>	<b>23</b>
Participation units in investment funds	9,448	-
Other	-	23
<b>Financial assets held to maturity</b>	<b>14,778</b>	<b>21,071</b>
Treasury bonds	-	3,207
Cash deposits with maturities between 3 and 12 months	14,778	17,864

As at 30 June 2013, financial assets carried at fair value through profit or loss included participation units in a money market fund with a value of PLN 9,448 thousand held by ASEE S.A. Such financial assets disclosed as at 31 December 2012 comprised forward currency derivatives with a book value of PLN 23 thousand.

As at 30 June 2013, short-term financial assets held to maturity included 3- to 12-month cash deposits amounting to PLN 14,778 thousand held by ASEE S.A.

As at 31 December 2012, short-term financial assets held to maturity included treasury bonds (amounting to PLN 3,207 thousand) held by ASEE Macedonia, as well as 3 to 12-month cash deposits (amounting to PLN 17,864 thousand) held by ASEE Macedonia and ASEE S.A.

The total value of financial assets carried at fair value through profit or loss and financial assets held to maturity as at 30 June 2013 remained at a level comparable to their value as at 31 December 2012. An increase in the amount of the first-mentioned category of financial assets was accompanied by a decrease in the second one because ASEE Macedonia sold its financial assets held to maturity in order to pay out a dividend to ASEE S.A., which was subsequently invested by ASEE S.A. in financial assets carried at fair value through profit or loss.

The book values of financial assets held by the Group as at 30 June 2013 and 31 December 2012 did not significantly differ from their fair values. Financial assets carried at fair value through profit or loss as well as financial assets held to maturity, as disclosed in the balance sheet, have been assigned to Level 1 in the fair value hierarchy.

#### 14. Cash and short-term deposits

	30 June 2013	31 December 2012
	(unaudited)	(restated)
Cash at bank and in hand	32,497	40,590
Short-term bank deposits	32,490	33,489
Cash equivalents	15	60
Cash being transferred	-	14
	<b>65,002</b>	<b>74,153</b>
<i>Interest accrued on cash and cash equivalents as at the balance sheet date</i>	(40)	(20)
<b>Cash and cash equivalents as disclosed in the cash flow statement</b>	<b>64,962</b>	<b>74,133</b>

#### 15. Prepayments and accrued income

Long-term	30 June 2013	31 December 2012
	(unaudited)	(restated)
Prepaid maintenance services and license fees	803	506
Other	206	76
	<b>1,009</b>	<b>582</b>

The amount of long-term prepaid maintenance services and license fees increased as a result of voice automation operations conducted by ASEE S.A. as well as provision of maintenance services in favour of a banking sector client by ASEE Turkey.

Short-term	30 June 2013	31 December 2012
	(unaudited)	(restated)
Prepaid maintenance services and license fees	6,077	5,194
Prepaid insurance	508	584
Prepaid rents	429	199
Prepaid consulting services	136	243
Other prepaid services	222	74
Other	499	381
	<b>7,871</b>	<b>6,675</b>

Both as at 30 June 2013 and 31 December 2012, prepayments included primarily the costs of maintenance services amounting to PLN 6,077 thousand and PLN 5,194 thousand, respectively, that will be successively expensed in future periods.

#### 16. Long-term and short-term financial liabilities

Long-term	30 June 2013	31 December 2012
	(unaudited)	(restated)
Liabilities for the acquisition of non-controlling interests in subsidiaries (put options)	700	628
Finance lease liabilities	153	113
	<b>853</b>	<b>741</b>

As at 30 June 2013 and 31 December 2012, the Group carried a long-term liability under the put options held by non-controlling shareholders in Multicard Serbia. The amount owed by ASEE Group corresponds to the estimated present value of future payment for the remaining stake of shares in the above-mentioned company. The assumptions adopted for valuation of this liability have been described in the financial statements for the year 2012 and remained unchanged over the period of 6 months ended 30 June 2013. The liability has been evaluated assuming the put option is exercised in 2015.

Short-term	30 June 2013	31 December 2012
	(unaudited)	(restated)
Dividend payment liabilities	42,034	1,736
Finance lease liabilities	120	238
Currency forward contracts	60	-
	<b>42,214</b>	<b>1,974</b>

Dividend payment liabilities reported as at 30 June 2013 comprised dividends payable by ASEE S.A. to its shareholders.

As at 31 December 2012, dividend payment liabilities amounted to PLN 1,736 thousand and they comprised dividends payable by the Group to former shareholders of Sigma Turkey from the prior years' profits generated by this company. These liabilities have been settled in the 1<sup>st</sup> quarter of 2013.

#### 17. Interest-bearing bank loans and borrowings

As at 30 June 2013, total liabilities of ASEE Group under all bank loans and borrowings taken out aggregated at PLN 2,477 thousand; whereas, as at 31 December 2012 they amounted to PLN 513 thousand.

As at 30 June 2013, total funds available to ASEE Group under bank account overdraft and guarantee facilities, operating and investment loan facilities, and borrowings reached approx. PLN 17,551 thousand, as compared with PLN 12,224 thousand as at 31 December 2012.

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

On 21 June 2013, a subsidiary of ASEE Croatia obtained a credit from a banking consortium established by Zagrebacka Banka d.d. and HBOR (Croatian Bank for Reconstruction and Development) to finance purchases of equipment to be leased to customers (outsourcing). As at 30 June 2013, the amount drawn from this credit equalled HRK 3,500 thousand (PLN 2,083 thousand). The total amount of the granted credit is HRK 10,000 thousand (PLN 5,811 thousand). The credit has been secured with a promissory note as well as receivables from Zagrebacka Banka d.d. The credit bears an interest rate of 5.46% and it shall be repaid on 30 November 2016.

#### 18. Short-term trade payables and other liabilities

Short-term trade payables	30 June 2013 (unaudited)	31 December 2012 (restated)
To related companies	702	699
To other companies	44,494	31,140
	<b>45,196</b>	<b>31,839</b>

An increase in the amount of trade payables as at 30 June 2013 in comparison with 31 December 2012 resulted from purchases of equipment for the needs of ongoing projects. The payment terms of the Group's liabilities range from 30 to 40 days on average.

Aging structure of trade payables	30 June 2013		31 December 2012	
	(unaudited)		(restated)	
	amount	structure	amount	structure
Liabilities due already, of which:	12,688	28.1%	8,981	28.2%
-Liabilities past-due up to 3 months	10,896	24.1%	7,448	23.4%
-Liabilities past-due from 3 to 6 months	1,313	2.9%	1,047	3.3%
-Liabilities past-due over 6 months	479	1.1%	486	1.5%
Liabilities falling due within 3 months	32,342	71.5%	22,851	71.8%
Liabilities falling due within 3 to 12 months	166	0.4%	7	0.0%
	45,196	100.0%	31,839	100.0%

Other current liabilities	30 June 2013 (unaudited)	31 December 2012 (restated)
Liabilities to employees relating to salaries and wages	4,115	3,576
Liabilities due to uninvoiced deliveries	2,977	2,179
Trade prepayments received	5,944	6,645
Liabilities due to purchases of tangible assets and intangible assets	122	37
Other liabilities	185	1,076
	<b>13,343</b>	<b>13,513</b>

Other current liabilities decreased from PLN 1,076 thousand as at 31 December 2012 to PLN 185 thousand as at 30 June 2013, because a liability under a contract implemented by Sigma Turkey that was disclosed in this line as at 31 December 2012 was subsequently settled in 2013. This liability was recognized in the process of fair value measurement of assets and liabilities of Sigma Turkey, performed as part of the purchase price allocation.

Current liabilities to the state and local budgets	30 June 2013 (unaudited)	31 December 2012 (restated)
Value added tax	5,960	7,878
Corporate income tax (CIT)	867	1,199
Personal income tax (PIT)	737	1,264
Social security payable	2,253	1,791
Other	175	220
	<b>9,992</b>	<b>12,352</b>

#### 19. Accruals and deferred income

Short-term accruals	30 June 2013 (unaudited)	31 December 2012 (restated)
Accrual for unused holiday leaves	1,528	819
Accrual for employee bonuses	11,020	7,941
Provision for uninvoiced costs	2,872	4,487
Provision for auditing expenses	322	433
	<b>15,742</b>	<b>13,680</b>

Long-term deferred income	30 June 2013 (unaudited)	31 December 2012 (restated)
Maintenance services paid in advance	1,088	611
Grants for the development of assets	-	483
	<b>1,088</b>	<b>1,094</b>

Short-term deferred income	30 June 2013 (unaudited)	31 December 2012 (restated)
Maintenance services paid in advance	8,668	6,237
Prepaid consulting services	438	564
Grants for the development of assets	657	-
Other	1,737	1,701
	<b>11,500</b>	<b>8,502</b>

The balance of deferred income relates mainly to prepayments for services to be provided, such as support and maintenance services. A higher amount of deferred income as at 30 June 2013 in comparison to 31 December 2012 resulted basically from an increase in such prepayments received by our Turkish subsidiaries. Additionally, grants related to capitalized software development costs, which were obtained by ASEE Turkey, have been reclassified from long-term to short-term items. These grants will be recognized in the income statement in parallel with the amortization charges on such software.



## 20. Contingent liabilities and receivables

Within its commercial activities ASEE Group uses bank guarantees, letters of credit, contract performance guarantees as well as tender deposits as forms of securing its business transactions with miscellaneous organizations, companies and administration bodies. As at 30 June 2013, the related contingent liabilities equalled PLN 16,205 thousand, while as at 31 December 2012 they amounted to PLN 20,450 thousand.

Assets serving as security for bank guarantee facilities:

Category of assets	Net value of assets		Amount of granted guarantee secured with assets	
	30 June 2013	31 Dec. 2012	30 June 2013	31 Dec. 2012
Trade receivables	712	211	3,123	3,165
Other receivables (restricted cash)	724	222	3,971	749
<b>Total</b>	<b>1,436</b>	<b>433</b>	<b>7,094</b>	<b>3,914</b>

## 21. Employment

The Group's workforce as at	30 June 2013 (unaudited)	31 December 2012 (restated)
Management Board of the Parent Company*	7	7
Management Boards of the Group companies	27	29
Production departments	1,007	1,004
Sales departments	143	140
Administration departments	147	159
	<b>1,331</b>	<b>1,339</b>

\* Piotr Jeleński, Marcin Rułnicki (since June 2012) have served in the Management Board of ASEE S.A. on the basis of employment contracts. The remaining members of the Company's Management Board perform their functions under an assignment.

Numbers of employees in the Group companies as at	30 June 2013 (unaudited)	31 December 2012 (restated)
ASEE S.A.	25	27
ASEE Romania Group	169	189
ASEE Serbia Group	492	490
ASEE Croatia	159	171
ASEE Kosovo Group	90	85
ASEE Turkey	106	94
ASEE Bulgaria	26	27
ASEE B&H	47	41
ASEE Macedonia	136	134
ASEE Slovenia	15	15
Sigma Turkey	66	66
	<b>1,331</b>	<b>1,339</b>

## Remuneration of Members of the Management Board and Supervisory Board of the Parent Company and its subsidiaries

Total remuneration paid or payable to all members of the Management Boards and Supervisory Boards of the Parent Company as well as subsidiary and jointly controlled companies of Asseco South Eastern Europe Group in the 6-month periods ended 30 June 2013 and 30 June 2012 amounted to PLN 7,996 thousand and PLN 6,236 thousand, respectively.

## 22. Information on related parties

### Related party transactions

The values of transactions conducted by ASEE Group with Asseco Poland S.A. (a shareholder with significant influence on the Group's operations) as well as with other related parties of Asseco Poland Group during the 6-month periods ended 30 June 2013 and 30 June 2012, as well as outstanding balances of receivables and liabilities arising from such transactions as at 30 June 2013 and 31 December 2012 are presented in the table below:

Related party	Sales to related parties	Purchases from related parties	Receivables from related parties	Liabilities to related parties
<b>Parties having significant influence over the Group:</b>				
2013	318	95	283	4
2012	48	146	57	97
<b>Other related parties:</b>				
2013	96	32	15	32
2012	41	49	-	12

### Transactions conducted with or through the Key Management Personnel (members of the Management Board and Supervisory Board) of Asseco South Eastern Europe S.A.

The values of transactions conducted by ASEE Group with or through the Key Management Personnel (members of the Management Boards and Supervisory Boards) of the Group companies during the 6-month periods ended 30 June 2013 and 30 June 2012, as well as outstanding balances of receivables and liabilities arising from such transactions as at 30 June 2013 and 31 December 2012 are presented in the table below:

Related party	Sales to related parties	Purchases from related parties	Receivables from related parties	Liabilities to related parties
<b>Key Management Personnel (members of the Management Board and Supervisory Board) of ASEE S.A. or the Group companies:</b>				
2013	33	5,371	11	666
2012	95	6,112	9	590



Purchases from and sales to related parties presented in the table above are associated primarily with the rental of space and purchases or sales of hardware and services that were conducted by companies of ASEE Group with parties related through the Key Management Personnel or with the Key Management Personnel themselves.

Additionally, as at 30 June 2013 and 31 December 2012, ASEE Kosovo used bank guarantee facilities in the amounts of PLN 6,494 thousand and PLN 5,114 thousand, respectively, that were secured with a pledge on a building owned by that company's management staff.

The figures disclosed in the table above include the following transactions concluded with or through the Key Management Personnel (members of the Management and Supervisory Board) of ASEE S.A.:

During the period of 6 months ended 30 June 2013, ASEE Serbia incurred space rental costs that were paid to its related parties MHM d.o.o., Beograd<sup>1</sup>, DM3 d.o.o., Beograd<sup>2</sup> and MiniInvest d.o.o., Beograd<sup>2</sup>, amounting in total to PLN 3,293 thousand, as compared with PLN 3,225 thousand incurred in the period of 6 months ended 30 June 2012.

During the period of 6 months ended 30 June 2013, ASEE Macedonia incurred space rental costs that were paid to its related party MPS d.o.o., Skopje<sup>3</sup>, amounting in total to PLN 293 thousand, as compared with PLN 370 thousand incurred in the period of 6 months ended 30 June 2012.

All the above-mentioned transactions were carried out on an arm's length basis.

Members of the Management Board and parties related through members of the Management Board and Supervisory Board of Asseco South Eastern Europe S.A. received dividends from ASEE S.A. in the total gross amount of PLN 5,780 thousand, as compared with PLN 2,663 thousand distributed in 2012. Such dividends have not yet been paid out till the balance sheet date, i.e. till 30 June 2013.

<sup>1</sup> Mihail Petreski, Member of the Supervisory Board of ASEE S.A. is a shareholder in Liatris d.o.o. which as at 30 June 2013 held a 7.40% equity interest in ASEE S.A. (as at 31 December 2012: 7.40%). Mihail Petreski and Liatris d.o.o. hold 40% of shares in MHM d.o.o. as well as 50% of shares in DM3 d.o.o. Furthermore, 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. Whereas, 20% of shares in MHM d.o.o. are held by I4 Invention d.o.o. which is also a shareholder in ASEE S.A. 100% of shares in I4 Invention d.o.o. are owned by Miodrag Mirčetić, President of the Management Board of Asseco SEE d.o.o., Beograd and Member of the Management Board of ASEE S.A.;

<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.;

<sup>3</sup> Mihail Petreski, Member of the Supervisory Board of ASEE S.A. is the sole shareholder in MPS d.o.o., Skopje.

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

## **23. Financial instruments**

During the period of 6 months ended 30 June 2013, the types of financial instruments held by the Group did not change in relation to those described in the annual consolidated financial statements of ASEE Group for the year 2012. There were also no changes in the classification of financial assets due to any changes in their intended use or any transfers between individual levels of the fair value hierarchy of financial instruments.

The book values of financial assets and liabilities held by the Group both as at 30 June 2013 and 31 December 2012 did not significantly differ from their fair values.

## **24. Capital management**

During the period of 6 months ended 30 June 2013 as well as in the period of 6 months ended 30 June 2012, the Group did not introduce any changes to its objectives, policies and processes adopted in the area of capital management.

## **25. Hedges of cash flows**

The Group may apply hedge accounting of future cash flows so that the financial statements fully reflected the economic content of its business activities as well as the Group's acquisitions policy. The Company's Management Board may decide to hedge the future payments for shares acquired in companies against changes of the euro exchange rate. Cash at bank accounts denominated in EUR are used as hedging instruments.

In the period of 6 months ended 30 June 2013 as well as in the period of 6 months ended 30 June 2012, no transactions have been designated as hedged items.

## **26. Objectives and principles of financial risk management**

During the period of 6 months ended 30 June 2013, there were no significant changes in our financial risk as well as objectives and principles of financial risk management in relation to the assumptions described in the annual consolidated financial statements of ASEE Group for the year 2012.

**27. Significant events after the balance sheet date**

In the period from 30 June 2013 till the date of approval of these interim condensed consolidated financial statements, this is until 7 August 2013, we have not observed any significant events, the disclosure of which might significantly affect the assessment of human resources, assets, and financial position of ASEE Group.

**28. Significant events related to prior years**

Until the date of preparing these interim condensed financial statements, this is until 7 August 2013, we have not observed any significant events related to prior years, which have not but should have been included in the accounting books.



**INTERIM CONDENSED FINANCIAL STATEMENTS  
OF ASSECO SOUTH EASTERN EUROPE S.A.**

**FOR THE PERIOD OF 6 MONTHS  
ENDED 30 JUNE 2013  
INCLUDING THE REPORT FROM A REVIEW  
BY INDEPENDENT CERTIFIED AUDITORS**

**Rzeszów, 7 August 2013**

**INTERIM CONDENSED FINANCIAL STATEMENTS  
OF ASSECO SOUTH EASTERN EUROPE S.A.  
FOR THE PERIOD OF 6 MONTHS ENDED 30 JUNE 2013**

<b>Table of contents</b>	<b>Page</b>
FINANCIAL HIGHLIGHTS ASSECO SOUTH EASTERN EUROPE S.A. ....	30
CONDENSED INCOME STATEMENT .....	31
CONDENSED STATEMENT OF COMPREHENSIVE INCOME.....	31
CONDENSED STATEMENT OF FINANCIAL POSITION .....	32
CONDENSED STATEMENT OF CHANGES IN EQUITY .....	33
CONDENSED STATEMENT OF CASH FLOWS .....	33
SUPPLEMENTARY INFORMATION AND EXPLANATORY NOTES .....	34
I. GENERAL INFORMATION.....	34
II. ACCOUNTING POLICIES APPLIED WHEN PREPARING THE FINANCIAL STATEMENTS .....	34
1. Basis for preparation of interim condensed financial statements.....	34
2. Compliance statement.....	34
3. Significant accounting policies .....	35
4. Changes in estimates .....	36
5. Professional judgement.....	36
6. Seasonal nature of business .....	36
7. Changes in the presentation principles applied.....	36
8. Changes in the accounting policies applied .....	36
9. Corrections of material errors .....	36
III. INFORMATION ON OPERATING SEGMENTS.....	36
IV. EXPLANATORY NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS.....	37
1. Holding activities – Dividend income and service revenues .....	37
2. Operating activities – Revenues from sales of IT services and software.....	37
3. Breakdown of operating costs.....	37
4. Other operating income and expenses .....	38
5. Financial income and expenses .....	38
6. Corporate income tax .....	39
7. Earnings per share .....	39
8. Information on dividends paid out or declared .....	40
9. Property, plant and equipment, and intangible assets .....	40
10. Investments in subsidiary companies .....	41
11. Short-term and long-term receivables .....	42
12. Cash and short-term deposits.....	42
13. Current financial assets .....	42
14. Trade payables and financial liabilities .....	43
15. Prepayments, accruals and deferred income.....	43
16. Information and explanations to the statement of cash flows.....	43
17. Information on related parties .....	44
18. Contingent liabilities .....	45
19. Capital management .....	45
20. Hedges of cash flows.....	45
21. Objectives and principles of financial risk management.....	45
22. Significant events after the balance sheet date .....	45
23. Significant events related to prior years.....	46

**INTERIM CONDENSED FINANCIAL STATEMENTS  
OF ASSECO SOUTH EASTERN EUROPE S.A.  
FOR THE PERIOD OF 6 MONTHS ENDED 30 JUNE 2013**

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

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

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

**FINANCIAL HIGHLIGHTS**  
**ASSECO SOUTH EASTERN EUROPE S.A.**

	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)
	PLN '000	PLN '000	EUR '000	EUR '000
I. Revenues from holding activities	34,379	20,934	8,158	4,955
II. Revenues from operating activities	4,183	864	993	205
III. Operating profit	31,290	18,827	7,425	4,457
IV. Pre-tax profit	32,844	19,102	7,794	4,522
V. Net profit for the reporting period	<b>30,443</b>	<b>18,895</b>	<b>7,224</b>	<b>4,473</b>
VI. Net cash provided by (used in) operating activities	28,410	17,775	6,742	4,207
VII. Net cash provided by (used in) investing activities	(11,460)	9,209	(2,720)	2,180
VIII. Net cash provided by (used in) financing activities	-	(10)	-	(2)
IX. Cash and cash equivalents at the end of period	19,589	31,906	4,525	7,487
X. Basic earnings per ordinary share for the reporting period (in PLN/EUR)	0.59	0.36	0.14	0.09
XI. Diluted earnings per ordinary share for the reporting period (in PLN/EUR)	0.59	0.36	0.14	0.09

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

- items of the interim condensed income statement and statement of cash flows were 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 2013 to 30 June 2013: EUR 1 = PLN 4.21395
  - for the period from 1 January 2012 to 30 June 2012: EUR 1 = PLN 4.22460
- 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 June 2013: EUR 1 = PLN 4.3292
  - exchange rate effective on 30 June 2012: EUR 1 = PLN 4.2613

**CONDENSED INCOME STATEMENT**  
**ASSECO SOUTH EASTERN EUROPE S.A.**

	Note	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
<b>Holding activities</b>		<b>10,034</b>	<b>34,379</b>	<b>8,403</b>	<b>20,934</b>
Dividend income	1	7,615	29,708	6,988	18,012
Revenues from sales of services	1	2,419	4,671	1,415	2,922
<b>Operating activities</b>		<b>1,857</b>	<b>4,183</b>	<b>864</b>	<b>864</b>
Revenues from sales of IT services and software	2	1,857	4,183	864	864
<b>Total sales revenues</b>		<b>11,891</b>	<b>38,562</b>	<b>9,267</b>	<b>21,798</b>
Cost of sales (-)	3	(2,920)	(6,054)	(1,691)	(2,517)
<b>Gross profit on sales</b>		<b>8,971</b>	<b>32,508</b>	<b>7,576</b>	<b>19,281</b>
Distribution costs (-)	3	(474)	(1,196)	(429)	(429)
General administrative expenses (-)	3	(17)	(34)	-	-
<b>Net profit on sales</b>		<b>8,480</b>	<b>31,278</b>	<b>7,147</b>	<b>18,852</b>
Other operating income	4	2	15	86	174
Other operating expenses (-)	4	(3)	(3)	(68)	(199)
<b>Operating profit</b>		<b>8,479</b>	<b>31,290</b>	<b>7,165</b>	<b>18,827</b>
Financial income	5	1,156	1,689	775	1,263
Financial expenses (-)	5	(100)	(135)	(957)	(988)
<b>Pre-tax profit</b>		<b>9,535</b>	<b>32,844</b>	<b>6,983</b>	<b>19,102</b>
Corporate income tax (current and deferred tax expense)	6	(1,169)	(2,401)	(195)	(207)
<b>Net profit for the reporting period</b>		<b>8,366</b>	<b>30,443</b>	<b>6,788</b>	<b>18,895</b>
<b>Earnings per share for the reporting period (in PLN):</b>					
Basic earnings per share from continuing operations for the reporting period	7	0.16	0.59	0.13	0.36
Diluted earnings per share from continuing operations for the reporting period	7	0.16	0.59	0.13	0.36

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

	Note	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
<b>Net profit for the reporting period</b>		<b>8,366</b>	<b>30,443</b>	<b>6,788</b>	<b>18,895</b>
<b>Other comprehensive income</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE REPORTING PERIOD</b>		<b>8,366</b>	<b>30,443</b>	<b>6,788</b>	<b>18,895</b>

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

<b>ASSETS</b>	<b>Note</b>	<b>30 June 2013</b>	<b>31 Dec. 2012</b>
		<b>(unaudited)</b>	<b>(audited)</b>
<b>Non-current assets</b>		<b>592,273</b>	<b>597,200</b>
Property, plant and equipment	9	499	390
Goodwill arising from a merger	9	4,567	4,567
Intangible assets	9	268	296
Investments in subsidiary companies	10	579,158	588,840
Deferred income tax assets		1,431	2,568
Other long-term receivables	11	5,972	82
Long-term prepayments and accrued income	15	378	457
<b>Current assets</b>		<b>55,362</b>	<b>19,401</b>
Inventories		2	6
Prepayments and accrued income	15	1,573	651
Trade receivables	11	3,341	2,801
Receivables from the state and local budgets		-	88
Other short-term receivables	11	6,640	563
Financial assets held to maturity	13	14,769	12,625
Financial assets carried at fair value through profit or loss	13	9,448	23
Cash and short-term deposits	12	19,589	2,644
<b>TOTAL ASSETS</b>		<b>647,635</b>	<b>616,601</b>

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

<b>EQUITY AND LIABILITIES</b>	<b>Note</b>	<b>30 June 2013</b>	<b>31 Dec. 2012</b>
		<b>(unaudited)</b>	<b>(audited)</b>
<b>Equity</b>			
Share capital		518,942	518,942
Share premium		38,825	38,825
Retained earnings and current net profit		42,839	54,430
<b>Total equity</b>		<b>600,606</b>	<b>612,197</b>
<b>Non-current liabilities</b>		<b>431</b>	<b>583</b>
Long-term deferred income	15	431	583
<b>Current liabilities</b>		<b>46,598</b>	<b>3,821</b>
Trade payables	14	2,073	672
Liabilities to the state and local budgets		472	429
Financial liabilities	14	42,094	-
Other liabilities		-	54
Deferred income	15	1,254	1,118
Accruals	15	705	1,548
<b>TOTAL LIABILITIES</b>		<b>47,029</b>	<b>4,404</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>647,635</b>	<b>616,601</b>



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

for 6 months ended 30 June 2013, for 6 months ended 30 June 2012, and for 12 months ended 31 December 2012

	Share capital	Share premium	Retained earnings (deficit) and current net profit	Total equity
<b>As at 1 January 2013</b>	<b>518,942</b>	<b>38,825</b>	<b>54,430</b>	<b>612,197</b>
Net profit for the reporting period	-	-	30,443	<b>30,443</b>
<b>Total comprehensive income for the reporting period</b>	<b>-</b>	<b>-</b>	<b>30,443</b>	<b>30,443</b>
Dividends			(42,034)	<b>(42,034)</b>
<b>As at 30 June 2013 (unaudited)</b>	<b>518,942</b>	<b>38,825</b>	<b>42,839</b>	<b>600,606</b>
<b>As at 1 January 2012</b>	<b>518,942</b>	<b>38,825</b>	<b>25,196</b>	<b>582,963</b>
Net profit for the reporting period	-	-	18,895	<b>18,895</b>
<b>Total comprehensive income for the reporting period</b>	<b>-</b>	<b>-</b>	<b>18,895</b>	<b>18,895</b>
Recognition of the merger with ITD Poland	-	-	1,206	<b>1,206</b>
Dividends	-	-	(18,682)	<b>(18,682)</b>
<b>As at 30 June 2012 (unaudited)</b>	<b>518,942</b>	<b>38,825</b>	<b>26,615</b>	<b>584,382</b>
<b>As at 1 January 2012</b>	<b>518,942</b>	<b>38,825</b>	<b>25,196</b>	<b>582,963</b>
Net profit for the reporting period	-	-	46,712	<b>46,712</b>
<b>Total comprehensive income for the reporting period</b>	<b>-</b>	<b>-</b>	<b>46,712</b>	<b>46,712</b>
Recognition of the merger with ITD Poland	-	-	1,204	<b>1,204</b>
Dividends	-	-	(18,682)	<b>(18,682)</b>
<b>As at 31 December 2012 (audited)</b>	<b>518,942</b>	<b>38,825</b>	<b>54,430</b>	<b>612,197</b>

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

	Note	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)
<b>Cash flows - operating activities</b>			
Pre-tax profit		32,844	19,102
<b>Total adjustments:</b>		<b>(32,271)</b>	<b>(20,561)</b>
Depreciation and amortization		125	83
Change in inventories		4	-
Change in receivables	16	(1,122)	(1,420)
Change in liabilities	16	1,251	(351)
Change in prepayments and accruals		(1,702)	(539)
Interest income and expenses		(390)	1
Gain (loss) on foreign exchange differences		(625)	1
Gain (loss) on investing activities		(29,811)	(18,517)
Other		(1)	181
<b>Selected operating cash flows</b>		<b>27,749</b>	<b>19,242</b>
Acquisition of shares in subsidiary companies	16	-	(1,026)
Disposal of shares in subsidiary companies	16	1,349	1,087
Cash and cash equivalents acquired under the merger with ITD Poland Sp. z o.o.		-	1,798
Dividends received	16	26,400	17,383
<b>Net cash used in operating activities</b>		<b>28,322</b>	<b>17,783</b>
Corporate income tax recovered (paid)		88	(8)
<b>Net cash provided by (used in) operating activities</b>		<b>28,410</b>	<b>17,775</b>
<b>Cash flows - investing activities</b>			
Acquisition of property, plant and equipment and intangible assets		(206)	(215)
Disposal of financial assets carried at fair value through profit or loss	13	1,500	10,299
Acquisition of financial assets carried at fair value through profit or loss	13	(9,500)	-
Acquisition of financial assets held to maturity	13	(3,300)	-
Loans granted		-	(855)
Other		46	(20)
<b>Net cash provided by (used in) investing activities</b>		<b>(11,460)</b>	<b>9,209</b>
<b>Cash flows - financing activities</b>			
Other		-	(10)
<b>Net cash provided by (used in) financing activities</b>		<b>-</b>	<b>(10)</b>
Net increase (decrease) in cash and cash equivalents		16,950	26,974
Net foreign exchange differences		(5)	(18)
<b>Cash and cash equivalents as at 1 January</b>		<b>2,644</b>	<b>4,950</b>
<b>Cash and cash equivalents as at 30 June</b>	<b>12</b>	<b>19,589</b>	<b>31,906</b>

## **SUPPLEMENTARY INFORMATION AND EXPLANATORY NOTES**

### **I. GENERAL INFORMATION**

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

According to its Articles of Association, the Company is engaged in holding operations. The Group's business profile and product portfolio have been described in detail in its annual report for the year 2012, which is available at the Issuer's website: [www.asseco.com/see](http://www.asseco.com/see).

ASEE S.A. is the Parent Company of Asseco South Eastern Europe Group ("ASEE Group"). The Parent Company shall operate within the territory of the Republic of Poland as well as abroad. The period of the Company's operations is indefinite.

The parent of ASEE S.A. is Asseco Poland S.A. (the higher-level parent company). As at 30 June 2013, Asseco Poland S.A. held a 51.06% stake in the share capital of ASEE S.A.

These interim condensed financial statements cover the period of 6 months ended 30 June 2013 and contain comparable data for the period of 6 months ended 30 June 2012 in the case of the statement of comprehensive income, statement of changes in equity and statement of cash flows, as well as comparable data as at 31 December 2012 in the case of the statement of financial position. The income statement as well as notes to the income statement cover the period of 3 months ended 30 June 2013 and contain comparable data for the period of 3 months ended 30 June 2012; these data were not subject to a review by certified auditors.

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

These interim condensed financial statements were approved for publication by the Management Board on 7 August 2013.

The Company also prepared the interim consolidated financial statements of Asseco South Eastern Europe Group for the period of 6 months ended 30 June 2013, which were approved for publication by the Management Board on 7 August 2013.

## **II. ACCOUNTING POLICIES APPLIED WHEN PREPARING THE FINANCIAL STATEMENTS**

### **1. Basis for preparation of interim condensed financial statements**

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

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

These interim condensed financial statements were prepared on the going-concern basis, assuming the Company will continue its business activities in the foreseeable future.

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

### **2. Compliance statement**

These interim condensed financial statements have been prepared in conformity with the International Financial Reporting Standards adopted by the European Union ("IFRS") and, in particular, in accordance with the International Accounting Standard 34.

As at the date of approving these financial statements for publication, given the ongoing process of implementation of IFRS standards in the EU as well as the nature of the Company's operations, within the scope of accounting policies applied by the Company, there are differences between the International Financial Reporting Standards and the International Financial Reporting Standards adopted by the European Union. The Company took advantage of the option, which is given to adopters of the International Financial Reporting Standards adopted by the EU, to apply the IFRS 10, IFRS 11, IFRS 12, and amended IAS 27 and IAS 28 only for annual periods beginning on or after 1 January 2014.

### 3. Significant accounting policies

The major accounting policies adopted by ASEE S.A. have been described in its financial statements for the year ended 31 December 2012, which were published on 20 February 2013 and are available at the Issuer's website: [www.asseco.com/see](http://www.asseco.com/see). These interim condensed financial statements do not include all the information and disclosures required for annual consolidated financial statements and therefore they should be read together with the Company's financial statements for the year ended 31 December 2012.

The accounting policies adopted for drawing up this report are coherent with those applied for preparation of the annual financial statements for the year ended 31 December 2012, except for applying the amendments to standards and new interpretations effective for annual periods beginning on or after 1 January 2013:

- The first phase of IFRS 9 *Financial Instruments: Classification and Measurement* – effective for annual periods beginning on or after 1 January 2015 – not adopted by the EU till the date of approval of these financial statements. In the following phases, the International Accounting Standards Board deals with hedge accounting and impairment. Application of the first phase of IFRS 9 will affect the classification and measurement of the Company's financial assets. The Company is going to assess the impact of the first phase in conjunction with the consecutive phases when they are published, in order to ensure a coherent picture;
- IFRS 10 *Consolidated Financial Statements* – effective for annual periods beginning on or after 1 January 2013 – to be applied in the EU at the latest for annual periods beginning on or after 1 January 2014. The Company has decided to apply this IFRS starting from the annual period beginning on 1 January 2014;
- IFRS 11 *Joint Arrangements* – effective for annual periods beginning on or after 1 January 2013 – to be applied in the EU at the latest for annual periods beginning on or after 1 January 2014. The Company has decided to apply this IFRS starting from the annual period beginning on 1 January 2014;
- IFRS 12 *Disclosure of Interests in Other Entities* – effective for annual periods beginning on or after 1 January 2013 – to be applied in the EU at the latest for annual periods beginning on or after 1 January 2014. The Company has decided to apply this IFRS starting from the annual period beginning on 1 January 2014;
- Amendments of IFRS 10, IFRS 11 and IFRS 12 *Transitional Provisions* – effective for annual periods beginning on or after 1 January 2013 – to be applied in the EU at the latest for annual periods beginning on or after 1 January 2014;
- IAS 27 *Separate Financial Statements* – effective for annual periods beginning on or after 1 January 2013 – to be applied in the EU at the latest for annual periods beginning on or after 1 January 2014. The Company has decided to apply the amended IAS starting from the annual period beginning on 1 January 2014;
- IAS 28 *Investments in Associates and Joint Ventures* – effective for annual periods beginning on or after 1 January 2013 – to be applied in the EU at the latest for annual periods beginning on or after 1 January 2014. The Company has decided to apply the amended IAS starting from the annual period beginning on 1 January 2014;
- Amendments to IAS 32 *Financial Instruments: Presentation: Offsetting of Financial Assets and Financial Liabilities* – effective for annual periods beginning on or after 1 January 2014;
- Amendments to IFRS 10, IFRS 12 and IAS 27 *Investment Entities* (published on 31 October 2012) – effective for annual periods beginning on or after 1 January 2014 – not adopted by the EU till the date of approval of these financial statements;
- IFRIC 21 *Levies* – effective for annual periods beginning on or after 1 January 2014 – not adopted by the EU till the date of approval of these financial statements;
- Amendments to IAS 36 *Recoverable Amount Disclosures for Non-Financial Assets* (published on 29 May 2013) – effective for annual periods beginning on or after 1 January 2014 – not adopted by the EU till the date of approval of these financial statements;
- Amendments to IAS 39 *Novation of Derivatives and Continuation of Hedge Accounting* (published on 27 June 2013) – effective for annual periods beginning on or after 1 January 2014 – not adopted by the EU till the date of approval of these financial statements.

#### 4. Changes in estimates

In the period of 6 months ended 30 June 2013, our approach to making estimates was not subject to any substantial change.

#### 5. Professional judgement

Preparing financial statements in accordance with IFRS requires making estimates and assumptions which impact the data disclosed in such financial statements. Despite the estimates and assumptions have been adopted based on the Company's management best knowledge about the current activities and occurrences, the actual results may differ from those anticipated.

The main areas which, in the process of applying the accounting policies, were largely subject to the management's professional judgement remained unchanged as compared with their description presented in the annual financial statements for the year 2012.

#### 6. Seasonal nature of business

Because we are a holding company, the distribution of our financial results during a fiscal year depends largely on the dates when our subsidiary companies adopt resolutions to pay out dividends.

### III. INFORMATION ON OPERATING SEGMENTS

The Company's operating activities comprise both holding operations and sales of IT services and software.

The Holding Activities segment includes revenues and expenses related to managing the Group. The segment's revenues comprise primarily dividends and sales of business and technical support services to the Company's subsidiaries.

The IT Services segment includes revenues and expenses related to our information technology operations in two areas: authentication solutions (banking) and voice automation solutions (systems integration).

#### 7. Changes in the presentation principles applied

In the reporting period, the Group did not introduce any presentation changes.

#### 8. Changes in the accounting policies applied

In the reporting period, the Group has not introduced any changes to the applied accounting policies, except for adopting the amendments to standards and new interpretations effective for annual periods beginning on or after 1 January 2013.

Likewise, the Group has not changed the method for valuation of financial instruments measured at fair value.

#### 9. Corrections of material errors

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

<b>For the period of 6 months ended 30 June 2013 in PLN thousands (unaudited)</b>	<b>Holding activities</b>	<b>IT services</b>	<b>Total</b>
Dividend income	29,708	-	<b>29,708</b>
Revenues from sales of services	4,671	-	<b>4,671</b>
Revenues from sales of IT services and software	-	4,183	<b>4,183</b>
<b>Total sales revenues</b>	<b>34,379</b>	<b>4,183</b>	<b>38,562</b>
<b>Gross profit on sales</b>	<b>31,627</b>	<b>881</b>	<b>32,508</b>
Distribution costs (-)	(615)	(581)	<b>(1,196)</b>
General administrative expenses (-)	(34)	-	<b>(34)</b>
<b>Net profit on sales</b>	<b>30,978</b>	<b>300</b>	<b>31,278</b>

<b>For the period of 6 months ended 30 June 2012 in PLN thousands (unaudited)</b>	<b>Holding activities</b>	<b>IT services</b>	<b>Total</b>
Dividend income	18,012	-	<b>18,012</b>
Revenues from sales of services	2,922	-	<b>2,922</b>
Revenues from sales of IT services and software	-	864	<b>864</b>
<b>Total sales revenues</b>	<b>20,934</b>	<b>864</b>	<b>21,798</b>
<b>Gross profit on sales</b>	<b>18,996</b>	<b>285</b>	<b>19,281</b>
Distribution costs (-)	(357)	(72)	<b>(429)</b>
General administrative expenses (-)	-	-	<b>-</b>
<b>Net profit on sales</b>	<b>18,639</b>	<b>213</b>	<b>18,852</b>

#### IV. EXPLANATORY NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

##### 1. Holding activities – Dividend income and service revenues

Operating revenues from holding activities comprise dividends received from subsidiary companies as well as revenues from the sale of consulting, business and technical support services which are provided to subsidiary companies of ASEE Group. As the Company is primarily engaged in holding operations, the above-mentioned

categories of revenues are presented in operating activities.

Cash flows generated from dividends received in the first half of 2013 amounted to PLN 26,400 thousand, as compared with PLN 17,383 thousand received in the first half of 2012.

	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Dividends from related companies	7,615	29,708	6,988	18,012
Revenues from sales of services	2,419	4,671	1,415	2,922
	<b>10,034</b>	<b>34,379</b>	<b>8,403</b>	<b>20,934</b>

##### 2. Operating activities – Revenues from sales of IT services and software

	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Revenues from sales of software and IT services	1,857	4,183	864	864

Both in the period of 6 months ended 30 June 2013 and in the comparable period, operating activities include revenues from licensing fees as well as maintenance and implementation services.

In the comparable period, a portion of revenues from IT services amounting to PLN 128 thousand, generated in the period from 1 January 2012 to 1 June 2012, this is until the merger of ASEE S.A. and ITD Poland Sp. z o.o., has been presented under other operating income; hence, the amount of PLN 864 thousand is related just to the last month of the first half of 2012.

Prior to this merger, revenues other than those generated from holding activities were treated as other operating activities because ASEE S.A. operated primarily as a holding company. As a result of the merger conducted between ASEE S.A. and ITD Poland on 1 June 2012, the Company's business profile was extended from holding operations to the Group management as well as sales of IT services and software, and therefore, from that time, all revenues are reported under operating activities.

##### 3. Breakdown of operating costs

	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Materials and energy used (-)	(22)	(50)	(18)	(36)
Third-party services (-)	(1,132)	(2,084)	(841)	(1,157)
Salaries (-)	(855)	(1,893)	(505)	(808)
Employee benefits (-)	(133)	(291)	(82)	(168)
Depreciation and amortization (-)	(59)	(125)	(48)	(83)
Taxes and charges (-)	(5)	(22)	(10)	(12)
Business trips (-)	(160)	(250)	(141)	(198)
Other (-)	(36)	(53)	(39)	(45)
	<b>(2,402)</b>	<b>(4,768)</b>	<b>(1,684)</b>	<b>(2,507)</b>
<b>Cost of sales:</b>	<b>(2,920)</b>	<b>(6,054)</b>	<b>(1,691)</b>	<b>(2,517)</b>
Production costs (-)	(1,911)	(3,538)	(1,255)	(2,078)
cost of goods and third-party services sold (COGS) (-)	(1,009)	(2,516)	(436)	(439)
<b>Distribution costs (-)</b>	<b>(474)</b>	<b>(1,196)</b>	<b>(429)</b>	<b>(429)</b>
<b>General administrative expenses (-)</b>	<b>(17)</b>	<b>(34)</b>	<b>-</b>	<b>-</b>

#### 4. Other operating income and expenses

Other operating income	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Revenues from sales of software and services	-	-	46	128
Other	2	15	40	46
	<b>2</b>	<b>15</b>	<b>86</b>	<b>174</b>

Other operating income of PLN 15 thousand recognized in the period of 6 months ended 30 June 2013 resulted from compensations received.

In the comparable period, other operating income of PLN 128 thousand resulted from the sale of third-party IT support and software maintenance services provided during a warranty period, as well as the sale of token and SMS handling services.

Such revenues were presented under other operating income in the amounts relating to the period from 1 January 2012 to 1 June 2012, this is until the date of the merger between ASEE S.A. and ITD Poland Sp. z o.o. Prior to this merger, revenues other than those generated from holding activities were treated as other operating activities because ASEE S.A. operated primarily as a holding company.

Other operating expenses	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Cost of purchase of third-party software and services (-)	-	-	(68)	(116)
Costs of post-accident repairs (-)	(3)	(3)	-	(22)
Other (-)	-	-	-	(61)
	<b>(3)</b>	<b>(3)</b>	<b>(68)</b>	<b>(199)</b>

Other operating expenses recognized in the period of 6 months ended 30 June 2013 correspond to the purchases of third-party support and maintenance

services as well as implementation and licensing services, which were recognized by ITD Poland up until the merger date, i.e. 1 June 2012.

#### 5. Financial income and expenses

Financial income	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Positive foreign exchange differences	666	1,000	-	-
Interest on bank deposits	252	451	276	338
Gain on change in fair value of derivative instruments	-	-	499	377
Gain on disposal of financial assets carried at fair value through profit or loss	-	-	-	128
Gain on revaluation of contingent payments in transactions to obtain control	-	-	-	420
Gain on disposal of shares	238	238	-	-
	<b>1,156</b>	<b>1,689</b>	<b>775</b>	<b>1,263</b>

Financial income recognized in the period of 6 months ended 30 June 2013 includes a gain on the disposal of a 38.22% stake in Sigma, Turkey amounting to PLN 238 thousand.

Financial income for the period of 6 months ended 30 June 2012 includes a reduction of the estimated conditional payments for shares in subsidiaries by the amount of PLN 420 thousand (of which: in EST A.Ş. (presently ASEE Turkey) by PLN 85 thousand, and in Altius Bulgaria by PLN 335 thousand).

Furthermore, financial income for the comparable period includes the effects of valuation of derivative instruments amounting to PLN 377 thousand, as well as a gain on disposal of investment fund units amounting to PLN 128 thousand.

Financial expenses	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Negative foreign exchange differences (-)	-	-	(194)	(454)
Loss on change in fair value of derivative instruments (-)	(61)	(83)	-	-
Loss on valuation of financial assets carried at fair value through profit or loss (-)	(39)	(52)	-	-
Loss on exercise of derivative instruments (-)	-	-	(34)	(78)
Loss on revaluation of contingent payments in transactions to obtain control (-)	-	-	(729)	(456)
	<b>(100)</b>	<b>(135)</b>	<b>(957)</b>	<b>(988)</b>

Financial expenses recognized in the period of 6 months ended 30 June 2013 include a loss on valuation of units in a money market investment fund (PLN 52 thousand) as well as a loss on valuation of derivative instruments (PLN 83 thousand).

Financial expenses incurred in the period of 6 months ended 30 June 2012 include a revision of

the estimated contingent liability for shares acquired in subsidiary ASEE Bulgaria amounting to PLN 456 thousand net (in the 1<sup>st</sup> quarter of 2012 this contingent liability was reduced by PLN 273 thousand; whereas, in the 2<sup>nd</sup> quarter of 2012 it was increased by PLN 729 thousand).

## 6. Corporate income tax

The main charges on pre-tax profit by virtue of corporate income tax (current and deferred portions):

	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
Current corporate income tax and prior years adjustments	(119)	(1,264)	64	64
Deferred income tax related to origination and reversal of temporary differences	(1,050)	(1,137)	(259)	(271)
<b>Income tax expense as disclosed in the income statement</b>	<b>(1,169)</b>	<b>(2,401)</b>	<b>(195)</b>	<b>(207)</b>

Income tax expense resulted primarily from withholding tax on dividends from our subsidiaries.

The amount of deferred income tax disclosed in the income statement for the first half of 2013 resulted basically from utilizing our deferred tax assets arising from tax losses, which amounted to PLN 850 thousand.

As at 30 June 2013, the Company's tax-deductible losses not accounted for in deferred income tax assets amounted to PLN 72,135 thousand.

In the period of 6 months ended 30 June 2013, the amount of tax losses not included in deferred tax assets changed by PLN 1,052 thousand. The Company did not recognize the entire balance of deferred tax assets related to tax losses. Deferred income tax assets arising from unutilized tax losses were recognized in the amount of PLN 1,450 thousand, this is to the extent it is probable that future taxable income will enable writing such unutilized losses off. The utilization of those tax-deductible losses is possible till the end of 2015.

## 7. Earnings per share

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

Both during the reporting period and the prior year's comparable period, no events occurred that would result in a dilution of earnings per share.

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



	3 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2013 (unaudited)	3 months ended 30 June 2012 (unaudited)	6 months ended 30 June 2012 (unaudited)
<b>Net profit for the reporting period</b>	<b>8,366</b>	<b>30,443</b>	<b>6,788</b>	<b>18,895</b>
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
<b>Earnings per share for the reporting period (in PLN):</b>				
Basic earnings per share	0.16	0.59	0.13	0.36
Diluted earnings per share	0.16	0.59	0.13	0.36

## 8. Information on dividends paid out or declared

The Ordinary General Meeting of Shareholders of ASEE S.A. seated in Rzeszów, by its resolution passed on 15 April 2013, decided that the net profit for the financial year 2012 amounting to PLN 46,712,649.63 as well as retained earnings for 2011 amounting to PLN 2,161,123.44 shall be distributed as follows:

- the amount of PLN 3,737,011.97 from the net profit for the financial year 2012 shall be allocated to the reserve capital pursuant to art. 396 § 1 of the PCCC;
- PLN 42,034,343.31 shall be distributed among all the Company's shareholders through payment of a dividend amounting to PLN 0.81 per share.

The remaining portion of the net profit for 2012 amounting to PLN 3,102,417.79 has been retained as prior years' earnings.

The Company's Ordinary General Meeting of Shareholders established 12 July 2013 as the dividend right date. The number of shares eligible for dividend is 51,894,251. The dividend was paid out on 31 July 2013.

## 9. Property, plant and equipment, and intangible assets

	Tangible assets	Goodwill arising from a merger	Intangible assets
<b>Net book value as at 1 January 2013</b>	<b>390</b>	<b>4,567</b>	<b>296</b>
Purchases	186	-	20
Depreciation charge (-)	(77)	-	(48)
<b>Net book value as at 30 June 2013</b>	<b>499</b>	<b>4,567</b>	<b>268</b>

Both as at 30 June 2013 and 31 December 2012, the Company had no liabilities resulting from purchases of property, plant and equipment and intangible assets.



## 10. Investments in subsidiary companies

Full name of company	Short name	30 June 2013 (unaudited)	31 Dec. 2012 (audited)
Asseco SEE d.o.o., (Sarajevo)	ASEE B&H	25,830	25,830
Asseco SEE o.o.d. (Sofia)	ASEE Bulgaria	4,265	4,265
Asseco SEE d.o.o. (Zagreb)	ASEE Croatia	110,680	110,680
Asseco SEE Sh.p.k. (Pristina)	ASEE Kosovo	38,328	38,328
Asseco SEE DOEL, (Skopje)	ASEE Macedonia	98,480	98,480
Asseco SEE s.r.l., (Bucharest)	ASEE Romania	147,485	147,485
Asseco SEE d.o.o., (Beograd)	ASEE Serbia	80,297	80,297
Asseco SEE d.o.o., (Grosuplje)	ASEE Slovenia	2,332	2,332
Asseco SEE Teknoloji A.Ş. (Istanbul)	ASEE Turkey	55,810	55,810
Sigma Danışmanlık ve Uygulama Merkezi A.Ş.	Sigma Turkey	15,651	25,333
		<b>579,158</b>	<b>588,840</b>

Subsidiaries of ASEE S.A. are primarily engaged in the development of IT solutions for the financial, industrial, and public administration sectors, settlement of on-line payments, as well as in the provision of card payment solutions and integration services. The Company's investments in subsidiaries have been described in detail in its annual report for the year 2012, which was published on 20 February 2013 and is available at the Issuer's website: [www.asseco.com/see](http://www.asseco.com/see).

In the period of 6 months ended 30 June 2013, following a disposal of a 38.22% stake held in Sigma Turkey by ASEE S.A., the value of our investment in this company dropped by PLN 9,682

thousand. These shares in Sigma Turkey have been sold to our subsidiary ASEE Turkey. ASEE S.A. realized a gain on this transaction amounting to PLN 238 thousand, which was recognized in financial income. In the period of 6 months ended 30 June 2013, proceeds from the above-mentioned transaction amounted to PLN 832 thousand. Payments due to ASEE S.A. from ASEE Turkey have been scheduled for a period of two years from the date of the transaction. As at 30 June 2013, receivables of ASEE S.A. arising from this transaction amounted to PLN 9,621 thousand.

### Impairment testing of investments

At every balance sheet date, ASEE S.A. carries out a valuation of its assets concerning possible impairment. Should there be any indications of impairment, the Company shall estimate the recoverable amount. If the carrying value of a given asset exceeds its recoverable amount, impairment charges are made in order to reduce such carrying value to the level of recoverable amount.

As at 30 June 2013, we estimated the recoverable amounts of our investments in the companies of ASEE Croatia, ASEE Romania and ASEE Bulgaria because the actual results generated by those companies in the first half of 2013 were weaker than budgeted, as well as our investment in ASEE Kosovo in order to verify the amount of impairment write-down recognized in 2011.

The recoverable value of investments in the above-mentioned subsidiaries as at 30 June 2013 was determined on the basis of their value in use, applying the forecasted free cash flow to firm (FCFF) based on the financial forecasts approved by our management personnel. The residual value was determined assuming no growth of the achieved margins after the forecast period.

The discount rate applied to determine the present value of expected future cash flows was equivalent to the estimated weighted average cost of capital for each individual company. Particular components of the discount rate were determined taking into account the market values of risk-free interest rates, the beta coefficient that was leveraged to reflect the market debt-equity structure, as well as the expected market yield. The conducted impairment tests did not indicate a necessity to recognize any impairment charges on our investments in the companies of ASEE Croatia, ASEE Romania and ASEE Bulgaria. Neither did the tests provide basis to reverse the impairment write-down on ASEE Kosovo that was created in previous years.

The table below presents the basic assumptions concerning the discount rate and sales revenue growth as adopted in the testing model:

<b>30 June 2013</b>	Discount rate applied in the model	Sales revenue growth rate applied in the model
ASEE Romania	8.17%	6.86%
ASEE Kosovo	9.83%	5.72%
ASEE Croatia	9.18%	8.54%
ASEE Bulgaria	7.62%	22.39%

If the discount rate applied in the valuation model for ASEE Romania was changed by 1.3 pp (with other assumptions remaining constant), the recoverable value of this investment would be equal to its carrying amount.

The recoverable value of our investment in ASEE Romania exceeds its carrying amount by PLN 24.2 million.

Any reasonable modification of the key assumptions adopted in the valuation model for ASEE Kosovo, ASEE Croatia and ASEE Bulgaria should not indicate a necessity of recognizing an impairment charge.

No indications of impairment were observed in respect of our investments in other subsidiaries.

#### 11. Short-term and long-term receivables

<b>Trade receivables</b>	<b>30 June 2013</b>	<b>31 Dec. 2012</b>
	(unaudited)	(audited)
Trade receivables, of which:	3,341	2,801
From related companies	1,692	530
From other companies	1,649	2,271

Receivables from related companies, as presented herein, resulted from sales of consulting, business and technical support services to subsidiary companies of ASEE Group amounting to PLN 1,481 thousand, as well as revenues from maintenance services provided to Asseco Poland S.A. amounting to PLN 211 thousand.

In the period of 6 months ended 30 June 2013, the value of sales to Asseco Poland S.A. reached PLN 316 thousand. Whereas, in the period of 6 months ended 30 June 2012, sales to Asseco Poland S.A. amounted to PLN 48 thousand, including PLN 7 thousand from the disposal of tangible assets.

<b>Other receivables</b>	<b>30 June 2013</b>	<b>31 Dec. 2012</b>
	(unaudited)	(audited)
Receivables from disposal of shares	9,621	517
Receivables from dividends	2,813	-
Other receivables	178	128
	<b>12,612</b>	<b>645</b>
- short-term	6,640	563
- long-term	5,972	82

As at 30 June 2013, receivables from disposal of shares resulted from the sale of shares in Sigma Turkey and amounted to PLN 9,621 thousand (of which PLN 5,972 thousand was presented in long-term receivables and PLN 3,649 thousand in short-term receivables); whereas, as at 31 December 2012, receivables from the sale of shares in EST A.Ş. reached PLN 517 thousand.

Receivables from dividends corresponded to net profits distributed by our subsidiaries which have not yet been paid out till the balance sheet date.

#### 12. Cash and short-term deposits

	<b>30 June 2013</b>	<b>31 Dec. 2012</b>
	(unaudited)	(audited)
Cash at bank and in hand	462	1,521
Short-term bank deposits	19,127	1,123
	<b>19,589</b>	<b>2,644</b>

#### 13. Current financial assets

Financial assets held to maturity include 3- to 12-month cash deposits. As at 30 June 2013, such bank deposits amounted to PLN 14,769 thousand inclusive of accrued interest (PLN 460 thousand); whereas, as at 31 December 2012, they amounted to PLN 12,625 thousand inclusive of accrued interest (PLN 116 thousand). In the period of 6 months ended 30 June 2013, cash outflows for bank deposits amounted to PLN 3,300 thousand, inflows from bank deposits amounted to PLN 1,500 thousand, whereas accrued interest reached PLN 344 thousand.

Financial assets carried at fair value through profit or loss include participation units in money market investment funds amounting to PLN 9,448 thousand as at 30 June 2013; whereas, as at 31 December 2012 such assets included forward currency contracts with a book value of PLN 23 thousand. In the period of 6 months ended 30 June 2013, outflows for the acquisition of units in money market investment funds amounted to PLN 9,500 thousand.

The book values of financial assets held by the Group as at 30 June 2013 and 31 December 2012 did not significantly differ from their fair values. Financial assets carried at fair value through profit or loss as well as financial assets held to maturity, as disclosed in the balance sheet, have been assigned to Level 1 in the fair value hierarchy.

#### 14. Trade payables and financial liabilities

Short-term trade payables	30 June 2013 (unaudited)	31 Dec. 2012 (audited)
To related companies	443	490
To other companies	1,630	182
	<b>2,073</b>	<b>672</b>

As at 30 June 2013, there were no trade payables outstanding under transactions conducted with Asseco Poland S.A.; whereas, as at 31 December 2012 such payables amounted to PLN 95 thousand. Other related party liabilities, amounting to PLN 443 thousand as at 30 June 2013 and PLN 395 thousand as at 31 December 2012, included payables to subsidiaries arising from purchases we made in order to provide IT services.

In the period of 6 months ended 30 June 2013, the value of purchases from Asseco Poland S.A. reached PLN 102 thousand. Whereas, in the period of 6 months ended 30 June 2012, purchases from Asseco Poland S.A. totalled at PLN 120 thousand, including PLN 14 thousand spent for tangible assets.

The table below discloses the Company's trade payables as at 30 June 2013 and 31 December 2012, by maturity period based on the contractual undiscounted payments.

Aging structure of trade payables	30 June 2013 (unaudited)		31 Dec. 2012 (audited)	
	Amount	Structure	Amount	Structure
Liabilities due already	885	42.69%	395	58.78%
Liabilities falling due within 3 months	1,188	57.31%	277	41.22%
	<b>2,073</b>	<b>100.0%</b>	<b>672</b>	<b>100.0%</b>

Current financial liabilities	30 June 2013 (unaudited)	31 Dec. 2012 (audited)
Dividend payment liabilities	42,034	-
Currency forward contracts	60	-
	<b>42,094</b>	<b>-</b>

Dividend payment liabilities reported as at 30 June 2013 comprised dividends payable to shareholders of ASEE S.A.

#### 15. Prepayments, accruals and deferred income

Prepayments	30 June 2013 (unaudited)	31 Dec. 2012 (audited)
Prepaid maintenance services and license fees	1,869	1,080
Prepaid insurance	23	12
Other	59	16
	<b>1,951</b>	<b>1,108</b>
- short-term	1,573	651
- long-term	378	457

Accruals	30 June 2013 (unaudited)	31 Dec. 2012 (audited)
Provision for the audit of financial statements	108	136
Accrual for unused holiday leaves	218	172
Accrual for salaries	87	831
Provision for operating costs	292	409
	<b>705</b>	<b>1,548</b>
- short-term	705	1,548
- long-term	-	-

Both as at 30 June 2013 and 31 December 2012, accruals comprised the provision for the audit of financial statements, provision for current operating costs which have been incurred but not yet invoiced, accrual for salaries along with payroll overheads to be paid out in future periods that resulted from the bonus schemes applied by ASEE S.A., as well as the accrual for unused holiday leaves.

Deferred income	30 June 2013 (unaudited)	31 Dec. 2012 (audited)
Maintenance services paid in advance	1,685	1,112
Revenues relating to future periods	-	589
	<b>1,685</b>	<b>1,701</b>
- short-term	1,254	1,118
- long-term	431	583

The balance of deferred income relates to prepayments for services to be provided, such as maintenance and IT services.

#### 16. Information and explanations to the statement of cash flows

The table below presents items comprising changes in working capital as disclosed in the statement of cash flows:

Changes in working capital	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)
Change in inventories	4	-
Change in receivables	( 1,122)	(1,420)
Change in liabilities	1,251	(351)
Change in prepayments and accruals	(1,702)	(539)
	<b>(1,569)</b>	<b>(2,310)</b>

The following tables present the reconciliation between the balance sheet changes in working capital and the changes that affect operating cash flows as reported in the statement of cash flows:

Changes in working capital	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)
<b>Changes in liabilities as per the balance sheet</b>	<b>43,484</b>	<b>19,810</b>
Change in liabilities arising from company acquisitions	-	39
Valuation of forward contracts	(60)	377
Trade payables of an acquired company	-	(1,905)
Loans and interest	-	11
Dividends payable	(42,034)	(18,682)
Withholding income tax	(140)	-
Other	1	(1)
<b>Total changes affecting operating cash flows</b>	<b>1,251</b>	<b>(351)</b>

Changes in working capital	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)
<b>Changes in receivables as per the balance sheet</b>	<b>(12,419)</b>	<b>(2,586)</b>
Corporate income tax recovered	(88)	-
Adjustment of receivables from disposal of EST A.Ş.	(517)	(1,153)
Disposal of shares in Sigma	9,621	-
Disposal of shares in Sigma – foreign exchange differences	(532)	-
Dividends receivable	2,813	-
Trade receivables of an acquired company	-	1,874
Withholding income tax	-	439
Other	-	6
<b>Total changes affecting operating cash flows</b>	<b>(1,122)</b>	<b>(1,420)</b>

The table below reveals the costs incurred by ASEE S.A. for the acquisition of shares in subsidiary companies:

Cost of acquisition of shares in subsidiary companies	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)
ASEE Slovenia	-	(1,026)
	-	<b>(1,026)</b>

The table below discloses the amounts of dividend income received by ASEE S.A. from its subsidiary companies:

Dividend income received	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)
ASEE Serbia	10,410	8,337
ASEE Croatia	-	2,302
ASEE Romania	4,400	6,103
ASEE Kosovo	648	-
ASEE Macedonia	8,313	-
ASEE Slovenia	-	641
ASEE B&H	2,629	-
	<b>26,400</b>	<b>17,383</b>

Disposal of shares in subsidiary companies	6 months ended 30 June 2013 (unaudited)	6 months ended 30 June 2012 (unaudited)
ASEE Turkey (former EST A.Ş., (Istanbul))	517	1,087
SIGMA Turkey	832	-
	<b>1,349</b>	<b>1,087</b>

Proceeds from the disposal of shares amounting to PLN 1,349 thousand were received from the sale of a 23.1% stake in EST A.Ş. (Istanbul) to ASEE Turkey in 2011 (PLN 517 thousand) and from the sale of a 38.22% stake in Sigma Turkey to ASEE Turkey in 2013 (PLN 832 thousand).

In the comparable period last year, proceeds from the disposal of shares equalled PLN 1,087 thousand and were received from the above-mentioned sale of shares in EST A.Ş. (presently ASEE Turkey).

## 17. Information on related parties

### Related party transactions

The total values of transactions conducted with our related parties during the 6-month periods ended 30 June 2013 and 30 June 2012, as well as outstanding balances of receivables and liabilities arising from such transactions as at 30 June 2013 and 31 December 2012 are presented in the table below:

Related party	Sales to related parties	Purchases from related parties	Receivables from related parties	Liabilities to related parties
<b>Parent company:</b>				
Asseco Poland S.A.				
2013	316	102	262	-
2012	48	120	-	95
<b>Subsidiary companies:</b>				
2013	4,687	1,667	1,481	443
2012	2,905	326	530	395

Receivables from Asseco Poland S.A. disclosed as at 30 June 2013 comprise trade receivables amounting to PLN 211 thousand, uninvoiced deliveries amounting to PLN 4 thousand, as well as other receivables (security deposits) amounting to PLN 47 thousand.

### Transactions conducted with or through the Key Management Personnel (members of the Management Board and Supervisory Board) of Asseco South Eastern Europe S.A.

The values of transactions conducted by ASEE S.A. and companies of Asseco South Eastern Europe Group with or through the Key Management Personnel (members of the Management Board and Supervisory Board) of ASEE S.A. during the 6-month periods ended 30 June 2013 and 30 June 2012, as well as outstanding balances of receivables and liabilities arising from such transactions as at

30 June 2013 and 31 December 2012 are presented in the table below:

Related party	Sales to related parties	Purchases from related parties	Receivables from related parties	Liabilities to related parties
Key Management Personnel (members of the Management Board and Supervisory Board) of ASEE S.A.:				
2013	33	3,654	4	56
2012	49	3,595	10	36

Purchases from and sales to related parties presented in the table above are associated primarily with the rental of space and purchases or sales of hardware and services that were conducted by companies of ASEE Group and ASEE S.A. with parties related through the Key Management Personnel or with the Key Management Personnel themselves.

The figures disclosed in the table above include the following transactions concluded with or through the Key Management Personnel (members of the Management Board and Supervisory Board) of ASEE S.A.:

During the period of 6 months ended 30 June 2013, ASEE Serbia incurred space rental costs that were paid to its related parties MHM d.o.o., Beograd<sup>4</sup>, DM3 d.o.o., Beograd<sup>2</sup> and Mini Invest d.o.o., Beograd<sup>5</sup>, amounting in total to PLN 3,293 thousand, as compared with PLN 3,225 thousand incurred in the period of 6 months ended 30 June 2012.

During the period of 6 months ended 30 June 2013, ASEE Macedonia incurred space rental costs that were paid to its related party MPS d.o.o., Skopje<sup>6</sup>, amounting in total to PLN 293 thousand, as compared with PLN 370 thousand incurred in the period of 6 months ended 30 June 2012.

All the above-mentioned transactions were carried out on an arm's length basis.

Members of the Management Board and parties related through members of the Management Board and Supervisory Board of Asseco South Eastern Europe S.A. received dividends from ASEE S.A. in the total gross amount of PLN 5,780 thousand, as compared with PLN 2,663 thousand distributed in

2012. Such dividends have not yet been paid out till the balance sheet date, i.e. till 30 June 2013.

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

## 18. Contingent liabilities

Both as at 30 June 2013 and 31 December 2012, the Company had no contingent liabilities.

## 19. Capital management

During the period of 6 months ended 30 June 2013 as well as in the period of 6 months ended 30 June 2012, the Group did not introduce any changes to its objectives, policies and processes adopted in the area of capital management.

## 20. Hedges of cash flows

The Company may apply hedge accounting of future cash flows so that the financial statements fully reflected the economic content of its business activities as well as the Group's acquisitions policy. The Company's Management Board may decide to hedge the future payments for shares acquired in companies against changes of the euro exchange rate. Cash at bank accounts denominated in EUR are used as hedging instruments.

In the period of 6 months ended 30 June 2013 as well as in the period of 6 months ended 30 June 2012, no transactions have been designated as hedged items.

## 21. Objectives and principles of financial risk management

During the period of 6 months ended 30 June 2013, there were no significant changes in our financial risk as well as objectives and principles of financial risk management in relation to the assumptions described in the annual financial statements of ASEE S.A. for the year 2012.

## 22. Significant events after the balance sheet date

In the period from 30 June 2013 till the date of approval of these interim condensed financial statements, this is until 7 August 2013, we have not observed any significant events, the disclosure of which might significantly affect the assessment of human resources, assets, and financial position of ASEE S.A.

<sup>4</sup> Mihail Petreski, Member of the Supervisory Board of ASEE S.A. is a shareholder in Liatris d.o.o. which as at 30 June 2013 held a 7.40% equity interest in ASEE S.A. (as at 31 December 2012: 7.40%). Mihail Petreski and Liatris d.o.o. hold 40% of shares in MHM d.o.o. as well as 50% of shares in DM3 d.o.o. Furthermore, 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. Whereas, 20% of shares in MHM d.o.o. are held by I4 Invention d.o.o. which is also a shareholder in ASEE S.A. 100% of shares in I4 Invention d.o.o. are owned by Miodrag Mirčetić, President of the Management Board of Asseco SEE d.o.o., Beograd and Member of the Management Board of ASEE S.A.;

<sup>5</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.;

<sup>6</sup> Mihail Petreski, Member of the Supervisory Board of ASEE S.A. is the sole shareholder in MPS d.o.o., Skopje.

### **23. Significant events related to prior years**

Until the date of preparing these interim condensed financial statements, this is until 7 August 2013, we have not observed any significant events related to prior years, which have not but should have been included in the accounting books.