

# OEX GROUP

## CONSOLIDATED QUARTERLY REPORT FOR THE THIRD QUARTER OF 2016

Poznań, 14 November 2016

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## SELECTED FINANCIAL DATA OF THE OEX S.A. GROUP

### SELECTED FINANCIAL DATA OF THE OEX S.A. GROUP

Basic items of the consolidated balance sheet, consolidated income statement and the consolidated cash flow statement as converted into EUR are presented in the table below:

	from 01/01 to 30/09/2016	from 01/01 to 30/09/2015	from 01/01 to 30/09/2016	from 01/01 to 30/09/2015
	k PLN		k EUR	
<b>Income statement</b>				
Sale revenues	275,056	247,004	62,960	59,397
Operating profit (loss)	13,762	11,170	3,150	2,686
Profit (loss) before taxation	10,514	9,659	2,407	2,323
Net profit (loss)	8,186	7,506	1,874	1,805
Net profit (loss) - share of the shareholders of the Parent Company	7,423	6,516	1,699	1,567
Earnings per share (PLN; EUR)	1.08	1.06	0.25	0.25
Diluted earnings per share (PLN; EUR)	1.08	1.06	0.25	0.25
Average exchange rate PLN / EUR in the period	X	X	4.3688	4.1585
<b>Cash Flow Statement</b>				
Net cash flow from operating activity	9,434	6,671	2,159	1,604
Net cash flow from investing activity	-10,850	-3,366	-2,484	-809
Net cash flow from financial activity	1,329	-670	304	-161
Net change in cash and cash equivalents	-87	2,635	-20	634
Average exchange rate PLN / EUR in the period	X	X	4.3688	4.1585
	30/09/2016	30/09/2015	30/09/2016	30/09/2015
	k PLN		k EUR	
<b>Balance sheet</b>				
Assets	202,221	178,119	46,897	42,023
Long-term liabilities	15,499	13,833	3,594	3,264
Short-term liabilities	98,277	78,632	22,791	18,551
Equity	88,445	85,654	20,511	20,208
Equity - share of the parent company shareholders	86,413	83,613	20,040	19,727
PLN / EUR exchange rate at period end	X	X	4.3120	4.2386

In the periods covered by these abbreviated quarterly financial statements, the following exchange rates of PLN and EUR published by the National Bank of Poland were used: the exchange rate in force on the last day of the reporting period: 30/09/2016 4.3120 PLN/EUR, 30/09/2015 4.2386 PLN/EUR. The average exchange rate in the period, calculated as an arithmetical average of exchange rates in force on the last day of each month in the given period: 01/01 - 30/09/2016 4.3688 PLN/EUR, 01/01 - 30/09/2015 4.1585 PLN/EUR.



# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

ASSETS	30/09/2016	30/09/2015	31/12/2015
<b>Non-current assets</b>			
Goodwill	75,161	68,385	68,468
Intangible fixed assets	7,555	6,157	6,550
Tangible fixed assets	14,159	13,372	14,202
Investment properties			
Interests in subsidiaries	8	55	55
Investments in associates			
Receivables and loans	1,238	1,100	972
Financial derivatives			
Other long-term financial assets			
Long-term prepayments	40	10	30
Deferred income tax assets	2,130	2,571	1,750
<b>Non-current assets</b>	<b>100,291</b>	<b>91,650</b>	<b>92,027</b>
<b>Current assets</b>			
Inventories	19,265	11,429	16,596
Receivables from building services contracts			
Trade Receivables and Other Receivables	69,414	66,557	70,003
Current income tax assets	582	26	
Loans	5	4	1
Financial derivatives			
Other short-term financial assets			
Short-term prepayments	7,693	5,283	4,484
Cash and cash equivalents	4,969	3,170	5,052
Fixed assets classified as held for sale			
<b>Current assets</b>	<b>101,930</b>	<b>86,469</b>	<b>96,135</b>
<b>Total assets</b>	<b>202,221</b>	<b>178,119</b>	<b>188,162</b>

# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

<b>EQUITY AND LIABILITIES</b>	<b>30/09/2016</b>	<b>30/09/2015</b>	<b>31/12/2015</b>
<b>Equity</b>			
Equity - share of the parent company shareholders:			
Share capital	1,378	1,378	1,378
Treasury shares (-)			
Share premium	44,960	44,960	44,960
Other Capitals	1,459	1,459	1,459
Retained profits:			
- retained profit from previous years	31,192	29,301	25,167
- net profit for the parent company's shareholders	7,423	6,516	11,192
Equity - share of the parent company shareholders	86,413	83,613	84,156
Non-controlling shares	2,032	2,041	1,515
<b>Equity</b>	<b>88,445</b>	<b>85,654</b>	<b>85,671</b>
<b>Liabilities</b>			
<b>Long-term liabilities</b>			
Loans, credits, other debt instruments	2,461	137	81
Finance lease	2,206	2,731	2,992
Financial derivatives			
Other liabilities			
Deferred tax liabilities	9,021	8,527	8,069
Employee benefit liabilities	78	64	78
Other long-term provisions			
Long-term prepayments	1,733	2,374	1,527
<b>Long-term liabilities</b>	<b>15,499</b>	<b>13,833</b>	<b>12,747</b>
<b>Short-term liabilities</b>			
Trade liabilities and other liabilities	55,157	48,856	55,622
Factoring liabilities	3,996	10,548	10,284
Current tax liabilities	571	1,171	1,683
Loans, credits, other debt instruments	26,247	9,415	12,422
Finance lease	2,239	1,917	2,016
Financial derivatives			
Employee benefit liabilities	8,617	6,586	6,862
Other short-term provisions			
Short-term prepayments	1,450	140	856
Liabilities related to fixed assets held for sale			
<b>Short-term liabilities</b>	<b>98,277</b>	<b>78,632</b>	<b>89,745</b>
<b>Total provisions</b>	<b>113,776</b>	<b>92,465</b>	<b>102,492</b>
<b>Total equity and liabilities</b>	<b>202,221</b>	<b>178,119</b>	<b>188,162</b>

# CONSOLIDATED STATEMENT OF PROFIT OR LOSS

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	from 01/07 to 30/09/2016	from 01/01 to 30/09/2016	from 01/07 to 30/09/2015	from 01/01 to 30/09/2015
<b>Continued activities</b>				
<b>Sale revenues</b>	<b>97,608</b>	<b>275,056</b>	<b>91,361</b>	<b>247,004</b>
Revenue from the sale of services	62,479	181,309	63,589	169,095
Revenue from the sale of goods and materials	35,128	93,747	27,772	77,909
Cost of sales	80,996	232,207	77,707	213,210
Costs of services sold	47,414	142,592	50,754	137,719
Cost of goods and materials sold	33,582	89,615	26,953	75,490
<b>Gross profit (loss) on sales</b>	<b>16,612</b>	<b>42,849</b>	<b>13,653</b>	<b>33,794</b>
Selling costs	3,699	11,010	2,609	7,669
Administrative expenses	6,619	18,162	6,066	15,270
Other operating revenue	266	1,262	407	1,128
Other operating expenses	453	1,177	270	813
Profit (loss) on the sale of subsidiaries (+/-)				
<b>Operating profit (loss)</b>	<b>6,107</b>	<b>13,762</b>	<b>5,115</b>	<b>11,170</b>
Financial income	60	65	5	211
Financial costs	1,562	3,313	726	1,722
Share in the profit (loss) of entities measured using the equity method (+/-)				
<b>Profit (loss) before taxation</b>	<b>4,604</b>	<b>10,514</b>	<b>4,394</b>	<b>9,659</b>
Income tax	971	2,328	946	2,153
<b>Net profit (loss) on continued activities</b>	<b>3,633</b>	<b>8,186</b>	<b>3,448</b>	<b>7,506</b>
<b>Discontinued Activity</b>				
Net profit (loss) on discontinued operations				
<b>Net profit (loss) - share of:</b>				
- shareholders of the Parent Company	3,439	7,423	2,902	6,516
- non-controlling parties	193	762	546	990

### NET PROFIT (LOSS) PER ORDINARY SHARE (PLN)

	from 01/01 to 30/09/2016	from 01/01 to 30/09/2015
on continued operations		
- basic	1.08	1.06
- diluted	1.08	1.06
on continued and discontinued operations		
- basic	1.08	1.06
- diluted	1.08	1.06

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

### CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	from 01/07 to 30/09/2016	from 01/01 to 30/09/2016	from 01/07 to 30/09/2015	from 01/01 to 30/09/2015
<b>Net profit (loss)</b>	3,633	8,186	3,448	7,506
<b>Other comprehensive income</b>				
<b>Items not carried as financial profit or loss</b>				
Revaluation of tangible assets				
Income tax referred to items not carried as financial profit or loss				
Items carried as financial profit or loss				
Available-for-sale financial assets:				
- profit (loss) recognised in the period as other comprehensive income				
- amounts carried as financial profit or loss				
Cash flow hedging instruments:				
- profit (loss) recognised in the period as other comprehensive income				
- amounts carried as financial profit or loss				
- amounts recognised in the initial value of the hedged items				
Exchange differences on the measurement of foreign operations				
Exchange differences transferred to the financial result - sale of foreign operations				
Share in the other comprehensive income of entities measured using the equity method				
Income tax referred to items carried as financial profit or loss				
Other comprehensive income after taxation				
<b>Comprehensive income</b>	3,633	8,186	3,448	7,506
<b>Comprehensive income - share of:</b>				
- shareholders of the Parent Company	3,439	7,423	2,902	6,516
- non-controlling parties	193	762	546	990

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

### CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Parent company shareholding					Non-controlling shares	TOTAL EQUITY
	Share capital	Share premium	Other Capitals	Retained profits	Total		
<b>As at 01/01/2016</b>	<b>1,378</b>	<b>44,960</b>	<b>1,459</b>	<b>36,359</b>	<b>84,156</b>	<b>1,515</b>	<b>85,671</b>
Changes in accounting policies							
Adjustment of fundamental errors							
<b>Balance after changes</b>	<b>1,378</b>	<b>44,960</b>	<b>1,459</b>	<b>36,359</b>	<b>84,156</b>	<b>1,515</b>	<b>85,671</b>
<b>Changes in equity in the period from 01/01 to 30/09/2016</b>							
Issue of shares							
Business combination							
Option measurement (share-based payment programme)							
Changes in the group structure (transactions with non-controlling parties)							
Dividends				-5,166	-5,166	-245	<b>-5,411</b>
Financial result recognised as equity							
Total transactions with shareholders				-5,166	-5,166	-245	<b>-5,411</b>
Net profit for the period from 01/01 to 30/09/2016				7,423	7,423	762	<b>8,186</b>
Other comprehensive income after taxation in the period from 01/01 to 30/09/2016							
Total comprehensive income				7,423	7,423	762	<b>8,186</b>
Transfer to retained profits (sale of revalued fixed assets)							
<b>As at 30/09/2016</b>				<b>38,616</b>	<b>86,413</b>	<b>2,032</b>	<b>88,445</b>

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Parent company shareholding					Non-controlling shares	TOTAL EQUITY
	Share capital	Share premium	Other Capitals	Retained profits	Total		
<b>As at 01/01/2015</b>	<b>1,022</b>	<b>24,863</b>	<b>1,459</b>	<b>29,301</b>	<b>56,645</b>		<b>56,645</b>
Changes in accounting policies							
Adjustment of fundamental errors							
<b>Balance after changes</b>	<b>1,022</b>	<b>24,863</b>	<b>1,459</b>	<b>29,301</b>	<b>56,645</b>		<b>56,645</b>
<b>Changes in equity in the period from 01/01 to 30/09/2015</b>							
Issue of shares	356	20,097			20,452		<b>20,452</b>
Business combination						1,298	<b>1,298</b>
Option measurement (share-based payment programme)							
Changes in the group structure (transactions with non-controlling parties)							
Dividends via subsidiaries						-247	<b>-247</b>
Financial result recognised as equity							
Total transactions with shareholders	356	20,097			20,452	1,051	<b>21,503</b>
Net profit for the period from 01/01 to 30/09/2015				6,516	6,516	990	<b>7,506</b>
Other comprehensive income after taxation in the period from 01/01 to 30/09/2015							
Total comprehensive income				6,516	6,516	990	7,506
Transfer to retained profits (sale of revalued fixed assets)							
<b>As at 30/09/2015</b>	<b>1,378</b>	<b>44,960</b>	<b>1,459</b>	<b>35,816</b>	<b>83,613</b>	<b>2,041</b>	<b>85,654</b>

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Parent company shareholding					Non-controlling shares	TOTAL EQUITY
	Share capital	Share premium	Other Capitals	Retained profits	Total		
<b>As at 01/12/2015</b>	<b>1,022</b>	<b>24,863</b>	<b>1,459</b>	<b>29,301</b>	<b>56,645</b>		<b>56,645</b>
Changes in accounting policies							
Adjustment of fundamental errors							
<b>Balance after changes</b>	<b>1,022</b>	<b>24,863</b>	<b>1,459</b>	<b>29,301</b>	<b>56,645</b>		<b>56,645</b>
<b>Changes in equity in the period from 01/01 to 31/12/2015</b>							
Issue of shares	356	20,097					<b>20,452</b>
Business combination						1,298	<b>1,298</b>
Option measurement (share-based payment programme)							
Changes in the group structure (transactions with non-controlling parties)							
Dividends paid				-4,133	-4,133	-737	<b>-4,870</b>
Financial result recognised as equity							
Total transactions with shareholders	356	20,097		-4,133	-4,133	561	<b>16,880</b>
Net profit for the period from 01/01 to 31/12/2015				11,192		954	<b>12,145</b>
Other comprehensive income after taxation in the period from 01/01 to 31/12/2015							
Total comprehensive income				11,192		954	<b>12,145</b>
Transfer to retained profits (sale of revalued fixed assets)							
<b>As at 31/12/2015</b>	<b>1,378</b>	<b>44,960</b>	<b>1,459</b>	<b>36,359</b>	<b>84,156</b>	<b>1,515</b>	<b>85,671</b>

## CONSOLIDATED CASH FLOW STATEMENT

	from 01/07 to 30/09/2016	from 01/01 to 30/09/2016	from 01/07 to 30/09/2015	from 01/01 to 30/09/2015
<i>Cash flow from operating activity</i>				
<b>Profit (loss) before tax</b>	<b>4,604</b>	<b>10,514</b>	<b>4,394</b>	<b>9,659</b>
<i>Adjustments:</i>				
Depreciation and amortisation of fixed assets	1,346	4,000	1,154	2,957
Change in the fair value of investment properties				
Change in the fair value of financial assets (liabilities) measured at fair value through profit or loss				
Cash flow hedging instruments transferred from equity				
Impairment loss on financial assets				
Profit (loss) on the sale of non-financial fixed assets	86	187	-36	-209
Profit (loss) on the sale of financial assets (other than derivatives)				
Exchange difference gains (losses)				
Interest expense	390	736	198	527
Interest and dividend income	-5	-6		-5
Cost of share-based payment				
Share in the profit (loss) of associate companies				
Other adjustments			10	10
<b>Total adjustments</b>	<b>1,816</b>	<b>4,916</b>	<b>1,326</b>	<b>3,279</b>
Change in inventories	-24	-2,670	3,663	3,469
Change in receivables	-5,123	-272	7,073	2,123
Change in liabilities	7,654	3,005	-8,314	-9,634
Change in provisions and prepayments	-1,823	-3,758	-943	-331
Change in building contracts				
<b>Changes in working capital</b>	<b>683</b>	<b>-3,694</b>	<b>1,479</b>	<b>-4,373</b>
Inflows (outflows) from the settlement of derivatives				
Interest paid on operating activities				
Taxes paid	-471	-2,302	-547	-1,894
<b>Net cash flow from operating activity</b>	<b>6,633</b>	<b>9,434</b>	<b>6,652</b>	<b>6,671</b>



## CONSOLIDATED CASH FLOW STATEMENT

	from 01/07 to 30/09/2016	from 01/01 to 30/09/2016	from 01/07 to 30/09/2015	from 01/01 to 30/09/2015
<b><i>Cash flow from investing activity</i></b>				
Expenses to purchase fixed assets	-4,519	-7,441	-1,539	-5,390
Inflows from the sale of fixed assets	98	480	60	154
Expenses to purchase investment properties				
Inflows from the sale of investment properties				
Net expenses to purchase subsidiaries	-4,200	-4,200	-55	-55
Net inflows from the sale of subsidiaries	84	84	236	236
Received repayments of loans granted		4	8	23
Loans granted	-56	-15		
Expenses to purchase other financial assets				
Inflows from the sale of other financial assets				
Inflows from government subsidies received				
Interest income	5	6		5
Cash from business combination	227	232		1,660
<b>Net cash flow from investing activity</b>	<b>-8,361</b>	<b>-10,850</b>	<b>-1,290</b>	<b>-3,366</b>
<b><i>Cash flows from financial activity</i></b>				
Cost of share issue			-169	-169
Purchase of treasury shares				
Transactions with non-controlling parties, with no loss of control				
Inflows from debt securities in issue				
Redemption of debt securities				
Inflows from loans and credits contracted	9,104	8,970		1,529
Repayment of loans and advances			-2,829	
Repayment of financial lease liabilities	-477	-1,738	-579	-1,257
Interest paid	-390	-736	-198	-526
Dividends paid	-5,166	-5,166	-100	-247
<b>Net cash flow from financial activity</b>	<b>3,071</b>	<b>1,329</b>	<b>-3,875</b>	<b>-670</b>
<b>Net change in cash and cash equivalents</b>	<b>1,343</b>	<b>-87</b>	<b>1,488</b>	<b>2,635</b>
Cash and cash equivalents at period beginning	3,622	5,057	1,682	535
Cash from business combination				
<b>Cash and cash equivalents at period end</b>	<b>4,969</b>	<b>4,969</b>	<b>3,170</b>	<b>3,170</b>

**SUPPLEMENTARY NOTES****1. Rules applied in preparing this report, including information about changes to accounting policies (rules)****1.1 Drawing up basis**

The consolidated quarterly financial statements of the Group cover the period of 9 months ended on 30/09/2016 and have been made in accordance with IAS 34 Interim Financial Reporting.

In order to ensure a better understanding of the financial and economic position of the Group, additionally, comparable data from the consolidated balance sheet made as at 31/12/2015 were provided, even though there is no such requirement in IAS 34.

The consolidated quarterly financial statements do not contain all the information that is disclosed in the annual consolidated financial statements prepared in accordance with IFRS. These consolidated quarterly financial statements should be read together with the consolidated financial statements of the Group for the year 2015.

The reporting currency of these consolidated quarterly financial statements is Polish zloty (PLN) and all the amounts are expressed in thousands of Polish zlotys (kPLN), unless otherwise indicated).

The consolidated quarterly financial statements were prepared in accordance with the going concern principle. As at the date of the approval of these consolidated quarterly financial statements for publication there are no circumstances which may pose a risk to the going concern assumption with regard to the Group companies.

**1.2 Accounting policies**

In the period from 01 January to 30 September 2016, the accounting principles did not change when it comes to the valuation of assets and liabilities and the measurement of the financial result.

These quarterly consolidated financial statements were prepared in accordance with the accounting principles as presented in the latest consolidated financial statements of the Group for the year ended on 31 December 2015.

No amendments to the published standards or interpretations that entered into force on or after 01 January 2016 have had any influence on these interim consolidated financial statements.

**1.3 Estimation Uncertainty**

When preparing these consolidated quarterly financial statements, the Parent Company's Management Board uses its best judgement to make the estimates and assumptions that influence the accounting policies (rules) applied and the presented values of assets, liabilities, revenue and costs. The actually realised values may differ from the estimates made by the Management Board.

Information about the estimates and assumptions that are material for the consolidated financial statements have been presented in the consolidated financial statements for the year 2015.

## 2. Description of the organisation of the issuer's group and indication of consolidated entities

The OEX S.A. Group comprises OEX S.A., which is the parent company, and subsidiaries presented in the table below:

Name of the Company	Registered office	% of shares/participations held
		directly controlled
TELL Sp. z o.o.	ul. Forteczna 19A, 61-362 Poznań	100
Europhone Sp. z o.o.	ul. Forteczna 19A, 61-362 Poznań	100
PTI Sp. z o. o.	ul. Forteczna 19A, 61-362 Poznań	100
Cursor S.A.	ul. Równoległa 4A, 02-235 Warszawa	100
Divante Sp. z o.o.	ul. Dmowskiego 17, 50-203 Wrocław	51.03
Mer Service Sp. z o.o.	ul. Biedronki 68, 02-959 Warszawa	100
TRS Services Sp. z o.o.	ul. Równoległa 4A, 02-235 Warszawa	100
Toys4Boys Pl. Sp. z o. o.	ul. Nowy Świat 11B, 80-299 Gdańsk	30
Connex Sp. z o. o.	ul. Forteczna 19A, 61-362 Poznań	100

Companies subject to consolidation:

- Euro-Phone Sp. z o.o.
- PTI Sp. z o.o.
- Cursor S.A. (since 01/03/2015)
- Divante Sp. z o.o. (since 01/03/2015)
- TELL Sp. z o.o. (since 01/01/2016)
- TRS Services Sp. z o.o. (since 01/07/2016)
- Mer Service Sp. z o.o. (since 01/09/2016)

The companies: Toys4Boys.pl Sp. z o.o. and Connex Sp. z o.o. are not subject to consolidation and OEX S.A. made 100% impairment charges on the shares in those companies.

## 3. Indication of consequences of changes in the structure of the entity, including the resulting mergers, take-overs or sales of the issuer's group companies, long-term investments, divisions, restructuring or business discontinuations;

On 31 January 2016, OEX S.A. sold to its 100% subsidiary TELL Sp. z o. o. an organised part of business of the issuer which comprised the segment of activities for the benefit of Orange Polska S.A. on the basis of the agreement dated 29 January 2016. The organised part of business the agreement concerns is a complex of tangible and intangible assets that is separate in terms of organisation and function and financially organised as laid down in art. 551 of the Civil Code, that is earmarked to carry out the so-called operating activity, i.e. activity for Orange Polska S.A. with registered office in Warsaw as well as other entities indicated or accepted by that operator, consisting in particular in the distribution of telecommunication services, sale of phones and other telecommunication equipment as well as phone accessories. The organised part of business comprises in particular the tangible and intangible assets

constituting the Orange Sale Outlets run by the issuer (directly or via sub-agents) and the sale structure as part of the B2B Direct Sale Channel (own and sub-agent) within the meaning of the agency agreement executed by and between the issuer and Orange Polska S.A.

In exchange for the above-mentioned contribution in kind, the issuer subscribed 340,000 new shares in the share capital of TELL Sp. z o.o. (where it holds 100% shares), with the nominal value of PLN 50.00 each, as issued on the basis of Resolution No. 1 of the Extraordinary General Meeting of Shareholders of TELL Sp. z o.o. concerning the increase of the share capital by the amount of PLN 17,000,000.00.

Components of the organised part of business sold:

#### Assets

Intangible fixed assets	2,163
Tangible fixed assets	4,733
Deferred tax assets	121
Inventories	2,682
Receivables and loans	2,185
Accruals and prepayments	112
Cash	1,381
<b>Total assets</b>	<b>32,851</b>

#### Liabilities

Deferred tax liabilities	4,048
Loans, credits, leases	4,940
Trade liabilities	1,717
Other liabilities	638
<b>Total provisions</b>	<b>11,342</b>
<b>Net assets</b>	<b>21,508</b>
<b>Value of shares subscribed</b>	<b>21,508</b>

Below are presented the entities taken over by the OEX S.A. Group in 2016 and the provisionally established amounts of goodwill and profits resulting from the takeovers settled in the period:

Acquired entity	Takeover date	Percentage of capital instruments taken over together with the voting rights	Price		Net assets of the acquired entity (fair value)	Goodwill (+) / Profit (-)
			acquirer	non-controlling shares		
TRS Services Sp. z o.o.	2016.05.06	100.00%	50		46	4
Mer Service Sp. z o.o.	2016.09.06	100.00%	4,500		687	3,813
Organised part of business of Cel-R	2016.09.01		2,886		10	2,876

On 6 May 2016, OEX S.A. acquired from its subsidiary Cursor S.A. 100% of shares in TRS Services Sp. z o.o. with registered office in Warsaw for the price of PLN 50,000.00. The object of the business of TRS Services Sp. z o.o. is the management of human resources, recruitment activities and employee lease.

Since 2017, the Company will have a status of a temporary employment agency. Currently, the Company is in the process of take-over of recruitment processes from the remaining Group Companies.

On 31 August 2016, OEX S.A. entered into an agreement concerning the acquisition of 100% shares in Mer Service Sp. z o.o. with registered office in Warsaw. The company provides services in the segment defined by the Issuer as the Sale Support Segment. the acquisition price was PLN 4,500,000.00. The title to all shares was transferred onto OEX S.A. upon the payment of a part of the price, i.e. PLN 4,200.00 - on 6 September 2016. The purpose of the acquisition is to reinforce the market position of the Group in the segment by increasing the scale of business which would allow the performance of new projects and increase the margin owing to cost synergies, joint expertise and team optimisation.

On 1 September 2016, the subsidiary Europhone Sp. z o.o. acquired an organised part of business from Cel-R, which comprised a network of 31 T-Mobile sale outlets. The selling price was PLN 2.886,092.

By the date of these quarterly consolidated financial statements, the process of measurement of the fair value of acquired assets and liabilities had not been completed. These values will be finally determined within 12 months after the takeover date.

The values of provisionally identified assets and liabilities of the taken over companies recognised in the abbreviated interim consolidated financial statements are as follows:

	Provisional fair value at the takeover date		
	TRS Services Sp. z o.o.	Mer Service Sp. z o.o.	Organised part of business of Cel-R
<b>Assets</b>			
Intangible fixed assets			2,876
Tangible fixed assets		22	
Deferred tax assets			
Inventories			10
Receivables and loans	1	4,802	
Accruals and prepayments			
Assets held for sale		25	
Cash	49	183	
Total assets	50	5,031	
<b>Liabilities</b>			
Deferred tax liabilities			
Loans, credits, leases		368	
Trade liabilities	4	334	
Other liabilities		2,322	
Accruals		1,320	
Total provisions	4	4,344	
Net asset fair value	46	687	
Price for the entity taken over	50	4,500	2,886
Net assets attributable to the non-controlling interests			
Goodwill (+) / Profit (-)	4	3,813	2,876

#### 4. Description of significant achievements of failures of the issuer in the reporting period

##### 4.1 Result summary

In the third quarter of 2016, the revenue from the sale in the TELL S.A. Group amounted to kPLN 97.608 and was higher by 6.8% than in the corresponding period of previous year. After three quarters of 2016, the YTD revenue from the sale amounted to kPLN 275.056 and decreased by 11.4% when compared to the three quarters of 2015.

The operating profit for the third quarter of 2016 amounted to kPLN 6.107 and was higher by 19.4% than in the corresponding period of previous year. After three quarters of 2016, the YTD operating profit amounted to kPLN 13,762 and was higher by 23.2% than in the corresponding period of 2015.

EBITDA of the third quarter of 2016 amounted to kPLN 7,452 and was higher by 18.9% than in the corresponding period of the previous year. After three quarters of 2016, the YTD EBITDA amounted to kPLN 17,761 and was higher by 25.7% than in the corresponding period of 2015.

The net profit of the third quarter of 2016 attributable to the parent company's shareholders was kPLN 3.439 and was higher than in the previous year by 18.5%. After three quarters of 2016, the YTD net profit due to the parent company's shareholders amounted to kPLN 7,423 and increased by 13.9% when compared to the three quarters of 2015.

Considering the date of the take-over of Cursor S.A. and Divante Sp. z o.o., the consolidated quarterly statements for the third half of 2015 took into consideration the results obtained by these companies only in the period from March to September 2015 and the consolidated report for the first half of 2016 comprises all the three quarters on a YTD basis. In this relation, the issuer presents below the proforma results of these companies for the three quarters of 2016 and three quarters of 2015.

	Cursor and Divante Quarters 1-3 2016	Cursor and Divante Quarters 1-3 2015	Change 2016/2015
Revenue from sales	123,848	105,133	117.8%
Cost of sales	100,336	85,114	117.9%
Gross profit on sale	23,512	20,019	117.4%
Selling costs	6,338	4,547	139.4%
Administrative expenses*	12,393	11,176	110.9%
Other operating revenue	545	464	117.4%
Other operating expenses	371	158	235.2%
<b>Operating result</b>	<b>4,955</b>	<b>4,603</b>	<b>107.7%</b>
<b>EBITDA</b>	<b>7,361</b>	<b>6,577</b>	<b>111.9%</b>
Depreciation and amortisation	2,406	1,974	121.9%

\*Administrative expenses decreased by costs incurred on OEX S.A.

##### 4.2 Value of the sale network of the retail sale network management segment

Number of stores as at the end of the reporting quarter

	as at 30/09/2016	as at 30/09/2015	change y/y in pcs.	change y/y in %
Orange network stores	140	148	-8	95%
T-Mobile network stores	101	82	19	123%
Plus network stores	71	71	0	100%
<b>Total stores</b>	<b>312</b>	<b>301</b>	<b>11</b>	<b>104%</b>

Average number of stores in the reporting period

	average in the period from 01/07 to 30/09/2016	average in the period from 01/07 to 30/09/2015	change y/y in pcs.	change y/y in %
Orange network stores	141	148	-7	95%
T-Mobile network stores	81	85	-10	95%
Plus network stores	71	71	0	100%
<b>Total stores</b>	<b>293</b>	<b>304</b>	<b>-17</b>	<b>96%</b>

#### 4.3 Revenue volumes and breakdown - the retail sale network management segment

	2016 Q3	2015 Q3	Change Q3 2016 / Q3 2015	2016 Q1-3	2015 Q1-3	Change Q1-Q3 2016 / Q1-Q3 2015
Revenue from the sale of telecommunications services	26,045	22,991	113.3%	73,751	69,429	106.2%
Sets and pre-paid refillments	3,417	3,910	87.4%	9,961	11,287	88.2%
Postpaid contract phones	21,295	24,758	86.0%	59,356	72,559	81.8%
Other revenue	1,171	1,082	108.3%	6,827	6,820	100.1%
<b>total</b>	<b>51,929</b>	<b>52,741</b>	<b>98.5%</b>	<b>149,896</b>	<b>160,096</b>	<b>93.6%</b>

	2016 Q3	2015 Q3	Change Q3 2016 / Q3 2015	2016 Q1-3	2015 Q1-3	Change Q1-Q3 2016 / Q1-Q3 2015
Postpaid activations	150,206	129,692	115.8%	416,899	380,095	109.7%
Prepaid activations	37,390	27,692	135.0%	109,268	78,565	139.1%
<b>total</b>	<b>187,596</b>	<b>157,384</b>	<b>119.2%</b>	<b>526,167</b>	<b>458,660</b>	<b>114.7%</b>

#### 5. Description of factors and events, in particular extraordinary ones, having a significant influence on the financial results achieved

There were no extraordinary factors or events.

#### 6. Operating segments

In relation with the takeover of Cursor S.A. and Divante Sp. z o.o. on 5 March 2015, as part of the Group structure management model adopted and considering the IFRS 8 regulations as well as the usefulness of information for the users of the financial statements, the Issuer distinguishes 3 operating segments which are subject to a detailed assessment by the governing bodies:

- Retail Sale Network Management Segment
- Sale Support Segment
- E-business Segment

2016 saw a reorganisation of activities within the Sale Support Segment and the E-Business Segment. In result of the reorganization, since the beginning of the third quarter of 2016, the services related to marketing materials and packaging purchase processing which so far belonged to the Sale Support Segment were transferred to the E-Business Segment. The reason for this decision was the fact that the E-Business Segment offered the clients similar services related to purchase processing, product search and purchasing for loyalty programmes as well as purchase optimisation ordering for the B2B clients and the scale of such services in the E-Business Segment became larger than similar activities in the Sale Support Segment.

### **6.1 Retail Sale Network Management Segment**

The retail sale network management segment comprises comprehensive services related to the sale of the Client's products and services in a network of stores and retail outlets, and in particular the creation and management of retail sale outlet networks and the sale and sale force management.

The OEX Group concentrates on the management of the mobile phone service distribution network, whereby the experience and unique competences related to sale network building may be used in other sectors on the basis on a similar distribution model.

At present, the OEX Group is the provider of these services to three mobile phone operators in Poland – Orange, T-Mobile and Plus. The sale of the T-Mobile network services is ensured by Europhone Sp. z o. o., the sale of the PLUS network services is ensured by PTI Sp. z o. o., and the sale of the Orange network services in 2015 was ensured by OEX S.A., and as of 1 February 2016, by Tell Sp. z o.o. (see point 9). The Group achieved its position by a gradual and consistent increase of the number of its own stores and smaller store operators.

### **6.2 Sale Support Segment**

All activities in this segment are provided by Cursor S.A. and Mer Service Sp. z o.o. This business of this segment comprises activities whose purpose is to ensure an increase in the sale of clients' products and services. The basic services offered to clients under this segment comprise:

- ✓ outsourcing of sales representatives,
- ✓ merchandising,
- ✓ examination of goods exposure and availability and communication standards,
- ✓ product promotion services.

Outsourcing of sales representatives is conducted in variants: as a dedicated service model (work of a single team dedicated to a single client) and as a co-shared service model (work of a single team for many clients). The sales representative outsourcing service is addressed to the entire market (modern,



traditional and specialist sales). The activities are carried out on the basis of fully computerised processes and in accordance with the ISO 9001:2008 standards.

The merchandising activity consists in servicing the goods exposition in commercial networks by stationary teams and mobile servicing of retail outlets. It is carried out using advanced IT tools and in accordance with the ISO 9001:2008 standards.

The examination of goods exposure and availability and consumer communication standards supplements the merchandising offer and is performed on the basis of audits made in retail chains and outlets. Their purpose is to obtain information from the market, verify the arrangements made between the retail outlet and the producer, control the effectiveness of sales structures of the client as well as the database construction and updates. The data acquisition process takes place using advanced IT tools, which guarantee the quality and reliability of materials collected. The offer also comprises the analysis and advanced presentation of data.

Product promotion services comprise activities related to a direct contact with the consumer. They comprise projects related to offering specialised personnel teams - described as 'client advisers' to producers. These advisers stimulate the sale in modern or traditional trade outlets as well as in specialised commercial networks by giving additional information about the product, providing the possibilities of a test use or execute the consumer's individual orders. Such activities are reinforced by organisation of consumer programmes such as lotteries or contests.

### **6.3 E-business Segment**

This segment provides services dedicated to e-commerce, including the areas of technology, marketing and logistics as well as services of logistics for the sale support products for branches other than e-commerce. The segment encompasses in whole the business of Divante Sp. z o.o. (area related to sale and marketing-support IT) and in part (the section not assigned to the Sale Support Segment) the business of Cursor S.A. (logistic operations and purchase processing services - since the beginning of the third quarter of 2016). The internal split of tasks is not visible for the clients.

The e-commerce services are comprehensive solutions ensuring the pursuit and growth of the Internet sale, both as regards the retail market and business customers. The provision of such services may follow the end to end model and may comprise strategic consulting on the Internet commerce, creation of business plans, e-shop platform designing and creation on the basis of various technologies, e-marketing and traffic generation, platform usability optimisation (UX – user experience) as well as the logistic support for the e-sales, including warehousing, packaging, deliveries and sale registration for tax purposes as well as handling of returns and the help line.

Logistic of the sales support products comprises solutions related to the management and distribution of marketing materials as well as the support of loyalty programmes and consumer promotions. Consulting and optimal process management workshops, construction and provision of POSM management and ordering IT solutions integrated with the clients' systems are ensured as part of the marketing materials distribution services. Also the warehousing and order completion services are provided for the client's sale structures and sale outlets as well as the distribution of orders. As part of the loyalty and consumer programme support, Cursor S.A. is responsible for the project strategy as well as the tactics: selection of products and prizes, negotiations with suppliers, collection of personal data, prize personalization and communication, distribution, tax registration settlements.

Services related to marketing materials and packaging purchase processing as well as those related to the search for and purchase of products for loyalty programmes and purchase organisation for the B2B segment clients consist in the market survey in the area covered by the client's order; recommendation of product purchase selection criteria, optimisation of the purchase costs and the administrative support of the process. In case of orders executed on foreign markets, the services comprise the analysis of the supplier's potential, verification of the quality of raw materials (standard observance, quality standard certificates, including, but not limited to FDA, CE, EN 71), supervision over the performance of prototypes and ensuring the consistency of product batches.

Cursor S.A. manages an extended warehouse infrastructure with an area of over 30,000 sq.m. and capacity of 45,000 pallet places - based on WMS (warehouse management system). The operation quality consistency is ensured by ISO 9001:2008.

#### Revenues and results of operating segments:

	Sale network management	Sale Support	E-busines	Not allocated	Total
<b>For the period from 01/01 to 30/09/2016</b>					
Revenue from external customers	149,896	49,954	75,164	43	275,056
Revenue from the sales between segments		166	297	3,175	3,638
Total revenue	149,896	50,120	75,461	3,217	278,694
Segment's operating result	10,085	3,102	2,037	-1,462	13,762
Financial income					65
Financial costs (-)					3,313
Gross profit before tax					17,140
Income tax					2,328
Net profit					8,186
EBITDA	11,628	4,583	2,962	-1,412	17,761
Depreciation and amortisation	1,543	1,481	925	50	4,000
<b>For the period from 01/01 to 30/09/2015, after adjustments</b>					
Revenue from external customers	160,096	42,003	44,905		247,004
Revenue from the sales between segments	434	51	215	1,291	1,991
Total revenue	160,529	42,054	45,120	1,291	248,994
Segment's operating result	6,972	2,859	2,493	-1,154	11,170
Financial income					211
Financial costs (-)					-1,722
Gross profit before tax					9,659
Income tax					2,153
Net profit					7,506
EBITDA	8,339	3,900	3,020	-1,131	14,127
Depreciation and amortisation	1,367	1,040	527	23	2,957
<b>For the period from 01/01 to 30/09/2015, before adjustments</b>					
Revenue from external customers	160,096	45,389	41,520		247,004
Revenue from the sales between segments	434	51	215	1,291	1,991

Total revenue	160,530	45,440	41,734	1,291	248,994
Segment's operating result	5,818	2,985	2,367		11,170
Financial income					211
Financial costs (-)					-1,722
Gross profit before tax					9,659
Income tax					2,153
Net profit					7,506
EBITDA	7,207	4,034	2,886		14,127
Depreciation and amortisation	1,390	1,049	518		2,957

It should be noted that the revenues and performance in the period from 01/01 to 30/09/2015 of the segments: Sale Support and E-business, concern the period from March 2015, in relation with the acquisition on 5 March 2015 of shares in Cursor S.A. and in Divante Sp. z o.o.

In 2016, there were only two adjustments of the data concerning 2015. The first adjustment is a result of the reorganisation of operational segments as mentioned above. The second adjustment consists in the separation from the Sale Network Management Segment of such cost categories that are not related directly to the activities of that segment in 2015. These cost categories remained in OEX S.A. after the organised part of business related to the activities for Orange were separated in January 2016.

#### Geographical areas - revenues:

	01/01 to 30/09/2016	01/01 to 30/09/2015
Poland	254,375	245,331
Europe	20,172	1,658
Asia	72	7
Africa (Egypt)	388	
North America (USA)	49	8
Total	275,056	247,004

### 7. Explanations concerning the seasonality or cyclicity of the issuer's activities in the presented period

The seasonality of sales in the mobile phone service sector (the retail sale network management segment - of companies: Tell sp. z o.o., Euro Phone Sp. z o.o. and PTI Sp. z o.o.) is visible mainly in the growth of the sales in the fourth quarter, especially in December. Sometimes, the natural cycle of seasonality is modified in consequence of marketing activities of operators. In the current year, the third quarter proved to be better than it would result from the normal seasonality cycle due to regulatory changes which consisted in the imposition of the obligation for the clients to register the pre-paid cards. The client registration was made mainly in authorised sale outlets of operators (run by, among others, by the Issuer's companies). The client traffic in stores, increased in relation with the registration and combined with additional promotions proposed by operators, allowed the Retail Sale Network Management Segment to generate additional revenue.

The characteristic feature of the business of Cursor S.A., Mer Service Sp. z o.o. and Divante Sp. z o.o. (segments Sale Support and E-business) is the seasonality of sales, which is such that the first quarter of

each financial year is the period decidedly different from the remaining quarters and constitutes approximately 20% of the annual sales. The second and third quarters are similar in terms of revenues and each one of them constitutes - historically - approximately 25% of the sale value. The highest sales are noted in the fourth quarter – approximately 30% of the annual sales. In the fourth quarter, there is increased demand for products in the pre-Christmas period. The intensity of promotional projects and the logistics of marketing materials and goods distributed directly to the consumers under e-commerce projects is growing. Lower sale values on the first quarter of the year result from reduced orders made by traditional commerce in the post-Christmas period. New projects, whose functional cycle spans annual periods, start with lower intensity, acquisition of IT projects to be followed is in progress. Such project will be carried out in the second, third and fourth quarter.

#### 8. Information on the impairment of inventories to the net realisable value and reversal of impairment charge

Impairment of inventories:

	from 01/01 to 30/09/2016	from 01/01 to 30/09/2015	from 01/01 to 31/12/2015
State as at period beginning	514	1,029	1,029
Loss expensed as cost in the period	37	63	116
Reversal of impairments in the period (-)	-20	-19	-631
Other changes (net exchange differences on conversion)			
<b>State as at period end</b>	<b>531</b>	<b>1,073</b>	<b>514</b>

#### 9. Information about impairment of financial assets or other assets and on the reversal of impairment charges

Impairment of receivables and loans:

	from 01/01 to 30/09/2016	from 01/01 to 30/09/2015	from 01/01 to 31/12/2015
State as at period beginning	3,781	5,619	5,619
Loss expensed as cost in the period	68	162	801
Reversal of impairments carried as revenue in the period	-20	-84	-169
Provisions used	-2	-165	-3,092
Increase by business		622	622
<b>State as at period end</b>	<b>3,828</b>	<b>6,153</b>	<b>3,781</b>

# 10. Information on the creation, increase, utilisation and write-back of provisions

The value of provisions recognised in the abbreviated consolidated financial statements and changes thereto in particular periods have been as follows:

	Provisions for long-term employee benefits	Other provisions, including provisions for:				
		Accrued holidays	Payroll costs	Other costs	Other benefits	Total
<b>For the period from 01/01 to 30/09/2016</b>						
State as at period beginning	78	1,479	244			1,722
Provision increase carried as expense in the period		218	23			241
Provision increase carried as income in the period (-)			-3			-3
Utilisation of provisions (-)		-150	-126			-276
Increase in result of business combination		680				680
Other changes (net exchange differences on conversion)						
Provisions as at 30/09/2016	78	2,226	137			2,364
<b>For the period from 01/01 to 30/09/2015</b>						
State as at period beginning	72	1,021				1,021
Provision increase carried as expense in the period		62	31			93
Provision increase carried as income in the period (-)	-8	-10	-1			-11
Utilisation of provisions (-)			-30			-30
Increase in result of business combination		372				372
Other changes (net exchange differences on conversion)						
Provisions as at 30/09/2015	64	1,445	0			1,445
<b>For the period from 01/01 to 31/12/2015</b>						
State as at period beginning	72	1,021				1,021
Provision increase carried as expense in the period	15	86	273			
Provision increase carried as income in the period						
Provisions utilised	-10		-30			
Increase in result of business combination		372				
Other changes (net exchange differences on conversion)						
Provisions as at 31/12/2015	78	1,479	244			1,722

**11. Information about deferred tax assets and liabilities**

	30/09/2016	30/09/2015	31/12/2015
<b>As at period beginning:</b>			
Deferred income tax assets	1,750	836	836
Deferred tax liabilities	-8,069	-7,309	-7,309
<b>Deferred tax at period beginning</b>	<b>-6,319</b>	<b>6,474</b>	<b>6,474</b>
Change in the period influencing:			
Result (+/-)	-572	-393	-755
Other comprehensive income (+/-)			
<b>Deferred tax at period end</b>	<b>-6,891</b>	<b>6,867</b>	<b>6,319</b>
Deferred income tax assets	2,130	2,571	2,941
Net deferred income tax assets from business combination	-9,021	-1,191	-1,191
Deferred tax liabilities		-8,527	-8,350
Net deferred income tax liabilities from business combination		281	280

**12. Business combinations**

Not applicable.

**13. Information about material transactions of acquisition and disposal of tangible fixed assets**

The table below presents the acquisitions and disposals as well as impairment charges concerning tangible fixed assets:

	Machinery and equipment	Vehicles	Other fixed assets	In construction	Total
<b>for the period from 01/01 to 30/09/2016</b>					
Net carrying amount as at 01/01/2016	2,847	4,356	6,123	877	14,202
Acquisition by a business combination	10	11			20
Increase (acquisition, production, lease)	1,161	1,861	825	783	4,630
Sale of a subsidiary (-)					
Decrease (disposal, liquidation) (-)	-17	-455	-227	-744	-1,443
Revaluation to fair value (+/-)					
Depreciation and amortisation (-)	-858	-1,751	-671		-3,280
Impairment losses					
Reversal of impairment charges					
Net exchange differences on conversion (+/-)					
Net carrying amount as at 30/09/2016	3,142	4,022	6,050	916	14,130
<b>for the period from 01/01 to 30/09/2015</b>					
Net carrying amount as at 01/01/2015	1,050	1,173	2,662	32	4,917
Acquisition by a business combination	1,157	3,929	1,827	814	7,730
Increase (acquisition, production, lease)	1,027	412	1,739	1,709	4,887
Sale of a subsidiary (-)					

Decrease (disposal, liquidation) (-)	-11	-55	-76	-1,579	-1,721
Revaluation to fair value (+/-)					
Depreciation and amortisation (-)	-578	-1,273	-590		-2,441
Impairment losses					
Reversal of impairment charges					
Net exchange differences on conversion (+/-)					
Net carrying amount as at 30/09/2015	2,645	4,186	5,562	980	13,372
<b>for the period from 01/01 to 31/12/2015</b>					
Net carrying amount as at 01/01/2015	1,050	1,173	2,662	32	4,917
Acquisition by a business combination	1,212	3,888	1,835	817	7,751
Increase (acquisition, production, lease)	1,428	1,239	2,564	2,295	7,526
Sale of a subsidiary (-)					
Decrease (disposal, liquidation) (-)	-24	-163	-119	-2,268	-2,574
Revaluation to fair value (+/-)					
Depreciation and amortisation (-)	-819	-1,781	-819		-3,419
Impairment losses					
Reversal of impairment charges					
Net exchange differences on conversion (+/-)					
Net carrying amount as at 31/12/2015	2,847	4,356	6,123	877	14,202

#### 14. Information about material liabilities related to the purchase of tangible fixed assets

The Group does not have any material liabilities related to the purchase of tangible fixed assets.

#### 15. Information about material settlements resulting from cases vindicated in court

None.

#### 16. Indication of adjustments of errors of previous periods

None.

#### 17. Information about changes in the economic situation and business conditions which have material impact on the fair value of financial assets and financial liabilities of the company

There were no changes in the economic situation and business conditions which would have any impact on the fair value of financial assets and financial liabilities.

#### 18. Information about a failure to repay a loan or credit or about a violation of material provisions of a loan or credit agreement

None.

**19. Information about the execution by the company or its subsidiary of a single or more transactions with related parties, if such transactions, taken separately or together, are material and were made on conditions other than at arm's length**

All transactions between the Group companies are at arm's length transactions.

**20. In case of financial instruments carried at fair value - information about a change of the method of its determination**

None.

**21. Information about a change in the classification of financial assets in consequence of a change of the purpose of utilisation of such assets**

Not applicable.

**22. Information on the issue, redemption and repayment of non-share and equity securities**

The quarter this report refers to did not see any issue, redemption or repayment of non-share and equity securities.

**23. Information on the dividends paid (or declared), in total and as divided per share, with a breakdown into ordinary and preferential shares**

The General Meeting of Shareholders held on 10 May 2016 adopted a resolution concerning the payment of the dividend. Pursuant to the resolution - the value of dividend per share is PLN 0.75, the dividend day was determined as 10 August 2016 and the dividend payment day - 1 September 2016. The number of shares entitling to the dividend is 6,888,539 and the dividend amount is PLN 5,166,404.25. The dividend was paid on 01 September 2016.

**24. Indication of events occurring after the date of these abbreviated quarterly financial statement which were not included in the statements and which could significantly influence the future financial results of the issuer;**

In the period covered by these consolidated quarterly financial statements, there occurred no events that were not but should have been recognised in the accounting books of the reporting period. Additionally, these consolidated quarterly financial statements do not comprise any significant events concerning the previous years.

**25. Information on changes in contingent liabilities and contingent assets that occurred in the period after the end of the last financial year;**

The value of contingent liabilities did not change when compared to the end of the previous financial year.

**26. Information about material changes in estimates**



No material changes in estimates.

**27. Statement of the Management Board concerning the possibility of achieving the earlier published forecasts of results for the given year in the light of results presented in the quarterly statements (as compared to the forecasts)**

The Management Board of OEX S.A. did not publish any forecasts of results for 2016.

**28. Indication of shareholders holding, directly or indirectly through subsidiary entities, at least 5% of total votes at the general meeting of shareholders of the issuer as at the date of publication of the quarterly statements, indication of the number of shares held, their percentage of share capital, number of votes resulting and percentage of total votes at the general meeting of shareholders and indication of changes in the structure of significant blocks of shares in the issuer in the period from the publication of the previous quarterly statements**

As at the date of presentation of the report for the third quarter of 2016, the share capital of the Company amounted to PLN 1,377,707.80 (in 2015: PLN 1.377.707,80) and was divided into:

- 1,381,312 registered series A preferential shares, the preference entitling to two votes from one share;
- 3,729,535 ordinary bearer shares - issued as series A and B shares;
- 1,777,692 ordinary series C bearer shares.

All shares equally participate in the dividend distribution. The shares are divided into ordinary bearer shares, which entitle to one vote at the General Meeting of Shareholders, and preferential shares, where 1 preferential share entitle to two votes.

Shareholders holding at least 5% of votes at the General Meeting of Shareholders as at the date of the publication of the statements for the third quarter of 2016.

Shareholder	Total shares	Total votes	% of share capital	% of votes
Neo Investment spółka akcyjna – indirectly via Neo Fund 1 Sp. z o.o.	1,661,224	2,882,928	24.12%	34.86%
Piotr Cholewa - indirectly via Silquern S.a r.l.	826,558	826,558	12.00%	9.99%
Quercus Parasolowy SFIO and Quercus Absolute Return FIZ	811,013	811,013	11.77%	9.81%
Neo BPO S.a r.l.	753,010	753,010	10.93%	9.11%
Waldemar Ziomek	453,648	613,256	6.59%	7.42%
<b>Total</b>	<b>4,505 453</b>	<b>5,886 765</b>	<b>65.41%</b>	<b>71.18%</b>

Shareholders holding at least 5% of votes at the General Meeting of Shareholders as at the date of the publication of the statements for the first half of 2016.

Shareholder	Total shares	Total votes	% of share capital	% of votes
Neo Investment spółka akcyjna – indirectly via Neo Fund 1 Sp. z o.o.	1,654,584	2,876,288	24.02%	34.78%
Piotr Cholewa - indirectly via Silquern S.a r.l.	826,558	826,558	12.00%	9.99%

Quercus Parasolowy SFIO and Quercus Absolute Return FIZ	811,013	811,013	11.77%	9.81%
Neo BPO S.a r.l.	753,010	753,010	10.93%	9.11%
AVIVA Investors FIO, AVIVA Investors SFIO*	458,549	458,549	6.66%	5.54%
Waldemar Ziomek	453,648	613,256	6.59%	7.42%
<b>Total</b>	<b>4,957,362</b>	<b>6 33 7674</b>	<b>71.97%</b>	<b>76.65%</b>

\* number of shares which authorised AVIVA Funds to take part at the General Meeting of Shareholders on

The above statements were made in the basis of information given to the Company by the shareholders, in particular in the form of notifications about considerable blocks of shares, taking into account changes in the amount and structure of the Company's share capital, including changes related to the share issue.

### 29. List of issuer's shares and entitlements thereto held by persons managing or supervising the issuer upon the date of the publication of the quarterly statements, indication of changes thereto in the period from the publication of the previous quarterly report, separately for each such person

List of shares held by persons managing or supervising the issuer as at the date of publication of this report for the third quarter of 2016.

	Total shares	Total votes	% of share capital	% of votes
<b>Members of the Supervisory Board</b>				
Piotr Cholewa - indirectly via Silquern S.a r.l.	826,558	826,558	12.00%	9.99%
<b>Members of the Management Board</b>				
Rafał Stempniewicz	94,590	94,590	1.37%	1.14%
Robert Krasowski	6,574	6,574	0.10%	0.08%
Artur Wojtaszek	41,000	41,000	0.60%	0.50%

List of shares held by persons managing or supervising the issuer as at the date of publication of this report for the first half of 2016.

	Total shares	Total votes	% of share capital	% of votes
<b>Members of the Supervisory Board</b>				
Piotr Cholewa - indirectly via Silquern S.a r.l.	826,558	826,558	12.00%	9.99%
<b>Members of the Management Board</b>				
Rafał Stempniewicz	94,590	94,590	1.37%	1.14%
Robert Krasowski	6,574	6,574	0.10%	0.08%
Artur Wojtaszek	41,000	41,000	0.60%	0.50%

### 30. Indication of court, arbitration or public administration proceedings

Both the Parent Company and the subsidiaries are parties to legal proceedings in courts of law, however none of such proceedings concerns liabilities or receivables whose value constitutes at least 10% of the equity of the Parent Company. Similarly, the total value of, respectively, liabilities and receivables litigated in court does not constitute at least 10% of the equity of the issuer.

There are no proceedings with the participation of the Parent Company or its subsidiaries before any arbitration court.

**31. Information on the grant by the issuer or its subsidiary of a loan collateral or guarantee to one entity or subsidiary of such entity (jointly) if the total value of the existing collaterals or guarantees is equivalent to at least 10 % of the issuer's equity**

Not applicable.

**32. Other information, which in the issuer's opinion is important for the assessment of its personnel, economic, financial position and the financial result, as well as changes thereto; information that is important for the assessment of the issuer's obligation discharge possibilities**

The statements contain basic information which is important for the assessment of the situation of the OEX S.A. Group, whereby, for the correct interpretation of the separate and consolidated financial results obtained by the companies: Tell Sp. z o.o., Euro Phone Sp. z o.o. and PTI Sp. z o.o. it is necessary to explain different ways of recognition in the books of the companies of subsidies for the sale of mobile phones by particular operators and the impact of such operations on revenue and costs items. Irrespective of a different way of mobile phone sale settlement by particular operators, the result on such operations is neutral.

**ORANGE network operator – Orange Polska S.A.**

TELL Sp. z o.o. acquires phones from the Operator at market prices. After the purchase, the Company incurs a liability in an amount equal to the market price of the phone. At the same time, the Company recognised in its assets an inventory stock valued at the phones' market prices. The Company sells such phones in two variants:

- a sale of the phone directly to the client in a sale outlet

In this case, the sale is made at the promotional price (allowing for a subsidy at the level agreed with the Operator). Thus, the Company makes a temporary loss on this particular transaction. However, immediately after the promotional sale, in accordance with the procedures agreed with the Operator in the contract, the Operator issues corrective invoices decreasing the original phone purchase price for the Company to the promotional price (allowing for the subsidy level). Thus, in effect, the transaction has a neutral effect on the Company's financial result;

- sale of the phone to a sub-agent, who then sells it to a client in a sale outlet

In this case, the sale is made at the original Operator's purchase price and then the process is analogous as above, whereby it is the Company that issues a corrective invoice to the sub-agent, adjusting the original selling price.

**T-Mobile network operator – T-Mobile Polska S.A.**

Until the end of June 2011, the revenue and costs related to the sale of mobile phones were registered in promotional prices. Between 1 July 2011 and March 2013, the Company had in place a system identical to the system of settlements between OEX S.A. and the Orange network operator. This system was changed in March 2013. Currently, Euro Phone Sp. z o.o. receives phones from the Operator as held in trust and has 45 days to sell them. If not sold within such period of 45 days, the phones are automatically bought and an invoice is made to the name of Euro-Phone Sp. z o.o. If, consequently, the phone (purchased by the Company after the expiry of the 45 day period) is sold to the client in a selling outlet, the difference between the purchase price and the promotional price is reimbursed on the basis of a correction invoice, i.e. in accordance with the same procedure as before the system change. Transactions with sub-agents are a replication of the operations between the Company and the operator, with a difference that the Company is a party to them and not the Operator.

### **PLUS network operator - Polkomtel Sp. z o.o.**

PTI Sp. z o.o. acquires phones from the Operator at market prices. After the purchase, the Company incurs a liability in an amount equal to the market price of the phone. At the same time, the Company recognised in its assets an inventory stock valued at the phones' market prices. The Company sells such phones in two variants:

- a sale of the phone directly to the client in a sale outlet

In this case, the sale is made at the promotional price (allowing for a subsidy at the level agreed with the Operator). Thus, the Company makes a loss on this particular transaction. However, immediately after the promotional sale, as agreed with the Operator in the contract, the Operator grants the company a commission in an amount equal to the value of loss incurred at the given transaction. In effect, the transaction has a neutral effect on the Company's financial result, however, the Company shows much higher revenues and costs than other Group companies (cooperating with mobile phone operators) in similar transactions.

- sale of the phone to a sub-agent, who then sells it to a client in a sale outlet

In this case the sale is made at the original price of purchase from the Operator, but then the process is similar as the one described above, whereby it is PTI Sp. z o.o. that sets off the sub-agent's loss on the mobile phone sale transaction to a client by paying an appropriate commission (received earlier from the Operator).

In consequence of such recognition, the phone sale results in relatively high revenues from the sale and high costs of sale when compared to other Group companies cooperating with mobile phone operators).

Besides the separate subsidy recording and settlement methods related to subscription phones under the agreements with particular operators the Issuer does not identify any information which, in the issuer's opinion, would be material for the assessment of its personnel, economic or financial situation, the financial result or the possibility to discharge its obligations.

### **33. Indication of factors which, in the Issuer's opinion, will have an influence on its results within the perspective of at least next quarter.**

The basic factors that will impact the performance of the OEX S.A. Group in the indicated period are as follows:

33.1 Demand for mobile telephone services, taking into account in particular:

- seasonality;
- promotional actions planned by the mobile phone operators;
- performance level of sale plans imposed on the Group companies by operators.

33.2 Purchase of an organised part of business of Cel-R, which comprised a network of 31 T-Mobile sale outlets;

33.3 The result of negotiation concerning the execution of a new agreement with an entity indicated by Polkomtel Sp. z o.o. in order to continue the running of a network where the services of Cyfrowy Polsat Group would be sold after 31/12/2016;

33.4 Uninterrupted performance of existing contracts in the Sale Support and E-Business segments and acquisition of new contracts as per the internal plans.

33.5 Acquisition of Mer Service Sp. z o.o.

## SELECTED QUARTERLY FINANCIAL DATA OF OEX S.A.

### SELECTED QUARTERLY FINANCIAL DATA OF OEX S.A.

Basic items of the balance sheet, income statement and the cash flow statement as converted into EUR are presented in the table below:

	from 01/01 to 30/09/2016	from 01/01 to 30/09/2015	from 01/01 to 30/09/2016	from 01/01 to 30/09/2015
	k PLN		k EUR	
<b>Income statement</b>				
Sale revenues	7,492	70,896	1,715	17,048
Operating profit (loss)	-499	3,395	-114	816
Profit (loss) before taxation	3,485	4,669	798	1,123
Net profit (loss)	3,494	4,097	800	985
Net profit (loss) - share of the shareholders of the Parent Company	3,494	4,097	800	985
Earnings per share (PLN; EUR)	0.51	0.67	0.12	0.16
Diluted earnings per share (PLN; EUR)	0.51	0.67	0.12	0.16
Average exchange rate PLN / EUR in the period	X	X	4.3688	4.1585
<b>Cash Flow Statement</b>				
Net cash flow from operating activity	1,490	3,955	341	951
Net cash flow from investing activity	-4,732	-1,543	-1,083	-371
Net cash flow from financial activity	3,252	-2,382	744	-573
Net change in cash and cash equivalents	10	29	2	7
Average exchange rate PLN / EUR in the period	X	X	4.3688	4.1585
	30/09/2016	30/09/2015	30/09/2016	30/09/2015
	k PLN		k EUR	
<b>Balance sheet</b>				
Assets	85,634	108,016	19,859	25,484
Long-term liabilities	2,461	4,097	571	967
Short-term liabilities	5,608	23,577	1,300	5,563
Equity	77,565	80,342	17,988	18,955
Equity - share of the parent company shareholders	77,565	80,342	17,988	18,955
PLN / EUR exchange rate at period end	X	X	4.3120	4.2386

In the periods covered by these abbreviated quarterly financial statements, the following exchange rates of PLN and EUR published by the National Bank of Poland were used: the exchange rate in force on the last day of the reporting period: 30/09/2016 4.3120 PLN/EUR, 30/09/2015 4.2386 PLN/EUR. The average exchange rate in the period, calculated as an arithmetical average of exchange rates in force on the last day of each month in the given period: 01/01 - 30/09/2016 4.3688 PLN/EUR, 01/01 - 30/09/2015 4.1585 PLN/EUR.

## SEPARATE STATEMENT OF FINANCIAL POSITION OF OEX S.A.

### SEPARATE STATEMENT OF FINANCIAL POSITION OF OEX S.A.

<b>ASSETS</b>	30/09/2016	30/09/2015	31/12/2015
<i>Non-current assets</i>			
Goodwill		21,298	21,298
Intangible fixed assets	268	659	626
Tangible fixed assets	17	4,521	4,974
Investment properties			
Interests in subsidiaries	71,034	44,975	44,975
Investments in associates			
Receivables	121	243	217
Financial derivatives			
Other long-term financial assets			
Long-term prepayments			
Deferred income tax assets	197	313	305
<b>Non-current assets</b>	<b>71,637</b>	<b>72,010</b>	<b>72,397</b>
<b>Current assets</b>			
Inventories	79	7,279	11,173
Receivables from building services contracts			
Trade Receivables and Other Receivables	2,814	21,949	21,293
Current income tax assets			
Loans	10,912	6,282	6,282
Financial derivatives			
Other short-term financial assets			
Short-term prepayments	6	263	98
Cash and cash equivalents	185	232	175
Fixed assets classified as held for sale			
<b>Current assets</b>	<b>13,997</b>	<b>36,006</b>	<b>39,022</b>
<b>Total assets</b>	<b>85,634</b>	<b>108,016</b>	<b>111,419</b>

## SEPARATE STATEMENT OF FINANCIAL POSITION OF OEX S.A.

<b>EQUITY AND LIABILITIES</b>	<b>30/09/2016</b>	<b>30/09/2015</b>	<b>31/12/2015</b>
<i>Equity</i>			
<i>Equity - share of the parent company shareholders:</i>			
Share capital	1,378	1,378	1,378
Treasury shares (-)			
Share premium	44,960	44,960	44,960
Other Capitals	1,459	1,459	1,459
Retained profits:			
- retained profit (loss)	26,274	28,447	24,314
- net profit (loss) for the parent company's shareholders	3,494	4,097	7,126
Equity - share of the parent company shareholders	77,565	80,342	79,237
Non-controlling shares			
<b>Equity</b>	<b>77,565</b>	<b>80,342</b>	<b>79,237</b>
<i>Liabilities</i>			
<i>Long-term liabilities</i>			
Loans, credits, other debt instruments	2,461		
Finance lease			299
Financial derivatives			
Other liabilities			
Deferred tax liabilities		4,047	4,048
Employee benefit liabilities		50	50
Other long-term provisions			
Long-term prepayments			
<b>Long-term liabilities</b>	<b>2,461</b>	<b>4,097</b>	<b>4,397</b>
<i>Short-term liabilities</i>			
Trade liabilities and other liabilities	683	19,132	22,719
Current tax liabilities		161	502
Loans, credits, other debt instruments	4,747	1,933	2,127
Finance lease			73
Financial derivatives			
Employee benefit liabilities	177	2,351	2,363
Other short-term provisions			
Short-term prepayments			
Liabilities related to fixed assets held for sale			
<b>Short-term liabilities</b>	<b>5,608</b>	<b>23,577</b>	<b>27,785</b>
<b>Total provisions</b>	<b>8,069</b>	<b>27,674</b>	<b>32,182</b>
<b>Total equity and liabilities</b>	<b>85,634</b>	<b>108,016</b>	<b>111,419</b>



## SEPARATE STATEMENT OF PROFIT OR LOSS OF OEX S.A.

### SEPARATE STATEMENT OF PROFIT OR LOSS OF OEX S.A.

	from 01/07 to 30/09/2016	from 01/01 to 30/09/2016	from 01/07 to 30/09/2015	from 01/01 to 30/09/2015
<b>Continued activities</b>				
<b>Sale revenues</b>	<b>1,483</b>	<b>7,492</b>	<b>24,425</b>	<b>70,896</b>
Revenue from the sale of services	1,483	7,273	14,173	43,298
Revenue from the sale of goods and materials		219	10,252	27,598
Cost of sales	590	5,683	21,265	60,548
Costs of services sold	590	5,293	11,097	33,156
Cost of goods and materials sold		390	10,168	27,392
<b>Gross profit (loss) on sales</b>	<b>893</b>	<b>1,809</b>	<b>3,160</b>	<b>10,349</b>
Selling costs	60	512	726	2,543
Administrative expenses	723	1,731	1,375	4,363
Other operating revenue	25	133	82	292
Other operating expenses	72	198	142	341
Profit (loss) on the sale of subsidiaries (+/-)				
<b>Operating profit (loss)</b>	<b>63</b>	<b>-499</b>	<b>999</b>	<b>3,395</b>
Financial income	100	4,305	128	2,389
Financial costs	145	320	440	1,115
Share in the profit (loss) of entities measured using the equity method (+/-)				
<b>Profit (loss) before taxation</b>	<b>18</b>	<b>3,485</b>	<b>687</b>	<b>4,669</b>
Income tax	14	-9	159	572
<b>Net profit (loss) on continued activities</b>	<b>4</b>	<b>3,494</b>	<b>528</b>	<b>4,097</b>
<b>Discontinued Activity</b>				
Net profit (loss) on discontinued operations				
<b>Net profit (loss) - share of:</b>				
- shareholders of the Parent Company	4	3,494	528	4,097
- non-controlling parties				

### NET PROFIT (LOSS) PER ORDINARY SHARE (PLN)

	from 01/01 to 30/09/2016	from 01/01 to 30/09/2015
<i>on continued operations</i>		
- basic	0.51	0.67
- diluted	0.51	0.67
<i>on continued and discontinued operations</i>		
- basic	0.51	0.67
- diluted	0.51	0.67

## SEPARATE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

### SEPARATE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	from 01/07 to 30/09/2016	from 01/01 to 30/09/2016	from 01/07 to 30/09/2015	from 01/01 to 30/09/2015
Net profit (loss)	4	3,494	528	4,097
<i>Other comprehensive income</i>				
<i>Items not carried as financial profit or loss</i>				
Revaluation of tangible assets				
Income tax referred to items not carried as financial profit or loss				
Items carried as financial profit or loss				
Available-for-sale financial assets:				
- profit (loss) recognised in the period as other comprehensive income				
- amounts carried as financial profit or loss				
Cash flow hedging instruments:				
- profit (loss) recognised in the period as other comprehensive income				
- amounts carried as financial profit or loss				
- amounts recognised in the initial value of the hedged items				
Exchange differences on the measurement of foreign operations				
Exchange differences transferred to the financial result - sale of foreign operations				
Share in the other comprehensive income of entities measured using the equity method				
Income tax referred to items carried as financial profit or loss				
Other comprehensive income after taxation				
Comprehensive income	4	3,494	528	4,097
Comprehensive income - share of:				
- shareholders of the Parent Company	4	3,494	528	4,097
- non-controlling parties				

# SEPARATE STATEMENT OF CHANGES IN EQUITY OF OEX S.A.

## SEPARATE STATEMENT OF CHANGES IN EQUITY OF OEX S.A.

	Parent company shareholding						TOTAL EQUITY
	Share capital	Treasury shares	Share premium	Other capitals	Retained profits	Total	
<b>As at 01/01/2016</b>	<b>1,378</b>		<b>44,960</b>	<b>1,459</b>	<b>31,440</b>	<b>79,237</b>	<b>79,237</b>
Changes in accounting policies							
Adjustment of fundamental errors							
<b>Balance after changes</b>	<b>1,378</b>		<b>44,960</b>	<b>1,459</b>	<b>31,440</b>	<b>79,237</b>	<b>79,237</b>
<b>Changes in equity in the period from 01/01 to 30/09/ 2016</b>							
Issue of shares							
Merger							
Option measurement (share-based payment programme)							
Changes in the group structure (transactions with non-controlling parties)							
Dividends via subsidiaries					-5,166	-5,166	-5,166
Financial result recognised as equity							
Total transactions with shareholders					-5,166	-5,166	-5,166
Net profit for the period from 01/01 to 30/09/2016					3,494	3,494	3,494
Other comprehensive income after taxation in the period from 01/01 to 30/09/2016							
Total comprehensive income					3,494	3,494	3,494
Transfer to retained profits (sale of revalued fixed assets)							
<b>As at 30/09/2016</b>	<b>1,378</b>		<b>44,960</b>	<b>1,459</b>	<b>29,768</b>	<b>77,565</b>	<b>77,565</b>

## SEPARATE STATEMENT OF CHANGES IN EQUITY OF OEX S.A.

	Parent company shareholding						TOTAL EQUITY
	Share capital	Treasury shares	Share premium	Other capitals	Retained profits	Total	
<b>As at 01/01/2015</b>	<b>1,022</b>		<b>24,863</b>	<b>1,459</b>	<b>28,447</b>	<b>55,792</b>	<b>55,792</b>
Changes in accounting policies							
Adjustment of fundamental errors							
<b>Balance after changes</b>	<b>1,022</b>		<b>24,863</b>	<b>1,459</b>	<b>28,447</b>	<b>55,792</b>	<b>55,792</b>
<b>Changes in equity in the period from 01/01 to 30/09/ 2015</b>							
Issue of shares	356		20,097			20,452	20,452
Merger							
Option measurement (share-based payment programme)							
Changes in the group structure (transactions with non-controlling parties)							
Dividends via subsidiaries							
Financial result recognised as equity							
Total transactions with shareholders	356		20,097			20,452	20,452
Net profit for the period from 01/01 to 30/09/2015					4,097	4,097	4,097
Other comprehensive income after taxation in the period from 01/01 to 30/09/2015							
Total comprehensive income					4,097	4,097	4,097
Transfer to retained profits (sale of revalued fixed assets)							
<b>As at 30/09/2015</b>	<b>1,378</b>		<b>44,960</b>	<b>1,459</b>	<b>32,545</b>	<b>80,342</b>	<b>80,342</b>

## SEPARATE STATEMENT OF CHANGES IN EQUITY OF OEX S.A.

	Equity - share of the company shareholders						TOTAL EQUITY
	Share capital	Treasury shares	Share premium	Other capitals	Retained profits	Total	
<b>As at 01/01/2015</b>	<b>1,022</b>		<b>24,863</b>	<b>1,459</b>	<b>28,447</b>	<b>55,792</b>	<b>55,792</b>
Changes in accounting policies							
Adjustment of fundamental errors							
<b>Balance after changes</b>	<b>1,022</b>		<b>24,863</b>	<b>1,459</b>	<b>28,447</b>	<b>55,792</b>	<b>55,792</b>
<b>Changes in equity in the period from 01/01 to 31/12/ 2015</b>							
Issue of shares	356		20,097			20,452	20,452
Redemption of shares							
Option measurement (share-based payment programme)							
Changes in the Company's structure (transactions with non-controlling parties)							
Dividends					-4,133	-4,133	-4,133
Financial result recognised as equity							
Total transactions with shareholders	356		20,097		-4,133	16,319	16,319
Net profit for the period from 01/01 to 31/12/2015					7,126	7,126	7,126
Other comprehensive income after taxation in the period from 01/01 to 31/12/2015							
Total comprehensive income					7,126	7,126	7,126
Transfer to retained profits (sale of revalued fixed assets)							
<b>As at 31/12/2015</b>	<b>1,378</b>		<b>44,960</b>	<b>1,459</b>	<b>31,440</b>	<b>79,237</b>	<b>79,237</b>

# SEPARATE CASH FLOW STATEMENT OF OEX S.A.

## SEPARATE CASH FLOW STATEMENT OF OEX S.A.

	from 01/07 to 30/09/2016	from 01/01 to 30/09/2016	from 01/07 to 30/09/2015	from 01/01 to 30/09/2015
<i>Cash flow from operating activity</i>				
<b>Profit (loss) before tax</b>	<b>18</b>	<b>3,485</b>	<b>687</b>	<b>4,669</b>
<b>Adjustments:</b>				
Depreciation and amortisation of fixed assets	15	170	333	956
Change in the fair value of investment properties				
Change in the fair value of financial assets (liabilities) measured at fair value through profit or loss				
Cash flow hedging instruments transferred from equity				
Impairment loss on financial assets				
Profit (loss) on the sale of non-financial fixed assets		25	-7	30
Profit (loss) on the sale of financial assets (other than derivatives)				
Exchange difference gains (losses)				
Interest expense	143	221	20	111
Interest and dividend income	-100	-4,305	-128	-2,389
Cost of share-based payment				
Share in the profit (loss) of associate companies				
Other adjustments				
<b>Total adjustments</b>	<b>58</b>	<b>-3,888</b>	<b>218</b>	<b>-1,292</b>
Change in inventories	2	8,412	1,605	2,808
Change in receivables	-1,376	16,390	-722	5,212
Change in liabilities	-3,058	-22,388	-1,010	-6,440
Change in provisions and prepayments	11	-20	125	-16
Change in building contracts				
<b>Changes in working capital</b>	<b>-4,422</b>	<b>2,395</b>	<b>-2</b>	<b>1,565</b>
Inflows (outflows) from the settlement of derivatives				
Interest paid on operating activities				
Taxes paid		-502	-363	-987
<b>Net cash flow from operating activity</b>	<b>-4,346</b>	<b>1,490</b>	<b>540</b>	<b>3,955</b>

from 01/07 to 30/09/2016	from 01/01 to 30/09/2016	from 01/07 to 30/09/2015	from 01/01 to 30/09/2015
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## SEPARATE CASH FLOW STATEMENT OF OEX S.A.

<b><i>Cash flow from investing activity</i></b>				
Expenses to purchase fixed assets	-10	-187	-666	-2,199
Inflows from the sale of fixed assets		236		47
Expenses to purchase investment properties				
Inflows from the sale of investment properties				
Net expenses to purchase subsidiaries	-4,200	-4,200	-5	-5
Net inflows from the sale of subsidiaries				
Received repayments of loans granted	5,484	9,084	460	460
Loans granted	-2,829	-13,714		-460
Expenses to purchase other financial assets				
Inflows from the sale of other financial assets				
Inflows from government subsidies received				
Interest income	100	452	128	357
Dividend income	3,597	3,597	104	258
<b>Net cash flow from investing activity</b>	<b>2,142</b>	<b>-4,732</b>	<b>22</b>	<b>-1,543</b>
<b><i>Cash flows from financial activity</i></b>				
Cash expenditure on organised parts of business and acquisitions		- 1,381		
Cost of share issue			-169	-169
Transactions with non-controlling parties, with no loss of control				
Inflows from debt securities in issue				
Redemption of debt securities				
Inflows from loans and credits contracted	7,208	10,021		
Repayment of loans and advances			-301	-2,103
Repayment of financial lease liabilities				
Interest paid	-143	-221	-20	-111
Dividends paid	-5,166	-5,166		
<b>Net cash flow from financial activity</b>	<b>1,899</b>	<b>3,252</b>	<b>-490</b>	<b>-2,382</b>
<b>Net change in cash and cash equivalents</b>	<b>-305</b>	<b>10</b>	<b>72</b>	<b>29</b>
<b>Cash and cash equivalents at period beginning</b>	<b>489</b>	<b>175</b>	<b>160</b>	<b>203</b>
Exchange differences				
<b>Cash and cash equivalents at period end</b>	<b>185</b>	<b>185</b>	<b>232</b>	<b>232</b>

# APPROVAL FOR PUBLICATION

## APPROVAL FOR PUBLICATION

The consolidated quarterly financial statements made for the period of 9 months ended on 30/09/2016 (including comparable data) have been approved for publication by the Parent Company's Management Board on 14 November 2016.

Signatures of all Management Board Members

Date	Name and Surname	Function	Signature
14 November 2016	Jerzy Motz	President of the Management Board	
14 November 2016	Rafał Stempniewicz	Management Board Member	
14 November 2016	Robert Krasowski	Management Board Member	
14 November 2016	Artur Wojtaszek	Management Board Member	