

Interim condensed financial statement of LIVECHAT Software SA

for the period from April 1st, 2018 until June 30th , 2018

drawn up in accordance with the Accounting Act

Wrocław, August 28th,2018

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STATEMENT OF THE BOARD

According to the requirements defined in art.52, section 2 in the Act of September 29th, 1994 on accounting (Journal of Law 2018, i. 395 as amended), the Management Board of LIVECHAT Software SA presents the interim financial statement for the period of three months ended on June 30th, 2018 consisting of:

- 1) introduction to the interim condensed financial statement,
- 2) balance sheet made on June 30th, 2018 which presents the total balance of assets, equity and liabilities in the amount of 62 880 006,83 PLN;
- 3) profit and loss statement for the period from April 1st, 2018 until June 30th, 2018 presenting the net profit of 14 190 051,47 PLN;
- 4) a list of changes in the equity for the period from April 1st, 2018 until June 30th, 2018 presenting an increase in equity by the amount of 14 190 051,47 PLN;
- 5) cash flow statement for the period from April 1st, 2018 until June 30th, 2018 presenting an increase in the net cash amount by 4 239 258,34 PLN;
- 6) further information and explanatory notes.

The Board declares that to the best of their knowledge the present financial statement was prepared in compliance with the rules of accounting in force, the presented data illustrates in a reliable, clear and true manner the financial standing of the Company and its financial results.

Wrocław, August 28th, 2018

Mariusz Cieply, President of the Board

Urszula Jarzębowska, member of the Board

Joanna Alwin, Financial Director

INTRODUCTION TO THE INTERIM CONDENSED FINANCIAL STATEMENT AND COMPARABLE FINANCIAL DATA

1. THE SELECTED FINANCIAL FIGURES

SELECTED FINANCIAL FIGURES	In thousand PLN		In thousand EUR	
	First quarter 2018/2019	First quarter 2017/2018	First quarter 2018/2019	First quarter 2017/2018
I. Net revenues from sales of products, goods and materials	25 515	21 560	5 933	5 113
II. Profit (loss) on operational activity	17 297	15 179	4 022	3 600
III. Gross profit (Loss)	17 630	13 684	4 099	3 245
IV. Net profit (Loss)	14 190	10 990	3 300	2 606
V. Net cash flow from operating activities	5 725	3 141	1 331	745
VI. Net cash flow from investing activities	(1 485)	(1 184)	(345)	(281)
VII. Net cash flow from financial activities	-	-	-	-
VIII. Net cash flow total	4 239	1 958	986	464
IX. Total assets	62 880	57 525	14 417	13 610
X. Liabilities and provision for liabilities	4 120	2 401	945	568
XI. Long-term liabilities	-	-	-	-
XII. Short-term liabilities	2 216	1 014	508	240
XIII. Equity	58 760	55 124	13 472	13 042
XIV. Share capital	515	515	118	122
XV. Number of shares	25 750 000	25 750 000	25 750 000	25 750 000
XVI. Profit (loss) per single ordinary share(in PLN/ EUR)	0,55	0,43	0,13	0,10
XVII. Diluted earnings per single ordinary share (in PLN/ EUR)	0,55	0,43	0,13	0,10
XVIII. Net book value per single share (in PLN/ EUR)	2,28	2,14	0,52	0,51
XIX. Diluted book value per single share(in PLN/ EUR)	2,28	2,14	0,52	0,51

2. EURO TO POLISH ZLOTY EXCHANGE RATE

	June 30th, 2018	June 30th, 2017
Average NBP rate as of June 30 th 2018/ June 30 th 2017	0,2293	0,2366
Average rate throughout the period	0,2325	0,2372
The lowest rate for the	0,2293	02341

period		
The highest rate for the period	0,2414	0,2396

3. COMPANY, LEGAL STATUS AND SCOPE OF THE ACTIVITIES RUN

Name: LIVECHAT Software SA

Head office: ul. Zwycięska 47, 53-033 Wrocław

Basic economic activity: 62.01.Z – Activity related to software

Registering authority: Regional Court of Wrocław – Fabryczna in Wrocław, VI Economic Division of the National Court Register

KRS no: 0000290756

Sector: IT

4. COMPANY DURATION

The Company duration according to its By-laws is unlimited.

5. PERIOD COVERED BY THE FINANCIAL STATEMENT

The Financial statement presents data for the period of from April 1st, 2018 until June 30th, 2018.

6. COMPANY BODIES

The Company's Management Board as of June 30th, 2018 was composed of the following persons and did not change until the day of the approval of the Financial Statement:

Mariusz Cieply – President of the Board

Urszula Jarzębowska – member of the Board

The Company's Supervisory Board as of June 30th, 2018 was composed of the following persons and did not change until the day of the approval of the Financial Statement:

Maciej Jarzębowski - President of the Board

Marta Ciepla - member of the Board

Marcin Mańdziak - member of the Board

Jakub Sitarz - member of the Board

Michał Markowski - member of the Board

7. INTERNAL ORGANIZATIONAL UNITS IN THE COMPANY'S STRUCTURE THAT PREPARE FINANCIAL STATEMENTS INDEPENDENTLY

In the Company's structure there are no internal organizational units that draw up financial statements.

8. INFORMATION ON COMPANIES FOR WHICH LIVECHAT Software SA IS THE PARENT COMPANY OR A KEY INVESTOR. INFORMATION ABOUT A MERGER DURING THE REPORTING PERIOD.

LIVECHAT Software Joint Stock is a parent company in the Capital Group, which draws up and publishes consolidated financial statements according to the International Standards of Financial Reporting accepted for use in EU.

LIVECHAT Software SA is a parent company of LiveChat Incorporated – it holds 100% of its shares.

During the reporting period the Company did not merge with another company.

9. INFORMATION ON ASSUMPTIONS ACCEPTED WHEN DRAWING UP THE FINANCIAL STATEMENT AND KNOWN CIRCUMSTANCES INDICATING THAT THERE IS A THREAT TO THE COMPANY'S BUSINESS CONTINUATION

The financial statement was drawn up following the assumption that the Company will be able to continue its business activity in the foreseeable future. There are no circumstances known indicating that the continuation of the Company's business activity might be threatened.

10. PRESENTATION AND TRANSFORMATION OF FINANCIAL STATEMENTS

During the business period the Company did not change the principles of accounting nor did it transformed its financial statements

11. ACCOUNTING RULES (POLICY) INCLUDING METHODS OF EVALUATING ASSETS AND LIABILITIES (INCLUDING DEPRECIATION AND AMORTISATION), MEASURING FINANCIAL RESULT AND METHODS OF DRAWING UP A FINANCIAL STATEMENT TO THE EXTENT THE ACCOUNTING ACT LEAVES THE COMPANY FREE TO CHOOSE

Accounting rules accepted for drawing up the financial statement as of June 30th, 2018 comply with the Accounting Act of September 29th, 1994 as amended and with the Regulation of the Minister of Finance of October 18th, 2005 concerning range of information furnished in financial statements and consolidated financial statements, required by the prospectus for issuers based in the territory of the Republic of Poland, for which the Polish rules of accounting are relevant and in accordance with the Regulation of the Minister of Finance of March 29th, 2018 concerning current and periodical reporting by issuers of securities and with the conditions under which the legally required information originating in a non-member state can be deemed equivalent thereof.

Book entries are made according to the rule of historical cost. The Company did not make any corrections that would illustrate the effect of inflation on particular items in the balance sheet and the profit and loss statement.

The Company draws up profit and loss statement with by-function classification.

Cash flow statement is made following an indirect method.

The rules of evaluating assets and liabilities as well as of measuring the financial result are the following:

Intangible assets are the R&D expenses related to computer software. Intangible assets are evaluated according to their purchase price/ acquisition cost. In the balance sheet their presented price is lowered by depreciation by applying a linear method throughout the whole period of their useful economic life. Annual depreciation rates applied by the Company are as follows:

- R&D expenses – 20-30%.

Tangible fixed assets are tangible assets evaluated according to their purchase price/ acquisition cost. Fixed assets depreciation write-offs are made following the linear method. Depreciation rates

were fixed by taking into account useful economic life of fixed assets and illustrate the real wear and tear of fixed assets. The annual depreciation rates applied by the Company are as follows:

- computers – 30%.
- adaptation of office space – 10%

On the balance sheet day the Company makes a review of the fixed assets net value in order to find out whether there are any signs that the fixed assets might lose their value. If such signs are found, a recovery value of a particular asset is assessed in order to determine a possible write-off thereof.

Assets and liabilities are entered into the Company's balance sheet at the moment the Company enters into a binding contract.

The PLN value of receivables is determined when they become due. According to the provision in the accounting policy the Company on the balance day does not calculate interest for a delay in payment of overdue receivables. The Company makes write-offs to receivables from contracting parties that delay in payment of their dues on the balance day, provided their economic and financial standing shows that payment of the money due is not possible in the nearest future. The write-offs are charged to the other operating expenses. In the balance sheet receivables are entered at their net value, that is lowered by write-offs to receivables. Receivables in foreign currencies are calculated into PLN at the moment they become due according to the average rate of the National Bank of Poland on the day preceding the day on which the receivables become due. On the balance sheet day receivables in foreign currencies are evaluated according to the average rate for a particular currency fixed by the National Bank of Poland on that day.

Cash/funds cover money in cash and on bank accounts. They are shown in their nominal value. Cash in foreign currencies is evaluated on the balance sheet day according to the average rate for a particular currency fixed by the National Bank of Poland on that day. Bank account cash inflows throughout a year are evaluated according to the rates of NBP, whereas the outflows by FIFO.

Accruals cover costs of undergoing and uncompleted R&D expenses as well as the assets due to deferred income tax. Accrued expenses form strictly marked allowances accepted by the Company that are still not payables. Deferred income is composed of received or due funds from contracting parties for future liabilities/ payments.

The Company creates reserves or assets due to deferred income tax as a result of the occurrence of temporary differences between the value of assets and liabilities shown in the accounting books and their tax value.

The Company's equity is composed of the capital created in accordance with the regulations in force and the Company's By-laws. Initial capital/ share capital is shown at its nominal value in accordance with the Company's By-laws and the entry into the National Court Register.

Liabilities are recognized at their nominal value. Liabilities in foreign currencies are recalculated into PLN at the moment they become due according to the rate of the National Bank of Poland on the day preceding the day on which the liabilities become due. On the balance sheet day liabilities in foreign currencies are evaluated according to the average rate for a particular currency fixed by the National Bank of Poland on that day.

Revenues from sales of goods and services form an amount due thereof from a receiver lowered by a respective VAT due.

Costs of products and services sold are recognized proportionally to revenues from sales and cover the value of the goods (services) and other items sold assessed at the production costs or at the acquisition price.

Other operating revenues and expenses are not directly related to the Company's activities. They comprise revenues from sales of fixed assets, reserve release, etc. The other operating expenses include the value of tangible assets sold and liquidated, costs of created reserves, donations granted, write-offs to receivables and other.

Financial revenues cover interest on cash on bank accounts falling due in the reporting period as well as exchange rate gains. Financial expenses cover interest on loans granted, paid commission and exchange rate losses on foreign currency transactions. In the profit and loss account exchange rate differences are presented per account balance.

The obligatory charge on the financial result is corporate tax in the amount of 19% of gross profit adjusted for non-taxable revenues as well as for costs that are not costs of earning income adjusted for the change in reserve inventory and deferred income tax assets.

When drawing up its financial statement the Company follows the accounting rules and methods defined in the Accounting Act (Journal of Law 2018, i.395 as amended). The Company identified areas with differences between the present financial statement drawn up in accordance with the Polish rules of accounting and the financial statement which would be drawn up in accordance with the International Standards of Financial Reporting adopted by the European Union (hereinafter referred to as MSSF/ IFRS) and the effect those differences might have on the assets net value and the financial result.

For this purpose the Management Board of Livechat Software Joint Stock Company used the best knowledge of expected standards and interpreting as well as of rules of accounting, that would be used when drawing up the statement in accordance with MSSF/IFRS. The analysis made leads to the conclusion that there are no differences that might affect the net assets value and the financial result of the Company.

As compared with earlier reporting periods there were no changes in drawing up the financial statement, however, there were changes in the accounting rules, that affected the Company's capital and result as well as the comparable data.

Wrocław, August 28th, 2018.

Mariusz Cieply, President of the Board

Urszula Jarzębowska, member of the Board

Joanna Alwin , Financial Director

FINANCIAL STATEMENT

BALANCE SHEET (in PLN)

I.	Specification	Note	As of:		
			30.06.2018	31.03.2018	30.06.2017
1	2		4	5	6
	Assets				
A.	Fixed assets		12 192 393,87	11 440 282,75	8 696 152,27
I	Intangible assets	1	8 956 806,56	8 462 891,50	6 643 274,77
1	R & D expenses		8 956 806,56	8 462 891,50	6 643 274,77
2	Goodwill		0,00	0,00	0,00
3	Other intangible assets		0,00	0,00	0,00
4.	Advances for intangible assets		0,00	0,00	0,00
II	Tangible assets, including:	2	1 277 959,18	1 230 790,14	621 993,47
1	Fixed assets in use		1 277 959,18	1 230 790,14	621 993,47
a)	Land (including right to perpetual usufruct)		0,00	0,00	0,00
b)	Buildings, premises, civil and water engineering structures		403 525,72	0,00	0,00
c)	Technical equipment and machines		874 433,46	833 117,60	621 993,47
d)	Vehicles		0,00	0,00	0,00
e)	Other tangible fixed assets		0,00	0,00	0,00
2	Tangible fixed assets under construction		0,00	397 672,54	0,00
3	Advances for tangible fixed assets under construction		0,00	0,00	0,00
III	Long-term receivables	3	167 690,00	187 690,00	40 090,00
1	From related parties		0,00	0,00	0,00
2	From other entities where the company has a share in capital		0,00	0,00	0,00
3	From other entities		167 690,00	187 690,00	40 090,00
IV	Long-term investments	4	1 656,46	1 656,46	1 656,46
1	Real property		0,00	0,00	0,00
2	Intangible assets		0,00	0,00	0,00
3	Long-term financial assets		1 656,46	1 656,46	1 656,46
a)	In related parties:		1 656,46	1 656,46	1 656,46
	shares		1 656,46	1 656,46	1 656,46
	Other securities		0,00	0,00	0,00
	Loans granted		0,00	0,00	0,00
	Other long-term financial assets		0,00	0,00	0,00
b)	In other entities where the company has a share in capital:		0,00	0,00	0,00
	shares		0,00	0,00	0,00
	Other securities		0,00	0,00	0,00

	Loans granted		0,00	0,00	0,00
	Other long-term financial assets		0,00	0,00	0,00
c)	In other entities:		0,00	0,00	0,00
	shares		0,00	0,00	0,00
	Other securities		0,00	0,00	0,00
	Loans granted		0,00	0,00	0,00
	Other long-term financial assets		0,00	0,00	0,00
4	Other long-term investments		0,00	0,00	0,00
V	Long-term prepayments	5	1 788 281,67	1 557 254,65	1 389 137,57
1	Deferred tax assets		361 827,56	313 937,00	307 760,82
2	Other prepayments		1 426 454,11	1 243 317,65	1 081 376,75
B.	Current assets		50 687 612,96	36 493 657,40	48 828 572,64
I	Inventory	6	67 513,73	84 902,34	12 564,09
1	Materials		0,00	0,00	0,00
2	Semi-finished products and work in progress		0,00	0,00	0,00
3	Finished products		0,00	0,00	0,00
4	goods		0,00	0,00	0,00
5	Advances for deliveries		67 513,73	84 902,34	12 564,09
II	Short-term receivables	7	17 709 420,09	7 623 517,71	13 210 945,94
1	Receivables from related parties		10 670 335,92	1 338 468,39	8 619 112,54
a)	Trade receivables, maturing:		10 670 335,92	1 338 468,39	8 619 112,54
	Up to 12 months		10 670 335,92	1 338 468,39	8 619 112,54
	Above 12 months		0,00	0,00	0,00
b)	other		0,00	0,00	0,00
2	Receivables from other entities where the company has a share in capital:		0,00	0,00	0,00
a)	Trade receivables, maturing:		0,00	0,00	0,00
	Up to 12 months		0,00	0,00	0,00
	Above 12 months		0,00	0,00	0,00
b)	other		0,00	0,00	0,00
3.	Receivables from other parties		7 039 084,17	6 285 049,32	4 591 833,40
a)	Trade receivables, maturing:		30 046,99	35 782,74	108 056,32
	Up to 12 months		30 046,99	35 782,74	108 056,32
	Above 12 months		0,00	0,00	0,00
b)	Receivables from taxes, subsidies, customs social insurance and other benefits		6 687 011,86	6 046 451,46	4 290 996,06
c)	other		322 025,32	202 815,12	192 781,02
d)	Claimed at court		0,00	0,00	0,00
III	Short-term investments, including:	8	32 865 309,43	28 626 051,09	35 521 346,66
1	Short-term financial assets		32 865 309,43	28 626 051,09	35 521 346,66
a)	In related parties:		0,00	0,00	0,00
	shares		0,00	0,00	0,00
	Other securities		0,00	0,00	0,00

	Loans granted		0,00	0,00	0,00
	Other short-term financial assets		0,00	0,00	0,00
b)	In other entities:		0,00	0,00	0,00
	shares		0,00	0,00	0,00
	Other securities		0,00	0,00	0,00
	Loans granted		0,00	0,00	0,00
	Other short-term financial assets		0,00	0,00	0,00
c)	Cash and other pecuniary assets		32 865 309,43	28 626 051,09	35 521 346,66
	Cash in hand and at bank		32 865 309,43	28 626 051,09	35 521 346,66
	Other cash		0,00	0,00	0,00
	Other pecuniary assets		0,00	0,00	0,00
2	Other short-term investments		0,00	0,00	0,00
IV	Short-term prepayments	9	45 369,71	159 186,26	83 715,95
C	Called-up share capital		0,00	0,00	0,00
D	Own shares and stocks		0,00	0,00	0,00
	Total assets (A+B)		62 880 006,83	47 933 940,15	57 524 724,91

I.	Specification	Note	As of:		
			30.06.2018	31.03.2018	30.06.2017
	Liabilities				
A.	Equity		58 759 541,43	44 569 489,96	55 123 673,11
I	Share capital	11	515 000,00	515 000,00	515 000,00
II	Supplementary capital, including:	12	7 311 156,47	7 311 156,47	893 932,61
	a share premium		0,00	0,00	0,00
III	Revaluation capital		0,00	0,00	0,00
	due to fair value revaluation	13	0,00	0,00	0,00
IV	Other reserve capital	14	0,00	0,00	0,00
	-created according to the Company's by-laws		0,00	0,00	0,00
	-own shares and stocks		0,00	0,00	0,00
V	Previous years profit (loss)		36 743 333,49	0,00	42 724 723,86
VI	Net profit (loss)	15	14 190 051,47	48 073 333,49	10 990 016,64
VII	Write-off on net profit during the financial year (-)		0,00	-11 330 000,00	0,00
B.	Liabilities and provisions for liabilities		4 120 465,40	3 364 450,19	2 401 051,80
I	Provisions for liabilities		0,00	0,00	0,00
1	Provisions for deferred income tax	16	0,00	0,00	0,00
2	Provisions for pension funds and similar benefits	17	0,00	0,00	0,00
	Long-term		0,00	0,00	0,00
	Short-term		0,00	0,00	0,00

3	Other provisions		0,00	0,00	0,00
	Long-term	18	0,00	0,00	0,00
	Short-term	19	0,00	0,00	0,00
II	Long-term liabilities	20	0,00	0,00	0,00
1	To related parties		0,00	0,00	0,00
2	To related parties where the Company has a share in capital		0,00	0,00	0,00
3	To other entities		0,00	0,00	0,00
a)	Credits and loans		0,00	0,00	0,00
b)	Arising from issuance of debt securities		0,00	0,00	0,00
c)	Other financial liabilities		0,00	0,00	0,00
d)	Bill of exchange liabilities		0,00	0,00	0,00
e)	Other		0,00	0,00	0,00
III	Short-term liabilities	21	2 216 109,81	1 712 150,20	1 014 833,33
1	To related parties		0,00	0,00	0,00
a)	Trade liabilities, maturing:		0,00	0,00	0,00
	Up to 12 months		0,00	0,00	0,00
	Above 12 months		0,00	0,00	0,00
b)	Other		0,00	0,00	0,00
2.	To related parties where the Company has a share in capital		0,00	0,00	0,00
a)	Trade liabilities, maturing:		0,00	0,00	0,00
	Up to 12 months		0,00	0,00	0,00
	Above 12 months		0,00	0,00	0,00
b)	Other		0,00		
3	To other entities		2 216 109,81	1 712 150,20	1 014 833,33
a)	Credits and loans		0,00	0,00	0,00
b)	Arising from issuance of debt securities		0,00	0,00	0,00
c)	Other financial liabilities		0,00	0,00	0,00
d)	Trade liabilities, maturing:		1 126 428,15	1 109 804,34	769 050,54
	Up to 12 months		1 126 428,15	1 109 804,34	769 050,54
	Above 12 months		0,00	0,00	0,00
e)	Received advances for deliveries		0,00	0,00	0,00
f)	Bill-of-exchange liabilities		0,00	0,00	0,00
g)	Tax, insurance, customs and other liabilities		1 089 681,66	602 345,86	241 651,26
h)	Payroll liabilities		0,00	0,00	0,00
i)	Other		0,00	0,00	4 131,53
4	Special funds		0,00	0,00	0,00
IV	Accruals, including:	22	1 904 355,59	1 652 299,99	1 386 218,47
1	Negative goodwill		0,00	0,00	0,00
2	Other accruals		1 904 355,59	1 652 299,99	1 386 218,47
	Long-term		0,00	0,00	0,00

	Short-term		1 904 355,59	1 652 299,99	1 386 218,47
	Total liabilities (A+B)		62 880 006,83	47 933 940,15	57 524 724,91

Wrocław, August 28th, 2018.

Mariusz Cieply, President of the Board

Urszula Jarzębowska, member of the Board

Joanna Alwin , Financial Director

PROFIT AND LOSS STATEMENT ((by-function classification, in PLN)

Specification	01.04 - 30.06.2018	01.04.2017 - 31.03.2018	01.04. - 30.06.2017
A. NET REVENUES FROM SALES OF PRODUCTS, GOODS			
	25 514 951,87	89 425 925,02	21 560 176,94
- from related parties	25 471 576,87	89 034 091,23	21 430 199,82
I. Net revenues from sales of products	25 514 951,87	89 425 925,02	21 560 176,94
II. Net revenues from sales of goods and materials	0,00	0,00	0,00
B.COST OF PRODUCTS, GOODS AND MATERIALS SOLD:			
	4 290 565,62	14 139 950,74	3 095 410,24
-to related parties	0,00	0,00	0,00
I. manufacturing cost of products sold	4 290 565,62	14 139 950,74	3 095 410,24
II. value of goods and materials sold	0,00	0,00	0,00
C. GROSS PROFIT (LOSS) ON SALES	21 224 386,25	75 285 974,28	18 464 766,70
D. SELLING COSTS	1 973 883,60	7 193 397,38	1 878 846,75
E. GENERAL AND ADMINISTRATIVE COSTS	1 955 042,75	6 533 116,26	1 408 583,76
F. PROFIT/LOSS ON SALES (C-D-E)	17 295 459,90	61 559 460,64	15 177 336,19
G. OTHER OPERATING REVENUES	3 000,72	19 428,27	3 000,00
I. Gain on disposal of non-financial fixed assets	0,00	0,00	0,00
II. subsidies	0,00	0,00	0,00
III. Other operating revenues	0,00	0,00	0,00
IV. Other operating revenues	3 000,72	19 428,27	3 000,00
H. OTHER OPERATING EXPENSES	1 446,59	7 061,31	1 604,19
I. Loss on disposal of non-financial fixed assets	0,00	0,00	0,00
II. revaluation of non-financial fixed assets	0,00	0,00	0,00
III. Other operating expenses	1 446,59	7 061,31	1 604,19
I. PROFIT (LOSS) ON OPERATING ACTIVITIES (F+G-H)	17 297 014,03	61 571 827,60	15 178 732,00
J. FINANCIAL REVENUES	332 899,13	131 767,41	26 704,51
I. Dividend and profit sharing, including:	0,00	0,00	0,00
- from related parties	0,00	0,00	0,00
II. Interest, including:	49 863,00	131 767,41	26 704,51
- from related parties	0,00	0,00	0,00
III. Gain on disposal of investments	0,00	0,00	0,00
IV. Revaluation of investments	0,00	0,00	0,00
V. Other	283 036,13	0,00	0,00
K. FINANCIAL EXPENSES	74,25	1 955 750,99	1 521 076,16

I. Interest, including:	74,25	287,84	247,29
- to related parties	0,00	0,00	0,00
II. Loss on disposal of investments	0,00	0,00	0,00
III. Revaluation of investments	0,00	0,00	0,00
IV. Other	0,00	1 955 463,15	1 520 828,87
L. PROFIT (LOSS) ON BUSINESS ACTIVITIES (I+J-K)	17 629 838,91	59 747 844,02	13 684 360,35
M. INCOME TAX	3 439 787,44	11 674 510,53	2 694 343,71
a) current part	3 487 678,00	11 724 675,00	2 693 953,00
b) deferred part	-47 890,56	-50 164,47	390,71
N. OTHER STATUTORY REDUCTIONS IN PROFIT	0,00	0,00	0,00
O. NET PROFIT (LOSS) (N-O-P)	14 190 051,47	48 073 333,49	10 990 016,64

Wrocław, August 28th, 2018.

Mariusz Cieply, President of the Board

Urszula Jarzębowska, member of the Board

Joanna Alwin, Financial Director

List of changes in equity (in PLN)

Specification	01.04 - 30.06.2018	01.04.2017 - 31.03.2018	01.04. - 30.06.2017
I. Opening balance of equity (BO)	44 569 489,96	44 133 656,47	44 133 656,47
- adjustment of errors	0,00	0,00	0,00
- effects of changes in accounting principles	0,00	0,00	0,00
I.a. Opening balance of equity after adjustments	44 569 489,96	44 133 656,47	44 133 656,47
1. Opening balance of share capital	515 000,00	515 000,00	515 000,00
1.2. Closing balance of share capital	515 000,00	515 000,00	515 000,00
2. Opening balance of supplementary capital	7 311 156,47	893 932,61	893 932,61
2.1. Changes in supplementary capital	0,00	6 417 223,86	0,00
a) increase (due to)	0,00	6 417 223,86	0,00
- profit distribution (above the statutory minimum value)	0,00	6 417 223,86	0,00
b) decrease (due to)	0,00	0,00	0,00
2..2. Closing balance of supplementary capital	7 311 156,47	7 311 156,47	893 932,61
3. Opening balance of revaluation reserve	0,00	0,00	0,00
3.1. Changes in revaluation reserve	0,00	0,00	0,00
3.2. Closing balance of revaluation reserve	0,00	0,00	0,00
4. Opening balance of other reserve capitals	0,00	0,00	0,00
4.1. Changes in other reserve capitals	0,00	0,00	0,00
4.2. Closing balance of other reserve capitals	0,00	0,00	0,00
5. Opening balance of previous years' profit	48 073 333,49	42 724 723,86	42 724 723,86
5.1. Opening balance of previous years' profit	48 073 333,49	42 724 723,86	42 724 723,86
- adjustment of errors	0,00	0,00	0,00
- effects of changes in accounting principles	0,00	0,00	0,00
5.2. Opening balance of previous years' profit after adjustments	48 073 333,49	42 724 723,86	42 724 723,86
5.3. Changes in previous years' profit	-11 330 000,00	-42 724 723,86	0,00
a) increase (due to)	0,00	0,00	0,00
b) decrease (due to)	11 330 000,00	42 724 723,86	0,00
- allocated to dividend payment	0,00	36 307 500,00	0,00
- dividend advance payment	11 330 000,00	6 417 223,86	0,00
5.4. Closing balance of previous years' profit	36 743 333,49	0,00	42 724 723,86
5.5. Opening balance of previous years' loss	36 743 333,49	0,00	42 724 723,86
6. Net result	14 190 051,47	36 743 333,49	10 990 016,64
a) net profit	14 190 051,47	48 073 333,49	10 990 016,64
b) net loss	0,00		0,00
c) profit write-offs	0,00	-11 330 000,00	0,00
II. Closing balance of equity	58 759 541,43	44 569 489,96	55 123 673,11
III. Equity including proposed profit distribution (loss coverage)	24 482 041,43	10 321 989,96	18 816 173,11

Wrocław, August 28th, 2018.

Mariusz Cieply, President of the Board

Urszula Jarzębowska, member of the Board

Joanna Alwin, Financial Director

CASH FLOW STATEMENT (in PLN)

Specification	01.04 - 30.06.2018	01.04.2017 - 31.03.2018	01.04. - 30.06.2017
A. CASH FLOWS FROM OPERATING ACTIVITIES			
I. Net profit (loss)	14 190 051,47	48 073 333,49	10 990 016,64
II. Total adjustments	-8 465 444,51	180 091,63	-7 848 817,71
1. Amortization and depreciation	761 128,06	2 469 334,47	549 632,01
2. Exchange gains (losses)	0,00	0,00	0,00
3. Interest and profit sharing (dividend)	0,00	-131 479,57	0,00
4. Profit (loss) on investment activities	0,00	0,00	0,00
5. Change in provisions	0,00	0,00	0,00
6. Change in inventory	17 388,61	-72 665,51	-327,26
7. Change in receivables	-10 113 792,94	-2 658 038,40	-8 244 092,60
8. Change in short-term liabilities excluding credits and loans	503 959,61	417 777,61	-279 539,26
9. Change in prepayments and accruals	365 872,15	155 163,03	125 509,40
10. Other adjustments			
III. Net cash flows from operating activities (I+/-II)	5 724 606,96	48 253 425,12	3 141 198,93
B. CASH FLOWS FROM INVESTMENT ACTIVITIES			
I. INFLOWS	0,00	131 479,57	0,00
1. Disposal of tangible and intangible fixed assets	0,00	0,00	0,00
2. Disposal of investments in real property and in intangible assets	0,00	0,00	0,00
3. From financial assets, including:	0,00	131 479,57	0,00
a) in related parties	0,00	0,00	0,00
b) in other entities	0,00	131 479,57	0,00
- disposal of financial assets	0,00	0,00	0,00
- dividend and profit sharing	0,00	0,00	0,00
- payment of granted long-term loans	0,00	0,00	0,00
- interest	0,00	131 479,57	0,00
- other inflows from financial assets	0,00	0,00	0,00
4. Other inflows from investment activities	0,00	0,00	0,00
II. Outflows	1 485 348,62	5 685 102,99	1 183 601,66
1. Purchase of intangible fixed assets and tangible fixed assets	1 485 348,62	5 685 102,99	1 183 601,66
2. Investments in real property and intangible assets	0,00	0,00	0,00
3. for financial assets, including:	0,00	0,00	0,00
a) in related parties	0,00	0,00	0,00
b) in other entities	0,00	0,00	0,00
- purchase of financial assets	0,00	0,00	0,00
- granted long-term loans	0,00	0,00	0,00
4. Other outflows from investment activities	0,00	0,00	0,00
III. Net cash flows from investment activities (I-II)	-1 485 348,62	-5 553 623,42	-1 183 601,66
C. CASH FLOWS FROM FINANCIAL ACTIVITIES			
I. Inflows	0,00	0,00	0,00
1. Net inflows from issuance of shares and other capital instruments and from capital contributions	0,00	0,00	0,00
2. Credits and loans	0,00	0,00	0,00
3. Issuance of debt securities	0,00	0,00	0,00

4. Other inflows from financial activities	0,00	0,00	0,00
II. Outflows	0,00	47 637 500,00	0,00
1. Purchase of own shares	0,00	0,00	0,00
2.Dividend and other payments to shareholders	0,00	47 637 500,00	0,00
3. Profit distribution liabilities other than profit distribution payments to shareholders	0,00	0,00	0,00
4. Repayment of credits and loans	0,00	0,00	0,00
5. Redemption of debt securities	0,00	0,00	0,00
6. Payment of other financial liabilities	0,00	0,00	0,00
7. Payment of liabilities arising from financial leases	0,00	0,00	0,00
8. Interest	0,00	0,00	0,00
9. Other outflows from financial activities	0,00	0,00	0,00
III. NET CASH FLOWS FROM FINANCIAL ACTIVITIES (I-II)	0,00	-47 637 500,00	0,00
D. TOTAL NET CASH FLOWS (A.III±B.III±C.III)	4 239 258,34	-4 937 698,30	1 957 597,27
E. BALANCE SHEET CHANGE IN CASH, INCLUDING:	0,00	-233 575,34	0,00
- change in cash due to exchange differences	0,00	-233 575,34	0,00
F. CASH OPENING BALANCE	28 626 051,09	33 563 749,39	33 563 749,39
G. CASH CLOSING BALANCE (F±D), INCLUDING	32 865 309,43	28 626 051,09	35 521 346,66
- of limited disposability	0,00	0,00	0,00

Wrocław, August 28th, 2018.

Mariusz Cieply, President of the Board

Urszula Jarzębowska, member of the Board

Joanna Alwin, Financial Director

CONDENSED FURTHER INFORMATION AND EXPLANATION

Notes to the balance sheet

Note 1.1. Intangible assets

INTANGIBLE ASSETS in PLN	30.06.2018	31.03.2018
a) R & D expenses	8 956 806,56	8 462 891,50
b) goodwill	0,00	0,00
c) purchased , patents, licences, land similar values, including:	0,00	0,00
-software	0,00	0,00
d) other intangible assets	0,00	0,00
e) advances for intangible assets	0,00	0,00
Total intangible assets	8 956 806,56	8 462 891,50

On the balance sheet day the intangible assets were free from liens and encumbrances. There were no write-offs made nor were the intangible assets revaluated.

Note 1.2. Changes in intangible assets

CHANGES IN INTANGIBLE ASSETS (by nature) 01.04.-30.06.2018 in PLN							
Specification	a	b	c		d	e	Total intangible assets
	R&D expenses	Goodwill	purchased , patents, licences, land similar values, including:	software	other intangible assets	advances for intangible assets	
a) Opening gross value of intangible assets	13 712 128,23	-	-	-	-	-	13 712 128,23
b) increase (due to)	-	-	-	-	-	-	-
- acquisition	-	-	-	-	-	-	-
c) increase (due to)	1 138 038,86	-	-	-	-	-	1 138 038,86
- internal movements	1 138 038,86	-	-	-	-	-	1 138 038,86
d) Closing gross value of intangible assets	14 850 167,09	-	-	-	-	-	14 850 167,09
e) Opening accumulated amortization (redemption)	5 249 236,73	-	-	-	-	-	5 249 236,73
f) Amortization for the period (due to)	644 123,80	-	-	-	-	-	644 123,80
- increase	644 123,80	-	-	-	-	-	644 123,80
- decrease	-	-	-	-	-	-	-
- liquidation	-	-	-	-	-	-	-
g) Closing accumulated amortization (redemption)	5 893 360,53	-	-	-	-	-	5 893 360,53
h) Opening impairment write- offs	-	-	-	-	-	-	-
i) Closing impairment write- offs	-	-	-	-	-	-	-
j) Closing net value of intangible assets	8 956 806,56	-	-	-	-	-	8 956 806,56

Note 1.3 Intangible assets (ownership structure)

INTANGIBLE ASSETS (OWNERSHIP STRUCTURE in PLN	30.06.2018	31.03.2018
a) own	8 956 806,56	8 462 891,50
b) used by virtue of a lease contract, hire or another agreement, including leasing	0,00	0,00
Total intangible assets	8 956 806,56	8 462 891,50

2.1 Tangible assets

TANGIBLE FIXED ASSETS	in PLN	30.06.2018	31.03.2018
a) tangible assets, including:		1 277 959,18	833 117,60
- land (including right to perpetual usufruct)		0,00	0,00
- buildings, premises, civil and water engineering structures		403 525,72	0,00
- technical equipment and machines		874 433,46	833 117,60
- vehicles		0,00	0,00
- other fixed assets		0,00	0,00
b) fixed assets under construction		0,00	397 672,54
c) advances for fixed assets under construction		0,00	0,00
Total tangible fixed assets		1 277 959,18	1 230 790,14

On the balance sheet day the tangible assets were free from liens and encumbrances. There were no write-offs made nor were the tangible assets revaluated.

Note 2.2. Changes in fixed assets

CHANGES IN FIXED ASSETS (by type groups) in PLN							
Specification	land (including	buildings premises,	technical equipment	vehicles	other fixed assets	started investments	total fixed assets
a) Opening gross value of fixed assets	-	-	1 833 292,09	-	-	397 672,54	2 230 964,63
b) increase (due to	-	413 872,54	147 973,30	-	-	-	561 845,84
- purchase/transfer	-	413 872,54	147 973,30	-	-	-	561 845,84
c) decrease (due to)	-	-	-	-	-	397 672,54	397 672,54
- liquidation/transfer	-	-	-	-	-	397 672,54	397 672,54
d) Closing gross value of fixed assets	-	413 872,54	1 981 265,39	-	-	-	2 395 137,93
e) Opening accumulated amortization (redemption)	-	-	1 000 174,49	-	-	-	1 000 174,49
f) Amortization for the period (due to)	-	10 346,82	106 657,44	-	-	-	117 004,26
- increase	-	10 346,82	106 657,44	-	-	-	117 004,26
- decrease	-	-	-	-	-	-	-
- sales	-	-	-	-	-	-	-
g) Closing accumulated amortization (redemption)	-	10 346,82	1 106 831,93	-	-	-	1 117 178,75
h) Opening impairment write-offs	-	-	-	-	-	-	-
i) Closing impairment write-offs	-	-	-	-	-	-	-
j) Closing net value of fixed assets	-	403 525,72	874 433,46	-	-	-	1 277 959,18

Note 2.3 Fixed assets (ownership structure)

FIXED ASSETS (OWNERSHIP STRUCTURE in PLN)	30.06.2018	31.03.2018
a) own	1 277 959,18	1 230 790,14
b) used by virtue of a lease contract, hire or another agreement, including leasing	0,00	0,00
Total fixed assets	1 277 959,18	1 230 790,14

The Company does not possess land in perpetual usufruct, nor any other liabilities towards the state budget due to rights of title to buildings or structures.

The Company runs its economic activity on premises it has leased out. The Company does not have any knowledge about the value of the building on lease.

Note 3.1 Long-term receivables

On June 30th, 2018 as well as on March 31st, 2018 the only important item of long-term receivables was a deposit paid to the landlord of the office building.

Note 4. Long-term investments

Note 4.1 Real property

On June 30th, 2018 as well as on March 31st, 2018 the Company had no real properties classified as long-term investments.

Note 4.2 Intangible assets

On June 30th, 2018 as well as on March 31st, 2018 the Company had no intangible assets classified as long-term investments.

Note 4.3 Long-term financial assets

CHANGE IN THE BALANCE OF LONG-TERM FINANCIAL ASSETS (BY TYPE GROUPS)	30.06.2018	31.03.2018
a) opening balance	1 656,46	1 656,46
- shares in subsidiaries	1 656,46	1 656,46
- shares and stocks in other entities	0	0
- loans granted to other entities	0	0
b) increase (due to)	0	0
- loans granted to non-related parties	0	0
c) decrease (due to)	0	0
- sales of shares to subsidiaries	0	0
- write-offs of shares in other entities	0	0
d) closing balance	1 656,46	1 656,46

- shares in subsidiaries	1 656,46	1 656,46
- shares and stocks in other entities	0	0
- loans granted to other entities	0	0

The only shares classified as long-term financial assets were shown the shares in the Company's subsidiary, LiveChat Inc. The Company does not hold any shares nor stocks in other entities.

On the balance sheet day the shares were free from liens and encumbrances. There were no write-offs made nor were the shares revaluated.

Note 4.4 Shares and stocks in subsidiaries

a) name of the entity, indicating its legal form – LiveChat Inc. - a legal company of Massachusetts, USA

b) head office

-registered head office: One International Place, Suite 1400, Boston, MA 02110-2619USA

c) business:

Hosting, e-payment gateway services

d) relationship – a subsidiary

e) a method of consolidation applied – a method of complete consolidation

f) date of establishing control/joint control/getting a fundamental influence

LiveChat was established on June 30th, 2011. The Issuer took up 5000 shares, 0,10 USD each of the total value of 500 USD. The shares taken up by the Issuer make 100% of the Issuer's share capital.

g) the value of shares at their purchase price/ acquisition cost – 1.654,46 PLN

h) value adjustments (total)

no

i) share (stock) balance value - 1.654,46 PLN

j) percentage of the share capital held – 100%

k) share in the total number of votes at the general meeting – 100%

l) indication of another than referred to in j) or k) basis of control/joint control/fundamental influence – not applicable

m) Company's equity, including:

- share capital – 500 USD, that is 1656,46 PLN

- called up share capital (negative value) – no

- supplementary capital – no

- other equity including:

- previous years' profit (loss) – 737 628,29 PLN

- net profit (loss) – 36 218,09 PLN

n) liabilities and provisions for liabilities, including:

- long-term liabilities – no
- short-term liabilities – 10 776 919,23 PLN

o) receivables:

- long-term: no
- short-term receivables : 1 016 777,29 PLN

p) total assets: 11 482 349,07 PLN

r) revenues from sales: 29 673 362,72 PLN

s) unpaid share (stock) capital by the Issuer – no

t) received or due dividend for the last business year – no

Note 4.5 Securities, shares and other long-term financial assets

SECURITIES, SHARES AND OTHER LONG-TERM FINANCIAL ASSETS (CURRENCY STRUCTURE)	unit	Currency	30.06.2018	31.03.2018
a) in Polish zloty	1	PLN	1 656,46	1 656,46
b) in foreign currencies (per currencies and recalculated into PLN)		USD	500	500
Total bonds, shares and other long-term financial assets			1 656,46	1 656,46

Note 4.6 Securities, shares and other long-term financial assets

SECURITIES, SHARES AND OTHER LONG-TERM FINANCIAL ASSETS (BY NEGOTIABILITY)	30.06.2018	31.03.2018
A. With unlimited negotiability, listed (balance sheet value)	0,00	0,00
B. With unlimited negotiability, in the OTC market (balance sheet value)	0,00	0,00
C. With unlimited negotiability, not in the OTC market (balance sheet value)	1 656,46	1 656,46
a) shares (balance sheet value):	1 656,46	1 656,46
b) bonds (balance sheet value):	0,00	0,00
c) other – by nature (balance sheet value):	0,00	0,00
c1) loans granted	0,00	0,00
D. With limited negotiability (balance sheet value)	0,00	0,00
Total balance, at purchase price/ acquisition cost	1 656,46	1 656,46
Total opening balance	1 656,46	1 656,46
Total adjustments	0,00	0,00
Total balance sheet value	1 656,46	1 656,46

Note 4.7 Granted long-term loans

On June 30th 2018 as well as on March 31st 2018 the Company had no long-term loans.

Note 4.8 Other long-term investments

On June 30th 2018 as well as on March 31st 2018 the Company had no other long-term investments.

Note 5.1 Assets due to deferred income tax

As of June 30th, 2018 as well as of March 31st 2018 the assets due to deferred income tax only comprised temporary differences in the tax value of assets and liabilities. The main title to create provisions for deferred income tax was the provision for IT infrastructure maintenance the Company holds in order to ensure proportionality between the revenues from the sale of access licences and the cost of providing access to services within the period under subscription.

It was found unnecessary to create liability for deferred tax.

Note 5.2

OTHER PREPAYMENTS	30.06.2018	31.03.2018
a) Prepayments/ prepaid expenses including:	1 426 454,11	1 243 317,65
- activated R & D expenses	1 414 798,34	1 217 640,00
- cost of sublicences	11 655,77	25 677,65
b) other prepayments, including:	0,00	0,00
Total prepayments:	1 426 454,11	1 243 317,65

Note 6. Inventory

On June 30th, 2018 as well as on March 31st, 2018 the Company's inventory only evidenced advance payment for deliveries. The Company does not have any other inventory and there are no write-offs made.

Note 7.1 Short-term receivables

SHORT-TERM RECEIVABLES in PLN	30.06.2018	31.03.2018
a) receivables from related parties	10 670 335,92	1 338 468,39
- trade receivables, maturing:	10 670 335,92	1 338 468,39
- up to 12 months	10 670 335,92	1 338 468,39
-above 12 months	0,00	0,00
-other	0,00	0,00

- claimed at court	0,00	0,00
b) receivables from other entities, where the company has share in capital	0,00	0,00
- trade receivables, maturing:	0,00	0,00
- up to 12 months	0,00	0,00
- above 12 months	0,00	0,00
-other	0,00	0,00
- claimed at court	0,00	0,00
c) receivables from other entities	7 039 084,17	6 285 049,32
- trade receivables, maturing:	30 046,99	35 782,74
- up to 12 months	30 046,99	35 782,74
- above 12 months	0,00	0,00
- receivables from taxes, subsidies, customs, social insurance and other benefits	6 687 011,86	6 046 451,46
- other	322 025,32	202 815,12
Claimed at court	0,00	0,00
Total net short-term receivables	17 709 420,09	7 623 517,71
c) write-offs to receivables	0,00	0,00
Total gross short-term receivables	17 709 420,09	7 623 517,71

Note 7.2 Short-term receivables from related parties

SHORT-TERM RECEIVABLES FROM RELATED PARTIES	30.06.2018	31.03.2018
a) trade receivables, including:	10 670 335,92	1 338 468,39
- from subsidiaries	10 670 335,92	1 338 468,39
- from co-subsidiaries	0,00	0,00
- from associated companies	0,00	0,00
- from key investor	0,00	0,00
- from parent company	0,00	0,00
b) other, including:	0,00	0,00
- from subsidiaries	0,00	0,00
- from co-subsidiaries	0,00	0,00
- from associated companies	0,00	0,00
- from key investor	0,00	0,00
- from parent company	0,00	0,00
c) claimed at court, including:	0,00	0,00
- from subsidiaries	0,00	0,00
- from co-subsidiaries	0,00	0,00
- from associated companies	0,00	0,00
- from key investor	0,00	0,00
- from parent company	0,00	0,00

Total net short-term receivables from related parties:	10 670 335,92	1 338 468,39
d) write-offs to receivables from related parties	0,00	0,00
Total gross short-term receivables from related parties:	10 670 335,92	1 338 468,39

Note 7.3 Changes in the balance of write-offs to short-term receivables

Changes in the balance of write-offs to short-term receivables in PLN	30.06.2018	31.03.2018
Opening balance	0,00	3 027,13
a) increase (due to)	0,00	0,00
- interest	0,00	0,00
- suits, composition, insolvency	0,00	0,00
- doubtful debts	0,00	0,00
b) decrease (due to)	0,00	3 027,13
- interest	0,00	0,00
- suits, composition, insolvency	0,00	0,00
- write-offs to receivables	0,00	3 027,13
Closing balance of write-offs to short-term receivables in PLN	0,00	0,00

Note 7.4 Gross short-term receivables

GROSS SHORT-TERM RECEIVABLES (CURRENCY STRUCTURE) in PLN	30.06.2018	31.03.2018
a) in Polish zloty	7 039 084,17	6 285 049,32
b) in foreign currencies (by currencies after recalculating into PLN)	10 670 335,92	1 338 468,39
- in USD	10 670 335,92	1 338 468,39
- in EUR	0,00	0,00
Total gross short-term receivables	17 709 420,09	7 623 517,71

Note 7.5 Gross trade receivables from other parties with remaining maturities from the balance sheet date

GROSS TRADE RECEIVABLES WITH REMAINING MATURITIES FROM THE BALANCE SHEET DATE	30.06.2018	31.03.2018
a) up to 1 month	10 700 382,91	1 374 251,13

b) above 1 month to 3 months	0,00	0,00
c) above 3 months to 6 months	0,00	0,00
d) above 6 months to 1 year	0,00	0,00
e) above a year	0,00	0,00
f) overdue receivables	0,00	0,00
Total trade receivables (gross)	10 700 382,91	1 374 251,13
g) write-offs to trade receivables	0,00	0,00
Total trade receivables (net)	10 700 382,91	1 374 251,13

Note 7.6 Overdue trade receivables (gross)

OVERDUE TRADE RECEIVABLES (GROSS) – DIVIDED INTO UNPAID RECEIVABLES MATURING:	30.06.2018	31.03.2018
a) up to 1 month	0,00	0,00
b) above 1 month to 3 months	4 615,89	0,00
c) above 3 months to 6 months	0,00	0,00
d) above 6 months to 1 year	0,00	0,00
e) above a year	0,00	0,00
Total overdue trade receivables (gross)	4 615,89	0,00
f) write-offs to overdue trade receivables	0,00	0,00
Total overdue trade receivables (net)	4 615,89	0,00

Note 7.7 Overdue long-term and short-term receivables (gross)

GROSS OVERDUE LONG-TERM AND SHORT-TERM RECEIVABLES	30.06.2018	31.03.2018
1. Contentious receivables	0,00	0,00
2. Total overdue receivables:	0,00	0,00
- trade receivables	0,00	0,00
- other	0,00	0,00
3. Receivables with no write-offs made:	0,00	0,00
- trade receivables	0,00	0,00
- other	0,00	0,00

Note 8.1 Short-term financial assets

SHORT-TERM FINANCIAL ASSETS in PLN	30.06.2018	31.03.2018
a) in subsidiaries	0,00	0,00

- stocks or shares	0,00	0,00
- dividend and profit sharing	0,00	0,00
- debt securities	0,00	0,00
- loans granted	0,00	0,00
- other short-term financial assets (by nature)	0,00	0,00
b) in joint subsidiaries	0,00	0,00
- stocks or shares	0,00	0,00
- dividend and profit sharing	0,00	0,00
- debt securities	0,00	0,00
- loans granted	0,00	0,00
- other short-term financial assets (by nature)	0,00	0,00
c) in associated companies and other related parties	0,00	0,00
- stocks or shares	0,00	0,00
- dividend and profit sharing	0,00	0,00
- debt securities	0,00	0,00
- loans granted	0,00	0,00
- other short-term financial assets (by nature)	0,00	0,00
d) in key investor	0,00	0,00
- stocks or shares	0,00	0,00
- dividend and profit sharing	0,00	0,00
- debt securities	0,00	0,00
- loans granted	0,00	0,00
- other short-term financial assets (by nature)	0,00	0,00
e) in parent company	0,00	0,00
- stocks or shares	0,00	0,00
- dividend and profit sharing	0,00	0,00
- debt securities	0,00	0,00
- loans granted	0,00	0,00
- other short-term financial assets (by nature)	0,00	0,00
f) in other entities	0,00	0,00
- stocks or shares	0,00	0,00
- dividend and profit sharing	0,00	0,00
- debt securities	0,00	0,00
- loans granted	0,00	0,00
- other short-term financial assets (by nature)	0,00	0,00
g) cash and other cash equivalents	32 865 309,43	28 626 051,093
- cash in hand and on bank accounts	32 865 309,43	28 626 051,093
- other cash equivalents	0,00	0,00
- other cash assets	0,00	0,00
Total short-term financial assets	32 865 309,43	28 626 051,09

Note 8.2 Cash and cash equivalents (currency structure)

Cash and cash equivalents in PLN	30.06.2018	31.03.2018
a) in Polish zloty	29 816 472,36	25 995 570,64
b) in foreign currencies (by currencies after recalculating into PLN)	3 048 837,07	2 630 480,45
- in USD	3 048 837,07	2 630 480,45
- in EUR	0,00	0,00
Total cash and cash equivalents	32 865 309,43	28 626 051,09

Note 8.3 Securities, shares and other short-term financial assets

no present

Note 8.4. Granted short-term loans

not present

Note 8.5 Other short-term investments

As of June 30th, 2018 as well as on March 31st, 2018 the Company had no other short-term investments.

Note 9. Short-term prepayments

SHORT-TERM PREPAYMENTS in PLN	30.06.2018	31.03.2018
a) prepayments, including:	45 369,71	159 186,26
- insurance	0,00	0,00
- magazine subscription	0,00	0,00
- yearly payments (domains, licences)	45 369,71	129 478,52
- other	0,00	29 707,74
b) other prepayments	0,00	0,00
- VAT carry forward	0,00	0,00
Total short-term prepayments	45 369,71	159 186,26

Note 10 Assets impairment write-offs

not present

Note 11.1 Share capital

SHARE CAPITAL (STRUCTURE) – 30.06.2018								
	Share type	Type of share preference	Type of share right limits	Number of shares (in thousand items)	Series/issuance value by nominal value	Method of capital payment	Registration date	Dividend entitlement
Series A	Ordinary bearer's	no	No	25 000,00	500 000	Contribution in cash	18.12.2013	According to KSH
Series B	Ordinary bearer's	no	No	750	15 000	Contribution in cash	18.12.2013	According to KSH
Total shares				25 750,00				
Total share capital					515 000			
Nominal value of a single share= 0,02 PLN								
SHARE CAPITAL (STRUCTURE) – 31.03.2018								
Series/issuance	Share type	Type of share preference	Type of share right limits	Number of shares (in thousand items)	Series/issuance value by nominal value	Method of capital payment	Registration date	Dividend entitlement
Series A	Ordinary bearer's	no	no	25 000,00	500 000	Contribution in cash	18.12.2013	According to KSH
Series B	Ordinary bearer's	no	no	150,00	15 000	Contribution in cash	18.12.2013	According to KSH
Total shares				25 750,00				
Total share capital					515 000			
Nominal value of a single share= 0,02 PLN								

Series A shares:

Series A shares are the series issued in relation to the transformation of „LIVECHAT” Ltd., the legal previous predecessor of the Issuer, into LiveChat Joinmt Stock. The transformation was adopted by the resolution of the shareholders' meeting of „LIVECHAT” Ltd. of June 10th, 2007. The resolution was recorded by Marek Leśniak, Notary Public of the Notarial Office Leśniak i Kawecka-Pysz partnership based in Wrocław, under repertory A no 1324/2007. The transformation was registered by virtue of the decision of the Regional Court for Wrocław-Fabryczna in Wrocław, VI Economic Division – KRS of October 16th, 2007.

At the time of transformation the Issuer's share capital amounted to 500.000 PLN and was divided into 5.000.000 A series ordinary bearer's shares with the nominal value of 0,10 PLN each.

On November 29th, 2013 The Issuer's Shareholders' Meeting passed a resolution to change the Issuer's By-laws, comprising, among other things, stock split, fixing the nominal stock value of 0,02 (two grosze) PLN. The resolution was recorded by Karolina Warczak-Mańdziak, Notary Public of the Notarial Office Wisława Boć-Mazur and Karolina Warczak-Mańdziak civil partnership based in Wrocław, under repertory A no 12380/2013. The shares were split in the proportion of 1:5 so that each single Issuer's share, including each single A series share, was split into 5 shares. The change in the Issuer's By-laws covering a change in the share nominal value was registered by virtue of a decision of the Regional Court for Wrocław-Fabryczna in Wrocław, VI Economic Division – KRS of December 18th, 2013. As a result of the above-mentioned registration, A series shares comprise 25.000.000 ordinary bearer's shares with the nominal value of 0,02 PLN each.

Series B shares

On April 26th, 2010 the Issuer's Shareholders' Meeting passed a resolution to increase the Issuer's share capital by the amount of 15.000 PLN through series B bearer's shares waiving the pre-emptive right of the Company's current shareholders as well as to amend the Company's By-laws. By virtue of the said resolution the Shareholders' Meeting decided to increase the share capital by 15.000 PLN by issuing 150.000 series B ordinary bearer's shares with the nominal value of 0,10 PLN. The series B shares were in full subscribed for by Mariusz Cieply and paid with cash of 15.000 PLN. The issue price of a series B share was 0,10 PLN per single share.

On November 29th, 2013 The Issuer's Shareholders' Meeting passed a resolution to change the Issuer's By-laws, comprising, among other things, stock split, fixing the nominal stock value of 0,02 (two grosze) PLN. The resolution was recorded by Karolina Warczak-Mańdziak, Notary Public of the Notarial Office Wisława Boć-Mazur and Karolina Warczak-Mańdziak civil partnership based in Wrocław, under repertory A no 12380/2013. The shares were split in the proportion of 1:5 so that each single Issuer's share, including each single B series share, was split into 5 shares. The change in the Issuer's By-laws covering a change in the share nominal value was registered by virtue of a decision of the Regional Court for Wrocław-Fabryczna in Wrocław, VI Economic Division – KRS of December 18th, 2013. As a result of the above-mentioned registration, B series shares comprise 750.000 ordinary bearer's shares with the nominal value of 0,02 PLN each.

Note 11.2 Changes in the ownership structure from April 1st, 2018 until the day on which the financial statement was drawn up

	As at March 31, 2018	As at June 30th, 2018	As at August 28th, 2018
Nationale-Nederlanden PTE	5,53%	5,53%	5,53%
Shareholders' agreement including above 5 % of the Company's capital :	47,10%	47,10%	47,10%
<i>Mariusz Cieply</i>	15,57%	15,57%	15,57%
<i>Maciej Jarzębowski</i>	11,69%	11,69%	11,69%
<i>Jakub Sitarz</i>	11,69%	11,69%	11,69%
Others	47,36%	47,36%	47,36%
Shares in public trading	100%	100%	100%
TOTAL	100%	100%	100%

Note 11.3 Own shares – no

Note 11.4 Issuer's shares owned by subsidiaries – no

Note 12 Supplementary capital

SUPPLEMENTARY CAPITAL in PLN	30.06.2018	31.03.2018
a) from sales of shares above their nominal value	0,00	0,00
b) statutory	171 666,67	171 666,67
c) created according to the by-laws/contract above the minimum statutory value	7 139 489,80	7 139 489,80
d) from shareholders' additional payments	0,00	0,00
e) other (by nature)	0,00	0,00
Total supplementary capital	7 311 156,47	7 311 156,47

Note 13 Revaluation reserve

As of June 30th, 2018 and March 31st, 2018 the Company had no revaluation reserves.

Note 14 Other reserve capitals (by purpose)

As of June 30th, 2018 and March 31st, 2018 the Company had no other reserves.

Note 15 Write-off on net profit during the financial year

As at June 30th, 2018 the Company had no write-offs on net profit during the financial year. In the previous year the Company paid an advance payment towards dividend.

Note 16 Reserve balance due to deferred income tax

Deferred tax liability / reserve refers to the temporary difference between the value of particular assets and liabilities for tax and balance sheet purposes.

Note 17. Change in the balance of short-term and long-term provisions for pension funds and similar

Not applicable – The Company does not conclude employment contracts.

Note 18 Change in the balance of other long-term provisions

no

Note 19 Change in the balance of other short-term provisions

Not applicable

Note 20 Long-term liabilities

As of June 30th, 2018 and March 31st, 2018 the Company had no long-term liabilities.

Note 21.1 Short-term liabilities

SHORT-TERM LIABILITIES in PLN	30.06.2018	31.03.2018
a) to related parties	0,00	0,00
- credits and loans, including:	0,00	0,00

- long-term falling due	0,00	0,00
- arising from issuance of debt securities	0,00	0,00
- dividend	0,00	0,00
- other financial liabilities, including:	0,00	0,00
- trade liabilities maturing:	0,00	0,00
- up to 12 months	0,00	0,00
- above 12 months	0,00	0,00
- advance payments for deliveries	0,00	0,00
- bill-of-exchange liabilities	0,00	0,00
- other (by nature)	0,00	0,00
b) to joint-subsiidiaries	0,00	0,00
- credits and loans, including:	0,00	0,00
- long-term falling due	0,00	0,00
- arising from issuance of debt securities	0,00	0,00
- dividend	0,00	0,00
- other financial liabilities, including:	0,00	0,00
- trade liabilities maturing:	0,00	0,00
- up to 12 months	0,00	0,00
- above 12 months	0,00	0,00
- advance payments for deliveries	0,00	0,00
- bill-of-exchange liabilities	0,00	0,00
- other (by nature)	0,00	0,00
c) to associated companies and other related entities	0,00	0,00
- credits and loans, including:	0,00	0,00
- long-term falling due	0,00	0,00
- arising from issuance of debt securities	0,00	0,00
- dividend	0,00	0,00
- other financial liabilities, including:	0,00	0,00
- trade liabilities maturing:	0,00	0,00
- up to 12 months	0,00	0,00
- above 12 months	0,00	0,00
- advance payments for deliveries	0,00	0,00
- bill-of-exchange liabilities	0,00	0,00
- other (by nature)	0,00	0,00
d) to key investor	0,00	0,00
- credits and loans, including:	0,00	0,00
- long-term falling due	0,00	0,00
- arising from issuance of debt securities	0,00	0,00
- dividend	0,00	0,00
- other financial liabilities, including:	0,00	0,00
- trade liabilities maturing:	0,00	0,00
- up to 12 months	0,00	0,00
- above 12 months	0,00	0,00
- advance payments for deliveries	0,00	0,00

- bill-of-exchange liabilities	0,00	0,00
- other (by nature)	0,00	0,00
e) to parent company	0,00	0,00
- credits and loans, including:	0,00	0,00
- long-term falling due	0,00	0,00
- arising from issuance of debt securities	0,00	0,00
- dividend	0,00	0,00
- other financial liabilities, including:	0,00	0,00
- trade liabilities maturing:	0,00	0,00
- up to 12 months	0,00	0,00
- above 12 months	0,00	0,00
- advance payments for deliveries	0,00	0,00
- bill-of-exchange liabilities	0,00	0,00
- other (by nature)	0,00	0,00
f) to other entities	2 216 109,81	1 712 150,20
- credits and loans, including:	0,00	0,00
- long-term falling due	0,00	0,00
- arising from issuance of debt securities	0,00	0,00
- dividend	0,00	0,00
- other financial liabilities, including:	0,00	0,00
- trade liabilities maturing:	1 126 428,15	1 109 804,34
- up to 12 months	1 126 428,15	1 109 804,34
- above 12 months	0,00	0,00
- advance payments for deliveries	0,00	0,00
- bill-of-exchange liabilities	0,00	0,00
- tax, customs, insurance and other payments	1 089 681,66	602 345,86
- payroll liabilities	0,00	0,00
- other	0,00	0,00
g) special funds (by titles)	0,00	0,00
- employee benefit fund	0,00	0,00
Total short-term liabilities	2 216 109,81	1 712 150,20

Note 21.2 Short-term liabilities (currency structure)

SHORT-TERM LIABILITIES (CURRENCY STRUCTURE)	30.06.2018	31.03.2018
a) in Polish zloty	2 181 467,62	1 712 150,20
b) in foreign currencies (after recalculating into PLN))	34 642,19	0,00
Total short-term liabilities	2 216 109,81	1 712 150,20

Note 21.3 Short-term liabilities arising from loans and credits

The company is not a party to any credit or loan agreements shown in statements.

Note 21.4 Short-term liabilities arising from issuance of debt financial instruments

The Company did not issue any debt financial instruments.

Note 22. Other prepayments and accruals

OTHER PREPAYMENTS AND ACCRUALS in PLN	30.06.2018	31.03.2018
a) prepaid costs	1 904 355,59	1 652 299,99
- long-term	0,00	0,00
- short-term (provision for the costs of maintaining IT infrastructure)	1 904 355,59	1 652 299,99
b) deferred income	0,00	0,00
- long-term	0,00	0,00
- short-term	0,00	0,00
Other total prepayments and accruals	1 904 355,59	1 652 299,99

Note 23 Additional information explaining the method of calculating the book value per single share and the diluted book value per single share:

	30.06.2018	31.03.2018
Book value	58 759 541,43	44 569 489,96
Number of shares	25 750 000,00	25 750 000,00
Book value per single share (in PLN)	2,28	1,73
Diluted number of shares	25 750 000,00	25 750 000,00
Diluted book value per single share (in PLN)	2,28	1,73

Explanatory notes to off -balance sheet items

Note 24 Contingent receivables from related parties

no

Note 25 Contingent liabilities to related parties

no

Notes to profit and loss statement

Note 26.1 Net revenues from sales of products (by type)

NET REVENUES FROM SALES OF PRODUCTS (BY TYPE – TYPES OF ACTIVITIES) in PLN	01.04 - 30.06.2018	01.04. - 30.06.2017
- sales of products	25 514 951,87	21 560 176,94
- including: from related parties	25 471 576,87	21 430 199,82
- sales of services	0,00	0,00
- including: from related parties	0,00	0,00
Total net sales of products	25 514 951,87	21 560 176,94
- including: from related parties	25 471 576,87	21 430 199,82

Note 26.2 Net revenues from sales of products (by territory)

NET REVENUES FROM SALES OF PRODUCTS (BY TERRITORY) IN PLN	01.04 - 30.06.2018	01.04. - 30.06.2017
a) country	43 375,00	104 573,72
- including: from related parties	0,00	0,00
- sales of products	43 375,00	104 573,72
- including: from related parties	0,00	0,00
- sales of services	0,00	0,00
- including: from related parties	0,00	0,00
b) export	25 471 576,87	21 455 603,22
- sales of products	25 471 576,87	21 455 603,22
- including: from related parties	25 471 576,87	21 430 199,82
- sales of services	0,00	0,00
- including: from related parties	0,00	0,00
Total net revenues from sales of products	25 514 951,87	21 560 176,94
- including: from related parties	25 471 576,87	21 430 199,82

Note 27 Net revenues from sales of goods and materials

The Company does not sell goods and materials.

Note 28 Cost by nature

COST BY NATURE in PLN	01.04 - 30.06.2018	01.04. - 30.06.2017
Energy and materials used	196 865,07	61 566,70
External services	6 203 867,86	4 678 233,22
Taxes and charges	0,00	6 452,00
Salaries	202 115,70	323 511,40
Amortisation	761 128,06	549 632,01
Other cost	855 515,28	763 445,42

Total cost by nature	8 219 491,97	6 382 840,75
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Note 29 Other operating revenues

OTHER OPERATING REVENUES in PLN	01.04 - 30.06.2018	01.04. - 30.06.2017
a) gain on disposal of non-financial fixed assets	0,00	0,00
- revenues from disposal of non-financial fixed assets	0,00	0,00
-net value of non-financial fixed assets	0,00	0,00
b) subsidies	0,00	0,00
c) other operating revenues	3 000,72	3 000,00
- lease of office space	0,00	0,00
- other operating revenues	3 000,72	3 000,00
Total other operating revenues	3 000,72	3 000,00

Note 30 Other operating expenses

OTHER OPERATING EXPENSES in PLN	01.04 - 30.06.2018	01.04. - 30.06.2017
a) loss on disposal of non-financial fixed assets	0,00	0,00
b) revaluation of non-financial assets	0,00	0,00
- revaluation write-offs	0,00	0,00
c) other operating expenses	1 446,59	1 604,19
- donations	0,00	0,00
- provision for expenses	0,00	0,00
- annual adjustment of VAT	0,00	0,00
- penalty for earlier termination of a contract	0,00	0,00
- other operating expenses	1 446,59	1 604,19
Total other operating expenses	1 446,59	1 604,19

Note 31.1 Financial revenues arising from dividend and profit sharing

As of June 30th, 2018 and June 30th, 2017 the item is not present

Note 31.2 Financial revenues arising from interest

FINANCIAL REVENUES FROM INTEREST in PLN	01.04 - 30.06.2018	01.04. - 30.06.2017
a) loans granted	0,00	0,00
- from related parties, including:	0,00	0,00
- from related parties	0,00	0,00
- from joint subsidiaries	0,00	0,00

- from associated and other companies	0,00	0,00
- from key investor	0,00	0,00
- from parent company	0,00	0,00
- from other entities	0,00	0,00
b) other interest	49 863,00	26 704,51
- from related parties, including:	0,00	0,00
- from related parties	0,00	0,00
- from joint subsidiaries	0,00	0,00
- from associated and other companies	0,00	0,00
- from key investor	0,00	0,00
- from parent company	0,00	0,00
- from other entities	49 863,00	26 704,51
Total financial revenues arising from interest	49 863,00	26 704,51

Note 31.3 Other financial revenues

OTHER FINANCIAL REVENUES in PLN	01.04 - 30.06.2018	01.04. - 30.06.2017
a) revaluation exchange rate gains	283 036,13	0,00
b) reserve release	0,00	0,00
c) other	0,00	0,00
Total other financial revenues	283 036,13	0,00

Note 32.1 Financial expenses arising from interest

FINANCIAL EXPENSES FROM INTEREST in PLN	01.04 - 30.06.2018	01.04. - 30.06.2017
a) loans granted	0,00	0,00
- to related parties, including:	0,00	0,00
- to related parties	0,00	0,00
- to joint subsidiaries	0,00	0,00
- to associated and other companies	0,00	0,00
- to key investor	0,00	0,00
- to parent company	0,00	0,00
- to other entities	0,00	0,00
b) other interest	74,25	247,29
- to related parties, including:	0,00	0,00
- to related parties	0,00	0,00
- to joint subsidiaries	0,00	0,00
- to associated and other companies	0,00	0,00
- to key investor	0,00	0,00
- to parent company	0,00	0,00
- to other entities	74,25	247,29
Total financial expenses arising from interest	74,25	247,29

Note 32.2 Other financial expenses

OTHER FINANCIAL EXPENSES in PLN	01.04 - 30.06.2018	01.04. - 30.06.2017
a) loss on exchange rates	0,00	1 520 828,87
b) created reserves (due to)	0,00	0,00
- revaluation write-offs to receivables	0,00	0,00
c) other	0,00	0,00
Total other financial expenses	0,00	1 520 828,87

Note 33 Current income tax

CURRENT INCOME TAX in PLN	01.04 - 30.06.2018	01.04. - 30.06.2017
1. Gross profit (loss)	17 629 838,91	13 684 360,35
2. Difference between gross profit (loss) and an income tax base (by nature)	0,00	0,00
a) increasing the taxable base	726 364,97	494 340,26
-taxable income	0,00	0,00
- costs that are not tax-deductible expenses	726 364,97	494 340,26
b) decreasing the taxable base	0,00	0,00
- revenues that are not fixed tax-deductible revenues	0,00	0,00
- costs that for tax calculation purposes are tax year costs	0,00	0,00
3. Income tax base	18 356 203,88	14 178 700,61
4. Income tax according to the rate of 19%	3 487 678,74	2 693 953,12
5. Tax increases, waivers, exemptions, deductions	0,00	0,00
6. Current income tax shown in a tax return for the period, including:	3 487 677,94	2 693 952,32
- shown in the profit and loss statement	3 487 677,94	2 693 952,32
- change in the balance of deferred income	-47 890,56	390,71

Note 34 Deferred tax, shown in the profit and loss statement

The deferred income tax balance shown in the profit and loss statement results from changes in the assets and provisions for deferred tax. The basic reasons for generating the deferred tax temporary differences result from changes in the estimate values related to the IT infrastructure maintenance expenses.

Note 35 Other statutory reductions in profit (increases of the loss)

no

Note 36 Profit per single share

	01.04 - 30.06.2018	01.04. - 30.06.2017
Net profit	14 190 051,47	10 990 016,64
Number of shares	25 750 000,00	25 750 000,00
Book value per single share (in PLN)	0,55	0,43
Diluted number of shares	25 750 000,00	25 750 000,00
Diluted book value per single share	0,55	0,43

Profit per single share was calculated as a product of the net profit as shown in the financial statement and the average weighted number of shares.

Explanatory notes to cash flow statement

CASH OPENING AND CLOSING BALANCE/STRUCTURE	01.04 - 30.06.2018	01.04. - 30.06.2017
a) total cash (opening balance)	28 626 051,09	33 563 749,39
- cash in hand and at bank	28 626 051,09	33 563 749,39
- other cash	0,00	0,00
b) total cash (closing balance)	32 865 309,43	35 521 346,66
- cash in hand and at bank	32 865 309,43	35 521 346,66
- other cash	0,00	0,00
Change in the balance of cash	4 239 258,34	1 957 597,27
Cash from operating activity	5 724 606,96	3 141 198,93
Cash from investment activity	-1 485 348,62	-1 183 601,66
Cash from financial activity	0,00	0,00

FURTHER EXPLANATORY NOTES

Note 1 Information on financial instruments

Note 1.1 As of the balance sheet date the Company's financial assets are formed of shares/stocks in the related company LiveChat Inc., and cash and receivables.

The company does not have any other financial instruments, especially contracts referred to in the regulation of the Cabinet of December 12th, 2001 concerning detailed principles of recognition, valuation methods and scope of disclosure and the way of presenting financial documents.

Note 1.2 For financial assets available for sale or intended for trading, evaluated at the adjusted acquisition cost, if it is not possible to reliably measure the fair value of the assets, their balance sheet value should be indicated along with stating the reasons for which their fair value cannot be fixed reliably, as well as, if possible – defining the range within which the fair value of those instruments can be contained.

Not applicable

Note 1.3 For financial assets and financial liabilities, the fair value of which is not determined, it is recommended to provide:

a) information on their fair value; if, for some reasons, the fair value of such assets or liabilities has not been fixed, this should be indicated along with a basic characteristics of financial instruments, that in other circumstances would have been evaluated at the price determined on the regulated active market where public trading in financial instruments takes place and the information on this price is available.

b) in case the fair value of assets and financial liabilities is lower than their balance sheet value – the balance sheet as well as the fair value of a particular item or a group of items, the reasons for failing to make revaluation write-offs to the balance sheet value of such items as well as the prospects of recovering the indicated value in full amount.

Not present

Note 1.4 In case of an agreement resulting in transformation of financial assets into securities or in case of repurchase agreements, it is necessary to provide for each transaction individually:

a) character and size of the transactions made, including description of accepted or granted guarantees and securities, data accepted for calculation of the fair value of interest inflows related to agreements made in a particular period as well as transactions made in previous periods, both completed as well as continuing in a particular period.

b) information on financial assets excluded from accounting books during the reporting period.

Not present

Note 1.5 In case of reclassification of financial assets evaluated at their fair value into assets evaluated at the adjusted acquisition cost, the reasons for changing valuation method should be given.

Not present

Note 1.6 In case of impairment loss on financial assets is recognised or due to the fact that the reason for which such loss is recognized ceases, or the value of the asset is increased, it is necessary to indicate the amounts of write-offs decreasing or increasing the value of financial assets.

Such write-offs were not made.

Note 1.7 For debt financial instruments, loans granted or own receivables it is necessary to indicate interest revenue calculated by means of interest rates resulting from contracts made, divided into assets categories the interest refers to, however, the interest calculated and realized in a particular period and the interest calculated but unrealized should be indicated separately. Unrealized interest should be indicated divided by payment dates:

- up to 3 months	0,00 PLN
- above 3 months to 12 months	0,00 PLN
- above 12 months	0,00 PLN

Note 1.8 For write-offs to loans granted or own receivables arising from impairment loss on such loans, it is necessary to indicate the unrealized interest calculated on such receivables.

No applicable

Note 1.9 For financial liabilities, it is necessary to indicate cost of interest on the liabilities calculated with interest rates resulting from concluded contracts, divided into interest cost related to liabilities recognised as intended for trading, other short-term financial liabilities and long-term financial liabilities; the cost of interest calculated and realized in a particular period should be indicated separately from the cost of interest calculated but unrealized. Unrealized interest should be indicated divided by payment dates:

- up to 3 months	0,00 PLN
- above 3 months to 12 months	0,00 PLN
- above 12 months	0,00 PLN

Not present

Note 1.10 It is necessary to provide information on financial risk management objectives and methods, including division into fair value hedges, cash flow hedges and hedges of net investments in foreign operations, as well as information on, at least:

- a) description of hedge type,
- b) description of hedging instruments and their fair value
- c) characteristics of a risk type hedged.

Such instruments do not occur, however risk the Company is exposed to, including financial risk, is presented in i.12 and 13 of the attached report of the Board on the Company's performance in the period under analysis. The Company does not use financial risk hedges.

Note 1.11 In case of hedging a planned transaction or highly probable future liabilities, it is necessary to provide information on financial risk management objectives and methods, divided into hedges of basic types of planned transactions and highly probable future liabilities, and furthermore information on, at least:

- a) description of a hedged item, including the expected time of the planned transaction occurrence or future liability falling due,
- b) description of hedging instruments used,
- c) amount of all deferred or not calculated profit or loss as well as the expected date of recognising them as financial revenues or expenses.

Not applicable

Note 1.12 If profit or loss on evaluation of hedging documents, both being financial derivatives, or other assets or liabilities, in case of hedging cash flows was reflected in revaluation capital, it is necessary to indicate:

- a) amounts of write-offs increasing or decreasing revaluation capital,
- b) amounts of write-offs on revaluation capital booked as financial revenues or expenses,
- c) amounts of write-offs on revaluation capital added to acquisition cost/ purchase price or an opening balance determined in another way on the day an asset or liability was entered into the

books, which until this day was covered by a transaction or was a highly probable future liability hedged item

not present

1.a Information on possessed financial instruments including embedded derivatives

not present

Note 2. Note on off-balance sheet items, especially in contingent liabilities, including guarantees made by the Company (also in bonds)

not present

Note 3 Liabilities towards the state budget of self-governments due to the rights of title to buildings and structures granted

As of June 30th, 2018 the Company had no liabilities towards the state budget or self-governments due to the rights of title to buildings

Note 4 Revenues, expenses and results of discontinued activity during the reporting period or prospected to be discontinued in the next period

During the reporting period the Company did not discontinue any of the activities it had run , it does not expect that those activities will be discontinued in next periods

Note 5 Cost of manufacture of fixed assets under construction, fixed assets for the Company's own needs

During the reporting period there were no costs of manufacture of fixed assets under construction or fixed assets for the Company's own needs.

Note 6 Investments made

In the reporting period the Company made investments on purchase of fixed assets amounting to 16 200 PLN.

The Company does not have to make nor it makes any investments related to environmental protection.

Note 7 Information on transactions made with related parties upon other than market conditions, including amounts and character of those transactions

The Company did not make transactions with related parties under other than market conditions.

Figures concerning related parties:

- a) mutual receivables and payables,
- b) costs and revenues of mutual transactions,
- c) other data necessary for drawing up a consolidated financial statement

Revenues from sales to LiveChatInc	25 471 576,87	PLN
Cost of services purchased from LiveChatInc	4 272 412,58	PLN
Receivables due from LiveChatInc	10 670 335,92	PLN
Liabilities to LiveChatInc	0,00	PLN

Note 7a. Information on the character and economic objective of the agreements concluded by the Issuer not reflected in the balance sheet to the extent needed for evaluating their effect on the financial standing and the financial result.

Not applicable

Note 8 Information on joint undertakings not subject to consolidation
not presented

Note 9 Information on average employment divided into professional groups.

The Company does not employ employees on contract basis. It liaises regularly with 96 people.

Note 10 Total amount of salaries and prizes (in cash and in kind) paid or due, separately to the management and supervisory staff, in the Company's enterprise and due to exercising functions in the authorities of subsidiaries, joint subsidiaries and associated companies.

Nazwisko	01.04.2018 – 30.06.2018	01.04.2017 – 30.06.2017
Mariusz Ciepły	54 000,00	54 000,00
Urszula Jarzębowska	36 000,00	36 000,00
Total	90 000,00	90 000,00

Members of the Supervisory Board did not receive salaries.

Note 11 Information on the amount of unpaid advances, credits, loans, guarantees or other agreed commitments to payments for the Company, given by the Company to managing and supervisory staff.

As of June 30th, 2018 the Company had payables due to advances amounting to:

- Mariusz Ciepły	- 147 543,85 zł
- Urszula Jarzębowska	- 64 709,82 zł

Note 12 Information on significant events in previous years comprised by the financial statement for the present period.

No events of such type

Note 13 Information on significant events after the balance sheet day not comprised by the financial statement.

After the balance sheet day there were no significant events that were not recognised in the financial statement.

Note 14 Information on the relations of the legal predecessor with the Issuer and on the method of taking over assets and liabilities.

By virtue of a decision of the Regional Court of Wrocław-Fabryczna VI Economic Division – National Court Register of June 28th, 2002 into the Register of Entrepreneurs of the National Court Register under the number KRS: 0000120715 there were entered the particulars of LIVECHAT Ltd. based in Wrocław – the legal predecessor of the Issuer.

On June 10th, 2007 the Shareholders' Meeting of LIVECHAT Ltd. passed a resolution on transformation of the Company into a joint stock. The resolution was recorded by the Notary Public Marek Leśniak of the Notarial Office Leśniak i Kawecka-Pysz partnership based in Wrocław under repertory A no 1324/2007.

By virtue of a decision of the Regional Court of Wrocław-Fabryczna VI Economic Division – National Court Register of October 16th, 2007 the transformation was entered into the National Court Register as well as the name of the Issuer LIVECHAT Software Joint Stock was entered into the said register under the number KRS 0000290756.

Note 15 Financial statement and comparable data, at least with reference to the basic items in the balance sheet and profit and loss statement/ consolidated financial statement and consolidated profit and loss statement, adjusted by the relevant inflation index, indicating the source of the index and the application method, recognising the period of the last financial statement as the reference period – if the accumulated average annual inflation rate for the past three years of the Issuer's business activities reached or exceeded 100%

not applicable

Note 16 Listing and explaining differences between the data reflected in the financial statement and the comparable data and previously drawn up and published statements

not applicable

Note 17 Changes in the accounting principles (policy) applied and the method of drawing the financial statement up made in relation to the previous business year (or business years), the reasons, titles and the effect of the resulting financial outcomes onto the financial standing, liquidity, financial result and profitability.

not applicable

Note 18 Adjustments made, their reasons, titles and the effect of the resulting financial outcomes onto the financial standing, liquidity, financial result and profitability.

In the business period ending on June 30th, 2018 there were no adjustments made in the books.

Note 19 In case of uncertainty concerning the possibilities of continuing activities, description of such uncertainties as well as stating that such an uncertainty occurs and indicating whether the financial statement contains adjustments thereof. It is also necessary to describe the actions taken or planned to be taken by the Company in order to eliminate uncertainty.

The financial statement was made with the belief that the Company would continue its activities in foreseeable future.

There are no circumstances known that might threaten continuation of the activities run by the Company.

Note 20 Merger

During the reporting period there was no Company's merger with other business entity.

Note 21 In case of evaluating shares and stocks for the purpose of the financial statement property rights were not applied it is necessary to indicate what effects would have been brought with their application and how this would have affected the financial result.

The Company does not have subsidiaries the shares/stocks of which are evaluated by equity method.

Note 22 Drawing up the consolidated statements

The presented financial statement is a separate statement of LIVECHAT Software SA. As the parent Company in the Capital group of LIVECHAT Software SA, the Company has also drawn up a consolidated statement.

Wrocław, August 28th 2018

Mariusz Cieply, President of the Board

Urszula Jarzębowska, member of the Management Board

Joanna Alwin, Financial Director