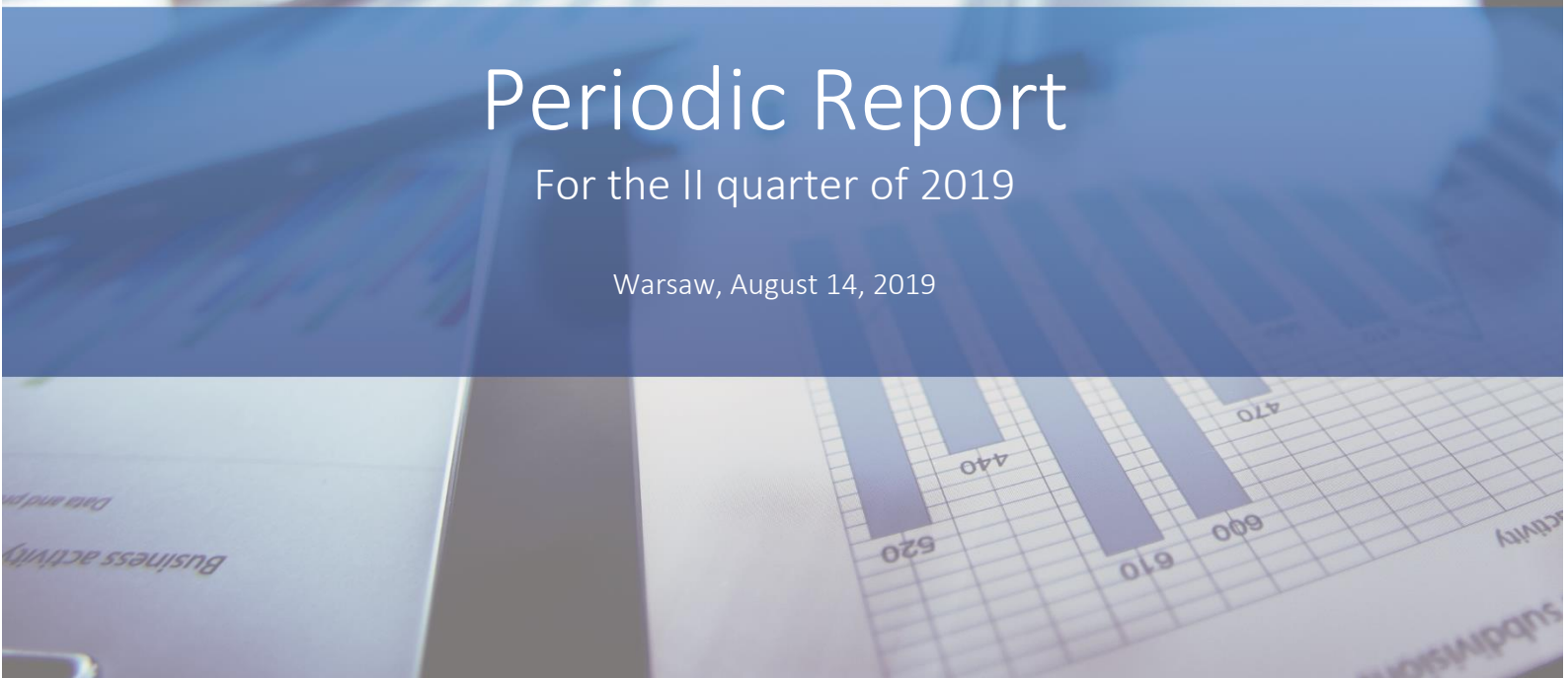




Periodic Report

For the II quarter of 2019

Warsaw, August 14, 2019



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1

General Informations about the Capital Group
and the Parent Company

PARENT COMPANY

Name (Company):	Aforti Holding Inc
Country:	Poland
Address:	00-613 Warsaw, 8 Chałubińskiego Street
Telephone:	+48 22 647 50 00
Faks:	+48 22 205 08 19
E-mail address:	inwestorzy@afortiholding.pl
Website:	www.afortiholding.pl
KRS:	0000330108, District Court in Warsaw XII Commercial Division of the National Court Register
NIP:	525-245-37-55
REGON:	141800547

Source: Issuer

Aforti Holding SA is a public company acting as a parent company, which does not run operating activities but acts as a holding company

The Aforti Group shall be composed of:

AFORTI Ac sp. z o.o. – the company provides accounting and bookkeeping services

AFORTI Capital Sp. z o.o. – the company manages the fund of Aforti Micro-loans Closed-ended Investment Fund of Non-public Assets

AFORTI Collections S.A. – is a debt collection company specializing in managing liabilities with a wide range of collection tools at its disposal. Acquiring and servicing the portfolios of liabilities is the second line of the Company's operation.

AFORTI Exchange S.A. – is a functional online currency exchange platform for companies. It offers wholesale exchange rates, allowing for convenient non-cash exchange.

AFORTI Exchange Romania S.A. – is a functional online currency exchange platform for companies, that operating in Romania. It offers wholesale exchange rates, allowing for convenient non-cash exchange.

Aforti Exchange Bulgaria AD – is a functional online currency exchange platform for companies, that operating in Bulgaria. It offers wholesale exchange rates, allowing for convenient non-cash exchange. The company has not yet started operating activity.

AFORTI Factor S.A. – the company provides factoring services. It acquires from the clients overdue receivables of goods or services and supports effective management of the portfolio of receivables.

AFORTI Finance S.A. – is a company specializing in providing sole proprietors, civil-law partnerships, general partnerships and limited liability companies with “non-bank” loans. The products are dedicated to entrepreneurs whose access to financing their own business is restricted due to the stern requirements of the banking law.

AFORTI Finance Romania IFN S.A. – is a company registered in Romania, which will deal with non-bank loans for entrepreneurs. The company has not yet started operating activity.

AFORTI, UAB – is a company registered in Lithuania. Its objective is to obtain a license of the E-Money Institution institution (EMI) which allow to handle electronic money transactions, including transfers to third party accounts and handling cards and payment accounts.

AUTHORITIES OF PARENT COMPANY

BOARD OF DIRECTORS

Name	Function	Term of office	
		From	To
Klaudiusz Sytek	Chairman of the Board	29.06.2017	29.06.2020
Paweł Opoka	Vice-Chairman of the Board	15.05.2018	15.05.2021
Mateusz Niemczyk	Vice-Chairman of the Board	08.05.2019	08.05.2022

Source: Issuer

On May 8, 2019, the Supervisory Board of the Company adopted a resolution on appointing Mr Mateusz Niemczyk to the Management Board and entrusting him the function of the Vice-President of the Management Board. (EBI Current Report No. [30/2019](#))

SUPERVISORY BOARD

Name	Function	Term of office	
		From	To
Kamilla Sytek - Skonieczna	President of the Supervisory Board	29.06.2017	29.06.2020
Maciej Stańczuk	Supervisory Board	29.06.2017	29.06.2020
Dawid Pawłowski	Supervisory Board	29.06.2017	29.06.2020
Olga Chojecka-Szymańska	Supervisory Board	02.07.2018	29.06.2020
Ludwik Sobolewski	Supervisory Board	02.07.2018	29.06.2020

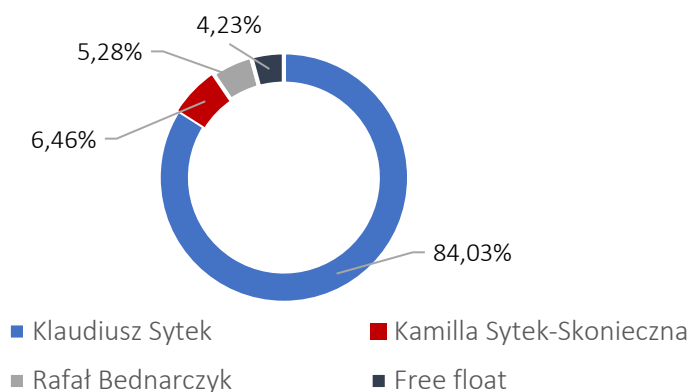
Source: Issuer

THE SHAREHOLDING STRUCTURE OF THE ISSUER WITH AN INDICATION OF SHAREHOLDERS WHO OWNS A MINIMUM 5% OF VOTES ON THE GENERAL MEETING ON THE DAY OF TRANSMISSION OF THE REPORT

Shareholder	Number of shares	Number of votes GM	Interest on Share Capital	The percentage of voting rights at GM
Klaudiusz Sytek	6 556 216	6 556 216	84,03%	84,03%
Kamilla Sytek - Skonieczna	503 907	503 907	6,46%	6,46%
Rafał Bednarczyk	411 864	411 864	5,28%	5,28%
Free float	329 928	329 928	4,23%	4,23%
Total	7 801 915	7 801 915	100,00%	100,00%

Source: Issuer

Interest on Share Capital and general number of votes at GM



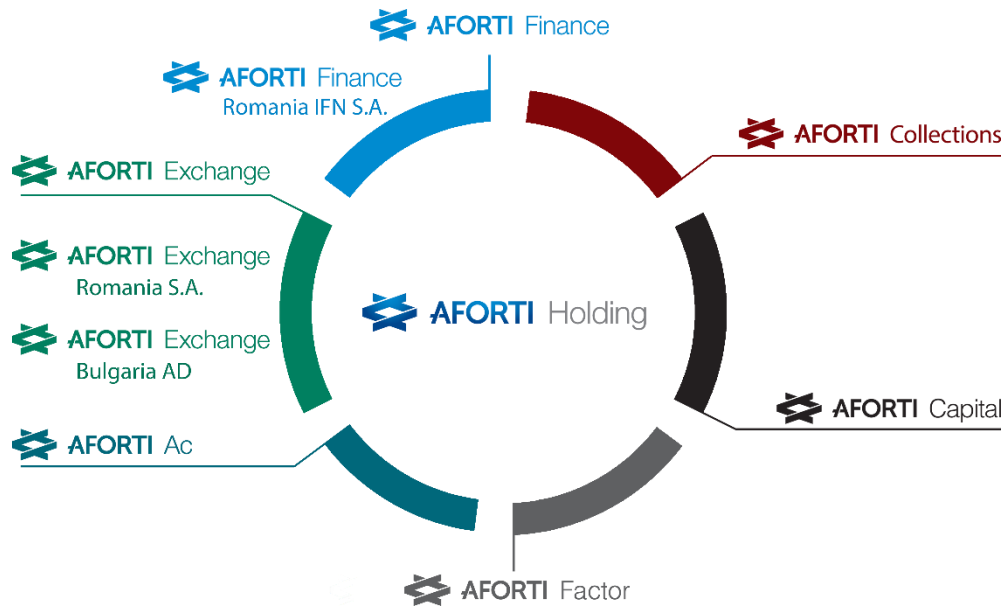
Source: Issuer

THE DESCRIPTION OF THE ORGANIZATION OF THE CAPITAL GROUP, WITH AN INDICATION OF THE UNDERTAKINGS TO BE CONSOLIDATED

The structure of the Capital Group on the day of publication of the report:

- Aforti Holding S.A. – parent company
- Aforti Finance S.A. – 72,07% shares
 - Aforti Finance Romania IFN S.A. – 99.99% shares indirectly through Aforti Finance S.A., the remaining 0.01% shares has Mr. Klaudiusz Sytek
- Aforti Collections S.A. – 94% shares
- Aforti Capital Sp. z o.o. – 100% shares
- Aforti Factor S.A. (Aforti Corporate Finance S.A.) – 85,72% shares
- Aforti Ac Sp. z o.o. – 100% shares
- Aforti Exchange S.A. – 100% shares
 - Aforti Exchange Romania S.A. – 30.57% of shares and indirectly through Aforti Exchange S.A. the 69.43% of shares

- o Aforti Exchange Bulgaria S.A. – 90% shares and indirectly through Aforti Exchange S.A. the 10% of shares



Source: Issuer

Companies operating in foreign countries are not subject to consolidation.

INFORMATIONS CONCERNING THE NUMBER OF PERSONS FULL-TIME EMPLOYED BY THE ISSUER

At the end of the II quarter of 2019 Aforti Holding SA employed 15,33 people on full-time contracts and 39 people based on civil law and managerial contracts (also appointing board members).

The Aforti Capital Group in Poland and abroad (Romania and Bulagaria) has employed 80,73 people for full-time contracts and 71 people based on civil law and managerial contracts (also appointing board members).

2

Quarterly condensed CONSOLIDATED financial statements
of the AFORTI Capital Group



Table 1. Consolidated selected financial data from the balance sheet dated on 30.06.2019 together with comparative and cumulative data [PLN]

Lp.	Title	Status 30.06.2019	Status 30.06.2018	Status 31.03.2019	Status 31.03.2018
A	Fixed assets	36 779 629,03	32 225 513,98	30 465 367,39	30 009 674,80
I	Intangible assets	2 092 745,30	837 631,09	1 776 450,87	545 917,63
1	Research and development costs	0,00	0,00	0,00	0,00
2	Goodwill	490 742,64	0,00	518 006,13	0,00
3	Other intangible assets	546 469,49	591 631,89	677 192,81	545 917,63
4	Intangible assets advances	1 055 533,17	245 999,20	581 251,93	0,00
II	Consolidated goodwill	13 612 785,88	11 987 008,26	10 791 971,96	12 384 603,27
1	Consolidated goodwill - subsidiaries	13 612 785,88	11 987 008,26	10 791 971,96	12 384 603,27
III	Property, plant and equipment	2 502 407,57	2 794 292,04	2 812 401,66	1 722 324,12
1	Capital assets	2 499 864,57	2 622 529,33	2 809 858,66	1 577 918,06
a	Land (perpetual usufruct of the land)	0,00	0,00	0,00	0,00
b	Buildings, premises, civil engineering	395 275,17	9 027,24	405 305,73	9 523,56
c	Equipment and machinery	464 912,92	636 758,13	373 395,29	646 151,82
d	Means of transport	1 541 166,14	1 706 793,71	1 750 143,15	692 249,82
e	Fixed assets	98 510,34	269 950,25	281 014,49	229 992,86
2	Fixed assets in course of construction	2 543,00	171 762,71	2 543,00	144 406,06
3	Advances on fixed assets in course of construction	0,00	0,00	0,00	0,00
IV	Long-term assets	349 375,50	162 849,28	298 384,32	77 491,19
1	From related parties	0,00	6 000,00	0,00	0,00
2	From other capital entities	0,00	0,00	0,00	0,00
3	From other entities	349 375,50	156 849,28	298 384,32	77 491,19
V	Long-term investments	9 115 594,25	12 380 712,59	6 104 428,92	11 399 089,59
1	Real estate	0,00	0,00	0,00	0,00
2	Intangible assets	0,00	0,00	0,00	0,00
3	Long-term financial assets	9 115 594,25	12 380 712,59	6 104 428,92	11 399 089,59
a	Affiliated undertakings	7 700 503,56	5 371 058,69	5 559 823,55	4 389 435,69
	- stocks or shares	6 800 503,56	5 086 466,87	5 094 823,55	4 171 662,87
	- other securities	900 000,00	200 000,00	465 000,00	200 000,00
	- loans	0,00	84 591,82	0,00	17 772,82
	- other long-term financial assets	0,00	0,00	0,00	0,00
b	Other capital entities	0,00	0,00	0,00	0,00
	- stocks or shares	0,00	0,00	0,00	0,00
	- other securities	0,00	0,00	0,00	0,00
	- loans	0,00	0,00	0,00	0,00
	- other long-term financial assets	0,00	0,00	0,00	0,00
c	Other entities	1 415 090,69	7 009 653,90	544 605,37	7 009 653,90
	- stocks and shares	718 090,69	0,00	544 605,37	0,00
	- other securities	697 000,00	0,00	0,00	0,00
	- loans	0,00	7 009 653,90	0,00	7 009 653,90
	- other long-term financial assets	0,00	0,00	0,00	0,00
4	Other long-term investments	0,00	0,00	0,00	0,00
VI	Long-term accrued settlements	9 106 720,53	4 063 020,72	8 681 729,66	3 880 249,00
1	Deferred tax assets	4 352 270,12	1 133 710,38	4 352 270,12	1 133 710,38
2	Other accrued settlements	4 754 450,41	2 929 310,34	4 329 459,54	2 746 538,62
B	Current assets	138 060 398,76	85 668 472,46	128 913 092,21	72 564 357,04
I	Supplies	0,01	0,00	0,01	1 500,00

1	Materials	0,01	0,00	0,01	1 500,00
2	Semi-finished products and products in progress	0,00	0,00	0,00	0,00
3	Finished products	0,00	0,00	0,00	0,00
4	Goods	0,00	0,00	0,00	0,00
5	Supply advances	0,00	0,00	0,00	0,00
II	Current assets	35 926 491,21	21 072 580,98	34 462 505,25	20 108 991,51
1	Amounts owed by affiliated undertakings	12 623 302,75	8 779 489,63	12 066 450,03	8 614 125,75
a	Due to supply and service during the collection period:	224 797,45	4 177 128,14	879 176,38	4 093 687,90
	- until 12 months	224 797,45	4 177 128,14	879 176,38	4 093 687,90
	- over 12 months	0,00	0,00	0,00	0,00
b	Others	12 398 505,30	4 602 361,49	11 187 273,65	4 520 437,85
2	Amounts owed by other capital entities	0,00	0,00	0,00	0,00
a	Due to supply and service during the collection period:	0,00	0,00	0,00	0,00
	- until 12 months	0,00	0,00	0,00	0,00
	- over 12 months	0,00	0,00	0,00	0,00
b	Others	0,00	0,00	0,00	0,00
2	Amounts owed by other entities	23 303 188,46	12 293 091,35	22 396 055,22	11 494 865,76
a	Due to supply and service during the collection period:	1 496 358,75	589 135,52	1 272 158,66	561 973,21
	- until 12 months	1 496 358,75	589 135,52	1 272 158,66	561 973,21
	- over 12 months	0,00	0,00	0,00	0,00
b	For taxes, grants, duties, social securities, health insurance and other benefits	2 540 825,68	1 254 735,56	1 895 318,25	1 045 899,41
c	Others	19 266 004,03	10 449 220,27	19 228 578,31	9 886 993,14
d	Claims in court	0,00	0,00	0,00	0,00
III	Short-term investments	97 665 878,42	63 877 214,75	91 700 275,66	50 892 655,27
1	Short-term financial assets	97 665 878,42	63 877 214,75	91 700 275,66	50 892 655,27
a	Related parties	16 309 230,29	(550 607,80)	13 440 453,92	1 804 222,20
	- stocks or shares	16 309 230,29	(550 607,80)	13 439 300,49	1 804 222,20
	- Other intangible assets	0,00	0,00	0,00	0,00
	- loans	0,00	0,00	1 153,43	0,00
	- short-term financial assets	0,00	0,00	0,00	0,00
b	In other entities	79 583 672,13	62 921 223,07	77 606 161,05	46 751 651,03
	- shares or stocks	0,00	1 667 996,43	68 000,00	1 667 996,43
	- Other intangible assets	7 424 210,96	6 359 870,73	6 424 210,96	4 685 178,40
	- loans	72 159 461,17	54 893 355,91	71 113 950,09	40 398 476,20
	- other short-term financial assets	0,00	0,00	0,00	0,00
c	Money and monetary assets	1 772 976,00	1 506 599,48	653 660,69	2 336 782,04
	- cash in hand and on the accounts	1 772 896,92	1 501 443,63	653 551,17	2 046 036,60
	- other money	79,08	5 155,85	109,52	290 745,44
	- other monetary assets	0,00	0,00	0,00	0,00
2	Other short-term investments	0,00	0,00	0,00	0,00
IV	Short-term accrued settlements	4 468 029,12	718 676,73	2 750 311,29	1 561 210,26
C	Unpaid capital	0,00	0,00	0,00	0,00
D	Own shares	0,00	0,00	0,00	0,00
Total Assets		174 840 027,79	117 893 986,44	157 581 846,59	159 378 459,60

Source: Issuer

Lp.	Title	Status 30.06.2019	Status 30.06.2018	Status 31.03.2019	Status 31.03.2018
A	Own Capital (fund)	5 408 157,90	5 508 296,67	5 112 179,38	5 213 691,97
I	Share Capital (fund)	7 801 915,00	7 801 915,00	7 801 915,00	7 801 915,00
II	Capital reserve (fund)	6 803 898,96	6 803 898,96	6 803 898,96	3 504 854,16
	- sales value surplus (issuance value) over nominal value of shares	1 284 946,80	1 284 946,80	1 284 946,80	1 284 946,80
III	Revaluation capital (fund)	0,00	0,00	0,00	0,00
	- hourly revaluation	0,00	0,00	0,00	0,00
IV	Other capital reserves (fund)	0,00	0,00	0,00	0,00
	- in accordance with the agreement/ Articles of Asociacion	0,00	0,00	0,00	0,00
	- to own shares	0,00	0,00	0,00	0,00
V	Profit (loss) from previous years	(9 789 531,84)	(10 110 001,77)	(9 789 531,84)	(6 810 956,97)
VI	Net Profit (loss)	591 875,79	1 012 484,47	295 897,27	717 879,77
X	Net Profit copies during financial year (negative rate)	0,00	0,00	0,00	0,00
B	Minority capital	1 401 739,62	3 302 442,93	2 613 779,62	1 780 319,89
C	Negative goodwill of entities	0,00	0,00	0,00	0,00
I	Negative goodwill — subsidiary	0,00	0,00	0,00	0,00
II	Negative goodwill — interdependent entities	0,00	0,00	0,00	0,00
D	FINANCIAL LIABILITIES AND PROVISIONS FOR LIABILITIES	168 030 130,26	109 083 246,85	151 652 500,59	95 580 019,98
I	Provisions for liabilities	66 943,16	5 000,00	66 943,16	20 400,00
1	Deffered tax liabilities	0,00	0,00	0,00	0,00
2	Provisions for pensions	0,00	0,00	0,00	0,00
	- long-term	0,00	0,00	0,00	0,00
	- short-term	0,00	0,00	0,00	0,00
3	Other provisions	66 943,16	5 000,00	66 943,16	20 400,00
	- long-term	0,00	0,00	0,00	0,00
	- short-term	66 943,16	5 000,00	66 943,16	20 400,00
II	Long-term liabilities	103 539 748,20	70 464 841,99	89 769 507,89	57 894 573,63
1	To affiliated undertakings	450,00	1 267 440,05	450,00	1 643 914,27
2	To other capital entities	0,00	0,00	0,00	0,00
3	To other entities	103 539 298,20	69 197 401,94	89 769 057,89	56 250 659,36
a	Loans	0,00	4 333,33	0,00	4 333,33
b	Debt securities issued	102 987 427,32	68 317 006,97	88 917 778,43	55 986 687,16
c	Other financial liabilities	551 870,88	876 061,64	851 279,46	259 638,87
d	Marker liabilities	0,00	0,00	0,00	0,00
e	Others	0,00	0,00	0,00	0,00
III	Short-term liabilities	57 366 845,29	34 832 865,23	56 363 638,48	33 843 102,18
1	To affiliated undertakings	522 499,27	404 061,20	1 212 278,75	411 880,19
a	Due to supplies and services during the collection period:	190 542,30	383 309,78	121 679,16	391 128,77
	- until 12 months	190 542,30	383 309,78	121 679,16	391 128,77
	- over 12 months	0,00	0,00	0,00	0,00
b	Others	331 956,97	20 751,42	1 090 599,59	20 751,42
2	Liabilities to other capital entities	0,00	0,00	0,00	0,00
a	Due to supplies and services during the collection period:	0,00	0,00	0,00	0,00
	- until 12 months	0,00	0,00	0,00	0,00
	- over 12 months	0,00	0,00	0,00	0,00

b	Others	0,00	0,00	0,00	0,00
2	To other entities	56 844 346,02	34 428 804,03	55 151 359,73	33 431 221,99
a	Loans	2 672,53	18 359,03	143,13	27 858,23
b	Debt security issues	20 252 011,88	11 277 504,81	10 229 000,00	13 322 504,81
c	Other financial liabilities	20 067 165,25	18 197 113,20	27 983 212,68	15 278 822,10
d	Due to supplies and services during the collection period:	7 952 813,10	1 344 541,81	8 017 170,93	538 365,74
	- until 12 months	7 952 813,10	1 344 541,81	8 017 170,93	538 365,74
	- over 12 months	0,00	0,00	0,00	0,00
e	Supplies advances	0,00	0,00	0,00	0,00
f	Marker liabilities	0,00	0,00	0,00	0,00
g	Tax, duties, insurances and others	5 453 289,33	2 876 729,83	7 601 119,78	3 587 097,34
h	Salaries	525 369,61	402 117,42	482 776,18	376 583,13
i	Others	2 591 024,32	312 437,93	837 937,03	299 990,64
3	Special funds	0,00	0,00	0,00	0,00
IV	Accruals	7 056 593,61	3 780 539,63	5 452 411,06	3 821 944,17
1	Negative goodwill	0,00	0,00	0,00	0,00
2	Other accruals	7 056 593,61	3 780 539,63	5 452 411,06	3 821 944,17
	- long-term	1 602 891,85	0,00	120,75	0,00
	- short-term	5 453 701,76	3 780 539,63	5 452 290,31	3 821 944,17
	Total Liabilities	174 840 027,79	117 893 986,44	159 378 459,60	102 574 031,83

Source: Issuer

INCOME STATEMENT – COMPARATIVER OPTION

Table 2. Consolidated selected financial data of the profit and loss for the second quarter 2019 and cumulatively with comparative data [PLN]

Lp.	Title	01.04.2019 – 30.06.2019	01.04.2018 – 30.06.2018	01.01.2019 - 30.06.2019	01.01.2018 - 30.06.2018
A	Net turnover	232 075 478,94	143 823 494,95	435 872 440,53	243 746 956,66
-	Related parties	0,00	0,00	0,00	0,00
I	Net revenues from sales of products	2 719 435,75	7 819 530,21	6 123 426,62	13 764 667,83
	Changes in the state of products				
II	(increase – positive value, decrease – negative value)	0,00	0,00	0,00	0,00
III	Costs of product development	0,00	0,00	0,00	0,00
IV	Net revenues from sales of products, goods and materials	229 356 043,19	136 003 964,74	429 749 013,91	229 982 288,83
B	Operational costs	237 205 624,64	143 095 686,71	446 217 731,87	241 979 527,17
I	Depreciation	337 119,58	220 131,21	689 519,61	401 618,51
II	Materials and Energy consumption	124 826,36	168 130,31	274 587,33	306 135,01
III	External services	3 518 847,62	3 097 311,72	6 739 533,17	4 984 693,21
IV	Tax and fees, including:	818 267,70	790 194,65	1 792 050,80	1 000 886,86
	- excise duty	0,00	3 417,57	0,00	3 417,57
V	Salaries	1 436 135,51	1 460 649,39	3 144 652,30	2 653 817,54
VI	Social Securities and other benefits	359 380,74	246 723,08	707 292,02	458 525,61
	- pensions	116 112,77	102 869,10	245 691,20	189 645,62
VII	Other costs	1 401 231,82	1 174 540,03	3 383 806,62	2 280 570,25
VIII	Value of the goods and materials sold	229 209 815,31	135 938 006,32	429 486 290,02	229 893 280,18
C	Profit (loss) on sales (A-B)	(5 130 145,70)	727 808,24	(10 345 291,34)	1 767 429,49
D	Other operational profits	221 404,19	193 850,64	313 997,56	504 509,26
I	Profit of disbursement of fixed assets	16 384,51	0,00	16 384,51	0,00
II	Grants	0,00	0,00	0,00	0,00
III	Update on the value of non-financial assets	0,00	0,00	0,00	0,00
IV	Other operating income	205 019,68	193 850,64	297 613,05	504 509,26
E	Other operating costs	417 391,96	244 084,45	542 438,23	260 361,85
I	Loss from disposal of fixed assets	(2 032,55)	0,00	(2 032,55)	0,00
II	Update on the value non-financial assets	0,00	0,00	0,00	0,00
III	Other operational costs	419 424,51	244 084,45	544 470,78	260 361,85
F	Profit (loss) on operational activity (C+D-E)	(5 326 133,47)	677 574,43	(10 573 732,01)	2 011 576,90
G	Financial income	8 966 994,77	5 274 772,88	17 569 327,26	13 066 462,68
I	Dividends and shares of profits	0,00	0,00	0,00	0,00
a)	From related parties	0,00	0,00	0,00	0,00
	- capital involved	0,00	0,00	0,00	0,00

b)	From other entities	0,00	0,00	0,00	0,00
	- capital involved	0,00	0,00	0,00	0,00
II	Interest	160 709,36	18 074,21	238 197,07	34 788,46
	- from related parties	0,00	0,00	0,00	0,00
III	Profit from disposal of investemnt	3 147 930,00	1 633 897,27	5 762 220,86	6 040 942,07
	- related parties	0,00	0,00	0,00	0,00
IV	Update on the investment value	2 869 929,81	0,00	5 484 868,33	0,00
V	Others	2 788 425,60	3 622 801,40	6 084 041,00	6 990 732,15
H	Financial expenses	3 001 063,70	3 738 024,57	5 773 076,14	9 777 706,38
I	Interest	2 130 722,64	2 118 306,51	4 212 841,01	3 575 191,55
-	for related parties	0,00	0,00	0,00	0,00
II	Loss from disbursement of financial assets	0,00	0,00	0,00	0,00
	- in related parties	0,00	0,00	0,00	0,00
III	Value of financial assets update	0,00	1 606 685,66	0,00	5 640 781,90
IV	Others	870 341,06	13 032,40	1 560 235,13	561 732,93
I	Profit (loss) on sale of whole or part of unit shares	0,00	0,00	0,00	0,00
J	Profit (loss) on business activity (F+G-H+/-I)	639 797,60	2 214 322,74	1 222 519,11	5 300 333,20
K	An impairment of the company	396 872,63	397 595,00	791 818,93	795 190,00
I	An impairment — subsidiaries	396 872,63	397 595,00	791 818,93	795 190,00
II	An impairment — interdependent entities	0,00	0,00	0,00	0,00
L	An impairment negative value of the company	0,00	0,00	0,00	0,00
I	An impairment negative value of the company — subsidiaries	0,00	0,00	0,00	0,00
II	An impairment negative value of the company — interdependent entities	0,00	0,00	0,00	0,00
M	Profit (loss) from shares of subsidiaries priced by equity method	0,00	0,00	0,00	0,00
N	Profit (loss) gross (J-K+L+/-M)	242 924,97	1 816 727,74	430 700,18	4 505 143,20
O	Income tax	163 743,00	0,00	163 743,00	1 167 757,00
P	Other obligatory profit reduction (loss increase)	0,00	0,00	0,00	0,00
Q	Profit (loss) of minority	(216 796,55)	1 522 123,04	(324 918,61)	2 324 901,72
R	Profit (loss) net (N-O-P+/-Q)	295 978,52	294 604,70	591 875,79	1 012 484,47

Source: Issuer

CASH FLOW STATEMENT

Table 3. Consolidated selected financial data of the cash flow statement after six months of 2019 together with comparative data [PLN]

Lp.	Title	01.04.2019 – 30.06.2019	01.01.2019 - 30.06.2019	01.01.2018 - 30.06.2018
A	Cash flow net from operations			
I	Profit (loss) net	295 978,52	591 875,79	1 012 484,47
II	Total adjustment	(12 484 642,02)	(15 661 498,69)	(22 099 217,66)
1	Profits (minority losses)	(216 796,55)	(324 918,61)	2 324 901,72
2	Profits (loss) from shares of entities priced by equity method	0,00	0,00	0,00
3	Depreciation	337 119,58	689 519,61	401 618,51
4	An impairment of goodwill of the company	396 872,63	791 818,93	795 190,00
5	An impairment of negative goodwill of the company	0,00	0,00	0,00
6	Profit (loss) due to exchange differences	0,00	0,00	0,00
7	Interest and shares on profit (dividends)	1 970 013,28	3 974 643,94	3 540 403,09
8	Profits (loss) from investment activity	(3 166 347,06)	(5 780 637,92)	(6 040 942,07)
9	Change in the provision	0,00	0,00	(22 000,00)
10	Change in stocks	0,00	1 799,99	0,00
11	Change in financial claims	2 502 443,68	(8 435 703,19)	(27 305 490,18)
12	Change in short-term financial liabilities, excluding loans	(977 926,72)	2 662 850,31	(757 226,24)
13	Change in accrued settlements	(6 062 130,57)	899 908,91	1 468 637,33
14	Other provisions	(7 267 890,29)	(10 140 780,66)	3 495 690,17
III	Cash flow net from operations (I ± II)	(12 188 663,50)	(15 069 622,90)	(21 086 733,19)
B	Cash flow from investment activity			
I	Profits	57 869,98	57 869,98	8 830 603,70
1	Disposal of legal, intangible and tangible assets	57 869,98	57 869,98	0,00
2	Disposal of real estate investments and legal, intangible assets	0,00	0,00	0,00
3	Financial assets	0,00	0,00	8 830 603,70
a)	In related parties	0,00	0,00	8 830 603,70
b)	In other entities	0,00	0,00	0,00
-	Disposal of financial assets	0,00	0,00	0,00
-	Dividends and shares of profit	0,00	0,00	0,00
-	Repayment of long-term loans	0,00	0,00	0,00
-	Interest	0,00	0,00	0,00
-	Other profits from financial shares	0,00	0,00	0,00
4	Other investment profits	0,00	0,00	0,00
II	Expenses	3 597 430,02	4 192 012,29	4 093 878,46
1	Aquisition of tangible and intangible fixed assets	382 872,84	977 455,11	1 170 143,24
2	Investments in real estate and intangible assets	0,00	0,00	0,00
3	Financial assets	3 214 557,18	3 214 557,18	2 923 735,22
a)	In related parties	2 344 071,86	2 344 071,86	2 910 140,95
b)	In other equities	870 485,32	870 485,32	13 594,27

-	Aquisition of financial assets	870 485,32	870 485,32	0,00
-	Long-term loans	0,00	0,00	13 594,27
4	Dividends and other shares on profit paid to minority shareholders	0,00		
5	Other investment expenses	0,00	0,00	0,00
III	Cash flow net from investment activity (I-II)	(3 539 560,04)	(4 134 142,31)	4 736 725,24
C	Cash flow from financial activity			
I	Profits	39 154 818,82	67 137 726,79	49 046 383,50
	Net receipts from issuance of shares and other equity instruments and equity infusion	0,00	0,00	0,00
2	Loans	7 367 579,61	16 135 406,84	11 588 236,12
3	Debt securities issuance	31 626 529,85	50 764 122,88	32 275 000,00
4	Other financial income	160 709,36	238 197,07	5 183 147,38
II	Expenses	22 307 279,97	48 003 594,97	35 047 308,07
1	Aquisition of treasury shares	0,00	0,00	0,00
2	Dividends and other distributions to owners	0,00	0,00	0,00
3	Other expenses than distribution to owners, expenses related to sharing of the capital gain	0,00	0,00	0,00
4	Repayment of loans	0,00	0,00	0,00
5	Debt securities buyout	8 466 516,74	22 043 331,34	12 477 993,03
6	Other financial liabilities	0,00	0,00	0,00
7	Payments from financial leasing	146 691,55	203 221,58	157 595,98
8	Interest	2 130 722,64	4 212 841,01	3 575 191,55
9	Other financial expenses	11 563 349,04	21 544 201,04	18 836 527,51
III	Net cash flow from financial activity (I-II)	16 847 538,85	19 134 131,82	13 999 075,43
D	Tolat net cash flow (A.III ± B.III ± C.III)	1 119 315,31	(69 633,39)	(2 350 932,52)
E	Balance change in cash assets	1 119 315,31	(69 633,39)	(2 350 932,52)
-	Profit (loss) due to exchange differences	0,00	0,00	0,00
F	Cash at the beggining of period	653 660,69	1 842 609,39	3 857 532,00
G	Cash at the end of period (F±E)	1 772 976,00	1 772 976,00	1 506 599,48
-	Restricted possibility of dispatch			

Source: Issuer

The Company presents a cash flow statement for the second quarter of 2019 without comparative data for this period due to the limited technical capabilities of the accounting program. The Company is working on entering comparative data in future periodic reports.

THE STATEMENT OF CHANGES IN EQUITY

Table 4. Consolidated selected financial data from the statement showing changes in equity after six months 2019 together with comparative data [PLN]

Lp.	Title	01.04.2019 – 30.06.2019	01.01.2019 - 30.06.2019	01.01.2018 - 30.06.2018
I.	Equity (fund) at the beginning of period (BO)	4 816 282,12	4 816 282,12	4 377 023,62
-	Changes in accounting policy	0,00	0,00	0,00
-	Correction of fundamental errors	0,00	0,00	0,00
I.a.	Equity (fund) at the beginning of period (BO), after adjustments	4 816 282,12	4 816 282,12	4 377 023,62
1	Share capital (fund) at the beginning of period	7 801 915,00	7 801 915,00	7 801 915,00
1.1.	Share capital changes (fund)	0,00	0,00	0,00
a	Increase related to:	0,00	0,00	0,00
-	Issuance of shares	0,00	0,00	0,00
-	Contribution in-kind	0,00	0,00	0,00
b	Decrease related to:	0,00	0,00	0,00
-	Redemption of shares	0,00	0,00	0,00
	0,00	0,00	0,00
1.2.	Equity (fund) at the beginning of period	7 801 915,00	7 801 915,00	7 801 915,00
2	Equity (fund) reserve at the beginning of period	6 803 898,96	6 803 898,96	3 504 854,16
2.1.	Equity (fund) reserve change	0,00	0,00	3 299 044,80
a	Increase related to:	0,00	0,00	3 299 044,80
-	Share issue over nominal value	0,00	0,00	0,00
-	Appropriation of the profit (by law)	0,00	0,00	3 299 044,80
-	Appropriation of the profit (over required by law nominal value)	0,00	0,00	0,00
-	Issuing of the new shares	0,00	0,00	0,00
b	Decrease (for the transfer of capital reserve)	0,00	0,00	0,00
-	Cover the deficit	0,00	0,00	0,00
-	Transfer to the share capital (registration of shares D series)	0,00	0,00	0,00
2.2.	Capital reserve status (fund) at the end of the beginning of period	6 803 898,96	6 803 898,96	6 803 898,96
3	Equity (fund) of revaluation at the beginning of period – changes in accounting policy	0,00	0,00	0,00
3.1.	Changes in the share capital (fund) of revaluation	0,00	0,00	0,00
a	Increase	0,00	0,00	0,00
b	Decrease	0,00	0,00	0,00
3.2.	Equity (fund) of revaluation at the end of period	0,00	0,00	0,00
4	Other reserves (fund) at the beginning of period	0,00	0,00	0,00
4.1.	Changes in other reserves (fund)	0,00	0,00	0,00
a	Increase (copy of the profit)	0,00	0,00	0,00
-	Increase of capital reserve (transfer)	0,00	0,00	0,00
b	Decrease	0,00	0,00	0,00
-	Divident payment	0,00	0,00	0,00

4.2.	Other equity reserve (fund) at the end of period	0,00	0,00	0,00
5	Profit (loss) from the previous years at the beginning of period	(10 110 001,77)	(10 110 001,77)	0,00
5.1.	Profit from the previous years at the beginning of period	0,00	0,00	0,00
-	Changes in the accounting policy	0,00	0,00	0,00
-	Correction of fundamental errors	0,00	0,00	0,00
5.2.	Profit from the previous years at the beginning of period, after corrections	0,00	0,00	0,00
a	Increase	320 469,93	320 469,93	1 336 122,83
-	The appropriation of the profit from the previous years	320 469,93	320 469,93	1 336 122,83
b	Decrease	320 469,93	320 469,93	1 336 122,83
-	Loss compensation	320 469,93	320 469,93	1 336 122,83
-	Transfer of capital reserve	0,00	0,00	0,00
5.3.	Profit from the previous years at the end of period	0,00	0,00	0,00
5.4	Losses from previous years at the beginning of period (-)	(10 110 001,77)	(10 110 001,77)	(8 147 079,80)
-	Changes in accounting policy	0,00	0,00	0,00
-	Correction of fundamental errors	0,00	0,00	0,00
5.5.	Losses from previous years at the beginning of period, after corrections	(10 110 001,77)	(10 110 001,77)	(8 147 079,80)
a	Increase	0,00	0,00	3 299 044,80
-	Loss carry-forward from the previous years to cover	0,00	0,00	3 299 044,80
b	Decrease	(320 469,93)	(320 469,93)	(1 336 122,83)
-	(320 469,93)	(320 469,93)	(1 336 122,83)
5.6.	Losses from previous years at the end of period	(9 789 531,84)	(9 789 531,84)	(10 110 001,77)
5.7	Profit (loss) from previous years at the end of period	(9 789 531,84)	(9 789 531,84)	(10 110 001,77)
6.	Net income	591 875,79	591 875,79	1 012 484,47
a	Net profit	591 875,79	591 875,79	1 012 484,47
b	Net loss (negative)	0,00	0,00	0,00
c	Profit copy (negative)	0,00	0,00	0,00
II	Equity (fund) at the end of period (BZ)	5 408 157,90	5 408 157,90	5 508 296,67
III	Equity (fund) after taking into account proposed profit (cover loss)	5 408 157,90	5 408 157,90	5 508 296,67

Source: Issuer

The Company presents a statement of changes in consolidated equity for the second quarter of 2019 without comparative data for this period due to the limited technical capabilities of the accounting program. The Company is working on entering comparative data in future periodic reports.

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Quarterly condensed individual financial statements
- selected individual financial data of Aforti Holding SA



Table 5. Individual selected financial data of the balance dated on 30.06.2019 together with comparative and cumulative data [PLN]

ASSETS

Lp.	Title	Status on 30.06.2019	Status on 30.06.2018	Status on 31.03.2019	Status on 31.03.2018
A	FIXED ASSETS	129 320 856,76	111 833 340,37	114 871 271,91	89 621 772,26
I	Intangible fixed assets	7 320,37	36 961,02	14 730,52	44 574,54
1	Costs of the completed, development activities	0,00	0,00	0,00	0,00
2	Change in the balance of products (increase – positive value, decrease – negative value)	0,00	0,00	0,00	0,00
3	Other intangible fixed assets	7 320,37	36 961,02	14 730,52	44 574,54
4	Intangible fixed assets advance	0,00	0,00	0,00	0,00
II	Tangible assets	1 420 326,94	1 433 950,88	1 615 716,72	791 032,28
1	Fixed assets	1 420 326,94	1 414 914,28	1 615 716,72	690 410,32
a	Land (perpetual usufruct)	0,00	0,00	0,00	0,00
b	Buildings, premises i civil engineering facilities	395 275,17	8 112,50	405 305,73	8 555,00
c	Equipment and machinery	266 244,62	143 290,61	159 777,62	145 822,90
d	Means of transport	697 754,25	1 040 429,13	809 925,24	329 537,22
e	Other fixed assets	61 052,90	223 082,04	240 708,13	206 495,20
2	Fixed assets under construction	0,00	19 036,60	0,00	100 621,96
3	Fixed assets under construction advances	0,00	0,00	0,00	0,00
III	Long-term receivables	194 358,41	104 751,71	200 504,31	46 793,62
1	From affiliates	0,00	0,00	0,00	0,00
2	From other capital equities	0,00	0,00	0,00	0,00
3	From other equities	194 358,41	104 751,71	200 504,31	46 793,62
IV	Long-term investments	122 784 279,46	107 241 614,30	108 550 739,65	85 917 306,69
1	Real estate	0,00	0,00	0,00	0,00
2	Intangible assets	0,00	0,00	0,00	0,00
3	Long-term financial assets	122 784 279,46	107 241 614,30	108 550 739,65	85 917 306,69
a	In affiliates	122 784 279,46	107 241 614,30	108 550 739,65	85 917 306,69
	- stocks or shares	107 564 279,46	83 424 795,30	91 450 739,65	68 128 995,30
	- other securities	15 220 000,00	22 200 000,00	17 100 000,00	200 000,00
	- loans	0,00	1 616 819,00	0,00	17 588 311,39
	- other long-term financial assets	0,00	0,00	0,00	0,00
b	In other capital entities	0,00	0,00	0,00	0,00
	- stocks or shares	0,00	0,00	0,00	0,00
	- other securities	0,00	0,00	0,00	0,00
	- loans	0,00	0,00	0,00	0,00
	- other long-term financial assets	0,00	0,00	0,00	0,00
c	In other equities	0,00	0,00	0,00	0,00
	- stocks or shares	0,00	0,00	0,00	0,00
	- other securities	0,00	0,00	0,00	0,00
	- loans	0,00	0,00	0,00	0,00
	- other long-term financial assets	0,00	0,00	0,00	0,00
4	Other long-term investments	0,00	0,00	0,00	0,00
V	Long term accruals	4 914 571,58	3 016 062,46	4 489 580,71	2 822 065,13
1	Deferred tax assets	160 121,17	146 622,54	160 121,17	146 622,54

2	Other accruals	4 754 450,41	2 869 439,92	4 329 459,54	2 675 442,59
B	CURRENT ASSETS	48 649 046,12	8 670 692,53	47 588 147,96	10 966 341,00
I	Supplies	0,00	0,00	0,00	0,00
1	Materials	0,00	0,00	0,00	0,00
2	Semi-finished products and products in progress	0,00	0,00	0,00	0,00
3	Finished products	0,00	0,00	0,00	0,00
4	Goods	0,00	0,00	0,00	0,00
5	Advances on supplies	0,00	0,00	0,00	0,00
II	Short-term receivables	23 617 184,12	4 961 678,02	28 098 907,04	4 543 171,87
1	Related parties receivables	22 918 490,36	4 757 676,95	27 533 825,27	4 278 200,52
a	Due to supplies and services during the collection period:	2 812 764,36	3 194 557,61	1 430 206,50	2 715 081,18
	- until 12 months	2 812 764,36	3 194 557,61	1 430 206,50	2 715 081,18
	- over 12 months	0,00	0,00	0,00	0,00
b	Other	20 105 726,00	1 563 119,34	26 103 618,77	1 563 119,34
2	Receivables from other capital entities	0,00	0,00	0,00	0,00
a	Due to supplies and services during the collection period:	0,00	0,00	0,00	0,00
	- until 12 months	0,00	0,00	0,00	0,00
	- over 12 months	0,00	0,00	0,00	0,00
b	Other	0,00	0,00	0,00	0,00
3	Receivables from other entities	698 693,76	204 001,07	565 081,77	264 971,35
a	Due to supplies and services during the collection period:	144 908,99	85 822,27	145 598,47	226 429,05
	- until 12 months	144 908,99	85 822,27	145 598,47	226 429,05
	- over 12 months	0,00	0,00	0,00	0,00
b	Due to taxes, grands, duties, social securities, health insurance and other benefits	401 563,74	21 867,22	149 934,08	2 286,00
c	Other	152 221,03	96 311,58	269 549,22	36 256,30
d	Claimed at court	0,00	0,00	0,00	0,00
III	Short-term investemnts	21 818 064,57	3 244 482,79	17 794 289,47	5 158 200,22
1	Short-term financial assets	21 818 064,57	3 244 482,79	17 794 289,47	5 158 200,22
a	In related parties	20 601 850,91	800 000,00	16 926 850,91	2 711 556,40
	- stocks or shares	20 601 850,91	800 000,00	16 926 850,91	2 711 556,40
	- other securities	0,00	0,00	0,00	0,00
	- loans	0,00	0,00	0,00	0,00
	- other short-term financial assets	0,00	0,00	0,00	0,00
b	In other entities	802 650,96	1 983 310,73	802 650,96	1 971 618,40
	- stocks and shares	0,00	1 200 000,00	0,00	1 200 000,00
	- other securities	802 650,96	783 310,73	802 650,96	771 618,40
	- loans	0,00	0,00	0,00	0,00
	- other short-term financial assets	0,00	0,00	0,00	0,00
c	Money and monetary assets	413 562,70	461 172,06	64 787,60	475 025,42
	- cash in hand and in the account	413 562,70	461 172,06	64 787,60	475 025,42
	- other money	0,00	0,00	0,00	0,00
	- other monetary assets	0,00	0,00	0,00	0,00
2	Other short-term investemnts	0,00	0,00	0,00	0,00
IV	Short term accruals	3 213 797,43	464 531,72	1 694 951,45	1 264 968,91
C	Unpaid share capital (fund)	0,00	0,00	0,00	0,00
D	Own shares	0,00	0,00	0,00	0,00
TOTAL ASSETS		177 969 902,88	120 504 032,90	162 459 419,87	100 588 113,26

Source: Issuer

LIABILITIES

Lp.	Title	Status on 30.06.2019	Status on 30.06.2018	Status on 31.03.2019	Status on 31.03.2018
A	Equity (fund)	67 639 404,23	43 787 489,95	62 617 469,70	43 643 365,68
I	Share capital (fund)	7 801 915,00	7 801 915,00	7 801 915,00	7 801 915,00
II	Capital reserve (fund):	6 803 898,96	6 803 898,96	6 803 898,96	3 504 854,16
	- Excess of the sale value (issued value) over the nominal value of shares	1 284 946,80	1 284 946,80	1 284 946,80	1 284 946,80
III	Capital (fund) of revaluation	28 581 297,24	28 581 297,24	28 581 297,24	28 581 297,24
	- due to hourly update	0,00	0,00	0,00	0,00
IV	Other capital reserve (fund)	0,00	0,00	0,00	0,00
	- carried out in accordance of the agreement of the Group (articles of associacion)	0,00	0,00	0,00	0,00
	- to own shares	0,00	0,00	0,00	0,00
V	Profit (loss) from previous years	14 327 624,45	386 724,23	14 327 624,45	3 685 769,03
VI	Net profit (loss)	10 124 668,58	213 654,52	5 102 734,05	69 530,25
VII	Net profit copies during the financial year (negative value)	0,00	0,00	0,00	0,00
B	LIABILITIES AND PROVISIONS ON LIABILITIES	110 330 498,65	76 716 542,95	99 841 950,17	56 944 747,58
I	Provisions on liabilities	0,00	0,00	0,00	15 400,00
1	Deffered tax liability	0,00	0,00	0,00	0,00
2	Provisions and pensions	0,00	0,00	0,00	0,00
	- long-term	0,00	0,00	0,00	0,00
	- short-term	0,00	0,00	0,00	0,00
3	Other reserves	0,00	0,00	0,00	15 400,00
	- long-term	0,00	0,00	0,00	0,00
	- short-term	0,00	0,00	0,00	15 400,00
II	Long-term liabilities	91 128 067,59	58 071 579,04	93 726 719,50	44 415 918,85
1	To affiliated undertakings	12 073 769,39	570 292,61	470 661,61	47 375,00
2	To other capital entities	0,00	0,00	0,00	0,00
3	To other entities	79 054 298,20	57 501 286,43	93 256 057,89	44 368 543,85
a	Loans	0,00	0,00	0,00	0,00
b	Due to debt securities issues	78 502 427,32	56 650 006,97	92 404 778,43	44 133 687,16
c	Other financial liabilities	551 870,88	851 279,46	851 279,46	234 856,69
d	Marker liabilities	0,00	0,00	0,00	0,00
e	Other	0,00	0,00	0,00	0,00
III	Short-term liabilities	19 202 430,98	18 644 963,91	6 115 230,67	12 513 428,73
1	To related parties	1 734 851,55	7 762 529,39	1 225 875,07	552 018,69
a	Due to supplies and services, with the maturity:	95 396,15	49 749,07	44 143,00	50 723,96
	- until 12 months	95 396,15	49 749,07	44 143,00	50 723,96
	- over 12 months	0,00	0,00	0,00	0,00
b	Other	1 639 455,40	7 712 780,32	1 181 732,07	501 294,73
2	Liabilities to other capital entities	0,00	0,00	0,00	0,00
a	Due to supplies and services, with the maturity:	0,00	0,00	0,00	0,00
	- until 12 months	0,00	0,00	0,00	0,00
	- over 12 months	0,00	0,00	0,00	0,00
b	Other	0,00	0,00	0,00	0,00
3	To other entities	17 467 579,43	10 882 434,52	4 889 355,60	11 961 410,04
a	Loans	2 530,34	9 600,00	0,00	9 600,00

b	Due to debt securities issues	11 601 011,88	8 901 000,00	0,00	10 946 000,00
c	Other financial liabilities	28 979,42	71 644,18	48 434,64	91 750,93
d	Due to supplies and services, with the maturity:	1 215 544,32	635 928,20	818 413,51	262 217,07
	- until 12 months	1 215 544,32	635 928,20	818 413,51	262 217,07
	- over 12 months	0,00	0,00	0,00	0,00
e	Advances on supplies	0,00	0,00	0,00	0,00
f	Marker liabilities	0,00	0,00	0,00	0,00
g	Due to tax, duties, social securities, insurances and other benefits	4 265 936,72	1 067 958,60	3 910 598,84	438 318,59
h	Payroll	127 580,74	121 379,59	111 161,47	129 086,21
i	Other	225 996,01	74 923,95	747,14	84 437,24
4	Special funds	0,00	0,00	0,00	0,00
IV	Accruals	0,08	0,00	0,00	0,00
1	Negative goodwill	0,00	0,00	0,00	0,00
2	Other accruals	0,08	0,00	0,00	0,00
	- long-term	0,08	0,00	0,00	0,00
	- short-term	0,00	0,00	0,00	0,00
TOTAL LIABILITIES		177 969 902,88	120 504 032,90	162 459 419,87	100 588 113,26

Source: Issuer

PROFIT AND LOSS ACCOUNT – by nature of expense

Table 6. Individual selected financial data of the profit and loss account after the second quarter 2019 together with comparative data [PLN]

Lp.	Title	01.04.2019 – 30.06.2019	01.04.2018 – 30.06.2018	01.01.2019 - 30.06.2019	01.01.2018 - 30.06.2018
A	Net revenues from sales and equivalent, including revenues:	4 160 105,88	3 756 998,27	8 577 018,57	6 735 104,33
-	Related parties	0,00	0,00	0,00	0,00
I	Net revenues from sales of products	4 160 105,88	3 756 998,27	8 577 018,57	6 735 104,33
II	Change in the balance of products (increase - positive value, decrease - negative value)	0,00	0,00	0,00	0,00
III	Manufacturing cost of products for internal purposes	0,00	0,00	0,00	0,00
IV	Net revenues from sales of goods and materials	0,00	0,00	0,00	0,00
B	Operating expenses	3 725 676,98	2 962 633,83	7 175 155,12	5 463 967,53
I	Amortisation and depreciation	97 396,27	88 068,28	208 087,07	149 137,27
II	Consumption of materials and energy	37 164,13	76 222,13	106 490,92	140 387,84
III	External services	1 756 371,35	1 080 619,82	3 314 023,51	1 851 833,83
IV	Taxes and charges, including:	9 920,42	9 232,93	33 044,41	16 841,91
-	- excise duty	0,00	0,00	0,00	0,00
V	Payroll	543 426,12	521 340,78	1 065 061,89	965 037,26
VI	Social security and other benefits	90 517,04	69 173,00	176 758,37	133 819,40
-	- pensions	34 184,89	27 718,04	65 558,29	51 963,40
VII	Other costs by type	1 190 881,65	1 117 976,89	2 271 688,95	2 206 910,02
VIII	Value of goods and materials sold	0,00	0,00	0,00	0,00
C	Profit (loss) on sales (A-B)	434 428,90	794 364,44	1 401 863,45	1 271 136,80
D	Other operating revenues	97 571,81	167 991,90	98 421,75	386 611,08
I	Profit on disposal of non-financial fixed assets	32 840,91	0,00	32 840,91	0,00
II	Subsidies	0,00	0,00	0,00	0,00
III	Revaluation of non-financial assets	0,00	0,00	0,00	0,00
IV	Other operating revenues	64 730,90	167 991,90	65 580,84	386 611,08
E	Other operating expenses	203 453,78	180 890,57	260 270,33	193 929,27
I	Loss on disposal of non-financial fixed assets	0,00	0,00	0,00	0,00
II	Revaluation of non-financial assets	0,00	0,00	0,00	0,00
III	Other operating expenses	203 453,78	180 890,57	260 270,33	193 929,27
F	Profit (loss) on operating activities (C+D-E)	328 546,93	781 465,77	1 240 014,87	1 463 818,61
G	Financial revenues	6 445 251,90	2 036 771,33	12 091 698,68	6 417 591,15
I	Dividends and profit sharing, including:	0,00	0,00	0,00	0,00
a)	from related parties:	0,00	0,00	0,00	0,00
-	- capital entity	0,00	0,00	0,00	0,00
b)	From other entities:	0,00	0,00	0,00	0,00
-	- capital entity	0,00	0,00	0,00	0,00
II	Interest, including:	427 392,09	676 621,62	844 609,49	958 863,49
-	- From related parties	427 336,60	675 992,51	844 259,60	955 974,18
III	Profit on disposal of financial assets	3 147 930,00	1 356 851,27	5 762 220,86	5 438 709,57
-	- in related parties	0,00	0,00	0,00	0,00

IV	Revaluation of financial assets	2 869 929,81	0,00	5 484 868,33	0,00
V	Other	0,00	3 298,44	0,00	20 018,09
H	Financial expenses	1 751 864,30	2 674 112,83	3 207 044,97	7 667 755,24
I	Interest	1 751 853,64	1 067 347,81	3 206 914,78	2 026 893,98
	- for related parties	315 401,20	44 999,27	596 809,00	80 538,37
II	Loss on disposal of financial assets	0,00	0,00	0,00	0,00
	- in relations parties	0,00	0,00	0,00	0,00
III	Revaluation of financial assets	0,00	1 606 685,66	0,00	5 640 781,90
IV	Other	10,66	79,36	130,19	79,36
I	Gross profit (loss) (F+G-H)	5 021 934,53	144 124,27	10 124 668,58	213 654,52
J	Income tax	0,00	0,00	0,00	0,00
K	Other statutory reductions in profit (increases in loss)	0,00	0,00	0,00	0,00
L	Net profit (loss) (I-J-K)	5 021 934,53	144 124,27	10 124 668,58	213 654,52

Source: Issuer



Table 7. Individual selected financial data of the cash flow statement after the second quarter of 2019 together with comparative data [PLN]

Lp.	Title	01.04.2019 – 30.06.2019	01.01.2019 - 30.06.2019	01.01.2018 - 30.06.2018
A	Net cash flows from operating activities			
I	Net profit (loss)	5 021 934,53	10 124 668,58	213 654,52
II	Total provisions	9 894 858,57	(5 154 248,35)	4 647 595,09
3	Amortisation and depreciation	97 396,27	208 087,07	149 137,27
6	Foreign exchange gains (loss)	0,00	0,00	0,00
7	Interest and gain-share (dividends)	1 324 461,55	2 362 305,29	1 068 030,49
8	Profit (loss) on investment activity	(3 180 770,91)	(5 795 061,77)	(5 438 709,57)
9	Changes of provisions	0,00	0,00	(22 000,00)
10	Change in stocks	0,00	0,00	0,00
11	Change in receivables	7 883 418,29	(3 569 296,47)	1 268 537,85
12	Change in short-term liabilities excluding credits and loans	8 484 696,55	8 274 744,65	1 250 663,52
13	Change in prepayments and accruals	(1 943 836,77)	(1 249 582,19)	992 680,35
14	Other adjustments	(2 770 506,41)	(5 385 444,93)	5 379 255,18
III	Net cash flows from operating activities (I ± II)	14 916 793,10	4 970 420,23	4 861 249,61
B	Net cash flows from investment activities			
I	Inflows	2 088 821,17	2 088 821,17	13 516 004,79
1	Disposal of intangible and tangible fixed assets	38 821,17	38 821,17	0,00
2	Disposal of investments in real property and in intangible assets	0,00	0,00	0,00
3	From financial assets, including:	2 050 000,00	2 050 000,00	13 516 004,79
a)	in related parties	2 050 000,00	2 050 000,00	6 941 334,40
b)	in other entities	0,00	0,00	6 574 670,39
-	Disposal of financial assets	0,00	0,00	0,00
-	Dividends and gain-share	0,00	0,00	0,00
-	Repayment of long-term loans	0,00	0,00	6 574 670,39
-	Interest	0,00	0,00	0,00
-	Other inflows from financial assets	0,00	0,00	0,00
4	Other investments inflows	0,00	0,00	0,00
II	Outflows	12 875 680,00	15 395 844,38	36 760 083,30
1	Aquisition of intangible fixed and tangible assets	0,00	465 604,38	243 683,30
2	Investments on real estate and intangible fixed assets	0,00	0,00	0,00
3	Financial assets:	12 875 680,00	14 930 240,00	36 516 400,00
a)	In related parties	12 875 680,00	14 930 240,00	16 196 000,00
b)	In other eguities	0,00	0,00	20 320 400,00
-	Aquisition of financial assets	0,00	0,00	0,00
-	Long-term loans	0,00	0,00	20 320 400,00
4	Other investment expenses	0,00	0,00	0,00

III Net cash flows from investment activities (I-II)	(10 786 858,83)	(13 307 023,21)	(23 244 078,51)
C Net cash flows from financial activities			
I Inflows	1 587 392,09	22 636 609,49	27 318 863,49
Net inflows from issuance of shares and other capital instruments and from capital	0,00	0,00	0,00
1 Credits and loans	0,00	0,00	0,00
2 Issuance of debt securities	1 160 000,00	21 792 000,00	26 360 000,00
3 Other inflows from financial activities	427 392,09	844 609,49	958 863,49
II Outflows	5 368 551,26	13 899 227,42	10 225 151,79
1 Purchase of own shares	0,00	0,00	0,00
2 Dividends and other payments to shareholders	0,00	0,00	0,00
Profit distribution liabilities other than profit distribution payments to shareholders	0,00	0,00	0,00
3 Repayment of credits and loans	0,00	0,00	0,00
4 Redemption of debt securities	3 478 111,05	10 512 925,65	8 076 157,49
5 Payment of other financial liabilities	0,00	0,00	0,00
6 Payment of liabilities arising from financial leases	138 586,57	179 386,99	122 100,32
7 Interest	1 751 853,64	3 206 914,78	2 026 893,98
8 Other financial expenses	0,00	0,00	0,00
III Net cash flows from financial activities (I-II)	(3 781 159,17)	8 737 382,07	17 093 711,70
D Total net cash flows (A.III ± B.III ± C.III)	348 775,10	400 779,09	(1 289 117,20)
E Balance sheet change in cash:	348 775,10	400 779,09	(1 289 117,20)
- Change in cash due to exchange differences	0,00	0,00	0,00
F Opening balance of cash	64 787,60	12 783,61	1 750 289,26
G Closing balance of cash (F±E):	413 562,70	413 562,70	461 172,06
- Limited possibility of disposition			

Source: Issuer

The Company presents a cash flow statement for the second quarter of 2019 without comparative data due for this period due to the limited technical capabilities of the accounting program. The Company is working on entering comparative data in future periodic reports.

STATEMENT OF CHANGES IN EQUITY

Table 8. Individual selected financial data of the statement of changes in equity after the second quarter of 2019 together with comparative data [PLN]

Lp.	Title	01.04.2019 – 30.06.2019	01.01.2019 - 30.06.2019	01.01.2018 - 30.06.2018
I.	Equity (fund) at the beginning of period (BO)	62 617 469,70	57 514 735,65	43 573 835,43
-	Corrections of fundamental errors and changes in accounting policy	0,00	0,00	0,00
		0,00	0,00	0,00
I.a.	Equity (fund) at the beginning of period (BO), after provisions	62 617 469,70	57 514 735,65	43 573 835,43
1	Change in the balance of products (increase – positive value, decrease – negative value)	7 801 915,00	7 801 915,00	7 801 915,00
1.1.	Changes in share capital (fund)	0,00	0,00	0,00
a	Increase	0,00	0,00	0,00
-	Issue of shares			
-	Contribution in-kind			
b	Decrease			
-	Redemption of shares			
			
1.2.	Share capital (fund) at the end of period	7 801 915,00	7 801 915,00	7 801 915,00
2	Capital (fundusz) reserve at the beginning of period	6 803 898,96	6 803 898,96	3 504 854,16
2.1.	Changes in capital reserve (fund)	0,00	0,00	3 299 044,80
a	Increase	0,00	0,00	3 299 044,80
-	Issue of shares over nominal value			
-	Distribution of shares (by law)			3 299 044,80
-	Distribution of shares (over required by law minimum value)			
b	Decrease	0,00	0,00	0,00
-	Loss compensation			
-			
2.2.	Capital reserve (fund) balance at the end of period	6 803 898,96	6 803 898,96	6 803 898,96
3	Equity (fund) of revaluation at the beginning of period – changes in accounting policy	28 581 297,24	28 581 297,24	28 581 297,24
3.1.	Changes in capital (fund) of revaluation	0,00	0,00	0,00
a	Increase			
b	Decrease	0,00	0,00	0,00
3.2.	Equity (fund) of revaluation at the end of period	28 581 297,24	28 581 297,24	28 581 297,24
4	Other shares reserve (fund) at the beginning of period	0,00	0,00	0,00
4.1.	Changes in other capital reserve (fund)	0,00	0,00	0,00
a	Increase			
-			
b	Decrease	0,00	0,00	0,00
-			
4.2.	Other capital reserve (fund) at the end of period	0,00	0,00	0,00
5	Profit (loss) from previous years at the beginning of period	14 327 624,45	386 724,23	(499 270,56)

5.1.	Profit from previous years at the beginning of period	14 327 624,45	386 724,23	(499 270,56)
-	Changes in accounting policy			
-	Correction of fundamental errors			
5.2.	Profit from previous years at the beginning of period after provisions	14 327 624,45	386 724,23	(499 270,56)
a	Increase	0,00	13 940 900,22	4 185 039,59
-	Distribution of profit from previous years	0,00	13 940 900,22	4 185 039,59
b	Decrease	0,00	0,00	3 299 044,80
-	Loss compensation	0,00	0,00	0,00
-	Transfer to capital reserve			3 299 044,80
5.3.	Profit from previous years at the beginning of period	14 327 624,45	14 327 624,45	386 724,23
5.4	Loss from previous years at the beginning of period (-)	0,00	0,00	0,00
-	Changes in accounting policy			
-	Correction of fundamental errors			
5.5.	Loss from previous years at the beginning of period, after provisions	0,00	0,00	0,00
a	Increase	0,00	0,00	0,00
-	Loss carry-over from previous years to cover	0,00	0,00	0,00
b	Decrease	0,00	0,00	0,00
-	Profit carry-over from previous years to cover	0,00	0,00	0,00
5.6.	Loss from previous years at the end of period	0,00	0,00	0,00
5.7	Profit (loss) from previous years at the end of period	14 327 624,45	14 327 624,45	386 724,23
6.	Net Result	5 021 934,53	10 124 668,58	213 654,52
a	Net profit	5 021 934,53	10 124 668,58	213 654,52
b	Net loss (negative value)			
c	Profit copy (negative value)			
II	Equity (fund) at the end of period (BZ)	67 639 404,23	67 639 404,23	43 787 489,95
III	Equity (fund) after taking into account the proposed distribution of profit (loss coverage)	67 639 404,23	67 639 404,23	43 787 489,95

Source: Issuer

The Company presents a statement of changes in consolidated equity for the second quarter of 2019 without comparative data for this period due to the limited technical capabilities of the accounting program. The company is working on entering comparative data in future periodic reports.

4

The fundamental principles
for the preparation of financial report
including changes in accounting policy

This report shall cover the data of the second quarter of 2019 and was not audited or reviewed by an auditor or by an entity authorized to audit financial statements. The report presents a separate financial statement including the balance sheet, profit and loss account, cash flow statement and changes in the equity statement covering the second quarter of 2019 and cumulative data for the period from the beginning of the year 2019 until June 30, 2019, including comparable periods analogical to the year 2018.

The Company shall not amend principles in the accounting policy. The principles of the accounting policy adopted to the condensed financial statement from the II quarter of 2019 are compatible with the Accounting Law dated on September 29, 1994. The accounting entries shall be carried out according to historic cost principle, with the exclusion of fixed assets under periodic revaluation in accordance to the principles described in the Accounting Law and separate legislations whereas impact of inflation shall not be taken into account. Aforti Holding S.A. shall prepare the profit and loss account in the comparative option.

4.1 Tangible fixed assets, intangible fixed assets

Intangible assets and fixed assets shall be measured at depreciated cost. Depreciation charges on tangible and intangible fixed assets constituting acquired rights are made on the basis of a depreciation plan, including rates and amounts of annual depreciation copies.

The components of fixed assets with an initial value not exceeding PLN 100 shall charge operating costs once in a month putting them into use. Depreciation is carried out using the straight-line method. When determining the depreciation period and the annual depreciation rate, the period of economic utility of the fixed asset and the components of intangible assets shall be taken into account.

The purchase price or production cost of a fixed asset increases its cost of improvement.

Foreign fixed assets or intangible assets accepted for use under a leasing agreement are classified as fixed assets if the contract shall comply with the conditions specified in the legislation.

Fixed assets under the construction are measured at the total amount of costs directly related to their acquisition or production, reduced by the impairment losses.

In the case of changes in the production technology, liquidation, withdrawal from service or other reasons causing a permanent impairment of a fixed asset or intangible asset, an impairment shall be made to the other operating costs.

4.2. Long-term and short-term liabilities

Long-term receivables, short-term receivables and claims are reported in net value (gross value reduced by impairment allowances). Impairment losses on receivables are made on the basis of

individual assessment of receivables from individual debtors as well as on the basis of the general assessment of receivables (without identification of the debtor).

Individual write-offs revaluating receivables are made separately for each irrecoverable amount. Their value is determined on the basis of the risk of non-recoverability assigned to a specific debtor. Write-downs refer to specific receivables and have a strictly defined amount as revealed by the documents and analytical accounts of receivables. Receivables denominated in foreign currencies are valued at the balance sheet date at the average exchange rate of the National Bank of Poland on that day.

Receivables shall be revalued by provisioning up to amount not covered by a guarantee or other collateral. Provisions shall be created taking into account the degree of risk associated with a given receivable. Foreign exchange differences on receivables denominated in foreign currencies resulting on the valuation day and after payment refer to financial costs or revenues, and in justified cases to the cost of products production, services or price of goods, as well as the production of fixed assets or intangible assets (to increase or decrease these costs).

4.3. Inventories

Inventories shall be valued at actual purchase prices, not higher than the net sales prices. If the value of goods (materials) measured at the purchase price is higher than the net sale price, the difference of valuation is written off in other operating costs, reducing the value of inventories and the financial result.

4.4. The money

Cash shall be reported at the nominal value. Cash in foreign currencies shall be valued on the balance sheet date at the average exchange rate of the National Bank of Poland on that day.

4.5. Prepaid expense

Prepayments shall be made if the costs incurred in a given period relate to future reporting periods. Write-offs of prepayments are carried out according to the passage of time. The time and the method of settlement is justified by the nature of the settled costs, in accordance with the principle of prudent valuation.

4.6. Share capital

The share capital of the company shall be carried at amounts specified in the agreement or articles of association and entered into the court register. Declared but not paid capital contributions are recognized as independent contributions to capital.

4.7. Provisions for liabilities

Provisions are created for certain or highly probable future liabilities and they are valued at the balance sheet date in a reliably estimated value. Provisions are classified as other operating costs, financial costs or extraordinary losses, depending on the circumstances related to the future liabilities.

4.8. Long-term and short-term liabilities

Liabilities are disclosed in the nominal or demanding amount (liabilities in the instrument loans), including the interest to be paid as at the balance sheet date. Interest shall be recorded as a financial expense.

Liabilities denominated in foreign currencies are valued according to the balance sheet date at the average exchange rate of the National Bank of Poland on that day.

Exchange differences regarding liabilities denominated in foreign currency resulting from the measurement date are recognised as an expense or financial income, and in justified cases, the cost of manufacturing products, services or price of goods, as well as the production of fixed assets or intangible assets.

If the due date exceeds one year from the balance sheet date, the balance of these liabilities are shown as long-term, with the exception of trade liabilities. The remaining balances are shown as short-term liabilities.

4.9. Accrued expenses

Passive accruals of costs are made in the amount of probable liabilities falling into the current reporting period, resulting in particular:

- from the services provided to the entity by the counterparties of the entity, when the amount of liability can be estimated reliably,
- from the obligation to provide future benefits related to the current operations to unknown persons, the amount of which can be estimated, although the date of the rise to a liability is not yet known, including warranty repairs and warranties for sold long-term products.

Write-offs of accrued expenses are applied until the passage of time. The time and the method of settlement is justified by the nature of the costs to be settled, in accordance with the precautionary principle.

4.10. Deffered tax

Due to temporary differences between the value of assets and liabilities shown in the accounting books, their tax value and the tax loss possible to deduct in the future, a provision is recognized and deferred tax assets are determined.

Deferred income tax assets shall be determined in accordance with the amount provided for the future for tax deduction, related to deductible temporary differences, which shall reduce the tax base and the deductible tax loss determined by taking into account the precautionary principle.

Deferred tax liabilities are the amounts of income taxes payable in future periods in respect of taxable temporary differences. The measurement of deferred tax liabilities and deferred tax assets must be determined taking into account the rate of the corporation tax applicable in the year of tax liability.

The difference between the balance of provisions and deferred tax assets at the end and beginning of the reporting period affects the financial result, whereas deferred tax assets and liabilities related to operations settled by equity.

4.11. Financial result statement

The transfer of the net financial result follows after the approval of the financial report by the authorized body.

4.12. Sales revenue

Sales revenues are recognized when: the goods are delivered, the unit has transferred significant risks and the rewards of ownership of the goods, or service is provided.

Sales are carried out at net value, excluding tax of goods and service, after taking into account any discounts granted.

4.13. Foreign currency transactions

The business operations denominated in foreign currency are recognized in the accounting books at the time of their performance at the exchange rates:

- purchase or sale of currencies used by the Bank whose services are used by the entity - in the case of sales and purchases of currencies, receivables or liability payments,
- the average fixed rate for a given currency by the National Bank of Poland on this day, unless a different course has been established in the customs declaration or other binding document - for other operations.

As of the balance sheet date, it is valued in foreign currencies:

- asset components (excluding shares in subordinated entities valued using the equity method)
 - at the average exchange rate of the National Bank of Poland on that day,
- liability components - at the average exchange rate of the National Bank of Poland on that day.

Exchange-rate differences related to other assets and liabilities denominated in foreign currency, created on the date of their valuation and when paying receivables and liabilities in foreign currencies are included in financial revenues/costs, and in justified cases - to the cost of product production, price of goods, price or cost of producing fixed assets, fixed assets under construction or intangible assets.

4.14. Taxation

Accounting result is adjusted by:

- current liabilities due to income tax from legal entities,
- other mandatory reduction of profit (increase of loss).

4.15. Separate financial statements

The quarterly condensed financial statements of the Company, prepared in accordance with the accounting principles applicable to the Company, for the second quarter of 2019, including comparative data for the previous year (profit and loss account) and on June 30, 2019 including comparative data of the previous year (balance).

The financial statements have been prepared on the basis of the operating principle of the Company and is in accordance with the Accounting Act. During the period for which the report is prepared, there were no changes to the accounting policy. The financial data are given in PLN.

5

Characteristics of significant achievements or failures of the issuer in the period covered by the report with the description of the most important factors and events, in particular of unusual nature affecting achieved results

5.1. Comment on consolidated financial results of Aforti Group

In the second quarter of 2019, the Aforti Capital Group generated over PLN 232.07 million of sales revenue, which is an increase of 61.36 percent. compared to 2018. The increase in revenues is related to the Group's development projects, which have been carried out for years, which gradually and sometimes gradually bring the first measurable results.

The net profit of the entire Group in the indicated period amounted to over PLN 295.8 thousand, reaching a similar level as in the previous year (an increase of 0.47 percent).

Cumulatively, after the first half of this year consolidated net sales revenues of the Aforti Group reached the value of over PLN 435.87 million and were higher by 78.82 percent than last year. The Group's net profit decreased to PLN 591.87 thousand, which is the effect of the implementation of foreign development investments. In accordance with the development strategy, some of Aforti's subsidiaries have begun operations, including in Romania and Bulgaria, and, in addition, preparations are underway to enter further foreign markets. These activities, although capital intensive, also allow for a gradual increase in revenues of the entire Group.

Balance Sheet

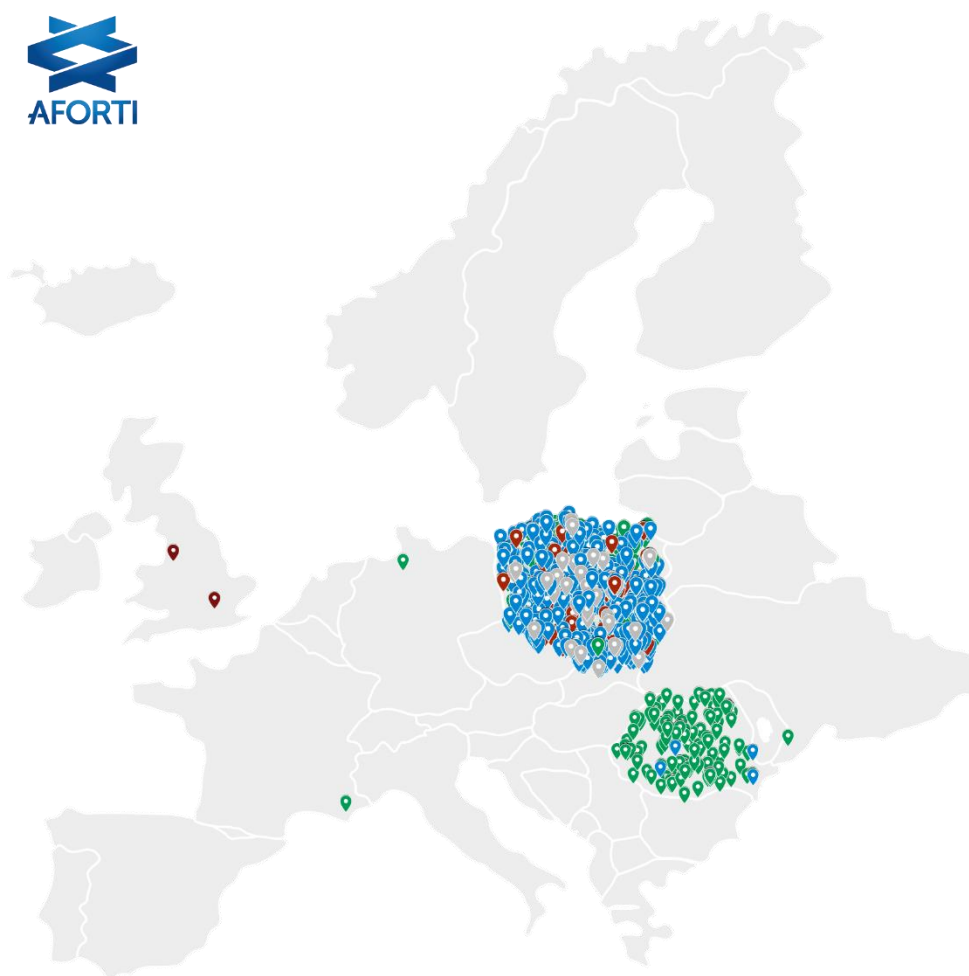
The value of the Aforti Group assets at the end of June 2019 amounted to over PLN 174.84 million and was higher by 48.30 percent year-on-year. The increase in the value of assets was associated with the dynamic development of the Group, including the increase in the value of companies in terms of their geographical expansion within the country and abroad.

The Group's long-term receivables reached the level of approx. PLN 349.37 thousand. PLN and compared to the previous year were increased by 114.54 percent. The value of equity in the Aforti Group was PLN 5.40 million and was comparable to the previous year.

Implementation of the strategy of action - the first summary

At the beginning of the second quarter of 2019, the Aforti Group celebrated its 10th anniversary. During the decade of presence and development of structures on Polish and foreign markets, the Issuer and its subsidiaries acquired and serviced nearly 5.5 thousand Customers from Poland and Europe. The Aforti brand has become more recognizable in the financial services industry dedicated to the small and medium-sized enterprises (SME) sector.

Rysunek 1 The map presents the geographical dispersion of the clients of the Aforti Group companies



source: the Issuer

The constant development of the Group's structures, actively and consciously anticipating market trends, as well as the ability to see new perspectives have generated impressive results:

COMPANY	DATA	STAITS ON 30.06.2019 *
Aforti Collections SA	Nominal value of orders	301 315 484 PLN
Aforti Exchange SA (Poland)	Value of the currency exchanged	627 970 000 EUR
Aforti Exchange Romania IFN SA (Romania)	Value of the currency exchanged	131 838 000 EUR
Aforti Factor SA	Value of purchased invoices	48 173 000 PLN
Aforti Finance SA	Value of micro-loans sold	115 367 000 PLN
	Value of loan applications submitted	837 417 000 PLN

*Data cumulatively from the beginning of operations of each of the companies listed in the table above.

source: Issuer

These numbers show how much work and commitment has been put into the development of the Capital Group. In order to organize the planned activities and set the future path, a new Development Strategy for 2018-2020 was implemented last year. The 10th anniversary of the Group's existence is a good opportunity to first summarize the effects of its implementation. The assumptions of the aforementioned Development Strategy were based on three pillars: domestic development, foreign expansion and publishing of subsidiaries by entering the selected stock market.

Being somewhat at the halfway point of the implementation of the adopted Strategy, it can be seen that in the first place the development of the Group is based on people associated with it. Aforti Holding and its subsidiaries acquire top-class market specialists with valuable knowledge and practical experience. Recently, the Issuer's team has been enlarged, among others for new board members (at Aforti Holding and Aforti Finance), a new head of the risk department, customer service specialists and legal services. All these persons cooperated with the largest banks operating in Poland (Bank Handlowy <Citibank>, Bank BPH <GE Capital>, UniCredit Bank, Raiffeisen Polbank, Bank Pocztowy SA).

In addition to building the best possible team of employees, the Group also cares for technological development by implementing modern IT solutions. Last year, Aforti Finance carried out work on developing an individualized loan service system, which was implemented in the second quarter of this year. These types of solutions naturally support customer service, constantly raising its quality level.

It is worth remembering that the adopted Development Strategy is a kind of map that we use in a flexible way. Observing emerging trends on the market of dedicated SME services, the Aforti Group is also implementing new regulations and structural changes. With the appearance of a new board member, among others, revision of the existing credit policy, which has been tightened and current debt collection procedures adapted to it. Such activities bring measurable effects in the form of a gradual increase in the value and quality of the loan portfolio.

The experience acquired during the implementation of the development strategy and many years of active work with clients from the SME sector has led the Issuer's Management Board to consider the broader context of the development of the Aforti Group both in Poland and abroad. The natural consequence of this was the establishment and registration of Aforti, UAB with headquarters in Lithuania (RB ESPI 16/2019 of 09.07.2019). This company has already submitted an application to the Lithuanian financial market supervision institution for the licensing of EMI (E-Money Institution) electronic money institution (RB ESPI 17/2019 of 26.07.2019). Obtaining the license will enable Aforti, UAB to handle electronic money transactions, including transfers to third-party accounts and servicing of cards and payment accounts. And the possibility of conducting such transactions will help the Aforti Group reach new clients from the SME sector, currently serviced by the banking sector. In the opinion

of the Issuer's Management Board, Aforti Group has great potential to enter this market, primarily due to its knowledge and experience gained in everyday work with clients.

Ending this short summary of the implementation of the first half of the period for which the Development Strategy was adopted, it is worth referring to the plans to introduce the Issuer's subsidiaries to the listed markets. These plans are still in force, however, when conducting these projects, current market conditions should be taken into account, which in the opinion of the Company's Management Board are currently not conducive to the implementation of these plans. Working with Investors gathered around the Aforti Group, the first criterion for making decisions in this direction will be the profit that they could achieve.

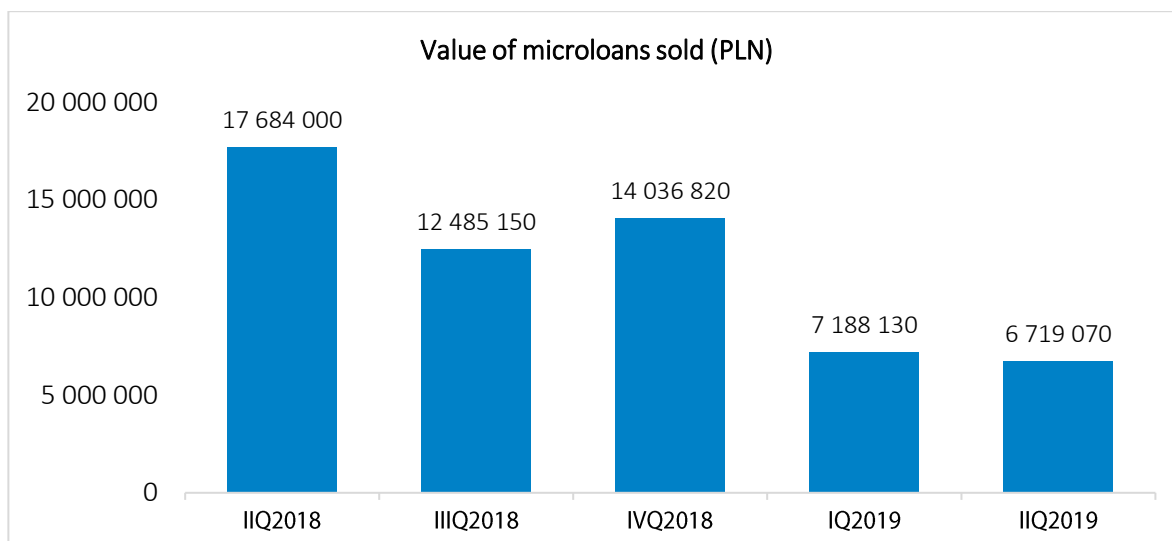
Second quarter this year also brought other events. In May, the 9th edition of cyclical investor meetings: Investor's Day took place, during which we hosted our investors in ten largest cities in Poland. The next jubilee 10th edition will take place in the first week of September. In addition, at the turn of May and June two important rankings for the business market in Poland were published. The first of these was the "List of 500" prepared and published by the Rzeczpospolita daily. Aforti Holding SA took 452nd position in this ranking. It was a huge distinction, because only the largest and most known companies in Poland are on this list. The second important ranking was "1000 Biggest Companies" published by the Gazeta Finansowa daily. Aforti Holding SA took 481st position in it, jumping its result from the previous year by two hundred positions.

Selected business activities of individual holding companies:

1) Aforti Finance Inc

In the second quarter of 2019, the company's activities were focused on modifying the product offer and credit policy. A new product was implemented: a loan for entrepreneurs for repayment of debt in ZUS / US. In addition, a fully automated loan service system has been launched, which will translate into an even more effective customer service process.

- In the first half of 2019, Aforti Finance S.A. granted 96 loans (less by 68.83% year-on-year) with a total value of PLN 13,907.21 thousand and this result represents a 57.44% decrease compared to 2018. From January to the end of June this year 828 applications for a loan totaling PLN 127 246.31 thousand were submitted. The number of applications submitted was reduced by 57.97%, and their total value by 47.86% in relation to the same period in the previous year.

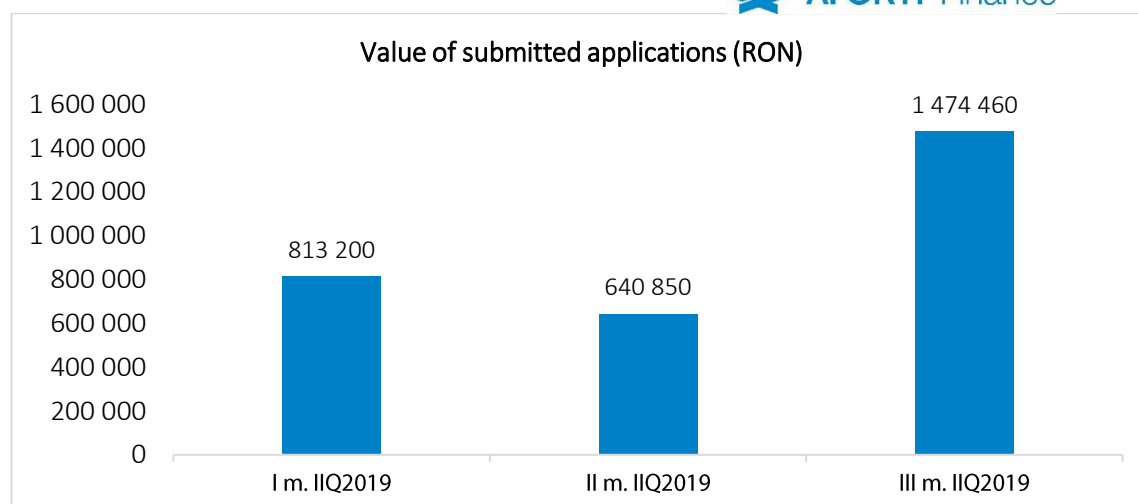


Source: Issuer

2) Aforti Finance Romania IFN Inc

At the end of the first half this year, there were adopted 14 applications for a loan with total value of RON 2,928.51 thousand.

Aforti Finance Romania IFN SA on 31.10.2018 obtained a license of a non-bank financial institution (current report ESPI 35/2018 of 31/10/2018).

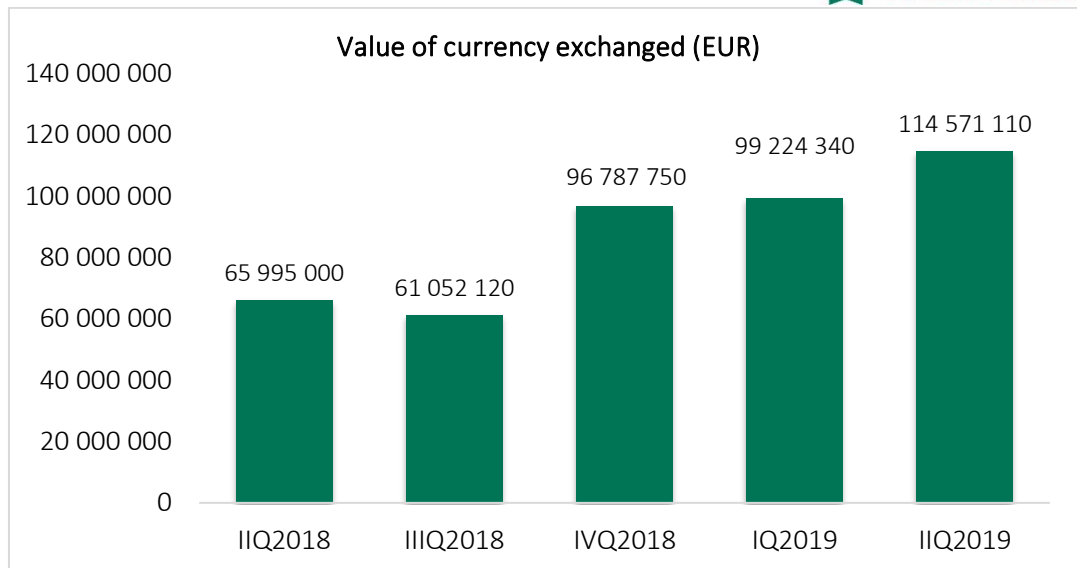


3) Aforti Exchange Inc

In the second quarter of 2019, the company focused its activities on increasing the number of new customers, which resulted in an increase of 127 percent in May. In addition, new functionalities were implemented, enabling even more efficient customer service, as well as supporting fast currency exchange. After three months of 2019, the value of trading on the Aforti Exchange

currency exchange platform reached the level of EUR 99,229.61 thousand, an increase of 115.17% year-on-year.

After six months of 2019, the value of turnover reached EUR 213 795.31 thousand, noting an increase of 90.70% year-on-year.



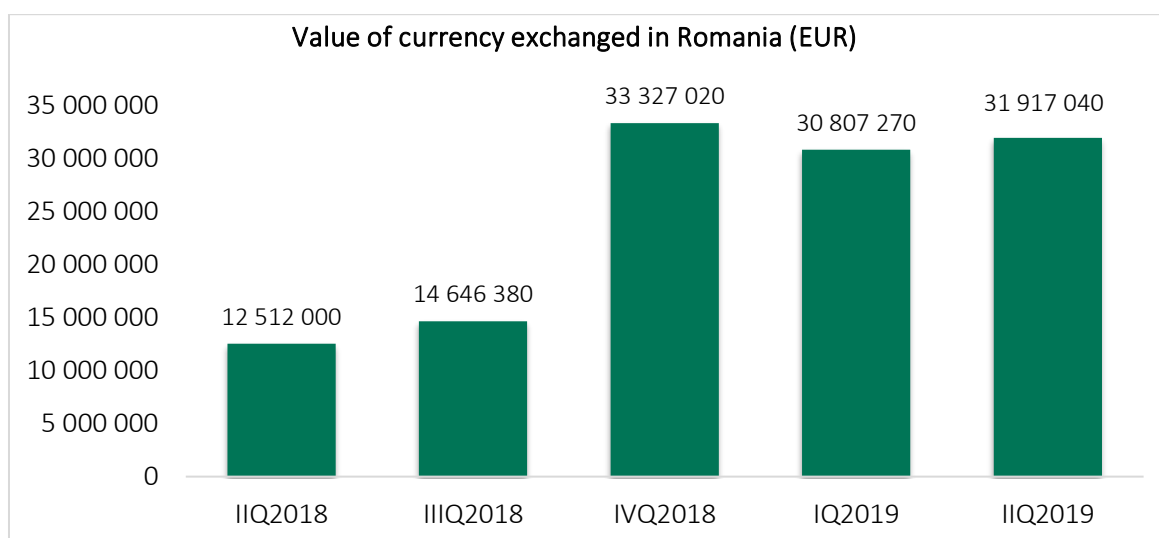
Source: Issuer

4) Aforti Exchange Romania Inc

In the second quarter of 2019, the company focused on acquiring new customers. To this end, among others, activities building the company's image as an expert in market education in economics and the fintech industry. Works were also carried out to improve the technological infrastructure.

- In the period from January to the end of June 2019, Aforti Exchange Romania S.A. recorded EUR 62 689.13 thousand of total turnover, which is an increase of 217.79% compared to the previous year.





Source: Issuer

5) Aforti Ac LLC

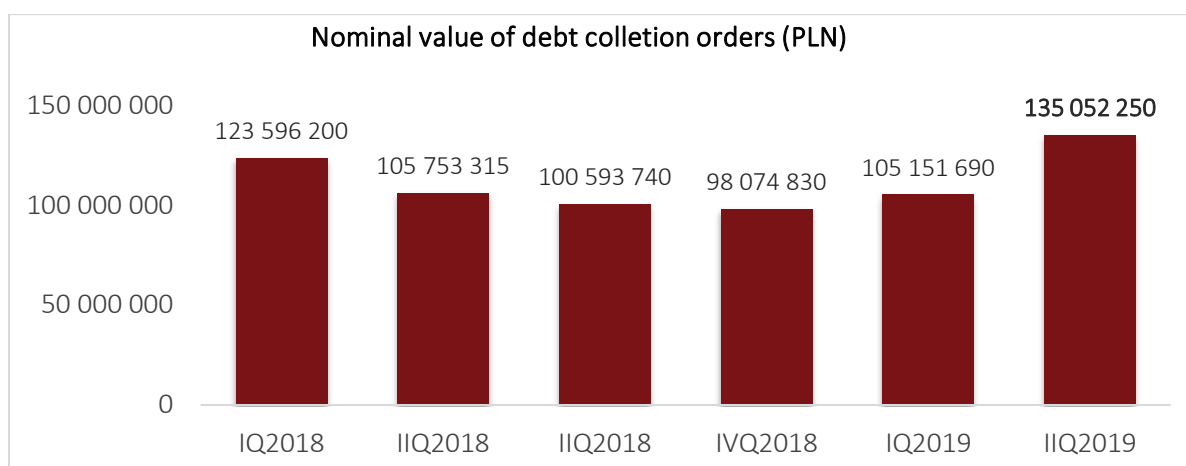
The company provides accounting and personnel services for the purposes of servicing entities belonging to the AFORTI Group and operating in Poland.

6) Aforti Collections Inc

In the second quarter of this year the company focused on market monitoring and competition activities. These activities resulted in the acquisition of new contractors from the marketing, telecommunications and rent-a-car industries. In addition, the company's management is actively involved in industry events such as conferences and congresses.

- At the end of June 2019, the nominal value of recovery orders was PLN 240,528.03 thousand, which is an increase of 2,387.15% year-on-year. The number of orders also increased by 3038.16% to 42,271. At the same time, the number of collection agreements concluded in the period from January to the end of June this year amounted to 33 and was lower by 21.43% than a year ago.

 **AFORTI Collections**

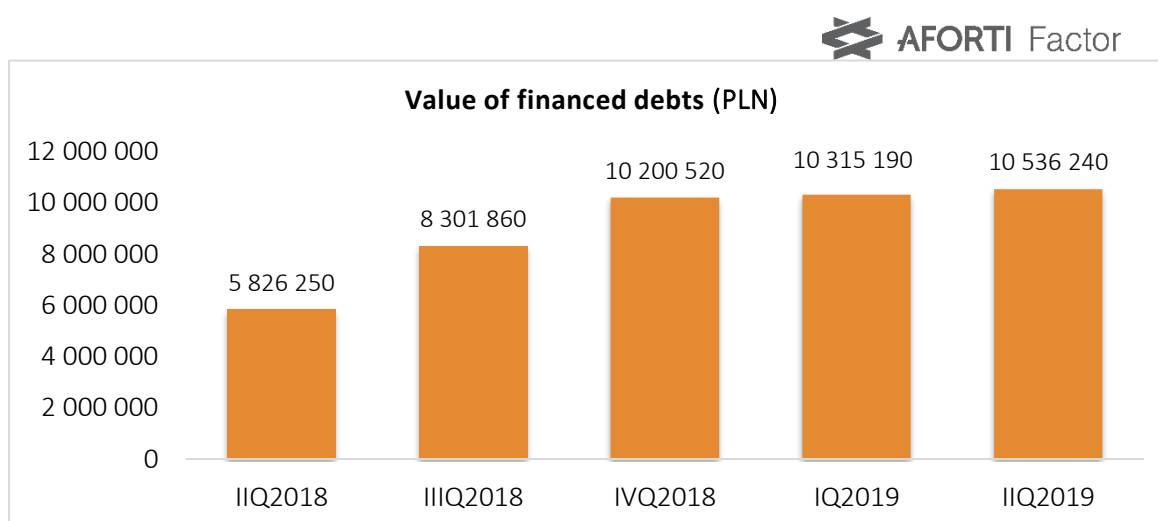


Source: Issuer

7) Aforti Factor Inc

In the second quarter of this year the company started to implement new technical solutions to accelerate and improve the level of customer service. The company's management board also took part in meetings of the GTM Start Gniezno Partner Business Club, where it shared its knowledge and experience.

- After six months of 2019, Aforti Factor financed receivables with total value of PLN 20,886.53 thousand, which means an increase of 138.45% compared to the same period in the previous year.



Source: Issuer

5.2. Comment on Individual financial results of Aforti Holding Inc

In the reported period of the second quarter of 2019, Aforti Holding S.A. generated over 4.16 million PLN of sales revenue, which in comparison with the same period of the previous year means an

increase by 10.73 percent. Net profit amounted to PLN 5.02 million and was higher by 3384.45% than last year.

Cumulatively, after six months of this year, net sales revenues of Aforti Holding SA amounted to PLN 8.57 million and were higher by 27.35% compared to the previous year. At the same time, net profit reached PLN 10.12 million, an increase of 4,638.80% year-on-year.

It needs to be highlighted that the Issuer, being a holding company, does not conduct active operations. The Company's management focuses mainly on the construction of a group of companies providing financial services to entrepreneurs. The aim of the Issuer is to focus only on a few lines to rapidly develop the operating profitability of subsidiaries.

Statistics on the stock quotes of Aforti Holding SA on the Alternative System Trading NewConnect market

In the second quarter of 2019, the value of trading in the Issuer's shares reached PLN 133,81 thousand (31.21 thousand euros). The average volume per session was 215, which gave the company 117 position on 388 listed companies.

The minimum quotation rate in the indicated period was PLN 8.70, and the maximum PLN 12.70.

The capitalization of the Company at the end of the second quarter of 2019 reached PLN 76,85 million (EUR 18.07 million), which placed the Issuer at 23rd position. The book value was PLN 5.11 million. The C/WK (P/BV) ratio stopped at 15.03.

In the entire first half of 2019, the value of trading in the Issuer's shares reached PLN 672.28 thousand (156.20 thousand euros). The average session volume was 600, which gave the Company 76th position on 388 listed companies.

The minimum quotation rate in the indicated period was 4.26 PLN, while the maximum price was 13.95 PLN.

The C/WK (P/BV) indicators inform about the current valuation by the market of the book value, i.e. the difference between balance sheet assets and total liabilities. It shows the effectiveness of the use of assets, not taking into account the source of capital. Companies with higher return on equity usually have a higher P/BV ratio as well. This indicator informs how many times the company's value on the market is higher (smaller) than its book value. Companies representing capital-intensive sectors of the economy may have a C / WK ratio lower than consulting or IT companies.

5.3. Summary of the Aforti Group's activities in the field of sports sponsorship

For several years the Aforti Group has been running a Sponsoring Sport Project, for which a special program #AfortiSupPORT was launched last year. As part of this program, the Aforti Group invests in the development of talented, hard-working and promising athletes.

The first team that was sponsored by Aforti was the football club KKS Lech Poznań, whose Group is currently a strategic sponsor.

In the first quarter of this year there was also an extension and extension of cooperation between the Aforti Group and the speedway team GTM Start Gniezno. In addition to the title of the strategic sponsor of the first team of the indicated club, Aforti also became the titular sponsor of juniors, speedway club, club television and lead-in team.

In addition, the Aforti Group has also established individual cooperation with Mr. Mirosław Jabłoński, who will be the coach of the GTM Start Gniezno team and the ambassador of Aforti Szkółka Żużlowa.

Another talented, young athlete who has qualified for #AfortiSupPORT is Mr. Kacper Majchrzak - Polish freestyle competitor, bronze medalist of the European Championship, participant of the Summer Olympic Games 2012 and Summer Olympic Games 2016. Polish record holder at the distance of 100 and 200 m style any. Mr Kacper Majchrzak in the first quarter of this year he successfully launched a new swimming season, taking part in international competitions in Lithuania and the Polish Grand Prix in Lublin. At both events he won the first place on 100 m freestyle and won the competition on the 200m variable style during the second of the above competition.

6

The ability to implement published financial perspectives for a given year including the results presented in quarterly report

According to the current report ESPI [ESPI 1/2019](#) dated on 2019, 2nd January, the Company has resigned from publishing the financial perspectives for 2019. In the opinion of the Board of Directors of the Company, the dynamically growing scale of the Issuer's operations and external factors related to its market environment limit the ability to precisely determine the financial perspective of the Issuer's financial result. Considering the above, the publication of financial forecasts would be too risky and could mislead the investors.

7

The status of the issuer's activities and investments indicated in the Information Document and their schedule

Not apply

8

The activity of issuer during the period covered by the report
in the area of business development through initiatives targeted
innovation-related solutions in the Company

In the period covered by this Report, the Issuer undertook activities related to the day-to-day operations and development of its subsidiaries. The initiatives undertaken were not related with the introduction of innovative solutions.

9

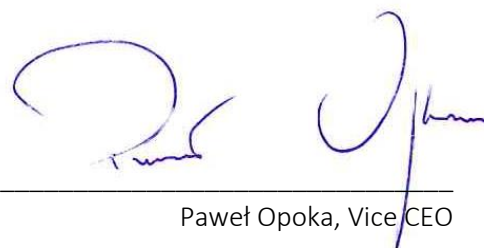
Board of Directors statement

The Board of Directors of Aforti Holding SA declares that selected financial information for the second quarter of 2019 as well as comparable data were prepared in accordance with the provisions in force to the Company and the quarterly report contains a true overview of development and achievements of the Company.

Warsaw, August 14, 2019



Klaudiusz Sytek, CEO



Paweł Opoka, Vice CEO



Mateusz Niemczyk, Vice CEO

10

The list of current reports of the issuer
published in the II quarter of 2019

Current reports published by the Issuer in the II quarter of 2019.

1) System EBI

2019-06-28 15:21:12	Bieżący 38/2019 Treść uchwał podjętych przez ZWZ Spółki Aforti Holding w dniu 28.06.2019 r. / The resolutions adopted by the Annual General Meeting 28.06.2019 Aforti Holding
2019-06-24 17:03:19	Bieżący 37/2019 Terminowy wykup obligacji serii N27 / Buy out of the N27 series bonds
2019-06-11 17:07:07	Bieżący 36/2019 Terminowy wykup obligacji serii N26 / Buy out of the N26 series bonds
2019-05-31 13:28:33	Bieżący 35/2019 Zwołanie Zwyczajnego Walnego Zgromadzenia Spółki na dzień 28 czerwca 2019 roku / Convening of the Ordinary General Meeting of Shareholders on 28.06.2019
2019-05-30 17:21:30	Roczny 34/2019 Skonsolidowany Raport Roczny za 2018 rok / Consolidated Annual Report for 2018
2019-05-30 17:15:13	Roczny 33/2019 Jednostkowy Raport Roczny za 2018 rok / Individual Annual Report for 2018
2019-05-27 17:01:34	Bieżący 32/2019 Terminowy wykup obligacji serii N23 / Buy out of the N23 series bonds
2019-05-15 17:21:43	Kwartalny 31/2019 Jednostkowy i skonsolidowany raport kwartalny za I kwartał 2019 roku / Individual and Consolidated quarterly report for Q I 2019
2019-05-08 17:54:39	Bieżący 30/2019 Powołanie nowego Członka Zarządu / Appointment of a new Board Member
2019-04-29 17:11:31	Bieżący 29/2019 Terminowy wykup obligacji serii N20 / Buy out of the N20 series bonds
2019-04-23 17:10:18	Bieżący 28/2019 Terminowy wykup obligacji serii N18 / Buy out of the N18 series bonds
2019-04-23 17:09:06	Bieżący 27/2019 Terminowy wykup obligacji serii N17 / Buy out of the N17 series bonds
2019-04-10 16:02:42	Bieżący 26/2019 Przydział Obligacji serii P14 / P14 Series Bonds Allocation
2019-04-10 08:11:02	Bieżący 25/2019 Terminowy wykup obligacji serii N16 / Buy out of the N16 series bonds
2019-04-01 17:03:05	Bieżący 24/2019 Przydział Obligacji serii P13 / P13 Series Bonds Allocation
2019-04-01 08:45:18	Bieżący 23/2019 Terminowy wykup obligacji serii N14 / Buy out of the N14 series bonds

2) System ESPI

- [2019-06-04 08:36:51](#) Bieżący | 12/2019
[Szacunkowe dane operacyjne i sprzedażowe spółek zależnych Aforti Finance S.A., Aforti Finance Romania IFN S.A., Aforti Exchange S.A., Aforti Exchange Romania S.A., Aforti Collections S.A. oraz Aforti Factor S.A. – maj 2019 r.](#)
- [2019-05-31 13:32:41](#) Bieżący | 11/2019
[Zwołanie Zwyczajnego Walnego Zgromadzenia Spółki na dzień 28 czerwca 2019 roku](#)
- [2019-05-08 16:01:25](#) Bieżący | 10/2019
[Informacja dotycząca zawiązania rezerw przez spółki zależne](#)
- [2019-05-06 08:40:45](#) Bieżący | 9/2019
[Szacunkowe dane operacyjne i sprzedażowe spółek zależnych Aforti Finance S.A., Aforti Exchange S.A., Aforti Exchange Romania S.A., Aforti Collections S.A. oraz Aforti Factor S.A. – kwiecień 2019 r.](#)
- [2019-04-02 08:54:26](#) Bieżący | 8/2018
[Szacunkowe dane operacyjne i sprzedażowe spółek zależnych Aforti Finance S.A., Aforti Exchange S.A., Aforti Exchange Romania S.A., Aforti Collections S.A. oraz Aforti Factor S.A. – marzec 2019 r.](#)