



CNT CENTRUM NOWOCZESNYCH TECHNOLOGII
SPÓŁKA AKCYJNA

**CAPITAL GROUP CENTRUM NOWOCZESNYCH
TECHNOLOGII SPÓŁKA AKCYJNA**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENT
OF THE CAPITAL GROUP CNT S.A. FOR THE FIRST HALF OF 2017***

AND

**INTERIM CONDENSED SEPARATE FINANCIAL
STATEMENT OF CNT S.A. FOR THE FIRST HALF OF 2017***

* The official (full) version of the periodical report for the first half of 2017 has been prepared in Polish, this English translation is a shortened version of the periodical report prepared solely for informational purposes.

AUGUST 2017



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I. MID-YEAR CONDENSED CONSOLIDATED FINANCIAL STATEMENT OF THE CAPITAL GROUP CNT S.A.

1. Consolidated report on the financial situation

Consolidated report on the financial situation (in thousands PLN) for the period from 01.01.2017 to 30.06.2017 along with the comparable period

ASSETS	30.06.2017	31.12.2016
A. Fixed assets	6 489	7 010
1. Tangible fixed assets	3 354	3 661
2. Value of the company	-	-
3. Intangible assets	55	64
4. Investment properties	-	-
5. Shares of subsidiaries priced with the equity method	-	-
6. Long-term financial assets	470	448
7. Long-term liabilities	-	-
8. Long-term retained securities	109	33
9. Deferred income tax assets	2 484	2 782
10. Long-term prepayments	17	22
B. Current assets	143 681	122 323
1. Production in progress - objects in the building	90 351	67 447
2. Inventories	67	68
3. Receivables on deliveries and services and other receivables	29 781	19 877
4. Short-term retained securities	8 416	7 808
5. Receivables on income tax	-	7
6. Receivables under incomplete construction contracts	769	3 145
7. Short-term prepayments	712	477
8. Short-term financial assets	-	-
9. Cash and cash equivalents	13 585	23 494
C. Fixed assets classified as held for sale and from discontinued operations	-	-
Assets in total	150 170	129 333





LIABILITIES	30.06.2017	31.12.2016
A. Equity	92 523	92 838
1. Basic (share) capital	36 360	36 360
2. Reserve capital	11 546	13 869
3. Own shares (negative value)	-	-
4. Revaluation reserve	9	8
5. Retained earnings	5 913	3 209
6. Net profit/loss	2 105	2 819
7. Minority interests	36 590	36 573
B. Long-term liabilities	1 651	2 208
1. Long-term provisions	37	33
2. Deferred tax provisions	728	1 164
3. Long-term bank credits and loans	-	-
4. Long-term financial Liabilities	-	-
5. Long-term liabilities	-	-
6. Long-term received securities	886	1 011
C. Short-term liabilities	55 996	34 287
1. Short-term reserves	123	125
2. Short-term bank credits and loans	10 000	-
3. Short-term financial liabilities	-	-
4. Liabilities from deliveries and services and other liabilities	35 990	27 883
5. Short-term reserves	2 342	2 385
6. Income tax liabilities	106	145
7. Liabilities under incomplete construction contracts	320	-
8. Short-term prepayments	1 123	3 749
9. Advance payments received for development activity	5 992	-
Liabilities in total	150 170	129 333



2. Consolidated report on the income in total

Consolidated report on the total income (in thousands PLN) for the period from 01.01.207 to 30.06.2017 along with the comparable period.

	CONSOLIDATED REPORT ON THE INCOME IN TOTAL (functional classification)	1st half of 2017 from 01.01.2017 to 30.06.2017	1st half of 2016 from 01.01.2016 to 30.06.2016
I.	Net income from sales	456 775	499 099
II.	The costs of the sold products, merchandise and materials	449 357	495 677
	Gross profit (loss) from the sales	7 418	3 422
III.	The cost of sales	975	
IV.	Cost of the general management	4 027	4 366
	Net sales profit (loss)	2 416	-944
V.	Other income	1 468	259
VI.	Profit from occasional acquisition	0	0
VII.	Other costs	790	958
	Profit (loss) on the operating activities	3 094	-1 643
VIII.	Financial income	118	795
IX.	Financial costs	68	145
X.	The parent company's share of the profits (losses) of its associates and joined-ventures valued according to property rights	0	0
XI.	Loss on the sale of shares	0	0
	Gross profit (loss)	3 144	-993
XII.	Income tax	734	-136
	Net profit / loss from continued activities	2 410	-857
	Profit / loss from discontinued activities	0	
	Net profit (loss) for the period	2 410	-857
XIII.	Other total net revenue	0	
	Total net revenue for the period, including:	2 410	-857
	Attributed to the parent company's shareholder	2 105	-779
	Attributed to non-controlling shares	305	-78

EARNINGS PER SHARE	2017	2016
Net profit (loss) per a shareholder attributed to the parent company's shareholder	2 105	-779
Profit (loss) from the discontinued activities	0	0
Total shares weighted average	9 090 000	9 090 000
Profit (loss) from one ordinary share from the continued operations per one parent company's shareholder	0,23	-0,09
Earnings (loss) per ordinary share from the continued operations per one parent company's shareholder	0,23	-0,09
Earnings (loss) per one ordinary share from the discontinued operations	0,00	0,00
Diluted earnings (loss) per ordinary share from continued operations	0,00	0,00



3. Consolidated report on the cash flows

Consolidated report on the cash flows (in thousands PLN) for the period from 01.01.2017 to 30.06.2017 along with the comparable period.

		Consolidated report on the cash flows	1 st half of 2017 from 01.01.2017 to 30.06.2017	1 st half of 2016 from 01.01.2016 to 30.06.2016
		Cash flows from operating activities		
I.		Gross profit (loss)	3 144	(993)
II.		Total adjustments	(22 958)	(90 369)
	1.	A share in the net profit (loss) of subsidiaries measured by the equity method	-	-
	2.	Depreciation and amortisation	204	203
	3.	Profits (losses) from foreign currency exchange differences	22	(7)
	4.	Interests and profit sharing (dividends)	(175)	35
	5.	Profit (loss) on the investment activities	(185)	(12)
	6.	Change in reserves	2	869
	7.	Change in stocks	(22 907)	(58 775)
	8.	Change in receivables and retentions	(7 997)	(16 464)
	9.	Change in short-term liabilities, excluding loans and credits	11 666	(17 439)
	10.	Change in deferrals and future revenues	(2 853)	(710)
	11.	Impairment of financial assets	-	-
	12.	Paid / refunded income tax	(751)	1 931
	13.	Other adjustments on the operating activities	16	-
III.		Net cash flow from operating activities (I+II)	(19 814)	(91 362)
		Cash flow from operating activities		
I.		Revenues	122	309
	1.	Interests received	112	278
	2.	Dividends received from entities intended for sale	-	-
	3.	Dividends received from subsidies	-	-
	4.	Revenues from the sale of financial assets (shares)	-	-
	5.	Revenues from the sale of financial assets available for sale	-	-
	6.	Revenues from the sale of fixed assets	10	31
	7.	Repayment of short-term loans to subsidiaries	-	-
II.		Expenses	111	99
	1.	Acquisition of financial assets	-	50
	2.	Acquisition of intangible and tangible fixed assets	111	49
	3.	Acquisition of intangible assets	-	-
	4.	Investments in properties	-	-
	5.	Loans granted to subsidiaries	-	-
	6.	Other expenses	-	-
III.		Net cash from the investment operations (I-II)	11	210
		Cash flows from financial operations		
I.		Revenues	10 000	51 511
	1.	Revenues from ordinary shares issue	-	30 003
	2.	Revenue from the issue of bonds convertible into shares	-	-
	3.	Credits and loans received (current account credit)	-	-
	4.	Change in the current account credits	10 000	21 508
	5.	Income on sale of shares without loss of control	-	-
II.		Expenses	84	310
	1.	Interests	84	310
	2.	Repayment credits and loans	-	-
	3.	Repayment of financial leasing liabilities	-	-
	4.	Dividends and other payments due to owners	-	-
	5.	Acquisition of own shares	-	-
III.		Net cash flows from the financial activities (I-II)	9 916	51 201
		Total net cash flows (A.III+/-B.III+/-C.III)	(9 887)	(39 951)
		Balance-sheet change of cash , including	(9 909)	(39 947)
		- Change in cash resulting from the foreign currency exchange rates	(22)	4
		Total cash and cash equivalents at the beginning of financial year	23 494	53 106
		Total cash and cash equivalents at the end of financial year (F+/-E)	13 585	13 159
		- restricted cash	2 685	599



4. Consolidated report on the changes in the equity capital

Consolidated report on the changes in the equity capital (in thousands PLN) for the period from 01.01.2017 to 30.06.2017.

Per shareholders of the unit							Minority interests	Equity capital in total
Consolidated report on changes in the equity capital	Basic capital	Reserve capital	The revaluation reserve	Retained earnings	Profit (loss) in the current year	Total		
The balance on 01.01.2017	36 360	13 869	8	6 028		56 265	36 573	92 838
Change in the accounting rules						-		-
Corrections of fundamental errors						-		-
Opening balance sheet after changes	36 360	13 869	8	6 028	-	56 265	36 573	92 838
Changes in the equity capital:	-	(2 323)	1	(115)	2 105	(332)	17	(315)
Profit / loss for the financial year					2 105	2 105	305	2 410
Reallocations (decreases/increases)	-	(2 323)	1	(115)	-	(2 437)	(288)	(2 725)
including: profit in 2016 - for reserve capital		404		(404)		-		-
Including: profit in 2016- retained earnings/losses				289		289	(288)	1
including: profit in 2016 - dividends		(2 727)				(2 727)		(2 727)
including: actuarial gains/losses			1			1		1
Total revenue included in the period	-	-	1	-	-	1	-	1
Balance on 30.06.2017	36 360	11 546	9	5 913	2 105	53 496	36 590	92 523

Consolidated report on the changes in the equity capital (in thousands PLN) for the period from 01.01.2016 to 30.06.2016.

Per shareholders of the unit							Minority interests	Equity capital in total
Report on the changes in the equity capital	Basic capital	Reserve capital	The revaluation reserve	Retained earnings	Profit / loss for the financial year attributable to the minority interest	Total		
The balance on 01.01.2016	36 360	11 449	3	5 629		53 441	2 263	55 704
Change in the accounting rules						-		-
Corrections of fundamental errors						-		-
Opening balance sheet after changes	36 360	11 449	3	5 629	-	53 441	2 263	55 704
Transition to IAS/IFRS (rounded)						-		-
Opening balance in accordance with IAS/IFRS	36 360	11 449	3	5 629	-	53 441	2 263	55 704
Changes in the equity capital:	-	2 420	-	(2 420)	(779)	(779)	33 944	33 165
Profit / loss for the financial year					(779)	(779)	(78)	(857)
Profit/loss for the financial year attributable to minority's shares						-		-
Reallocations (decreases/increases)	-	2 420	-	(2 420)	-	-	34 022	34 022
including: profit in 2015 - for reserve capital		2 420		(2 420)		-		-
Establishment of a limited partnership Centrum Nowoczesnych Technologii Spółka Akcyjna sp. k. - non-controlling shares						-	34 022	34 022
including: actuarial gains/losses						-		-
Total revenue included in the period	-	-	-	-	-	-	-	-
Balance on 30.06.2016	36 360	13 869	3	3 209	(779)	52 662	36 207	88 869



Consolidated report on the changes in the equity capital (in thousands PLN) for the period from 01.01.2016 to 31.12.2016.

Per shareholders of the unit							Minority interests	Total equity capital
Consolidated report on the changes in the equity capital	Basic (share) capital	Reserve capital	The revaluation reserve	Retained earnings	Profit / loss for the financial year attributable to the minority interest	Total		
The balance on 01.01.2016	36 360	11 449	3	5 629		53 441	2 263	55 704
Change in the accounting rules						-		-
Corrections of fundamental errors						-		-
Opening balance sheet after changes	36 360	11 449	3	5 629	-	53 441	2 263	55 704
Changes in equity capital:	-	2 420	5	(2 420)	2 819	2 824	34 310	37 134
Profit / loss for the financial year					2 819	2 819	288	3 107
Reallocations (decreases/increases)	-	2 420	5	(2 420)	-	5	34 022	34 027
Including: profit in 2015 - for reserve capital		2 420		(2 420)		-		-
Including: profit in 2015 - undistributed						-		-
Establishment of a limited partnership Centrum Nowoczesnych Technologii Spółka Akcyjna sp. k. - non-controlling shares						-	34 022	34 022
including: actuarial gains/losses			5			5		5
Total revenue included in the period	-	-	5	-	-	5	-	5
Balance on 31.12.2016	36 360	13 869	8	3 209	2 819	56 265	36 573	92 838



II. MID-YEAR CONDENSED SEPARATE FINANCIAL STATEMENT OF CNT S.A.

1. Report on the financial situation

Report on the financial situation (in thousands PLN) for the period from 01.01.2017 to 30.06.2017 along with the comparable period.

ASSETS	30.06.2017	31.12.2016
A. Fixed assets	46 902	47 445
1. Tangible fixed assets	3 107	3 415
2. Value of the company		
3. Intangible assets	29	33
4. Investment properties		
5. Shares in subsidiaries priced with the equity method		
6. Long-term financial assets	41 365	41 343
7. Long-term receivables		
8. Long-term retained securities	76	
9. Deferred income tax assets	2 308	2 632
10. Long-term prepayments	17	22
B. Current assets	13 397	20 251
1. Inventories	67	68
2. Receivables from deliveries and services and other receivables	6 274	4 260
3. Short-term retained securities	51	58
4. Receivables from the income tax	-	-
5. Receivables under outstanding construction contracts	769	3 145
6. Short-term accruals of costs	227	291
7. Short-term financial assets	2 290	
8. Cash and cash equivalents	3 719	12 429
C. Fixed assets classified for sale and related to the discontinued activity		
Assets in total	60 299	67 696





LIABILITIES	30.06.2017	31.12.2016
A. Equity capital	48 316	50 641
1. Basic (share) capital	36 360	36 360
2. Reserve capital	11 546	13 869
3. Own shares (negative value)		
4. Revaluation reserve	9	8
5. Retained earnings		
6. Net profit (loss)	401	404
B. Long-term liabilities	1 169	2 000
1. Long-term provisions	37	33
2. Deferred tax provisions	541	1 057
3. Long-term bank credits and loans		
4. Long-term financial liabilities		
5. Long-term liabilities		
6. Long-term received securities	591	910
C. Short-term liabilities	10 814	15 055
1. Short-term provisions	34	36
2. Short-term bank credits and loans		
3. Short-term financial liabilities		
4. Trade and other liabilities	7 797	9 688
5. Short-term securities received	2 332	2 370
6. Income tax liabilities	-	-
7. Receivable under ongoing construction contracts	320	
8. Short-term accruals of costs	331	2 961
Liabilities in total	60 299	67 696



2. Report on the revenue in total

Report on the revenue in total (in thousands PLN) for the period from 01.01.2017 to 30.06.2017 along with the comparable period.

REPORT ON THE REVENUE IN TOTAL (functional classification)		1st half of 2017 from 01.01.2017 to 30.06.2017	1st half of 2016 from 01.01.2016 to 30.06.2016
I.	Income from sales	3 944	4 098
II.	Cost of the products, merchandise and materials sold	3 058	3 536
	Gross sales profit (loss)	886	562
III.	Cost of sales	0	0
IV.	Cost of general management	1 244	1 930
	Net sales profit (loss)	-358	-1 368
V.	Other income	1 043	439
VI.	Other costs	770	957
	Profit (loss) from the operating activities	-85	-1 886
VII.	Financial revenue	446	724
VIII.	Financial costs	76	144
IX.	A share in profits and losses of subsidiaries and joint-ventures valued according to property rights	0	0
	Gross profit (loss)	285	-1 306
X.	Income tax	-116	-336
	Net profit / loss from continued activities	401	-970
	Net profit / loss from discontinued activities	0	0
	Net profit (loss) for the period	401	-970
XI.	Other total net revenue		
	Total net income for the period	401	-970

EARNINGS PER SHARE	1st half of 2017	1st half of 2016
Net profit (loss)	401	-970
Net profit (loss) from discontinued activity		
Total shares weighted average	9 090 000	9 090 000
Earnings (loss) per ordinary share from continued activities	0,04	-0,11
Diluted Earnings (loss) per ordinary share from continued activities	0,04	-0,11
Earnings (loss) per ordinary share from discontinued activities	0,00	0,00
Diluted Earnings (loss) per ordinary share from discontinued activities	0,00	0,00





3. Report on the cash flow

Report on the cash flow (in thousands PLN) for the period from 01.01.2017 to 30.06.2017 along with the comparable period.

Report on the cash flow			1 st half of 2017 from 01.01.2017 to 30.06.2017	1 st half of 2016 from 01.01.2016 to 30.06.2016
A.		Cash flows on operating activity		
I.		Gross profit (loss)	285	(1 306)
II.		Total adjustments	(7 033)	(16 198)
	1.	A share in the net profit (loss) of subsidiaries measured by the equity method		
	2.	Depreciation and amortisation	138	168
	3.	Profit (loss) on the foreign currency exchange rates		(3)
	4.	Interests and profit sharing (dividends)	(497)	(89)
	5.	Profit (loss) on the investment activities	(185)	(12)
	6.	Change in the reserves	2	(131)
	7.	Change in the stock		
	8.	Change in the receivables and retentions	648	(9 099)
	9.	Change in the short-term liabilities, excluding loans and credits	(4 655)	(8 061)
	10.	Change in deferrals and future revenues	(2 561)	(968)
	11.	Impairment of financial assets		
	12.	Income tax paid / refunded	77	1 997
	13.	Other adjustments on the operating activities		
III.		Net cash flows from the operating activities(I+II)	(6 748)	(17 504)
B.		Cash flows on the investment operations		
I.		Revenues	2 296	4 253
	1.	Interests received	19	222
	2.	Dividends received from entities intended for sale		
	3.	Dividends received from subsidies	327	
	4.	Revenues from the sale of financial assets (shares)		
	5.	Revenues from the sale of financial assets available for sale		
	6.	Revenues from the sale of fixed assets	-	31
	7.	Repayment of short-term loans to subsidiaries	1 950	4 000
II.		Expenses	4 258	39 092
	1.	Acquisition of financial assets		35 055
	2.	Acquisition of tangible and intangible fixed assets	18	37
	3.	Acquisition of intangible assets		
	4.	Investments in real estate		
	5.	Loans granted to subsidiaries	4 240	4 000
	6.	Other expenses		
III.		Net cash from the investment operations (I-II)	(1 962)	(34 839)
C.		Cash flows from financial operations		
I.		Revenues	-	9 008
	1.	Revenues from ordinary shares issue		
	2.	Revenue from the issue of bonds convertible into shares		
	3.	Credits and loans received (current account credit)		9 008
	4.	Change in the current account credits		
II.		Expenses	-	130
	1.	Interests		130
	2.	Repayment credits and loans		
	3.	Repayment of financial leasing liabilities		
	4.	Dividends other payments due to owners		
	5.	Acquisition of own shares		
III.		Net cash flows from financial operations (I-II)	-	8 878
D.		Net cash flows in total (A.III+/-B.III+/-C.III)	(8 710)	(43 465)
E.		The balance-sheet change in cash, including	(8 710)	(43 465)
		- Change in cash from the foreign currency exchange rates		
F.		Total cash and cash equivalents at the beginning of the financial year	12 429	47 536
G.		Total cash and cash equivalents at the end of the financial year (F+/-E)	3 719	4 071
		- restricted cash		



4. Report on the change in the equity capital

Report on the change in the equity capital (in thousands PLN) for the period from 01.01.2017 to 30.06.2017.

Per one shareholder of the unit							Total equity capital
Report on the change in the equity capital	Basic (share) capital	Reserve capital	The revaluation reserve	Retained earnings	Profit / loss from the current year	Total	
The balance on 01.01.2017	36 360	13 869	8	404		50 641	50 641
Change in the accounting rules						-	-
Corrections of fundamental errors						-	-
Opening balance sheet after changes	36 360	13 869	8	404	-	50 641	50 641
Changes in the equity capital:	-	(2 323)	1	(404)	401	(2 325)	(2 325)
Profit / loss for the financial year					401	401	401
Reallocations (decreases/increases)	-	(2 323)	1	(404)	-	(2 726)	(2 726)
including: profit in 2016 – for the reserve capital		404		(404)		-	-
including: dividend from supplementary capital		(2 727)				(2 727)	(2 727)
including: actuarial gains/losses			1			1	1
Total income included in the period	-	-	-	-	-	-	-
Balance on 30.06.2017	36 360	11 546	9	-	401	48 316	48 316

Report on the change in the equity capital (in thousands PLN) for the periods from 01.01.2016 to 30.06.2016.

Per one shareholder of the unit							Total equity capital
Report on the change in the equity capital	Basic (share) capital	Reserve capital	The revaluation reserve	Retained earnings	Profit / loss from the current year	Total	
The balance on 01.01.2016	36 360	11 449	3	2 420		50 232	50 232
Change in the accounting rules						-	-
Corrections of fundamental errors						-	-
Opening balance sheet after changes	36 360	11 449	3	2 420	-	50 232	50 232
Transition to IAS/IFRS (rounded)						-	-
Opening balance in accordance with IAS/IFRS	36 360	11 449	3	2 420	-	50 232	50 232
Changes in the equity capital:	-	2 420	-	(2 420)	(970)	(970)	(970)
Profit / loss for the financial year					(970)	(970)	(970)
Reallocations (decreases/increases)	-	2 420	-	(2 420)		-	-
including: profit in 2015 – for the reserve capital		2 420				2 420	2 420
including: profit in 2015 - undistributed				(2 420)		(2 420)	(2 420)
including: actuarial gains/losses						-	-
Total incomes included in the period	-	-	-	-	-	-	-
Balance on 30.06.2016	36 360	13 869	3	-	(970)	49 262	49 262



Report on the change in the equity capital (in thousands PLN) for the period from 01.01.2016 to 31.12.2016.

Per one shareholder of the unit							Total equity capital
Report on the change in the equity capital	Basic (share) capital	Reserve capital	The revaluation reserve	Retained earnings	Profit / loss from the current year	Total	
The balance on 01.01.2016	36 360	11 449	3	2 420		50 232	50 232
Change in the accounting rules						-	-
Corrections of fundamental errors						-	-
Opening balance sheet after changes	36 360	11 449	3	2 420	-	50 232	50 232
Changes in the equity capital:	-	2 420	5	(2 420)	404	409	409
Profit / loss for the financial year					404	404	404
Reallocations (decreases/increases)	-	2 420	5	(2 420)		5	5
including : profit in 2015 – for the reserve capital		2 420		(2 420)		-	-
including: actuarial gains/losses			5			5	5
Total incomes included in the period	-	-	-	-	-	-	-
Balance on 31.12.2016	36 360	13 869	8	-	404	50 641	50 641

