

**ATENDE**

**Atende S.A.  
Consolidated quarterly report  
for the first quarter of 2016**

Polish Financial Supervision Authority  
 Consolidated quarterly report QSr I/2016

This report has been prepared in accordance with Articles 82(2) and 83(1) of the Regulation of the Minister of Finance dated February 19<sup>th</sup>, 2009 — Journal of Laws No 33, item 259 for issuers of securities conducting manufacturing, construction, commercial or services activity.

The report for the first quarter of the financial year 2016 covers the period from January 1<sup>st</sup>, 2016 to March 31<sup>st</sup>, 2016. It includes condensed consolidated financial statements prepared in accordance with the IFRS in the Polish currency (PLN) and condensed financial statements prepared in accordance with the IFRS in the Polish currency (PLN).

**Full name of the Issuer:** Atende Spółka Akcyjna  
**Registered office:** ul. Ostrobramska 86, 04-163 Warsaw  
**Sector according to the Warsaw Stock Exchange classification:** information technology  
**Core business:** ICT systems integration and technological infrastructure integration  
**e-mail:** [kontakt@atende.pl](mailto:kontakt@atende.pl)  
**website:** [www.atende.pl](http://www.atende.pl)  
**KRS (National Court Register No):** 0000320991  
**Tax ID No (NIP):** 954-23-57-358  
**Statistical ID No (REGON):** 276930771

Date of report approval and filing: May 16<sup>th</sup>, 2016

Selected financial data

Selected consolidated financial data	in PLN thousands		in EUR thousands	
	1 <sup>st</sup> quarter of 2016	1 <sup>st</sup> quarter of 2015	1 <sup>st</sup> quarter of 2016	1 <sup>st</sup> quarter of 2015
Net sales revenue	31,752	44,292	7,289	10,676
Operating profit (loss)	(2,350)	(1,188)	(539)	(286)
EBITDA	(827)	430	(190)	104
Gross profit (loss)	(2,965)	(1,897)	(681)	(457)
Net profit (loss)	(2,550)	(1,501)	(585)	(362)
Net profit (loss) attributable to shareholders of the parent entity	(2,250)	(1,459)	(516)	(352)
Net cash flows from operating activities	(31,541)	(5,572)	(7,241)	(1,343)
Net cash flows from investing activities	(918)	(1,381)	(211)	(333)
Net cash flows from financial activities	(388)	464	(89)	112
Total net cash flows	(32,847)	(6,489)	(7,541)	(1,564)
Profit (loss) per ordinary share (PLN/EUR)	(0.07)	(0.04)	(0.02)	(0.01)
Diluted profit (loss) per ordinary share (PLN/EUR)	(0.07)	(0.04)	(0.02)	(0.01)
	As at March 31 <sup>st</sup> , 2016	As at December 31 <sup>st</sup> , 2015	As at March 31 <sup>st</sup> , 2016	As at December 31 <sup>st</sup> , 2015
Total assets	130,373	178,224	30,544	41,822
Liabilities and provisions for liabilities	59,216	104,934	13,873	24,624
Long-term liabilities	5,025	4,783	1,177	1,122
Short-term liabilities	54,191	100,151	12,696	23,501
Equity	71,157	73,290	16,671	17,198
Share capital	7,269	7,269	1,703	1,706
Number of shares (units)	36,343,344	36,343,344	36,343,344	36,343,344
Book value per share (PLN/EUR)	1.96	2.02	0.46	0.47
Diluted book value per share (PLN/EUR)	1.96	2.02	0.46	0.47

Selected individual financial data	in PLN thousands		in EUR thousands	
	1 <sup>st</sup> quarter of 2016	1 <sup>st</sup> quarter of 2015	1 <sup>st</sup> quarter of 2016	1 <sup>st</sup> quarter of 2015
Net sales revenue	24,503	36,679	5,625	8,841
Operating profit (loss)	(1,904)	(1,341)	(437)	(323)
EBITDA	(883)	(293)	(203)	(71)
Gross profit (loss)	(2,471)	(2,019)	(567)	(487)
Net profit (loss)	(2,055)	(1,527)	(472)	(368)
Net cash flows from operating activities	(32,674)	(6,095)	(7,501)	(1,469)
Net cash flows from investing activities	(168)	139	(39)	34
Net cash flows from financial activities	(654)	480	(150)	116
Total net cash flows	(33,496)	(5,476)	(7,690)	(1,320)
Profit (loss) per ordinary share (PLN/EUR)	(0.06)	(0.04)	(0.01)	(0.01)
Diluted profit (loss) per ordinary share (PLN/EUR)	(0.06)	(0.04)	(0.01)	(0.01)
	As at March 31 <sup>st</sup> , 2016	As at December 31 <sup>st</sup> , 2015	As at March 31 <sup>st</sup> , 2016	As at December 31 <sup>st</sup> , 2015
Total assets	105,485	154,484	24,713	36,251
Liabilities and provisions for liabilities	47,674	94,664	11,169	22,214
Long-term liabilities	3,342	3,563	783	836
Short-term liabilities	44,332	91,101	10,386	21,378
Equity	57,811	59,820	13,544	14,037
Share capital	7,269	7,269	1,703	1,706
Number of shares (units)	36,343,344	36,343,344	36,343,344	36,343,344
Book value per share (PLN/EUR)	1.59	1.65	0.37	0.39
Diluted book value per share (PLN/EUR)	1.59	1.65	0.37	0.39

EUR EXCHANGE RATES (IN PLN):

average exchange rate in the first quarter of 2016: 4.3559

average exchange rate in the first quarter of 2015: 4.1489

average exchange rate as at March 31<sup>st</sup>, 2016: 4.2684

average exchange rate as at December 31<sup>st</sup>, 2015: 4.2615

average exchange rate as at March 31<sup>st</sup>, 2015: 4.0890

## Contents

<b>1. Interim condensed consolidated financial statements prepared in accordance with IFRS.....</b>	<b>5</b>
1.1. Consolidated statement of financial position .....	5
1.2. Consolidated statement of comprehensive income.....	7
1.3. Consolidated cash flow statement.....	8
1.4. Statement of changes in consolidated equity .....	9
1.5. Information concerning principles adopted to prepare the statements.....	10
1.6. Segment data .....	12
1.7. Detailed notes .....	14
<b>2. Management Board report on the activities of the Capital Group .....</b>	<b>24</b>
2.1. Core operations .....	24
2.2. Description of the organisation of the Capital Group .....	25
2.3. Commentary of the Management Board on the Issuer's achievements in the 1 <sup>st</sup> quarter of 2016 .....	26
2.4. Description of atypical factors and events which materially affect financial results achieved .....	30
2.5. Significant events during the period covered by the statements .....	30
2.6. Material events after the balance sheet date.....	31
2.7. Expected development of the Group .....	31
2.8. Other information.....	32
<b>3. Interim condensed individual financial statements prepared in accordance with IFRS .....</b>	<b>35</b>
3.1. Separate statement of financial position.....	35
3.2. Separate statement of comprehensive income .....	37
3.3. Separate cash flow statement.....	38
3.4. Statement of changes in individual equity .....	39

## 1. Interim condensed consolidated financial statements prepared in accordance with IFRS

### 1.1. Consolidated statement of financial position

ASSETS	Note	as at March 31 <sup>st</sup> , 2016	as at December 31 <sup>st</sup> , 2015	as at March 31 <sup>st</sup> , 2015
<b>Fixed assets</b>		<b>61,476</b>	<b>60,788</b>	<b>56,822</b>
Tangible fixed assets	1.7.1	23,568	23,909	24,742
Intangible assets	1.7.2	21,874	21,471	18,520
Goodwill	0	11,921	10,986	10,487
Other financial assets		56	1,495	1,348
Financial assets available for sale		80	80	-
Deferred income tax assets	1.7.8	3,360	2,140	1,572
Other fixed assets		617	706	153
<b>Current assets</b>		<b>68,897</b>	<b>117,437</b>	<b>69,513</b>
Inventories	1.7.5	15,629	6,965	10,663
Trade receivables	1.7.6	28,178	53,152	41,573
Current income tax receivables		129	227	38
Other receivables	1.7.7	664	325	950
Other financial assets		-	62	-
Prepayments and accruals		4,773	4,334	4,426
Cash and cash equivalents		19,524	52,371	11,863
Assets classified as held for sale		-	-	-
<b>TOTAL ASSETS</b>		<b>130,373</b>	<b>178,224</b>	<b>126,335</b>

<b>EQUITY AND LIABILITIES</b>	Note	as at March 31 <sup>st</sup> , 2016	as at December 31 <sup>st</sup> , 2015	as at March 31 <sup>st</sup> , 2015
<b>Equity</b>		<b>71,157</b>	<b>73,290</b>	<b>66,940</b>
Equity attributable to shareholders of the parent		61,960	64,164	57,769
Minority interest		9,197	9,126	9,171
Share capital		7,269	7,269	7,269
Supplementary capital from share premium		15,538	15,492	15,354
Other capital		30,326	30,256	25,027
Retained financial result		11,077	897	11,578
Financial result for the current period		(2,250)	10,250	(1,459)
<b>Long-term liabilities</b>		<b>5,025</b>	<b>4,783</b>	<b>5,727</b>
Credits and loans		2,647	2,824	3,353
Other financial liabilities		1,273	1,311	2,247
Other long-term liabilities	1.7.9	137	114	42
Provision for deferred income tax	1.7.8	478	-	-
Deferred income		490	534	85
<b>Short-term liabilities</b>		<b>54,191</b>	<b>100,151</b>	<b>53,668</b>
Credits and loans		3,435	3,054	3,486
Other financial liabilities		1,080	1,536	1,614
Trade liabilities		24,693	47,378	27,297
Income tax liabilities		-	3,739	336
Other liabilities	1.7.9	17,608	36,643	17,092
Deferred income		7,375	7,801	3,843
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>130,373</b>	<b>178,224</b>	<b>126,335</b>

## 1.2. Consolidated statement of comprehensive income

	1 <sup>st</sup> quarter 2016	1 <sup>st</sup> quarter 2015
<b>Net sales revenue</b>	<b>31,752</b>	<b>44,292</b>
Costs of sales	20,694	33,511
<b>Gross profit (loss) on sales</b>	<b>11,058</b>	<b>10,781</b>
Other operating income	810	230
General and administrative costs	13,709	11,939
Other operating expenses	509	260
<b>Operating profit (loss)</b>	<b>(2,350)</b>	<b>(1,188)</b>
Financial income	731	276
Financial expenses	1,346	985
Share in net profit (loss) of associates	-	-
<b>Profit (loss) before tax</b>	<b>(2,965)</b>	<b>(1,897)</b>
Income tax	(415)	(396)
Net profit (loss) on continuing operations	(2,550)	(1,501)
Profit (loss) on discontinued operations	-	-
<b>Net profit (loss)</b>	<b>(2,550)</b>	<b>(1,501)</b>
Profit (loss) attributed to non-controlling shareholders	(300)	(42)
<b>Net profit (loss) of the parent entity</b>	<b>(2,250)</b>	<b>(1,459)</b>
Components of other comprehensive income	-	-
that will be reclassified to profit or loss upon satisfying certain conditions	-	-
that will not be reclassified to profit or loss in the subsequent periods	-	-
<b>Total comprehensive income</b>	<b>(2,550)</b>	<b>(1,501)</b>
Total comprehensive income attributed to non-controlling shareholders	(300)	(42)
<b>Total comprehensive income attributable to the parent entity</b>	<b>(2,250)</b>	<b>(1,459)</b>
<b>Net profit (loss) per share (in PLN)</b>		
Basic earnings for the financial period	(0.07)	(0.04)
Diluted earnings for the financial period	(0.07)	(0.04)
<b>Net profit (loss) per share on continuing operations (in PLN)</b>		
Basic earnings for the financial period	(0.07)	(0.04)
Diluted earnings for the financial period	(0.07)	(0.04)
<b>Net profit (loss) per share on discontinued operations (in PLN)</b>	<b>-</b>	<b>-</b>

### 1.3. Consolidated cash flow statement

	1 <sup>st</sup> quarter 2016	1 <sup>st</sup> quarter 2015
<b>OPERATING ACTIVITIES</b>		
Profit / loss before tax	(2,965)	(1,897)
Total adjustments:	(24,704)	(2,548)
Amortisation and depreciation	1,523	1,618
Foreign exchange gains (losses)	14	(263)
Interest and share in profits (dividends)	73	103
Profit (loss) on investment activities	34	162
Change in inventories	(8,663)	(1,933)
Change in receivables	24,661	31,884
Change in liabilities and provisions	(42,591)	(34,814)
Change in other assets	570	845
Other adjustments	(325)	(150)
Cash from operating activities	(27,669)	(4,445)
Income tax	(3,872)	(1,127)
<b>Net cash flows from operating activities</b>	<b>(31,541)</b>	<b>(5,572)</b>
<b>INVESTING ACTIVITIES</b>		
Inflows	72	685
Disposal of intangible and tangible fixed assets	72	685
Outflows	990	2,066
Purchase of intangible and tangible fixed assets	1,614	1,146
Other investment outflows	(624)	920
<b>Net cash flows from investing activities</b>	<b>(918)</b>	<b>(1,381)</b>
<b>FINANCING ACTIVITIES</b>		
Inflows	1,455	1,476
Net inflows from the issue of shares and other equity instruments, as well as contributions to equity	170	-
Credits and loans	277	229
Grants	1,008	984
Other financial inflows	-	263
Outflows	1,843	1,012
Repayments of credits and loans	228	381
Payment of liabilities under finance lease agreements	541	533
Interest	61	98
Other financial outflows	1,013	-
<b>Net cash flows from financing activities</b>	<b>(388)</b>	<b>464</b>
<b>TOTAL NET CASH FLOWS</b>	<b>(32,847)</b>	<b>(6,489)</b>
Balance sheet change in cash, including	(32,847)	(6,489)
- change in cash due to foreign exchange differences	-	-
<b>Opening balance of cash</b>	<b>52,371</b>	<b>18,352</b>
<b>Closing balance of cash</b>	<b>19,524</b>	<b>11,863</b>



**1.4. Statement of changes in consolidated equity**

	Share capital	Supplementary capital from share premium	Other capital	Retained financial result	Financial result for the current period	Equity attributable to shareholders of the parent	Minority interest	Total equity
<b>1<sup>st</sup> quarter of 2016</b>								
<b>Equity as at January 1<sup>st</sup>, 2016 according to IFRS</b>	<b>7,269</b>	<b>15,492</b>	<b>30,256</b>	<b>897</b>	<b>10,250</b>	<b>64,164</b>	<b>9,126</b>	<b>73,290</b>
Changes in accounting principles	-	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-
Equity after adjustments	7,269	15,492	30,256	897	10,250	64,164	9,126	73,290
Increase of the share capital in Atende Medica – acquisition of shares for one of the minority shareholders	-	-	-	-	-	-	(48)	(48)
Deferred tax on items recognised in equity	-	46	-	-	-	46	-	46
Consolidation of Energy Data Lab	-	-	-	-	-	-	419	419
Net profit distribution	-	-	70	10,180	(10,250)	-	-	-
Total comprehensive income	-	-	-	-	(2,250)	(2,250)	(300)	(2,550)
<b>Equity as at March 31<sup>st</sup>, 2016 according to IFRS</b>	<b>7,269</b>	<b>15,538</b>	<b>30,326</b>	<b>11,077</b>	<b>(2,250)</b>	<b>61,960</b>	<b>9,197</b>	<b>71,157</b>
<b>2015</b>								
<b>Equity as at January 1<sup>st</sup>, 2015 according to IFRS</b>	<b>7,269</b>	<b>15,308</b>	<b>24,809</b>	<b>3,520</b>	<b>8,276</b>	<b>59,182</b>	<b>9,213</b>	<b>68,395</b>
Changes in accounting principles	-	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-
Equity after adjustments	7,269	15,308	24,809	3,520	8,276	59,182	9,213	68,395
Increase of the share capital in Atende Medica	-	-	-	-	-	-	269	269
Consolidation of OmniChip	-	-	-	-	-	-	589	589
Net profit distribution	-	-	5,447	2,829	(8,276)	(0)	-	(0)
Dividend payout	-	-	-	(5,452)	-	(5,452)	(922)	(6,374)
Deferred tax on items recognised in equity	-	184	-	-	-	184	-	184
Total comprehensive income	-	-	-	-	10,250	10,250	(23)	10,227
<b>Equity as at December 31<sup>st</sup>, 2015 according to IFRS</b>	<b>7,269</b>	<b>15,492</b>	<b>30,256</b>	<b>897</b>	<b>10,250</b>	<b>64,164</b>	<b>9,126</b>	<b>73,290</b>
<b>1<sup>st</sup> quarter of 2015</b>								
<b>Equity as at January 1<sup>st</sup>, 2015 according to IFRS</b>	<b>7,269</b>	<b>15,308</b>	<b>24,809</b>	<b>3,520</b>	<b>8,276</b>	<b>59,182</b>	<b>9,213</b>	<b>68,395</b>
Changes in accounting principles	-	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-	-
Equity after adjustments	7,269	15,308	24,809	3,520	8,276	59,182	9,213	68,395
Deferred tax on items recognised in equity	-	46	-	-	-	46	-	46
Net profit distribution	-	-	218	8,058	(8,276)	-	-	-
Total comprehensive income	-	-	-	-	(1,459)	(1,459)	(42)	(1,501)
<b>Equity as at March 31<sup>st</sup>, 2015 according to IFRS</b>	<b>7,269</b>	<b>15,354</b>	<b>25,027</b>	<b>11,578</b>	<b>(1,459)</b>	<b>57,769</b>	<b>9,171</b>	<b>66,940</b>

## **1.5. Information concerning principles adopted to prepare the statements**

### **1.5.1. Declaration of compliance and general principles of preparing the statements**

These interim condensed consolidated financial statements were prepared in accordance with IAS 34 "Interim Financial Reporting" and in compliance with the relevant International Financial Reporting Standards (IFRS) applicable to interim financial reporting, approved by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretation Committee (IFRIC), as approved by the European Union and applicable as at March 31<sup>st</sup>, 2016. Comparable financial data have been prepared on the basis of the principles used in the preparation of the financial statements.

Interim condensed consolidated financial statements do not include all the information and disclosures required in annual consolidated financial statements, and they should be read jointly with the annual financial statements for 2014, which include notes for the 12 months ended on December 31<sup>st</sup>, 2015, prepared according to IFRS, as approved by the EU.

Accounting principles used for the preparation of the financial statements are consistent with the principles used for the preparation of the annual financial statements for the year ended December 31<sup>st</sup>, 2015. The financial statements have been prepared in accordance with the International Accounting Standards.

These condensed interim consolidated financial statements have not been reviewed or audited by an independent statutory auditor. The last financial statements audited by an independent statutory auditor were the financial statements for 2015.

The interim condensed consolidated financial statements have been prepared in accordance with the historical cost convention. The statements have been prepared on the assumption that the Group companies will continue as going concerns in the foreseeable future. As at the date of approval of these financial statements, no circumstances were identified which could threaten the continuity of the Group companies' operations.

### **1.5.2. Statements of the Management Board**

Under the Regulation of the Minister of Finance of February 19<sup>th</sup>, 2009 concerning current and periodical information disclosed by issuers of securities, the Company's Management Board represents that to their best knowledge these financial statements and comparative data were drafted in accordance with the accounting standards binding on the Company and reflect truly, fairly and clearly the Company's assets and financial standing as well as its financial result.

These statements were drafted with the use of accounting standards, according to the International Financial Reporting Standards as approved by the European Union and insofar as required by the Regulation of the Minister of Finance of February 19<sup>th</sup>, 2009 concerning current and periodical information disclosed by issuers of securities (Journal of Laws No 33, item 259, as amended). The statements cover the period from January 1<sup>st</sup> until March 31<sup>st</sup>, 2016.

### **1.5.3. Functional and presentation currency**

#### a) Functional currency and presentation currency

The items included in the consolidated financial statements are appraised in the currency of the basic business environment in which the Company carries out its operations ("functional currency"). The consolidated financial statements are presented in Polish zloty (PLN) — the Company's functional and presentation currency.

#### b) Transactions and balances

Transactions expressed in foreign currencies are translated into the functional currency according to the exchange rate applicable at the transaction date. FX gains and losses on settlement of these transactions and balance sheet valuation of monetary assets and liabilities expressed in foreign currencies are recognised in the profit and loss account unless they are deferred as equity, where they are qualified to be recognised as securities of cash flows and shares in net assets.

### **1.5.4. Consolidation principles**

These consolidated financial statements for the period ended March 31<sup>st</sup>, 2016 cover the parent entity, Atende S.A., and the following subsidiaries which belong to the Group:

- Atende Software sp. z o.o., in which the Issuer holds 100% of shares and votes at the shareholders' meeting;
- TrustIT Sp. z o.o. in which the Issuer holds 100% of shares and votes at the shareholders' meeting;
- Atende Medica sp. z o.o., in which the Issuer holds 67.51% of shares and votes at the shareholders' meeting (on March 17<sup>th</sup>, 2016, an increase of the share capital was recorded in the National Court Register, resulting in an increase in Atende's share in the share capital of Atende Medica from 62.69% to 67.51%);
- Sputnik Software sp. z o.o., in which the Issuer holds 60% of shares and votes at the shareholders' meeting;

- Phoenix Systems Sp. z o.o. in which the Issuer's subsidiary, Atende Software, holds 51% of shares and votes at the shareholders' meeting;
- OmniChip Sp. z o.o., in which the Issuer's subsidiary, Atende Software, holds 55% of shares and votes at the shareholders' meeting;
- Energy Data Lab sp. z o.o., in which the Issuer holds 54.6% of shares and votes at the shareholders' meeting.

All subsidiaries are fully consolidated. Results of Atende Software, Atende Medica and Sputnik Software have been consolidated as of May 1<sup>st</sup>, 2012, whereas the results of Phoenix Systems have been consolidated as of January 1<sup>st</sup>, 2014, and the results of TrustIT as of April 1<sup>st</sup>, 2014. The results of OmniChip have been consolidated starting from the 2<sup>nd</sup> quarter of 2015. This is related to the purchase by Atende Software on February 25<sup>th</sup>, 2015, of 40% of shares in OmniChip, so that the assets increased from 15% to 55% of shares and votes at the shareholders' meeting. The results of Energy Data Lab have been consolidated starting from the 1<sup>st</sup> quarter of 2016, following the purchase of 42.4% of shares on December 21<sup>st</sup>, 2015 and registration, on January 22<sup>nd</sup>, 2016, in the National Court Register of newly established shares acquired by Atende, after which the Issuer holds 54.6% of shares and votes at the shareholders' meeting.

### **1.5.5. Important values based on professional judgement and estimates**

In preparing these financial statements, the Management Board of the parent company uses estimates based on certain assumptions and judgements. These estimates affect the policies applied and reported values of assets, liabilities, income and expenses.

The estimates and underlying estimate-related assumptions are based on historical experience and analysis of various factors that are considered to be reasonable under the circumstances; their results form the basis for professional judgement as to the value of the items concerned. In some important matters, the Management Board relies on the opinions of independent experts.

Due to the nature of estimates and adopted assumptions concerning the future, the resulting accounting estimates, by definition, may not coincide with actual results. The estimates and assumptions adopted are subject to ongoing verification. Any change in accounting estimates is recognised in the period in which they are changed if they concern this period only, or in subsequent periods as well.

The estimates and assumptions that carry a significant risk include:

- a) provisions for employee benefits

As regards employee benefits, Atende Capital Group is not a party to any wage bargaining agreements or collective employment agreements. Moreover, the Capital Group does not participate in any pension schemes managed directly by the companies of the Capital Group or by external funds. The costs of employee benefits include salaries payable in accordance with the terms and conditions of employment contracts concluded with individual employees, and the costs of pension benefits (retirement severance pay) payable to employees in accordance with the Labour Code provisions at the end of the employment period. Short-term employee benefit liabilities are valued according to general principles. Long-term benefits are estimated using actuarial methods. Due to the immaterial nature of these provisions, on the basis of the materiality principle included in the Conceptual Framework for International Financial Reporting Standards, the provisions for long-term benefits at the end of the employment period have not been recognised in the financial statements.

- b) long-term contracts

The Capital Group determines the stage of completion of long-term contracts by determining the ratio of costs already incurred in a project to the total estimated project costs. Due to the nature of implemented projects and the possibility that unforeseen difficulties emerge in relation to project implementation, the actual total project implementation costs may differ from the estimated ones. Changes in total project implementation cost estimates may result in the need to restate the project completion stage determined as at the balance sheet date, and thus restate the revenue recognised.

- c) other

In addition to the aforementioned estimates, the Capital Group companies shall periodically (at least annually, at the reporting date) estimate the correctness of determining the useful lives of individual fixed assets, any residual value of particular items, as well as write-downs on receivables and inventories. These estimates are largely based on historical experience, and the analysis of various factors affecting the use of assets and the possibility of taking advantage of the related economic profits.

### **1.5.6. Description of adjustment of errors from previous periods**

None.

### **1.5.7. Description of items affecting assets, liabilities, equity, net financial result and cash flows, which are atypical due to their type, size or influence**

None.

## **1.6. Segment data**

### **1.6.1. Recognised operating segments**

The application of the management approach to reporting concerning segments of activity within the Atende Group allows for distinguishing two operating segments:

- integration of ICT systems at Atende,
- integration of ICT systems at subsidiaries.

The division into two operating segments has been introduced since the beginning of 2016. Formerly, there were three segments: integration of ICT systems at Atende, integration of technological infrastructure and integration of ICT systems at subsidiaries. In 2015, the Management Board made organisational changes related to merging Atende's technical support divisions due to an observed phenomenon of the convergence of products within the ICT infrastructure integration and technical infrastructure integration (data centres equipment).

**The Atende ICT system integration segment** includes consulting, surveying, design, supply, construction, commissioning, implementation, technical support, and warranty and post warranty maintenance services for systems used to collect, store, process and transmit digital data, as well as support services for their users and outsourcing own ICT systems. Within this operating segment, the Company provides, among others:

- data transmission networks and related systems:
  - networks for telecommunications providers, along with systems for monitoring these networks and managing the services provided;
  - corporate networks for other entities;
  - ICT security systems (protection of data confidentiality and integrity, protection of computer systems against malware and hackers, digital identity systems, digital signature, etc.);
  - solutions to manage provider services in IP (Internet Protocol) based telecommunications networks using proprietary utility (application) software integrated with dedicated network traffic controls;
- server and mass storage systems:
  - high-performance computing systems used by scientific institutions and companies, including state-of-the-art multiprocessor parallel processing systems;
  - system platforms for utility software based on processing of databases, including business operations support systems (ERP, CRM and others), as well as for trading and providing services via the Internet (e-commerce);
  - data storage systems, including solutions for automatic backup and data archiving;
- dedicated solutions, for example:
  - IP telephone systems, video conferencing and "Unified Communications systems";
  - Cloud Computing systems, i.e. provision of remote access to computing power and mass storage resources via the Internet, including solutions dedicated to providers and Private Cloud class solutions;
  - a proprietary solution for telecom operators to manage end-user access to services and billing for these services – SMaCS (Service Management and Charging System);
- comprehensive construction and fitting of data centres;
- power supply systems, including mainly guaranteed power supply systems, such as:
  - Uninterruptible Power Supplies (UPS);
  - power generators along with necessary installations and equipment;
- HVAC systems (Heating, Ventilation, Air Conditioning);
- structured, fibre optic and copper cabling systems for ICT networks and other systems;
- physical security systems, including:
  - fire alarms;
  - automatic fire extinguishing;
  - intruder detection;
  - access control;
  - CCTV (Closed Circuit Television);
- BMS (Building Management Systems);
- integrated CRE (Connected Real Estate) solutions based on the IP protocol, combining IT, communications and building technologies in a single, consistent access infrastructure.

**Subsidiaries ICT systems integration segment** includes consulting, design, implementation and technical support for dedicated IT systems based mainly on proprietary software, as well as sales of outsourcing services carried out by subsidiaries. This segment offers, among others:

- multimedia solutions – proprietary complete network multimedia content distribution service (Atende Software);

- smart metering of energy networks — AMI (Advanced Metering Infrastructure) for the acquisition, management and sharing of data from metering devices and two-way communication with the measurement infrastructure (Atende Software);
- advanced IT security systems (Atende Software, Sputnik Software);
- comprehensive IT solutions for public administration — Nowoczesny Urząd, BeSTi@ and SJO BeSTi@, Zintegrowany System Informatyczny Urząd NT, registry applications: SELWIN, RWWIN, USCWIN (Sputnik Software);
- IT system for the management of hospitals and outpatient clinics Medicus On-Line (Atende Medica);
- innovative low-level software — real-time operating system designed for modern embedded systems and stack for communication in power grids in accordance with the PRIME communication protocol (Phoenix Systems);
- designing electronic circuits, from discrete PCB solutions to integrated circuits for large-scale integration (OmniChip);
- outsourcing services for remote and direct administration of client IT systems and providing support for users of those systems (TrustIT);
- comprehensive data analysis leading to an improvement in the quality of servicing the customers and establishing long-term relationships with them, using the Big Data technologies (Energy Data Lab).

### 1.6.2. Information about individual operating segments

1 <sup>st</sup> quarter of 2016	Continuing operations			Discontinued operations	Consolidation exclusions	Total
	ICT systems integration Atende	Subsidiaries ICT systems integration	Other			
Sales revenue	23,873	8,077	630	-	(828)	31,752
- from external customers	23,873	8,077	630	-	(828)	31,752
- intersegment sales	-	-	-	-	-	-
Sales margin*	8,417	6,363	666	-	-	15,446
Operating profit (loss)	(1,970)	(446)	66	-	-	(2,350)
EBITDA	(950)	57	66	-	-	(827)
Total segment assets**	26,439	19,003	-	-	-	45,442

1 <sup>st</sup> quarter of 2015	Continuing operations			Discontinued operations	Consolidation exclusions	Total
	ICT systems integration Atende	Subsidiaries ICT systems integration	Other			
Sales revenue	36,158	8,714	521	-	(1,101)	44,292
- from external customers	36,158	8,714	521	-	(1,101)	44,292
- intersegment sales	-	-	-	-	-	-
Sales margin*	9,235	4,943	601	-	-	14,780
Operating profit (loss)	(1,444)	154	102	-	-	(1,188)
EBITDA	(441)	769	102	-	-	430
Total segment assets**	29,308	13,954	-	-	-	43,262

\*Sales margin = Sales revenue – Variable selling costs

\*\* Segment assets = Tangible fixed assets + Intangible assets

**1.6.3. Geographical segments by sales revenue from external customers**

	1 <sup>st</sup> quarter 2016	1 <sup>st</sup> quarter 2015
Domestic sales	29,580	41,141
Exports, including:	2,172	3,151
- European Union	2,151	3,141
- other	21	10
<b>TOTAL</b>	<b>31,752</b>	<b>44,292</b>

**1.7. Detailed notes**

**1.7.1. Movements in tangible fixed assets (by type) and impairment write-downs**

1 <sup>st</sup> quarter of 2016	Land	Buildings and structures	Machinery and equipment	Vehicles	Other fixed assets	Fixed assets under construction	<b>Total</b>
Gross carrying amount as at January 1 <sup>st</sup> , 2016	-	16,595	15,103	3,276	918	452	36,344
<b>Gross carrying amount as at March 31<sup>st</sup>, 2016</b>	-	<b>16,595</b>	<b>15,159</b>	<b>3,205</b>	<b>941</b>	<b>859</b>	<b>36,759</b>
Accumulated depreciation as at January 1 <sup>st</sup> , 2016	-	1,984	8,382	1,589	481	-	12,435
<b>Accumulated depreciation as at March 31<sup>st</sup>, 2016</b>	-	<b>2,164</b>	<b>8,829</b>	<b>1,672</b>	<b>526</b>	-	<b>13,191</b>
<b>Net carrying amount as at March 31<sup>st</sup>, 2016</b>	-	<b>14,431</b>	<b>6,330</b>	<b>1,533</b>	<b>415</b>	<b>859</b>	<b>23,568</b>

**Impairment write-downs in the 1<sup>st</sup> quarter of 2016**

No impairment write-downs were made.

**Amounts of liabilities assumed for the purchase of tangible fixed assets in the 1<sup>st</sup> quarter of 2016**

No material liabilities were assumed for the purchase of tangible fixed assets.

1 <sup>st</sup> quarter of 2015	Land	Buildings and structures	Machinery and equipment	Vehicles	Other fixed assets	Fixed assets under construction	<b>Total</b>
Gross carrying amount as at January 1 <sup>st</sup> , 2015	-	16,568	13,614	3,770	837	974	35,763
<b>Gross carrying amount as at March 31<sup>st</sup>, 2015</b>	-	<b>16,577</b>	<b>14,080</b>	<b>3,047</b>	<b>856</b>	<b>563</b>	<b>35,123</b>
Accumulated depreciation as at January 1 <sup>st</sup> , 2015	-	1,259	6,805	1,616	321	-	10,000
<b>Accumulated depreciation as at March 31<sup>st</sup>, 2015</b>	-	<b>1,439</b>	<b>7,183</b>	<b>1,413</b>	<b>346</b>	-	<b>10,381</b>
<b>Net carrying amount as at March 31<sup>st</sup>, 2015</b>	-	<b>15,138</b>	<b>6,897</b>	<b>1,634</b>	<b>510</b>	<b>563</b>	<b>24,742</b>

**Impairment write-downs in the 1<sup>st</sup> quarter of 2015**

No impairment write-downs were made.

**Amounts of liabilities assumed for the purchase of tangible fixed assets in the 1<sup>st</sup> quarter of 2015**

No material liabilities were assumed for the purchase of tangible fixed assets.

**1.7.2. Movements in intangible assets (by type) and impairment write-downs**

1 <sup>st</sup> quarter of 2016	Costs of development works	Right of perpetual usufruct of land	Patents and licences	Computer software	Other	Intangible assets under construction	Total
Gross carrying amount as at January 1 <sup>st</sup> , 2016	13,995	321	290	18,276	1,852	5,880	40,616
<b>Gross carrying amount as at March 31<sup>st</sup>, 2016</b>	<b>14,225</b>	<b>321</b>	<b>364</b>	<b>6,491</b>	<b>14,136</b>	<b>6,358</b>	<b>41,895</b>
Accumulated depreciation as at January 1 <sup>st</sup> , 2016	6,325	64	213	11,456	905	-	18,964
<b>Accumulated amortisation as at March 31<sup>st</sup>, 2016</b>	<b>6,649</b>	<b>65</b>	<b>221</b>	<b>4,542</b>	<b>8,287</b>	<b>-</b>	<b>19,764</b>
Revaluation write-downs as at January 1 <sup>st</sup> , 2016	-	-	-	-	-	181	-
<b>Revaluation write-downs as at March 31<sup>st</sup>, 2016</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>258</b>	<b>258</b>
<b>Net carrying amount as at March 31<sup>st</sup>, 2016</b>	<b>7,577</b>	<b>256</b>	<b>143</b>	<b>1,949</b>	<b>5,849</b>	<b>6,100</b>	<b>21,874</b>

**Impairment write-downs in the 1<sup>st</sup> quarter of 2016**

In the 1<sup>st</sup> quarter of 2016, impairment write-downs were recognised in the amount of PLN 77 thousand.

**Amounts of liabilities assumed for purchase of intangible assets in the 1<sup>st</sup> quarter of 2016**

No material liabilities were assumed for the purchase of intangible assets.

1 <sup>st</sup> quarter of 2015	Costs of development works	Right of perpetual usufruct of land	Patents and licences	Computer software	Other	Intangible assets under construction	Total
Gross carrying amount as at January 1 <sup>st</sup> , 2015	12,501	321	253	17,829	2	3,435	34,341
<b>Gross carrying amount as at March 31<sup>st</sup>, 2015</b>	<b>12,949</b>	<b>321</b>	<b>253</b>	<b>17,830</b>	<b>2</b>	<b>3,830</b>	<b>35,185</b>
Accumulated amortisation as at January 1 <sup>st</sup> , 2015	4,781	57	201	10,744	2	-	15,785
<b>Accumulated amortisation as at March 31<sup>st</sup>, 2015</b>	<b>5,216</b>	<b>60</b>	<b>204</b>	<b>11,183</b>	<b>2</b>	<b>-</b>	<b>16,665</b>
<b>Net carrying amount as at March 31<sup>st</sup>, 2015</b>	<b>7,733</b>	<b>261</b>	<b>49</b>	<b>6,647</b>	<b>-</b>	<b>3,830</b>	<b>18,520</b>

**Impairment write-downs in the 1<sup>st</sup> quarter of 2015**

No impairment write-downs were made.

**Amounts of liabilities assumed for purchase of intangible assets in the 1<sup>st</sup> quarter of 2015**

No material liabilities were assumed for the purchase of intangible assets.

**1.7.3. Estimated changes in goodwill**

	March 31 <sup>st</sup> , 2016	December 31 <sup>st</sup> , 2015	March 31 <sup>st</sup> , 2015
Atende Software sp. z o.o.	3,173	3,173	3,173
Atende Medica sp. z o.o.	2,523	2,523	2,523
Sputnik Software sp. z o.o.	3,609	3,609	3,609
Phoenix Systems sp. z o.o.	860	860	860
TrustIT sp. z o.o.	323	323	323
OmniChip sp. z o.o.	499	499	-
Energy Data Lab sp. z o.o.	935	-	-
<b>Goodwill (net)</b>	<b>11,921</b>	<b>10,986</b>	<b>10,487</b>

**Changes in goodwill from consolidation**

	1 <sup>st</sup> quarter of 2016	2015
Gross carrying amount at the beginning of the period	10,986	10,487
Increases due to:	935	499
- increase due to acquisition of an entity	935	499
<b>Gross carrying amount at the end of the period</b>	<b>11,921</b>	<b>10,986</b>
<b>Goodwill (net)</b>	<b>11,921</b>	<b>10,986</b>

**Energy Data Lab**

On December 21<sup>st</sup>, 2015, Atende acquired 42.4% of shares and votes in the shareholders' meeting of Energy Data Lab sp. z o.o. (EDL). On January 22<sup>nd</sup>, 2016, the newly established shares acquired by Atende were registered in the National Court Register, as a result of which the Issuer holds 54.6% of shares and votes in the shareholders' meeting. The consolidation of Energy Data Lab's results started in the 1<sup>st</sup> quarter of 2016.

EDL is involved in advanced data analytics with the use of proprietary tools. Their business is focused on the energy sector, where the company's solutions give customers the added value of tools for raising customer loyalty, promoting energy efficiency, energy demand management and optimisation of sales processes. Owing to the acquisition of the company, the Group expanded the range of modern solutions addressed to energy companies. The Issuer's Management Board counts on the expansion of EDL's operations in other sectors of the market, including the financial sector.

**Main classes of acquired assets and assumed liabilities as at the date of takeover**

Fair value of acquired assets as at January 1 <sup>st</sup> , 2016	Energy Data Lab sp. z o.o.
<b>Fixed assets</b>	<b>343</b>
Tangible fixed assets	11
Intangible assets	332
Deferred income tax assets	-
<b>Current assets</b>	<b>689</b>
Trade receivables	45
Other receivables	19
Prepayments and accruals	2
Cash and cash equivalents	623
<b>Total assets</b>	<b>1,032</b>



Identifiable assets of the subsidiary have been appraised at the fair value, which corresponds to their book value.

Value of receivables of Energy Data Lab as at January 1 <sup>st</sup> , 2016	Trade receivables	Other receivables
Receivables (net)	45	19
Revaluation write-downs	-	-
Receivables (gross)	45	19
Fair value of receivables	45	19

Fair value of assumed liabilities as at January 1 <sup>st</sup> , 2016	Energy Data Lab sp. z o.o.
<b>Short-term liabilities</b>	<b>109</b>
Trade liabilities	97
Other liabilities	12
<b>Total liabilities</b>	<b>109</b>

Energy Data Lab had no contingent liabilities as at the date of takeover.

	Takeover date	Stake taken over in share capital	Value of shares acquired at acquisition price	Fair value of net assets of the acquired entity attributable to the non-controlling interest	Fair value of net assets of the acquired entity attributable to the acquiring entity	Goodwill acquired as a result of business combination
Energy Data Lab sp. z o.o.	January 22 <sup>nd</sup> , 2016	54.60%	1,439	419	504	935

#### Non-controlling interest

Energy Data Lab sp. z o.o.	March 31 <sup>st</sup> , 2016
Net assets as at the date of consolidation	923
Non-controlling interest	45.4%
Value of non-controlling interest at the date of takeover	419
Share in profit for the period January 1 <sup>st</sup> , 2016 – March 31 <sup>st</sup> , 2016	(61)
Value of non-controlling interest as at March 31 <sup>st</sup> , 2016	358

The non-controlling interest was valued at the proportionate share of the net identifiable assets of the acquired company.

#### Revenue and profit or loss of Energy Data Lab sp. z o.o. for the current reporting period

Energy Data Lab sp. z o.o.	1 <sup>st</sup> quarter of 2016
Sales revenue	129
Net profit (loss)	(134)

**1.7.4. Investments in subordinated entities as at March 31<sup>st</sup>, 2016**

Company name	Value of shares at acquisition price	Revaluation write-downs	Carrying value of shares	Percentage of shares held	Percentage of votes held	Consolidation method
Atende Software sp. z o.o.	5,977	-	5,977	100.00%	100.00%	full
Atende Medica sp. z o.o.	6,789	-	6,789	67.51%	67.51%	full
Sputnik Software sp. z o.o.	6,522	-	6,522	60.00%	60.00%	full
TrustIT sp. z o.o.	506	-	506	100.00%	100.00%	full
Phoenix Systems sp. z o.o.	1,949	-	1,949	51.00%	51.00%	full
OmniChip sp. z o.o.	1,220	-	1,220	55.00%	55.00%	full <sup>1</sup>
Energy Data Lab sp. z o.o.	1,439	-	1,439	54.60%	54.60%	full <sup>2</sup>
<b>TOTAL</b>	<b>24,402</b>	<b>-</b>	<b>24,402</b>	<b>-</b>	<b>-</b>	<b>-</b>

<sup>1</sup> Since the 2<sup>nd</sup> quarter of 2015.

<sup>2</sup> Since the 1<sup>st</sup> quarter of 2016.

**1.7.5. Movements in estimated inventories**

	March 31 <sup>st</sup> , 2016	December 31 <sup>st</sup> , 2015	March 31 <sup>st</sup> , 2015
Materials for manufacturing purposes	3,473	3,474	3,499
Semi-finished products and work in progress	10,008	4,290	5,280
Goods	5,491	2,578	4,861
<b>Gross inventories</b>	<b>18,973</b>	<b>10,342</b>	<b>13,640</b>
Inventories revaluation write-down	3,344	3,377	2,977
<b>Net inventories</b>	<b>15,629</b>	<b>6,965</b>	<b>10,663</b>

**Changes in inventories revaluation write-downs**

1 <sup>st</sup> quarter of 2016	Revaluation write-downs for materials	Revaluation write-downs for goods	Total inventories revaluation write-downs
<b>As at January 1<sup>st</sup>, 2016</b>	<b>2,840</b>	<b>537</b>	<b>3,377</b>
Increase, including:	120	-	120
- establishment of revaluation write-downs	120	-	120
Decrease, including:	-	153	153
- use of write-downs	-	153	153
<b>As at March 31<sup>st</sup>, 2016</b>	<b>2,960</b>	<b>384</b>	<b>3,344</b>

1 <sup>st</sup> quarter of 2015	Revaluation write-downs for materials	Revaluation write-downs for goods	Total inventories revaluation write-downs
<b>As at January 1<sup>st</sup>, 2015</b>	<b>2,468</b>	<b>413</b>	<b>2,881</b>
Increase, including:	130	-	130
- establishment of revaluation write-downs	130	-	130
Decrease, including:	34	-	34
- use of write-downs	34	-	34
<b>As at March 31<sup>st</sup>, 2015</b>	<b>2,564</b>	<b>413</b>	<b>2,977</b>

In the 1<sup>st</sup> quarter of 2015 and 2016, there were no revaluation write-downs for semi-finished products and work in progress.

**1.7.6. Trade receivables**

	March 31 <sup>st</sup> , 2016	December 31 <sup>st</sup> , 2015	March 31 <sup>st</sup> , 2015
<b>Short-term receivables, including:</b>	<b>28,178</b>	<b>53,152</b>	<b>41,573</b>
- from related entities	2	2	-
- from other entities	28,175	53,150	41,573
Revaluation write-downs (positive value)	1,778	1,439	1,858
<b>Gross short-term receivables</b>	<b>29,955</b>	<b>54,591</b>	<b>43,431</b>

**Change in trade receivables revaluation write-downs**

	1 <sup>st</sup> quarter of 2016	1 <sup>st</sup> quarter of 2015
<b>Trade receivables revaluation write-downs as at the beginning of the quarter</b>	<b>1,439</b>	<b>1,846</b>
Increase, including:	377	23
- revaluation write-downs on overdue and disputable receivables	377	23
Decrease, including:	38	11
- use of revaluation write-downs	3	-
- reversal of revaluation write-downs in relation with repayment of receivables	35	11
<b>Trade receivables revaluation write-downs as at the end of the quarter</b>	<b>1,778</b>	<b>1,858</b>

**Current and overdue trade receivables**

As at March 31 <sup>st</sup> , 2016	Total	Non-overdue	Overdue for				
			< 60 days	61-90 days	91-180 days	181-360 days	> 360 days
RELATED ENTITIES							
Gross receivables	2	2	-	-	-	-	-
Revaluation write-downs	-	-	-	-	-	-	-
<b>Net receivables</b>	<b>2</b>	<b>2</b>	-	-	-	-	-
OTHER ENTITIES							
Gross receivables	29,953	23,931	2,525	851	542	679	1,425
Revaluation write-downs	1,778	-	-	-	-	377	1,401
<b>Net receivables</b>	<b>28,175</b>	<b>23,931</b>	<b>2,525</b>	<b>851</b>	<b>542</b>	<b>302</b>	<b>24</b>
TOTAL							
Gross receivables	29,955	23,933	2,525	851	542	679	1,425
Revaluation write-downs	1,778	-	-	-	-	377	1,401
<b>Net receivables</b>	<b>28,178</b>	<b>23,933</b>	<b>2,525</b>	<b>851</b>	<b>542</b>	<b>302</b>	<b>24</b>

As at March 31 <sup>st</sup> , 2015	Total	Non-overdue	Overdue for				
			< 60 days	61-90 days	91-180 days	181-360 days	> 360 days
OTHER ENTITIES / TOTAL							
Gross receivables	43,431	36,018	1,526	573	3,162	599	1,553
Revaluation write-downs	1,858	-	-	-	-	327	1 531
<b>Net receivables</b>	<b>41,573</b>	<b>36,018</b>	<b>1,526</b>	<b>573</b>	<b>3,162</b>	<b>272</b>	<b>22</b>

There were no receivables from related entities.

**1.7.7. Other receivables**

	March 31 <sup>st</sup> , 2016	December 31 <sup>st</sup> , 2015	March 31 <sup>st</sup> , 2015
Other receivables, including:	664	325	950
- relating to tax, excluding corporate income tax	252	136	398
- advances for deliveries	171	59	53
- from employees	47	2	3
- other	194	128	496
Revaluation write-downs	-	-	-
<b>Other gross receivables</b>	<b>664</b>	<b>325</b>	<b>950</b>

Other receivables comprise only short-term receivables from other entities.

**1.7.8. Net deferred tax assets/provision**

	March 31 <sup>st</sup> , 2016	December 31 <sup>st</sup> , 2015	March 31 <sup>st</sup> , 2015
Deferred tax asset	5,630	4,705	4,699
Deferred tax provision, including:	2,748	2,565	3,127
- recognised in tax	2,545	2,316	2,740
- recognised in equity	203	249	387
<b>Net deferred tax assets/provision</b>	<b>2,882</b>	<b>2,140</b>	<b>1,572</b>

**Deferred tax in the statement of financial position**

	March 31 <sup>st</sup> , 2016	December 31 <sup>st</sup> , 2015	March 31 <sup>st</sup> , 2015
Deferred tax asset	3,360	2,140	1,572
Deferred tax provision	478	-	-

The deferred tax asset and provision are offset in the statement of financial position, as permitted by the International Financial Reporting Standards.

**1.7.9. Other liabilities resulting from estimates**

	March 31 <sup>st</sup> , 2016	December 31 <sup>st</sup> , 2015	March 31 <sup>st</sup> , 2015
<b>Accruals due to:</b>	<b>10,927</b>	<b>14,223</b>	<b>12,433</b>
- employee leaves	1,070	991	923
- bonuses and other employee benefits	1,138	2,658	2,806
- uninvoiced costs	8,548	9,573	8,603
- other	171	1,001	101
<b>Total, of which:</b>	<b>10,927</b>	<b>14,223</b>	<b>12,433</b>
- long-term	137	114	71
- short-term	10,790	14,109	12,362

Other liabilities presented in the table above relate only to those obligations which arise from the estimates. Other liabilities presented in the consolidated statement of financial position include also all other liabilities that are not classified as trading liabilities or financial obligations.

	March 31 <sup>st</sup> , 2016	December 31 <sup>st</sup> , 2015	March 31 <sup>st</sup> , 2015
Other liabilities (long-term and short-term) resulting from estimates	10,927	14,223	12,433
Other liabilities (long-term and short-term) not resulting from estimates	6,818	22,534	4,701
<b>Total other liabilities</b>	<b>17,745</b>	<b>36,757</b>	<b>17,134</b>

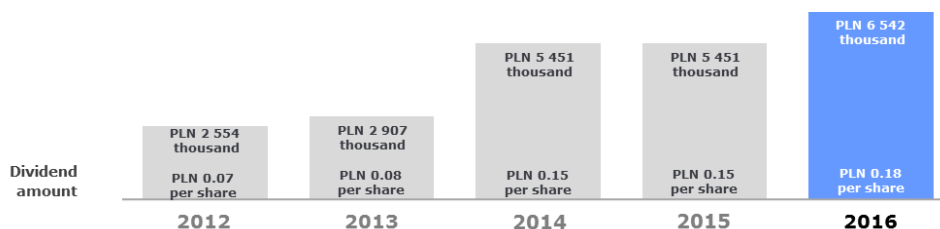
**1.7.10. Issue, redemption and repayment of debt securities and equities**

Did not occur in the 1<sup>st</sup> quarter of 2016.

**1.7.11. Paid out (or declared) dividend**

No dividend was paid out in the 1<sup>st</sup> quarter of 2016.

On May 11<sup>th</sup>, 2016, the Ordinary General Meeting of the Company adopted a resolution on distribution of profit. Pursuant to the resolution, the Ordinary General Meeting decided to allocate the amount of PLN 6,541,801.92 from the Company's net profit for 2015, amounting to PLN 9,888,675.67, to the payment of dividend, and the remaining part of the Company's net profit for 2015, amounting to PLN 3,346,873.75 — to the Company's supplementary capital. This means that the value of dividend per one share is PLN 0.18.



In accordance with the decision by the Ordinary General Meeting of the Company, the deadline to determine the right to dividend is June 28<sup>th</sup>, 2016. The date of dividend payments was established on July 14<sup>th</sup>, 2016. The dividend will cover all 36,343,344 shares of the Company.

#### 1.7.12. Information concerning seasonality or periodicity of operations

The Group's activity in the market for ICT systems integration demonstrates seasonal nature of sales typical of the whole industry. In this segment, sales revenue is usually lower in the first three quarters and increases in the fourth quarter. The first quarter in particular is usually characterised by the lowest income. Seasonality also has a material influence on changes in the amounts of receivables and liabilities which are much higher at the end of the annual period, as compared with the first three quarters.

#### 1.7.13. Unpaid loans or breach of the provisions of a loan agreement with regard to which no remedial actions were taken by the balance sheet date

Did not occur in the 1<sup>st</sup> quarter of 2016.

#### 1.7.14. Movements in contingent liabilities or contingent assets since the end of the last financial year

	March 31 <sup>st</sup> , 2016	December 31 <sup>st</sup> , 2015	March 31 <sup>st</sup> , 2015
Credit repayment surety	40,000	39,500	39,500
Promissory note repayment surety	3,961	3,961	4,456
Liabilities due to bank guarantees granted largely as a security for performance of trade contracts	12,429	12,549	11,058
Bank credit sureties granted to third parties	2,000	2,000	2,000
Surety for repayment of granted bank guarantees		6,168	7,728
Bills of exchange – security of concluded agreements	942	942	585
<b>Total contingent liabilities</b>	<b>59,332</b>	<b>65,120</b>	<b>65,327</b>

Contingent liabilities at the end of the reporting period comprise:

- PLN 40,000 thousand — the amount of PLN 31,500 thousand — mortgage securing the debt due to a bank overdraft and an investment loan taken out by Atende S.A. from mBank S.A. and PLN 7,500 thousand — registered pledge on inventories under the bank overdraft extended by BZ WBK S.A., as well as PLN 1,000 thousand securing a bank overdraft of sp. z o.o.;
- PLN 3,961 thousand — bill of exchange liabilities securing debt due to lease agreements concluded by Atende S.A.;
- PLN 12,429 thousand – the value of this liability comprises the following amounts:
  - PLN 10,399 thousand — the value of tender guarantees and guarantees of proper contract performance, the guarantee principal is Atende S.A.;
  - PLN 1,351 thousand – contingent liabilities taken over from Sputnik Software sp. z o.o., concerning primarily the guarantee for removal of faults and defects and the guarantee of deposit payment;
  - PLN 275 thousand — the value of guarantees of proper contract performance and tender guarantees, the guarantee principal is Atende Software sp. z o.o.;

- PLN 404 thousand — the value of guarantees of proper contract performance, the guarantee principal is Atende Medica sp. z o.o.;
- o PLN 2,000 thousand — overdraft surety for Atende Medica sp. z o.o.;
- o PLN 942 thousand — bills of exchange securing debt due to lease agreements concluded by Sputnik Software sp. z o.o.

#### 1.7.15. Information on financial instruments

##### Financial assets and liabilities divided into categories (as per IAS 39)

	March 31 <sup>st</sup> , 2016	December 31 <sup>st</sup> , 2015	March 31 <sup>st</sup> , 2015
<b>Financial assets</b>			
Own receivables (including cash and cash equivalents)	50,402	107,642	58,604
Financial assets available for sale	80	80	80
<b>Financial liabilities</b>			
Financial liabilities	40,083	82,490	41,213

Taking into account the nature and specific features of the financial instrument categories presented above, the following classes of instruments have been distinguished within individual groups:

With regard to the own receivables category	March 31 <sup>st</sup> , 2016	December 31 <sup>st</sup> , 2015	March 31 <sup>st</sup> , 2015
Receivables from related entities	2	2	11
Short-term receivables from other undertakings	30,747	55,141	33,304
Long-term receivables from other undertakings	129	128	100
Cash and cash equivalents	19,524	52,371	25,189
<b>Total</b>	<b>50,402</b>	<b>107,642</b>	<b>58,604</b>

With regard to the financial liabilities category	March 31 <sup>st</sup> , 2016	December 31 <sup>st</sup> , 2015	March 31 <sup>st</sup> , 2015
Long-term liabilities	137	114	42
Liabilities due to credits	6,082	5,878	6,839
Short-term liabilities towards related entities	57	93	16
Short-term liabilities towards other undertakings	31,454	73,558	30,255
Liabilities arising from finance leases	2,353	2,847	3,861
Other financial liabilities	-	-	200
<b>Total</b>	<b>40,083</b>	<b>82,490</b>	<b>41,213</b>

#### Hedges

In the 1<sup>st</sup> quarter of 2016 and in the 1<sup>st</sup> quarter of 2015, the Issuer did not apply hedge accounting.

#### 1.7.16. Settlements arising from court cases

As at the date of report publication, the Company and its subsidiaries are not a party to any court dispute of material value.

#### 1.7.17. Events after the balance sheet date

Presented in item 2.6 of these statements.

#### 1.7.18. Changes in the structure of the Capital Group and business entities which are its members, made in the 1<sup>st</sup> quarter of 2016

Presented in item 2.2.2 of these statements.

## **2. Management Board report on the activities of the Capital Group**

### **2.1. Core operations**

Atende S.A. (the "Company", the "Issuer", "Atende") with its registered office in Warsaw at ul. Ostrobramska 86 is the parent entity of Atende Capital Group (the "Group", the "Capital Group", "Atende Group"). As of May 28<sup>th</sup>, 2012, the Company has been listed on the Warsaw Stock Exchange.

The Company has been operating under the name of Atende since April 12<sup>th</sup>, 2013, when the change in the Issuer's name from ATM Systemy Informatyczne S.A. to Atende S.A. was registered in the National Court Register. ATM Systemy Informatyczne S.A. had been established as a result of acquisition of all assets of ATM Systemy Informatyczne sp. z o.o. by KLK S.A., with simultaneous change of the company name from KLK S.A. to ATM Systemy Informatyczne S.A. and relocation of its registered office to Warsaw. The aforementioned changes were registered in the National Court Register on January 3<sup>rd</sup>, 2011.

The Issuer's core business is the integration of ICT systems, in which the Company has over twenty years of experience resulting from the performance of many implementation projects. The implementations are characterised by a high quality, the highest technological level and a large scale of complexity. Moreover, Atende is competent in the field of software development and offers IT outsourcing as well as cloud computing services. Atende S.A. is one of the leading IT companies in Poland.

Through its subsidiaries, the Issuer's Capital Group carries out activities in other attractive niches of the IT market. Atende Software sp. z o.o. specialises in innovative software for multimedia projects, Smart Grid and cyber security. Sputnik Software sp. z o.o. develops software and provides services for the public sector, mainly for the local government administration. Atende Medica sp. z o.o. offers IT solutions for the healthcare sector, in particular hospitals, outpatient clinics and doctors' offices. Phoenix Systems sp. z o.o. offers a proprietary, real-time operating system used in embedded systems, as well as a protocol for communication in energy distribution networks compliant with PRIME protocol. OmniChip sp. z o.o. designs electronic circuits, TrustIT sp. z o.o. offers modern outsourcing services of remote IT systems maintenance, while Energy Data Lab sp. z o.o. provides data analyses in the Big Data technology, based on proprietary tools.

The Company is managed by the Management Board comprising five members. Its composition as at the date of submission of this report is as follows:

- Roman Szwed — President of the Management Board;
- Iwona Bakula — Vice-President of the Management Board;
- Jacek Forsyjak — Vice-President of the Management Board;
- Szymon Stępczak — Vice-President of the Management Board;
- Jacek Szczepański — Vice-President of the Management Board;

On December 16<sup>th</sup>, 2015, the Supervisory Board of the Company adopted a resolution on the appointment of Jacek Szczepański as member of the Company's Management Board to perform the function of Vice-President of the Management Board in charge of operations as of January 11<sup>th</sup>, 2016.

On April 4<sup>th</sup>, 2016, the Company's Supervisory Board dismissed Andrzej Słodczyk from the Management Board of Atende S.A. and from his function of Vice-President of the Management Board in relation to entrusting him with the function of the Company's director of the power industry development department, and appointed Jacek Forsyjak to the Management Board of Atende S.A., to the function of Vice-President of the Management Board in charge of technical matters.

The five-year term of office of the current Management Board expires in 2018.

The Company is supervised by a Supervisory Board comprising five members. Its composition as at the date of submission of this report is as follows:

- Patrycja Buchowicz — Chairperson of the Supervisory Board;
- Marek Dietl — Member of the Supervisory Board;
- Jan Madey — Member of the Supervisory Board;
- Michał Markowski — Member of the Supervisory Board;
- Monika Mizelińska-Chmielewska — Member of the Supervisory Board.

On March 4<sup>th</sup>, 2016, the Vice-Chairperson of the Supervisory Board, Mirosław Panek, submitted his resignation from the Supervisory Board of the Company, effective as of March 6<sup>th</sup>, 2016.

On April 4<sup>th</sup>, 2016, the Company's Supervisory Board, pursuant to provisions of the second sentence of § 21(5) of Atende S.A.'s Articles of Association, appointed Michał Markowski as a member of the Supervisory Board.

The five-year term of office of the current Supervisory Board expires in 2018.



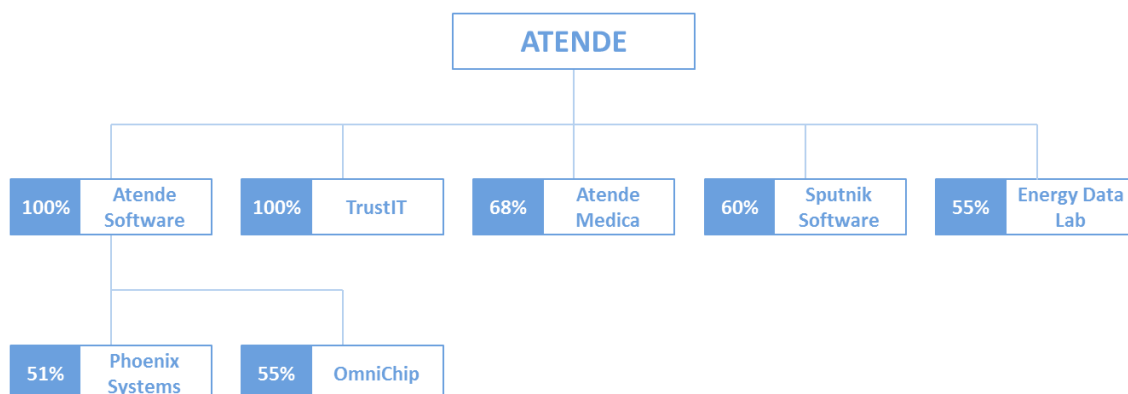
## 2.2. Description of the organisation of the Capital Group

### 2.2.1. Structure of the Capital Group

As at March 31<sup>st</sup>, 2016, the Atende Capital Group comprised 8 entities:

- Atende S.A. — the parent company;
- 7 subsidiaries:
  - Atende Software sp. z o.o. with its registered office in Warsaw, in which the Issuer holds 100% of share capital and votes at the shareholders' meeting;
  - TrustIT Sp. z o.o. with its registered office in Łódź, in which the Issuer holds 100% of shares and votes at the shareholders' meeting;
  - Atende Medica sp. z o.o. with its registered office in Warsaw, in which the Issuer holds 67.51% of share capital and votes at the shareholders' meeting;
  - Sputnik Software sp. z o.o. with its registered office in Poznań, in which the Issuer holds 60% of share capital and votes at the shareholders' meeting;
  - Phoenix Systems Sp. z o.o. with its registered office in Warsaw, in which the Issuer's wholly-owned subsidiary Atende Software holds 51% of share capital and votes at the shareholders' meeting;
  - OmniChip sp. z o.o. with its registered office in Warsaw, in which the Issuer's wholly-owned subsidiary Atende Software holds 55% of share capital and votes at the shareholders' meeting;
  - Energy Data Lab sp. z o.o. with its registered office in Warsaw, in which the Issuer holds 54.6% of share capital and votes at the shareholders' meeting.

The structure of the Capital Group as at the end of the reporting period is presented in the figure below:



### 2.2.2. Changes in the structure of the Capital Group and indication of the expected effects of changes

#### Energy Data Lab

On December 21<sup>st</sup>, 2015, Atende S.A. signed an agreement to acquire 60% of shares in Energy Data Lab Sp. z o.o. (EDL). Under the agreement, Atende purchased 42.4% of shares and acquired newly established shares. The total cost of acquisition of shares and subscription of new shares amounted to PLN 1.4 million. After registering the acquired shares on January 22<sup>nd</sup>, 2016, Atende controls 54.6% of the share capital of EDL. Atende has further committed to acquire, in June 2016, new shares with the issue value of PLN 0.5 million, after which ownership will increase to 60%.

EDL is involved in advanced Big Data analytics with the use of proprietary tools. Their business is focused on the energy sector, where the company's solutions give customers the added value of tools for raising customer loyalty, promoting energy efficiency, energy demand management and optimisation of sales processes. Owing to the acquisition of the company, the Group expanded the range of modern solutions addressed to energy companies. The Issuer's Management Board counts on the expansion of EDL's operations in other sectors of the market, including the financial sector.

#### Atende Medica

On December 10<sup>th</sup>, 2015, the shareholders' meeting of Atende Medica adopted a resolution on increasing the share capital of the company from the amount of PLN 278,050 to LN 1,000,000, i.e. by the amount of PLN 721,950, through the creation of

14,439 new shares in the company and offering them for acquisition by the existing shareholders of the company in exchange for a monetary contribution. Atende acquired a total of 10,016 shares for the amount of PLN 500,800. On March 17<sup>th</sup>, 2016, the increase of the share capital was recorded in the National Court Register, resulting in an increase in Atende's share in the share capital of Atende Medica from 62.69% to 67.51%.

In accordance with Atende's new strategy for 2016-2017, the Issuer intends to actively seek to acquire new, promising companies whose profile conforms with the announced strategy.

### 2.3. Commentary of the Management Board on the Issuer's achievements in the 1<sup>st</sup> quarter of 2016

In the 1<sup>st</sup> quarter of 2016, the Atende Group earned sales revenue in the amount of PLN 31,752 thousand, which represents a decrease by 28% y/y, as compared with the same period of the previous year. Despite lower sales, the Group managed to generate gross profit on sales at the level close to the one recorded in the previous year (increase by 3% y/y to PLN 11,059 thousand), which results from an increase in the sales of high-margin services. Consolidated general administrative costs in the reported period increased by 15% in relation to the 1<sup>st</sup> quarter of 2015 and amounted to PLN 13,709 thousand. The increase in general administrative costs is attributable to costs related to increased scale of operations, including the commencement of consolidation of results of Energy Data Lab starting from the 1<sup>st</sup> quarter of 2016. As a result of a faster growth of costs, as compared to the margins generated, the Group recorded an operating loss of PLN 2,350 thousand (compared to loss of PLN 1,188 thousand in the previous year), EBITDA loss of PLN 827 thousand (profit of PLN 430 thousand in the previous year) and net loss of PLN 2,250 thousand (loss of PLN 1,459 thousand in the previous year).

In the 1<sup>st</sup> quarter of 2016, the Atende Group suffered from the effects of continued reorganisation of the economy and delays related to the utilisation of the EU funds. Uncertainties in the domestic market, related to the reorganisation, had an impact on reduced activity of customers in the area of investments, including IT investments. Additionally, the 1<sup>st</sup> quarter was another quarter of delays in organising tenders from the new financial perspective of the EU. Unfavourable economic situation, combined with the seasonal nature of sales typical of integrating companies, had an impact on the generation of disappointing, although anticipated, financial results, both by Atende and by the entire Group.

The combined impact of subsidiaries on the consolidated profits at operating, gross and net levels achieved in the first quarter of 2016 was slightly negative. Among subsidiaries, Atende Software had a significantly positive impact on the result, Atende Medica and Energy Data Lab had a negative impact, while the impact of other companies was neutral.

Selected financial data	Atende Capital Group			Atende S.A.		
	1 <sup>st</sup> quarter of 2016	1 <sup>st</sup> quarter of 2015	Change	1 <sup>st</sup> quarter of 2016	1 <sup>st</sup> quarter of 2015	Change
Sales revenue	31,752	44,292	(28)%	24,503	36,679	(33)%
Gross profit on sales	11,059	10,781	3%	6,353	7,035	(10)%
<i>Gross profit margin on sales</i>	<i>34.8%</i>	<i>24.3%</i>	<i>10.5 p.p.</i>	<i>25.9%</i>	<i>19.2%</i>	<i>6.7 p.p.</i>
General and administrative costs	13,709	11,939	15%	8,499	8,315	2%
Operating profit	(2,350)	(1,188)	-	(1,904)	(1,341)	-
EBITDA	(827)	430	-	(883)	(293)	-
Gross profit	(2,965)	(1,897)	-	(2,471)	(2,019)	-
Net profit <sup>1</sup>	(2,250)	(1,459)	-	(2,055)	(1,527)	-

<sup>1</sup> for the consolidated result – attributable to shareholders of the parent entity

In the 1<sup>st</sup> quarter of 2016, Atende, similar to the whole Group, recorded lower results than in the previous year. Sales revenue amounted to PLN 24,503 thousand, which means a decrease by 33% y/y, and the gross profit on sales amounted to PLN 6,353 thousand (down by 10% y/y). Despite maintaining the general and administrative costs at a level similar to the one recorded in the corresponding period of the previous year (PLN8,499 thousand, increase by 2% y/y), a deterioration was recorded in the 1<sup>st</sup> quarter for the following results: operating result (loss of PLN 1,904 thousand, compared to loss of PLN 1,341 thousand in the previous year), EBITDA (loss of PLN 883 thousand, compared to loss of PLN 293 thousand in the previous year) and net result (loss of PLN 2,055 thousand, compared to loss of PLN 1,527 thousand in the previous year).

#### Capital Group's sales by market segments

At the beginning of 2016, a division into two operating segments was introduced in the Atende Group: integration of ICT systems at Atende and integration of ICT systems at subsidiaries. In 2015, there were three segments: integration of ICT

systems at Atende, integration of technological infrastructure and integration of ICT systems at subsidiaries. In 2015, the Management Board made organisational changes related to merging Atende's technical support divisions due to an observed phenomenon of the convergence of products within the ICT infrastructure integration and technical infrastructure integration (data centres equipment).

Consolidated sales by market segment <sup>1</sup>	1 <sup>st</sup> quarter of 2016	1 <sup>st</sup> quarter of 2015	Change
<b>Atende ICT systems integration</b>			
Sales revenue	23,873	36,158	(34)%
Sales margin <sup>2</sup>	8,417	9,235	(9)%
EBITDA	(950)	(441)	-
<b>Subsidiaries ICT systems integration</b>			
Sales revenue	8,077	8,714	(7)%
Sales margin <sup>2</sup>	6,363	4,943	29%
EBITDA	57	769	(93)%

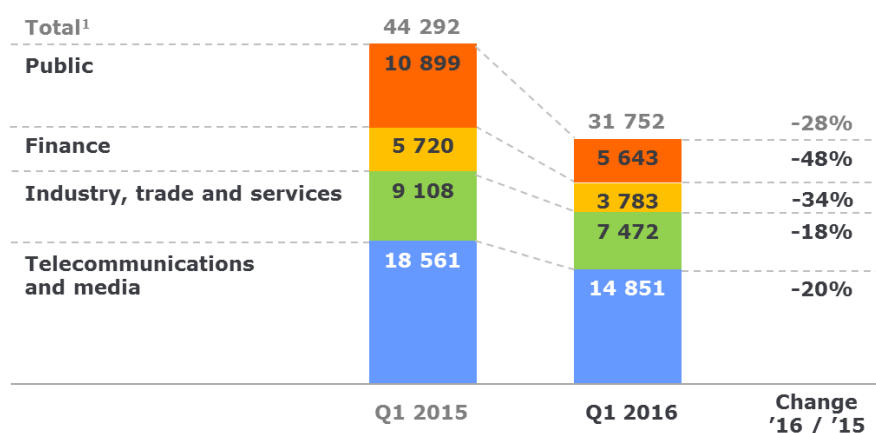
<sup>1</sup> excluding consolidation exclusions and other revenues

<sup>2</sup> Sales margin = Sales revenue – Variable selling costs

In the Atende ICT systems integration segment, the sales revenue and sales margins earned in the 1<sup>st</sup> quarter of 2016 were lower than in the previous year (change by, respectively, 34% and 9%). As a result of generating a lower margin, loss on the EBITDA level in the 1<sup>st</sup> quarter increased to PLN 950 thousand, from the loss of PLN 441 thousand recorded in the 1<sup>st</sup> quarter of 2015. In turn, the subsidiaries ICT systems integration segment's sales were lower by 7% than in the previous year, but the sales margin was higher by 29%. Despite a significant increase in the sales margin in the 1<sup>st</sup> quarter of 2016, the EBITDA generated was lower than in the previous year and amounted to PLN 57 thousand. Lower sales and margins, both in the parent company and in subsidiaries, resulted from a slowdown related to the reorganisation of the economy and suspension of the implementation of projects co-financed from EU funds. The companies have made a considerable effort trying to compensate for the absence of revenue from suspended projects with the provision of own services. This objective has largely been fulfilled, which is reflected in the level of margins earned in relation to the revenue. It is worth noting that the average margin in the parent company increased on a year on year basis from 25.5% to 35.3%, and in the Group companies — from 56.7% to 78.8%. This should be seen as a great success and guarantee of being able to deal with more challenging market situation.

### Capital Group's sales by market segments

Due to lower revenue earned by the Group, also the revenue generated in individual market sectors turned out to be lower than in the previous year. The largest drop in the 1<sup>st</sup> quarter of 2016 was recorded by the public sector.



<sup>1</sup> "Total" includes the presented segments and other sales.

In the market of telecommunications and media operators, which is a key market for the Issuer, the Atende Group's sales revenue was lower than in the previous year by 20%. Projects implemented by Atende for mobile operators were of key importance within this sector. They included mainly the area of data transmission infrastructure extension, including the new LTE technology, as well as settlements and IP services billing. Mobile operators form the most stable group of customers. In the 1<sup>st</sup> quarter of 2016, Atende also carried out works in the field of technical infrastructure for a customer from the market of data centres (with the total value of PLN 2.1 million) and carried out the expansion of carrier networks for telecom operators (the largest project with a total value of PLN 0.9 million). Apart from Atende, sales to the sector's customers are also generated by Atende Software, which provides multimedia content distribution services. In the 1<sup>st</sup> quarter of 2016, Atende Software's revenue from these services amounted to PLN 3.0 million, which represents an increase by 24% y/y.

The second largest sales sector in the 1<sup>st</sup> quarter of 2015 was the industry, trade, and services sector, which recorded a decrease in sales by 18% as compared with the previous year. In the reported period, sales to ICT and energy companies were of the greatest importance within this sector. Atende supplied network equipment (with the value of PLN 1.1 million) to an IT company, and expanded the network infrastructure (with the value of PLN 1.2 million) for an energy company.

The public sector recorded the largest drop in sales in the reported period, amounting to 48% r/r. This results from delays in organising tenders from the new financial perspective of the EU, as observed since the second half of 2015. Maintenance services for the National Defence Ministry (PLN 1.2 million) and the Polish Police Headquarters (PLN 0.7 million) were of the greatest importance for Atende's sales to public sector customers. The subsidiaries that operate in the public sector, i.e. Sputnik Software and Atende Medica, recorded a decline in sales by 30% y/y in total.

The Capital Group's sales structure by market segments	1 <sup>st</sup> quarter of 2016	1 <sup>st</sup> quarter of 2015	Change
Public	5,643	10,899	(48)%
Telecommunications and media	14,851	18,561	(20)%
Industry, trade and services	7,472	9,108	(18)%
Finance	3,783	5,720	(34)%
Other	3	3	0%
<b>TOTAL</b>	<b>31,752</b>	<b>44,292</b>	<b>(28)%</b>

In the 1<sup>st</sup> quarter of 2016, sales of the Atende Group to the financial sector's customers, which are practically entirely generated by the parent company, Atende, declined by 34% when compared to the same period of the previous year. Sales to insurance companies were of the greatest importance for the results of this sector, accounting for more than 60% of total sales revenue. The largest project involved the implementation of disk arrays and network equipment for an insurance company (PLN 1.0 million). Atende also executed smaller contracts for a number of entities in the financial sector, mainly for insurance companies and banks, primarily in the field of outsourcing, maintenance and cloud computing services.

In accordance with Atende's development strategy for 2016–2017, the Issuer will be firmly committed to balanced sales to all market sectors. However, given our experience, expertise and solutions offered, Atende will focus on a dynamic growth in sales to mobile telecommunications operators and content delivery platforms, institutions and companies in the defence sector, electricity distributors and entities in the financial sector.

### Companies of the Capital Group

In the 1<sup>st</sup> quarter of 2016, **Atende Software**, which specialises in developing innovative software and products and services based on this software, has developed its activities, as always, in three sectors: multimedia, Smart Grid and IT security. In the multimedia sector, the company developed and implemented TriathlonPoland.tv, a video platform for Sport Evolution sp.j. Moreover, the Company carried out a development project for a complex over-the-top (OTT) platform, which, starting from the 2<sup>nd</sup> quarter of 2016, will be offered within service model to multimedia content distributors. An important event in the reported quarter is a significant increase in traffic handled by redCDN — the company's own system for multimedia content distribution in the Internet, which translated into an increase in revenue from variable fees for using the platform. In the smart grid sector, the company won a new contract with one of the leading meter infrastructure manufacturers for the sale of software licences for data concentrator and pulse counter devices. Additionally, the company continued the implementation of the UPGRID project, co-financed with EU funds, whose goal is to increase the observability of the network thanks to Smart Grid solutions, as well as the DEMONSTRATOR+ programme, co-financed by the National Centre for Research and Development, which aims at developing and testing innovative architecture of measurement systems used in power networks. In the security sector, the company carried out an active promotion and further development of the redGuardian service — a dispersed packet filter for protection against attacks, such as DDoS (Distributed Denial of Service). The platform is offered

within the service model to entities from the public, financial and telecommunications sectors. In the 1<sup>st</sup> quarter of 2016, the company acquired the first significant customer for the redGuardian service — a large entity from the public sector.

In the 1<sup>st</sup> quarter of 2016, **Sputnik Software**, specialising in IT solutions for public administration, concluded a package of service agreements for 2016. Gross revenue resulting from the service contracts signed will amount to approx. PLN 8.2 million in 2016, compared to PLN 3.0 million of gross revenue earned in 2015. A significant increase in the value of service agreements confirms the stable position of the company in the public administration market, and the accuracy of the decision related to the acquisition of proprietary copyrights in and to the software dedicated to local government units from Sygnity S.A. in 2015. In the reported period, the company also completed the reorganisation related to the acquisition of a team of specialists working with the new platforms, which will contribute to increased capacities in the area of project implementation under the new financial perspective of the EU.

In the 1<sup>st</sup> quarter of 2016, **Atende Medica** — the company offering IT solutions for the medical sector — implemented only minor orders for expansion and modernisation of the Medicus On-Line system, due to delays in the preparation of new tenders from the new financial perspective of the EU. The company has introduced the cloudiMed brand to the market — a package of cloud-based services for outpatient clinics and doctors' offices. Atende Medica acquired new partners and concluded a consortium agreement with ZETO S.A. with its registered office in Poznań. The consortium concluded an agreement with an entity which brings together outpatient clinics and doctors' offices in several provinces. Additionally, the company expanded its offer with legal services for healthcare entities, information security and trainings. The process of preparation for ISO 9001 standard certification has also been completed. The company continued efforts aimed at obtaining contracts for computerisation of large and small healthcare entities. In the 2<sup>nd</sup> quarter of 2016, the company plans to complete the implementation of ISO 27001 standards, conclude new agreements with healthcare entities and gain new partners. In particular, the company plans to develop the sales of services in the cloud computing model to small and medium private-owned entities, to become independent of the market situation related to announcing public tenders.

In the 1<sup>st</sup> quarter of 2016, **Phoenix Systems** continued the execution of implementation projects using the Phoenix-RTOS operating system and its communication modules. The main project was the preparation, together with Atende Software and Andra, of data concentrator and pulse counter devices for Energa-Operator to mass production. The company also developed a design of a state-of-the-art electricity meter for a producer from the Asian market, and a licence agreement is expected to be signed soon. As regards communication modules, an agreement was signed with a manufacturer of solar inverters in the U.S., under which Phoenix Systems will develop an implementation of the G3-PLC FCC communication standard. It is worth noting that the company has filed a patent application for an innovative design of a smart meter. The application was filed in Europe and the U.S., whereas other markets were secured by a PCT (Patent Cooperation Treaty) application.

In the 1<sup>st</sup> quarter of 2016, **OmniChip**, which designs electronic systems, including integrated circuits for large scale integration, continued works on projects implemented for a foreign semiconductor company, as well as works on a design of a data concentrator and pulse counter device for Atende Software. At the same time, the company continued works on own innovative solutions.

In the 1<sup>st</sup> quarter of 2016, apart from its current activities, **TrustIT**, which specialises in outsourcing services of remote IT systems maintenance, signed an agreement and started providing IT support services for a country-wide chain of pharmacies with approx. 100 stores.

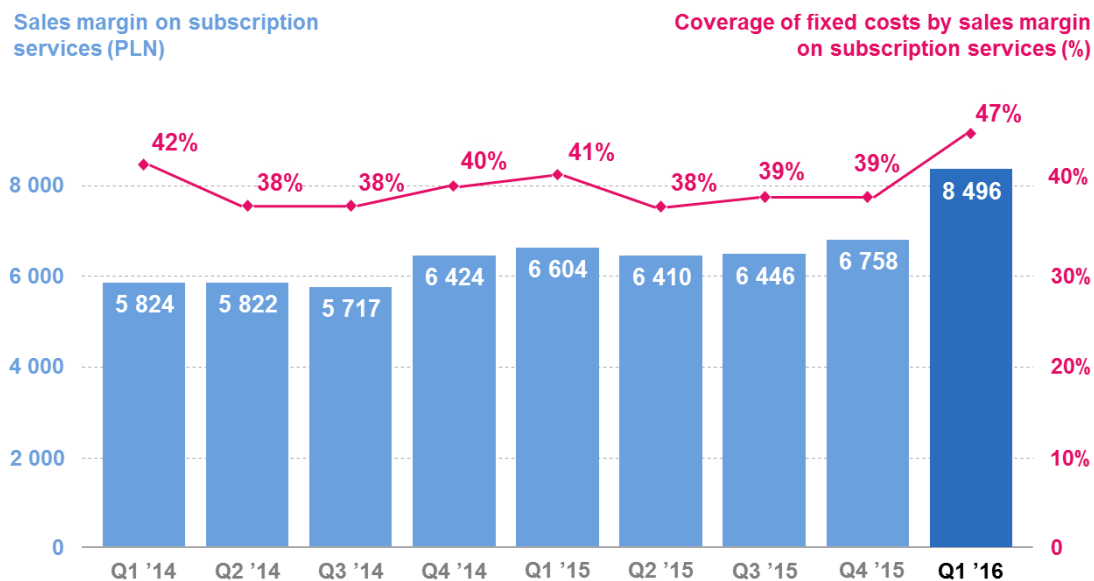
In the 1<sup>st</sup> quarter of 2016, **Energy Data Lab**, which specialises in advanced analysis of large amounts of data from different sources, i.e. in the so-called Big Data technology, continued commercial activities addressed to energy sector companies, as well as took first steps to build its presence in other market sectors. Additionally, the company consistently carries out development works on a proprietary system to be used in cloud-based acquisition, processing and analysis of data. The system may be applied in broadly understood IoT (Internet of Things) solutions.

### **2.3.1. Sales of permanent services**

The Company pays particular attention to services of a permanent nature, hereinafter referred to as subscription services. These are mainly revenues from the sales of services in the cloud computing model as well as outsourcing and maintenance services. These services are typically billed in cycles (most often on a monthly basis), and contracts for the provision of such services are usually concluded for several years or provide for long notice periods. The increase in subscription sales is an important element of the Issuer's strategy.

In the 1<sup>st</sup> quarter of 2016, the consolidated sales margin on subscription services amounted to PLN 8,496 thousand, which represents an increase by 29% y/y. The margin earned covered 47% of fixed costs of the Atende Group. In the 1<sup>st</sup> quarter of 2016, the largest growth of sales of subscription services, as compared to the previous quarter, was recorded from the distribution of multimedia materials by Atende Software, implementation of maintenance services by Atende and sales of services for local government units by Sputnik Software. The Issuer expects further increase in sales of permanent services by Group companies in subsequent quarters.

**Sales of subscription services**



\*Sales margin = Sales revenue – Variable selling costs

**2.4. Description of atypical factors and events which materially affect financial results achieved**

In the 1<sup>st</sup> quarter of 2016, there was a slowdown in announcing new tenders and implementation of orders in the public sector and in the sector of companies with significant participation of the State Treasury. These delays should be attributed to an understandable process of changes in the economy related to political changes. It should be assumed that the slowdown is of a temporary nature and that losses resulting from this phenomenon should be compensated in subsequent financial periods.

**2.5. Significant events during the period covered by the statements**

**Changes in the composition of the Company's Management Board**

On December 16<sup>th</sup>, 2015, the Supervisory Board of the Company adopted a resolution on the appointment of Jacek Szczepański as a member of the Company's Management Board to perform the function of Vice-President of the Management Board in charge of operations as of January 11<sup>th</sup>, 2016.

**Registration of acquired shares in Energy Data Lab**

On January 22<sup>nd</sup>, 2016, the increase of the share capital of Energy Data Lab sp. z o.o., as a result of which Atende's share in the share capital and votes at the shareholders' meeting increased from 42.4% to 54.6%, was registered in the National Court Register. The shares were acquired under an agreement concluded on December 21<sup>st</sup>, 2015.

Energy Data Lab specialises in advanced analysis of large amounts of data from different sources, i.e. in the Big Data technology. Their business is focused on the energy sector, where the company's solutions give customers the added value of tools for raising customer loyalty, promoting energy efficiency, energy demand management and optimisation of sales processes. The company is the only software partner in the GreenEvo initiative, under which the Ministry of Environment promotes Polish developers of green technologies.

**Conclusion of a maintenance agreement for the OST112 network**

On January 25<sup>th</sup>, 2016, an agreement was concluded between Atende and the Polish Police Headquarters for the implementation of a contract for: "Post-warranty maintenance of OST112 network devices — purchase of SMARTnet maintenance service as part of the task of purchase of technical support for OST112 devices". The gross value of the agreement is PLN 10.5 million. The above services will be provided for a period of 3 years.

Atende constructed and implemented OST112 as a sub-contractor of ATM S.A. and, to date, has been providing maintenance services for the technical infrastructure of the National ICT Network built for the purposes of handling the 112 emergency number. This project has been one of the biggest ICT projects in Poland during the recent years.

### **Changes in the composition of the Company's Supervisory Board**

On March 4<sup>th</sup>, 2016, Mirosław Panek resigned from the function of the Vice-Chairperson and from his membership in the Supervisory Board of Atende S.A., effective as of March 6<sup>th</sup>, 2016. Appointment to a different position was stated as the reason for the resignation.

### **Announcement of Atende's new strategy for 2016–2017**

On March 4<sup>th</sup>, 2016, the Company announced a new development strategy for the next two years. Atende plans to continue its development in the area of creation of new, innovative products and services, and also assumes expansion to foreign markets. Additionally, owing to its good financial position, the Company intends to actively seek to acquire new, promising companies. The strategy is to be implemented through offering innovative technical solutions, improved utilisation of competences held, intensified collaboration with subsidiaries and increased sales to selected market sectors, in particular to mobile telecommunications operators and content delivery platforms, institutions and companies in the defence sector, as well as to the energy and financial sectors. The full text of the strategy can be found on the Company's website at [www.atende.pl/pl/o-firmie/strategia](http://www.atende.pl/pl/o-firmie/strategia).

### **Registration of acquired shares in Atende Medica**

On March 17<sup>th</sup>, 2016, the increase of the share capital in Atende Medica sp. z o.o., resulting in an increase in Atende's share in the share capital of Atende Medica from 62.69% to 67.51%, was registered in the National Court Register. Atende acquired a total of 10,016 shares for the amount of PLN 500,800. The share capital was increased as a result of a resolution adopted on December 10<sup>th</sup>, 2015 by the shareholders' meeting of Atende Medica.

## **2.6. Material events after the balance sheet date**

### **Changes in the composition of the Company's Supervisory Board**

On April 4<sup>th</sup>, 2016, the Company's Supervisory Board, pursuant to provisions of the second sentence of § 21(5) of Atende S.A.'s Articles of Association, appointed Michał Markowski as a member of the Supervisory Board.

### **Changes in the composition of the Company's Management Board**

On April 4<sup>th</sup>, 2016, the Company's Supervisory Board dismissed Andrzej Słodczyk from the Management Board of Atende S.A. and from his function of Vice-President of the Management Board in relation to entrusting him with the function of the Company's director of the power industry development department, and appointed Jacek Forysiak to the Management Board of Atende S.A., to the function of Vice-President of the Management Board in charge of technical matters.

### **Adoption of a resolution on distribution of profit for 2015**

On May 11<sup>th</sup>, 2016, the Ordinary General Meeting of the Company adopted a resolution on distribution of profit. Pursuant to the resolution, the Ordinary General Meeting decided to allocate the amount of PLN 6,541,801.92 from the Company's net profit for 2015, amounting to PLN 9,888,675.67, to the payment of dividend, and the remaining part of the Company's net profit for 2015, amounting to PLN 3,346,873.75 — to the Company's supplementary capital. This means that the value of dividend per one share is PLN 0.18.

In accordance with the resolution of the Ordinary General Meeting of the Company, the deadline to determine the right to dividend is June 28<sup>th</sup>, 2016. The date of dividend payments was set for July 14<sup>th</sup>, 2016. The dividend will cover all 36,343,344 shares of the Company.

## **2.7. Expected development of the Group**

The following external factors may influence operations and financial results of the Issuer and its Capital Group in the upcoming quarters:

- the pace of Poland's economic development;
- the tendency of enterprises to invest in IT infrastructure development;
- changes in the exchange rate of PLN in relation to EUR and USD;
- the level of utilisation of EU funds by enterprises and other entities;

- development of new technologies;
- increased awareness of needs in the scope of IT;
- improvement in economic situation abroad;
- availability of bank loans;
- demand of the SME sector for advanced IT tools.

Internal factors important for the development of the Atende Group include:

- the maximum use of the synergy effect between Atende and companies constituting the Group: Atende Software, Atende Medica, Sputnik Software, Phoenix Systems, OmniChip, TrustIT and Energy Data Lab;
- dynamic increase in revenue from the services segment, including from the permanent (subscription) services segment;
- obtaining the highest partnership status with the largest hardware and software manufacturers;
- expansion and strengthening of the customer base;
- improvement in sales operations;
- the level of diversification of trading partners.

Apart from the factors listed above, there are no uncertain elements, demands, liabilities or events which may have material impact on the Company's prospects in a short-term perspective.

The Company's Management Board believes that the growth prospects for the Atende Group in the subsequent quarters of 2016 are good, although the macroeconomic environment may not be favourable. The Group will intensify development of its services — especially in terms of subscription services — which have a major impact on the stabilisation of the financial situation of the Issuer and the Capital Group, and will also seek to increase sales of software, innovative technical solutions and high-margin services.

## 2.8. Other information

### 2.8.1. The opinion of the Management Board concerning the possibility of fulfilling the previously published forecasts of results for a given year

The Company did not publish forecasts for 2016.

### 2.8.2. Information on shareholders holding, directly or indirectly through subsidiaries, at least 5% of the total number of votes at the Issuer's general meeting as at the date of submission of the report

	Number of shares shown in the previous interim report <sup>1</sup>	Share in the number of votes at the General Meeting represented in the previous interim report <sup>1</sup>	Change in the number of votes at the General Meeting between March 21 <sup>st</sup> , 2016 and May 16 <sup>th</sup> , 2016	Number of shares as at the date of filing the report <sup>2</sup>	Share in the number of votes at the General Meeting as at the date of filing the report <sup>2</sup>
Roman Szwed together with the related entity Spinoza Investments Sp. z o.o. S.K.A.	11,956,958	32.90%	-	11,956,958	32.90%
Nationale-Nederlanden OFE (previously: ING OFE)	5,906,601	16.25%	-	5,906,601	16.25%
PKO OFE	2,531,407	6.97%	-	2,531,407	6.97%
Other	15,948,378	43.88%	-	15,948,378	43.88%
Total	36,343,344	100%	N/A	36,343,344	100%

<sup>1</sup> According to confirmations obtained on March 21<sup>st</sup>, 2016.

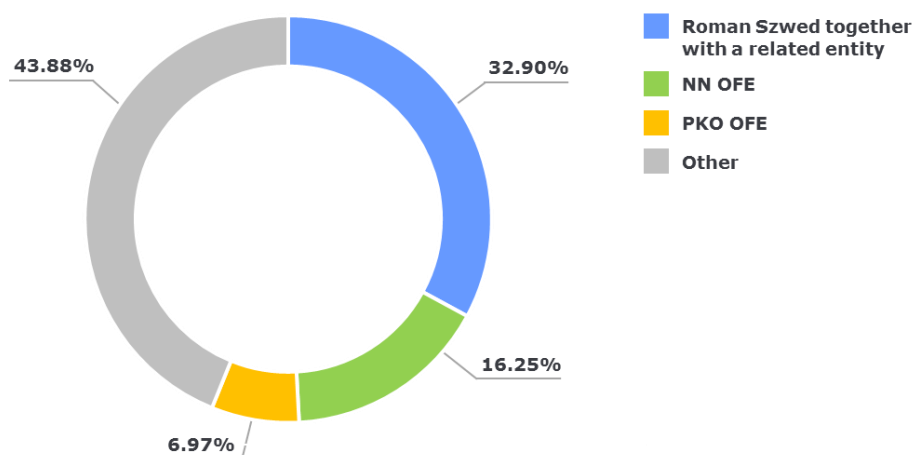
<sup>2</sup> According to confirmations obtained on May 16<sup>th</sup>, 2016.

<sup>3</sup> Spinoza Investments Sp. z o.o. S.K.A. is an entity controlled in 100%, directly and indirectly (through Spinoza Fundusz Inwestycyjny Zamknięty Aktywów Niepublicznych) by Roman Szwed.

Percentage share of the shareholders in the Company's share capital corresponds to the percentage share in the number of votes at the general meeting.



The shareholding structure as at the date of filing this report is presented below (shareholders having more than 5% of the total number of votes at the general meeting of the Issuer).



### 2.8.3. Statement of changes in the ownership of the Company's shares or share options by members of the Management Board and the Supervisory Board

The ownership of the Issuer's shares by members of the Management Board and Supervisory Board together with the statement of changes consistent with the Management Board's knowledge has been presented in the table below.

	Number of shares shown in the previous interim report <sup>1</sup>	Increases	Decreases	Number of shares as at the date of filing the report <sup>2</sup>
Roman Szwed — President of the Management Board <sup>3</sup>	11,956,958	-	-	11,956,958
Iwona Bakuła — Vice-President of the Management Board	0	-	-	0
Jacek Forsyjak — Vice-President of the Management Board <sup>4</sup>	-	-	-	0
Szymon Stępczak — Vice-President of the Management Board	0	-	-	0
Jacek Szczepański — Vice-President of the Management Board <sup>5</sup>	-	-	-	0
Patrycja Buchowicz — Chairperson of the Supervisory Board	0	-	-	0
Marek Dietl — Member of the Supervisory Board	0	-	-	0
Jan Madey — Member of the Supervisory Board	0	-	-	0
Michał Markowski — Member of the Supervisory Board <sup>6</sup>	-	-	-	-
Monika Mizielińska-Chmielewska — Member of the Supervisory Board	0	-	-	0

<sup>1</sup> According to confirmations obtained on March 21<sup>st</sup>, 2016.

<sup>2</sup> According to confirmations obtained on May 16<sup>th</sup>, 2016.

<sup>3</sup> Together with a related entity, Spinoza Investments Sp. o.o. S.K.A., which is controlled in 100%, directly and indirectly (through Spinoza Fundusz Inwestycyjny Zamknięty Aktywów Niepublicznych), by Roman Szwed.

<sup>4</sup> Jacek Forsyjak was appointed to the Company's Management Board, as Vice-President of the Management Board in charge of technical matters, as of April 4<sup>th</sup>, 2016.

<sup>5</sup> Jacek Szczepański was appointed to the Company's Management Board, as Vice-President of the Management Board in charge of operations, as of January 11<sup>th</sup>, 2016.

<sup>6</sup> On April 4<sup>th</sup>, 2016, Michał Markowski was appointed as a member of the Supervisory Board.

Members of the Management Board and Supervisory Board hold no Company share options. None of the shareholders has special controlling rights with regard to Atende S.A. The Company has no preference shares.

**2.8.4. Information on significant proceedings pending before the court, arbitration panel or administration body**

As at the date of report publication, the Company and its subsidiaries are not a party to any court dispute whose value would exceed 10% of the Issuer's equity.

**2.8.5. Information about material transactions concluded by Group Companies with related entities on conditions other than arm's length conditions**

During the reporting period, neither the Issuer nor any of the Issuer's subsidiaries concluded material transactions on conditions other than arm's length conditions with related undertakings, either individually or jointly.

**2.8.6. Information on loan or borrowing sureties or guarantees granted by the Issuer or its subsidiary where the value of the surety or guarantee is equal to at least 10% of the Issuer's equity**

During the reporting period, no loan or borrowing sureties or guarantees were granted by the Issuer or its subsidiaries to any party that would in total exceed 10% of the Issuer's equity.

**2.8.7. Other information considered by the Company as important in the assessment of its personnel, asset and financial standing, financial result and changes in such items; and information relevant to the assessment of the Issuer's ability to fulfil obligations**

The Company has a stable personnel, asset and financial position. There are no known factors that could adversely affect the Issuer's ability to meet its obligations.

### 3. Interim condensed individual financial statements prepared in accordance with IFRS

#### 3.1. Separate statement of financial position

ASSETS	as at March 31 <sup>st</sup> , 2016	as at December 31 <sup>st</sup> , 2015	as at March 31 <sup>st</sup> , 2015
<b>Fixed assets</b>	<b>51,410</b>	<b>52,129</b>	<b>50,444</b>
Tangible fixed assets	19,794	20,287	21,781
Intangible assets	6,645	7,281	7,527
Investments in subordinated entities	21,227	21,185	19,091
Other long-term financial assets	80	80	80
Deferred income tax assets	3,073	2,612	1,845
Other fixed assets	591	684	120
<b>Current assets</b>	<b>54,075</b>	<b>102,355</b>	<b>51,081</b>
Inventories	15,316	6,636	10,004
Trade receivables	21,193	44,153	34,608
Current income tax receivables	-	-	-
Other receivables	190	136	347
Other financial assets	-	-	-
Prepayments and accruals	2,458	3,016	2,469
Cash and cash equivalents	14,918	48,414	3,653
Assets classified as held for sale	-	-	-
<b>TOTAL ASSETS</b>	<b>105,485</b>	<b>154,484</b>	<b>101,525</b>

<b>EQUITY AND LIABILITIES</b>	as at March 31 <sup>st</sup> , 2016	as at December 31 <sup>st</sup> , 2015	as at March 31 <sup>st</sup> , 2015
<b>Equity</b>	<b>57,811</b>	<b>59,820</b>	<b>53,718</b>
Share capital	7,269	7,269	7,269
Supplementary capital from share premium	15,538	15,492	15,354
Other capital	27,170	27,170	22,738
Retained financial result	9,889	-	9,884
Financial result for the current period	(2,055)	9,889	(1,527)
<b>Long-term liabilities</b>	<b>3,342</b>	<b>3,563</b>	<b>4,511</b>
Credits and loans	2,647	2,824	3,353
Other financial liabilities	381	381	1,040
Long-term trade liabilities and other long-term liabilities	27	27	42
Deferred income	287	331	76
<b>Short-term liabilities</b>	<b>44,332</b>	<b>91,101</b>	<b>43,296</b>
Credits and loans	706	706	1,279
Other financial liabilities	416	641	807
Trade liabilities	22,549	45,479	24,112
Current income tax liabilities	-	3,350	-
Other liabilities	14,884	33,529	14,923
Deferred income	5,777	7,396	2,175
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>105,485</b>	<b>154,484</b>	<b>101,525</b>

### 3.2. Separate statement of comprehensive income

	1 <sup>st</sup> quarter 2016	1 <sup>st</sup> quarter 2015
<b>Net sales revenue</b>	<b>24,503</b>	<b>36,679</b>
Costs of sales	18,150	29,644
<b>Gross profit (loss) on sales</b>	<b>6,353</b>	<b>7,035</b>
Other operating income	359	70
General and administrative costs	8,499	8,315
Other operating expenses	117	131
<b>Operating profit (loss)</b>	<b>(1,904)</b>	<b>(1,341)</b>
Financial income	723	252
Financial expenses	1,290	930
<b>Profit (loss) before tax</b>	<b>(2,471)</b>	<b>(2,019)</b>
Income tax	(416)	(492)
Net profit (loss) on continuing operations	(2,055)	(1,527)
Profit (loss) on discontinued operations	-	-
<b>Net profit (loss)</b>	<b>(2,055)</b>	<b>(1,527)</b>
Components of other comprehensive income	-	-
that will be reclassified to profit or loss upon satisfying certain conditions	-	-
that will not be reclassified to profit or loss in the subsequent periods	-	-
<b>Total comprehensive income</b>	<b>(2,055)</b>	<b>(1,527)</b>

### 3.3. Separate cash flow statement

	1 <sup>st</sup> quarter 2016	1 <sup>st</sup> quarter 2015
<b>OPERATING ACTIVITIES</b>		
Profit / loss before tax	(2,471)	(2,019)
Total adjustments:	(26,853)	(3,865)
Amortisation and depreciation	1,020	1,048
Foreign exchange gains (losses)	14	(263)
Interest and share in profits (dividends)	35	69
Profit (loss) on investment activities	81	86
Change in inventories	(8,680)	(1,839)
Change in receivables	22,905	27,085
Change in liabilities and provisions	(42,880)	(29,035)
Change in other assets	653	(1,016)
Other adjustments	(1)	-
Cash from operating activities	(29,324)	(5,884)
Income tax (paid) / reimbursed	(3,350)	(211)
<b>Net cash flows from operating activities</b>	<b>(32,674)</b>	<b>(6,095)</b>
<b>INVESTING ACTIVITIES</b>		
Inflows	16	296
Disposal of intangible and tangible fixed assets	16	296
Other investment inflows	-	-
Outflows	184	157
Purchase of intangible and tangible fixed assets	141	157
Expenditure on financial assets	43	-
Other investment outflows	-	-
<b>Net cash flows from investing activities</b>	<b>(168)</b>	<b>139</b>
<b>FINANCING ACTIVITIES</b>		
Inflows	-	1,247
Credits and loans	-	-
Grants	-	984
Other financial inflows	-	263
Outflows	654	767
Repayments of credits and loans	176	381
Payment of liabilities under finance lease agreements	225	317
Dividends paid	-	-
Interest	36	69
Other financial outflows	217	-
<b>Net cash flows from financing activities</b>	<b>(654)</b>	<b>480</b>
<b>TOTAL NET CASH FLOWS</b>	<b>(33,496)</b>	<b>(5,476)</b>
Balance sheet change in cash, including	(33,496)	(5,476)
- change in cash due to foreign exchange differences	-	-
<b>Opening balance of cash</b>	<b>48,414</b>	<b>9,129</b>
<b>Closing balance of cash</b>	<b>14,918</b>	<b>3,653</b>

### 3.4. Statement of changes in individual equity

	Share capital	Supplementary capital from share premium	Treasury shares	Other capital	Retained financial result	Financial result for the current period	Total equity
<b>1<sup>st</sup> quarter of 2016</b>							
<b>Equity as at January 1<sup>st</sup>, 2016 according to IFRS</b>	<b>7,269</b>	<b>15,492</b>	<b>-</b>	<b>27,170</b>	<b>9,889</b>	<b>-</b>	<b>59,820</b>
Changes in accounting principles	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-
Equity after adjustments	7,269	15,492	-	27,170	9,889	-	59,820
Issue of shares	-	-	-	-	-	-	-
Net profit distribution	-	-	-	-	-	-	-
Dividend payout	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	-	(2,055)	(2,055)
Deferred tax on items recognised in equity	-	46	-	-	-	-	46
<b>Equity as at March 31<sup>st</sup>, 2016 according to IFRS</b>	<b>7,269</b>	<b>15,538</b>	<b>-</b>	<b>27,170</b>	<b>9,889</b>	<b>(2,055)</b>	<b>57,811</b>
<b>2015</b>							
<b>Equity as at January 1<sup>st</sup>, 2015 according to IFRS</b>	<b>7,269</b>	<b>15,308</b>	<b>-</b>	<b>22,738</b>	<b>9,884</b>	<b>-</b>	<b>55,199</b>
Changes in accounting principles	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-
Equity after adjustments	7,269	15,308	-	22,738	9,884	-	55,199
Issue of shares	-	-	-	-	-	-	-
Net profit distribution	-	-	-	4,432	(4,432)	-	-
Dividend payout	-	-	-	-	(5,452)	-	(5,452)
Total comprehensive income	-	-	-	-	-	9,889	9,889
Deferred tax on items recognised in equity	-	184	-	-	-	-	184
<b>Equity as at December 31<sup>st</sup>, 2015 according to IFRS</b>	<b>7,269</b>	<b>15,492</b>	<b>-</b>	<b>27,170</b>	<b>-</b>	<b>9,889</b>	<b>59,820</b>
<b>1<sup>st</sup> quarter of 2015</b>							
<b>Equity as at January 1<sup>st</sup>, 2015 according to IFRS</b>	<b>7,269</b>	<b>15,308</b>	<b>-</b>	<b>22,738</b>	<b>9,884</b>	<b>-</b>	<b>55,199</b>
Changes in accounting principles	-	-	-	-	-	-	-
Adjustments due to fundamental errors	-	-	-	-	-	-	-
Equity after adjustments	7,269	15,308	-	22,738	9,884	-	55,199
Net profit distribution	-	-	-	-	-	-	-
Dividend payout	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	-	(1,527)	(1,527)
Deferred tax on items recognised in equity	-	46	-	-	-	-	46
<b>Equity as at March 31<sup>st</sup>, 2015 according to IFRS</b>	<b>7,269</b>	<b>15,354</b>	<b>-</b>	<b>22,738</b>	<b>9,884</b>	<b>(1,527)</b>	<b>53,718</b>