

CD PROJEKT®



SUMMARY OF THE INTERIM CONSOLIDATED
FINANCIAL STATEMENT OF **THE CD PROJEKT
CAPITAL GROUP** FOR THE PERIOD BETWEEN
1 JANUARY AND 31 MARCH 2013

Disclaimer

This English language translation summary of the consolidated financial statements has been prepared solely for the convenience of English speaking readers. Despite all the efforts devoted to this translation, certain discrepancies, omissions or approximations may exist. In case of any differences between the Polish and English versions, the Polish version shall prevail. CD PROJEKT, its representatives and employees decline all responsibility in this regard.

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General Information

I. Parent entity

Name:	CD PROJEKT S.A.
Legal status:	Joint-stock company
Headquarters:	Jagiellońska 74, 03-301 Warsaw
Country of registration:	Poland
Principal scope of activity:	CD PROJEKT S.A. is the holding company of the CD PROJEKT Capital Group which focuses on videogame development as well as videogame and motion picture distribution
Keeper of records:	District Court for the City of Warsaw in Warsaw - Poland; 13th Commercial Department of the National Court Register (Sąd Rejonowy dla m.st. Warszawy w Warszawie, XIII Wydział Gospodarczy Krajowego Rejestru Sądowego)
Statistical Identification Number (REGON):	492707333

II. Duration of the Capital Group

The duration of the parent entity CD PROJEKT S.A. and all remaining members of the Capital Group is indefinite.

III. Reporting period

The interim consolidated financial statement covers the period between 1 January and 31 March 2013 inclusive. Comparative data is valid for 31 December 2012 and 31 March 2012 in the consolidated statement of financial position and for the period between 1 January 2012 and 31 March 2012 in the consolidated profit and loss account, consolidated statement of comprehensive income, consolidated statement of cash flows and statement of changes in consolidated equity.

IV. Composition of the governing bodies of the parent entity as of 31 March 2013

■ Management Board

President of the Board	Adam Michał Kiciński
Board Member	Marcin Piotr Iwiński
Board Member	Piotr Marcin Nielubowicz
Board Member	Adam Konrad Badowski
Board Member	Michał Andrzej Nowakowski

■ Changes in Management Board composition

No changes in the composition of the CD PROJEKT S.A. management board occurred in the reporting period.

■ Supervisory Board

Chairman of the Board	Katarzyna Weronika Ziótek
Deputy Chairman of the Board	Piotr Stefan Pałowski
Secretary of the Board	Maciej Grzegorz Majewski
Board Member	Cezary Iwański
Board Member	Grzegorz Mateusz Kujawski

■ Changes in Supervisory Board composition

No changes in the composition of the CD PROJEKT S.A. Supervisory Board occurred in the reporting period.

V. Licensed auditors

Up until the publication date of this statement the CD PROJEKT Capital Group had not chosen a Licensed Auditor for the year 2013.

VI. Shareholders who control, directly or through subsidiaries, at least 5% of the total number of votes at the general meeting of shareholders of the parent entity as of the publication date of this statement

The shareholder structure is determined on the basis of formal notices issued by shareholders who control at least 5% of the total number of votes at the general meeting of shareholders of the parent entity. As of the publication date of this statement, the following shareholders controlled at least 5% of votes at the general meeting:

	No. of shares	Percentage share in share capital	No. of votes at the GM	Percentage share in total number of votes at the GM
In concert ⁽¹⁾ :	39 573 679	41,68%	39 573 679	41,68%
<i>Michał Kiciński</i>	15 958 500	16,81%	15 958 500	16,81%
<i>Marcin Iwiński</i>	14 507 501	15,28%	14 507 501	15,28%
<i>Piotr Nielubowicz</i>	5 985 197	6,30%	5 985 197	6,30%
<i>Adam Kiciński</i>	3 122 481	3,29%	3 122 481	3,29%
PKO TFI S.A. ⁽²⁾	9 000 000	9,48%	9 000 000	9,48%
AVIVA OFE ⁽³⁾	4 940 000	5,20%	4 940 000	5,20%
Other shareholders	41 436 321	43,64%	41 436 321	43,64%

(1) Pursuant to art. 87 par. 1 item 5 of the Offerings Act, Mr. Michał Kiciński, Mr. Marcin Iwiński, Mr. Piotr Nielubowicz and Mr. Adam Kiciński are recognized as acting in concert.

(2) According to Current Report No. 19/2011 of 25 February 2011.

(3) According to Current Report No. 25/2012 of 6 September 2012.

■ Changes in shareholder structure of the parent entity

	as of 31 Mar 2013	reduction	increase	as of 01 Jan 2013
<i>Marcin Piotr Iwiński</i>	14 507 501	-	-	14 507 501
<i>Adam Michał Kiciński</i>	3 122 481	-	-	3 122 481
<i>Piotr Marcin Nielubowicz</i>	5 985 197	-	-	5 985 197
<i>Michał Andrzej Nowakowski</i>	1 149	-	-	101 149
<i>Adam Konrad Badowski</i>		-	-	-

	as of 15 May 2013	reduction	increase	as of 01 Jan 2013
<i>Marcin Piotr Iwiński</i>	14 507 501	-	-	14 507 501
<i>Adam Michał Kiciński</i>	3 122 481	-	-	3 122 481
<i>Piotr Marcin Nielubowicz</i>	5 985 197	-	-	5 985 197
<i>Michał Andrzej Nowakowski</i>	1 149	-	-	1 149
<i>Adam Konrad Badowski</i>	-	-	-	-

■ Changes in stock ownership by members of the Supervisory Board

	as of 31 mar 2012	reduction	increase	as of 01 Jan 2013
<i>Katarzyna Weronika Ziótek</i>	10	-	-	10
<i>Piotr Stefan Pągowski</i>	-	-	-	-
<i>Maciej Grzegorz Majewski</i>	-	-	-	-
<i>Grzegorz Mateusz Kujawski</i>	-	-	-	-
<i>Cezary Iwański</i>	-	-	-	-

	as of 15 May 2013	reduction	increase	as of 01 Jan 2013
<i>Katarzyna Weronika Ziótek</i>	10	-	-	10
<i>Piotr Stefan Pągowski</i>	-	-	-	-
<i>Maciej Grzegorz Majewski</i>	-	-	-	-
<i>Grzegorz Mateusz Kujawski</i>	-	-	-	-
<i>Cezary Iwański</i>	-	-	-	-

VII. Subsidiary entities - structure of the Capital Group



The Group ceased to report Optibox Sp. z o.o. (in liquidation bankruptcy) as its subsidiary due to lack of control.

VIII. Validation of published estimates

The Group did not publish any estimates referring to the reporting period.

IX. Financial highlights

As announced by the Polish National Bank the average exchange rates of PLN against the Euro for the periods covered by the interim condensed consolidated financial statements were as follows:

Year	Average exchange rate*	Minimum exchange rate	Maximum exchange rate	31.03.2013 exchange rate
01.01.2013 - 31.03.2013	4,1738	4,0671	4,2028	4,1774
01.01.2012 - 31.12.2012	4,1736	4,0465	4,5135	4,0882
01.01.2012 - 31.03.2012	4,1750	4,1062	4,5135	4,1616

*) Average rates on the last day of each month during the period

In the interim condensed consolidated statement of financial position individual assets and liabilities are converted at the exchange rates published by the Polish National Bank for EUR for the last day of the given period. Individual items of the consolidated income statement and consolidated statement of cash flows are converted at the arithmetic mean of average exchange rates published by the Polish National Bank for EUR for the last day of each month in the reporting period.

In thousands	PLN		EUR	
	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
Revenues from sales of goods and materials	27 814	17 677	6 664	4 234
Cost of sales	17 207	9 189	4 123	2 201
Operating profit	2 602	128	623	31
Profit (loss) before taxation	3 306	248	792	59
Net profit (loss) from continuing operations	4 071	469	975	112
Net cash flow from operating activities	4 977	906	1 192	217
Net cash flow from investing activities	(934)	2 038	(224)	488
Net cash flow from financial activities	(4 038)	(7 884)	(967)	(1 188)
Net cash flow	5	(4 940)	1	(1 183)
Number of shares (in thousands)	94 950	94 950	94 950	94 950
Net earnings per share	0,04	-	0,01	-
Diluted for the reporting period	0,04	-	0,01	-
Book value per share (PLN / EUR)	1,64	1,60	0,39	0,39
Diluted book value per share (PLN / EUR)	1,64	1,60	0,39	0,39
Declared or paid dividend per share (in PLN / EUR)	-	-	-	-

In thousands	PLN		EUR	
	31.03.2013	31.12.2012	31.03.2013	31.12.2012
Total Assets	193 015	202 892	46 205	49 629
Liabilities and provisions for liabilities (excluding prepayments)	36 136	50 486	8 650	12 349
Long-term liabilities	5 430	7 604	1 300	1 860
Current liabilities	31 593	43 758	7 563	10 703
Equity	155 992	151 530	37 342	37 065
Share Capital	94 950	94 950	22 729	23 225

X. Statement of the Management Board of the parent entity

Pursuant to the directive of the Finance Minister of 19 February 2009 regarding the publication of periodic and current reports by issuers of securities, the Management Board of the parent entity hereby states that, to the best of its knowledge, this consolidated financial statement and comparative data contained herein have been prepared in accordance with all accounting regulations applicable to the CD PROJEKT Capital Group and that they constitute a true, unbiased and clear description of the finances and assets of the Capital Group as well as its current profit and loss balance.

This consolidated financial statement has been prepared in accordance with accounting practices consistent with the International Financial Reporting Standards as legislated by the European Union. Where such practices are not applicable the statement conforms to the Accounting Act of 29 September 1994 (Journal of Laws of the Republic of Poland, 2009, No. 152, item no. 1223 with subsequent changes) and to any secondary legislation based on said Act, as well as to the directive of the Finance Minister of 19 February 2009 regarding the publication of periodic and current reports by issuers of securities (Journal of Laws of the Republic of Poland, No. 33, item no. 259). This statement covers the period between 1 January and 31 March 2013 inclusive, with the corresponding comparative period between 1 January and 31 March 2012.

XI. Approval of the financial statement

This consolidated financial statement of the CD PROJEKT Capital Group was approved for publication by the Management Board of the parent entity on 15 May 2013.

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Interim Condensed Consolidated Financial Statement of the CD PROJEKT Capital Group

■ Interim condensed consolidated profit and loss account

PLN thousands	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
Sales revenues	27 814	17 677
<i>Revenues from sales of products</i>	16 089	6 956
<i>Revenues from sales of services</i>	834	720
<i>Revenues from sales of goods and materials</i>	10 891	10 001
Cost of products, goods and materials sold	17 207	9 189
<i>Cost of products and services sold</i>	9 212	3 392
<i>Value of goods and materials sold</i>	7 995	5 797
Gross profit (loss) from sales	10 607	8 488
<i>Other operating revenues</i>	647	513
<i>Selling costs</i>	4 633	5 608
<i>General and administrative costs</i>	2 692	2 251
<i>Other operating expenses</i>	1 327	1 014
Operating profit (loss)	2 602	128
<i>Financial revenues</i>	897	483
<i>Financial expenses</i>	193	363
Profit (loss) before taxation	3 306	248
<i>Income tax</i>	(765)	(221)
Net profit (loss) from continuing operations	4 071	469
Net profit (loss)	4 071	469
<i>Net profit (loss) attributable to equity holders of parent entity</i>	4 071	469
Net earnings per share (in PLN)		
<i>Basic for the reporting period</i>	0,04	0,005
<i>Diluted for the reporting period</i>	0,04	0,005
Net earnings per share from continuing operations (in PLN)		
<i>Basic for the reporting period</i>	0,04	0,005
<i>Diluted for the reporting period</i>	0,04	0,005

■ Consolidated statement of comprehensive income

PLN thousands	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
Net profit (loss)	4 071	469
<i>Exchange rate differences on valuation of foreign entities</i>	219	(362)
<i>Differences from rounding to PLN thousands</i>	(1)	-
Total comprehensive income	4 289	107
Total comprehensive income attributable to parent entity	4 289	107

Warsaw, 15 May 2013

Adam Kiciński
President of the Board

Marcin Iwiński
Board Member

Piotr Nielubowicz
Board Member

Adam Badowski
Board Member

Michał Nowakowski
Board Member

Aneta Magiera
Accounting Officer

■ Consolidated statement of financial position

PLN thousand	31.03.2013	31.12.2012	31.03.2012
FIXED ASSETS	94 448	94 202	90 751
<i>Tangible assets</i>	10 949	10 755	10 477
<i>Intangible assets</i>	34 880	34 801	33 303
<i>Goodwill</i>	46 417	46 417	46 417
<i>Deferred income tax assets</i>	1 953	1 980	285
<i>Other fixed assets</i>	249	249	269
CURRENT ASSETS	98 567	108 690	77 866
<i>Inventories</i>	36 411	33 367	33 751
<i>Trade receivables</i>	18 223	31 247	19 410
<i>Current income tax receivables</i>	651	-	124
<i>Other receivables</i>	2 784	4 635	1 562
<i>Other financial assets</i>	859	855	1 793
<i>Prepaid expenses</i>	12 768	11 720	16 347
<i>Cash and cash equivalents</i>	26 871	26 866	4 879
TOTAL ASSETS	193 015	202 892	168 617

PLN thousand	31.03.2013	31.12.2012	31.03.2012
EQUITY	155 992	151 530	123 565
Equity attributable to shareholders of the Parent Company	155 992	151 530	123 565
<i>Share capital</i>	94 950	94 950	94 950
<i>Supplementary capital, incl. sales of shares above nominal price</i>	112 438	105 200	106 705
<i>Other reserve capital</i>	724	551	46
<i>Exchange rate differences</i>	(618)	(837)	(640)
<i>Retained earnings</i>	(55 573)	(76 459)	(77 965)
<i>Net profit (loss) for the reporting period</i>	4 071	28 125	469
LONG-TERM LIABILITIES	5 430	7 604	7 036
<i>Other financial liabilities</i>	164	235	470
<i>Deferred income tax liabilities</i>	4 653	6 658	6 182
<i>Deferred revenues</i>	587	679	345
<i>Provisions for employee benefits and similar liabilities</i>	26	26	30
<i>Other provisions</i>	-	6	9
SHORT-TERM LIABILITIES	31 593	43 758	38 016
<i>Credits and loans</i>	888	4 745	5 788
<i>Other financial liabilities</i>	254	277	271
<i>Trade liabilities</i>	25 187	33 930	22 775
<i>Liabilities from current income tax</i>	2 096	184	241
<i>Other liabilities</i>	2 633	4 020	7 577
<i>Deferred revenues</i>	300	197	1 272
<i>Provisions for employee benefits and similar liabilities</i>	91	238	1
<i>Other provisions</i>	144	167	91
TOTAL LIABILITIES	193 015	202 892	168 617

Warsaw, 15 May 2013

Adam Kiciński
President of the Board

Marcin Iwiński
Board Member

Piotr Nielubowicz
Board Member

Adam Badowski
Board Member

Michał Nowakowski
Board Member

Aneta Magiera
Accounting Officer

II. Statement of Changes in Consolidated Equity

PLN thousands	Share capital	Supplementary capital from sales of shares above nominal price	Other reserve capital	Exchange rate differences	Retained earnings	Net profit (loss) for the reporting period	Equity attributable to shareholders of the Parent Company	Total equity
01.01.2013 - 31.03.2013								
Equity as of 01.01.2013	94 950	105 200	551	(837)	(48 334)	-	151 530	151 530
Equity after adjustments	94 950	105 200	551	(837)	(48 334)	-	151 530	151 530
<i>Distribution of net profit</i>	-	7 238	-	-	(7 238)	-	-	-
<i>Cost of motivational program</i>	-	-	173	-	-	-	173	173
<i>Total comprehensive income</i>	-	-	-	219	(1)	4 071	4 289	4 289
Equity as of 31.03.2013	94 950	112 438	724	(618)	(55 573)	4 071	155 992	155 992
01.01.2012 - 31.12.2012								
Equity as of 01.01.2012	94 950	106 705	-	(278)	(77 965)	-	123 412	123 412
Equity after adjustments	94 950	106 705	-	(278)	(77 965)	-	123 412	123 412
<i>Distribution of net profit</i>	-	(1 506)	-	-	1 506	-	-	-
<i>Cost of motivational program</i>	-	-	551	-	-	-	551	551
<i>Total comprehensive income</i>	-	1	-	(559)	-	28 125	27 567	27 567
Equity as of 31.12.2012	94 950	105 200	551	(837)	(76 459)	28 125	151 530	151 530
01.01.2012 - 31.03.2012								
Equity as of 01.01.2012	94 950	106 705	-	(278)	(77 965)	-	123 412	123 412
Equity after adjustments	94 950	106 705	-	(278)	(77 965)	-	123 412	123 412
<i>Cost of motivational program</i>	-	-	46	-	-	-	46	46
<i>Total comprehensive income</i>	-	-	-	(362)	-	469	107	107
Equity as of 31.03.2012	94 950	106 705	46	(640)	(77 965)	469	123 565	123 565

Warsaw, 15 May 2013

Adam Kiciński
President of the Board

Marcin Iwiński
Board Member

Piotr Nielubowicz
Board Member

Adam Badowski
Board Member

Michał Nowakowski
Board Member

Aneta Magiera
Accounting Officer

III. Consolidated Statement of Cash Flows

PLN thousands	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
OPERATING ACTIVITIES		
Profit/loss before taxation	4 071	469
Total adjustments:	1 700	(850)
<i>Depreciation</i>	740	563
<i>Interest and profit sharing</i>	63	206
<i>Profit/loss on investing activities</i>	(50)	(233)
<i>Change in provisions</i>	(175)	(717)
<i>Change in inventory</i>	(3 044)	(2 574)
<i>Change in receivables</i>	14 954	10 850
<i>Change in liabilities excluding credits and loans</i>	(10 145)	(8 555)
<i>Change in other assets and liabilities</i>	(1 038)	368
<i>Other adjustments</i>	395	(758)
Cash flow from operating activities	5 771	(381)
<i>Income tax from profit (loss) before taxation</i>	765	(221)
<i>Income tax (paid) / reimbursed</i>	(29)	1 508
A. Net cash flow from operating activities	4 977	906
INVESTMENT ACTIVITIES		
Inflows	107	2 695
<i>Disposal of intangible and tangible fixed assets</i>	6	172
<i>Disposal of financial assets</i>	46	2 500
<i>Other inflows from investment activity</i>	55	23
Outflows	1 041	657
<i>Purchases of intangible and tangible fixed assets</i>	803	640
<i>Other outflows from investment activity</i>	238	17
B. Net cash flow from investment activities	(934)	2 038
FINANCIAL ACTIVITIES		
Inflows	125	5 001
<i>Credits and loans</i>	125	4 989
<i>Other inflows from financial activity</i>	-	12
Outflows	4 163	12 885
<i>Repayments of credits and loans</i>	3 982	12 605
<i>Payments of liabilities under financial lease agreements</i>	62	58
<i>Interest paid</i>	48	222
<i>Other outflows from financial activity</i>	71	-
C. Net cash flow from financial activities	(4 038)	(7 884)
D. Total net cash flow	5	(4 940)
E. Change in cash and cash equivalents on balance sheet	5	(4 940)
F. Cash and cash equivalent at the beginning of the period	26 866	9 819
G. Cash and cash equivalent at the end of the period	26 871	4 879

Warsaw, 15 May 2013

Adam Kiciński President of the Board	Marcin Iwiński Board Member	Piotr Nielubowicz Board Member	Adam Badowski Board Member	Michał Nowakowski Board Member	Aneta Magiera Accounting Officer
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Summary of the Interim Consolidated Financial Statement of the CD PROJEKT Capital Group for the period between 1 January and 31 March 2013
(all amounts listed in PLN thousands unless otherwise stated)

■ Clarifications regarding the consolidated cash flow

PLN thousands	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
“Other adjustments” include:	395	(758)
<i>Cost of motivational program</i>	173	46
<i>Fixed assets received free of charge</i>	-	(31)
<i>CIT-8 adjustment for 2011 (withholding tax settlement)</i>	-	(397)
<i>miscellaneous adjustments</i>	222	(376)

Warsaw 15 May 2013

Adam Kiciński
President of the Board

Marcin Iwiński
Board Member

Piotr Nielubowicz
Board Member

Adam Badowski
Board Member

Michał Nowakowski
Board Member

Aneta Magiera
Accounting Officer

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Additional financial information regarding the CD PROJEKT Capital Group

I. Entities covered by the consolidated financial statement

This consolidated financial statement applies to the following Group members:

	capital share	voting share	consolidation method
CD PROJEKT S.A.	parent entity	-	full
CDP.pl Sp. z o.o.	100%	100%	full
GOG Poland Sp. z o.o.	100%	100%	full
GOG Ltd.	100%	100%	full

The Capital Group has ceased reporting Optibox Sp. o.o. in liquidation bankruptcy as a subsidiary due to lack of control.

■ Changes in fixed assets (by category) between 01.01.2013 and 31.03.2013 r.

PLN thousands	Land holdings	Buildings and structures	Machinery and equipment	Vehicles	Other fixed assets	Fixed assets under construction	Total
Gross carrying amount as of 01.01.2013	346	11 992	6 135	1 249	317	362	20 401
Increases from:	-	348	330	-	21	239	938
- purchases of fixed assets	-	85	330	-	21	239	675
- reclassification	-	263	-	-	-	-	263
Reductions from:	-	-	22	110	10	263	405
- sales	-	-	6	76	10	-	92
- liquidation	-	-	16	-	-	-	16
- assignment of lease	-	-	-	34	-	-	34
- reclassification	-	-	-	-	-	263	263
Gross carrying amount as of 31.03.2013	346	12 340	6 443	1 139	328	338	20 934
Amortization as of 01.01.2013	-	4 438	4 387	547	274	-	9 646
Increases from:	-	152	237	57	6	-	452
- amortization	-	152	237	57	6	-	452
Reductions from:	-	-	22	81	10	-	113
- sales	-	-	6	76	10	-	92
- liquidation	-	-	16	-	-	-	16
- assignment of lease	-	-	-	5	-	-	5
Amortization as of 31.03.2013	-	4 590	4 602	523	270	-	9 985
Revaluation write-downs as of 01.01.2013	-	-	-	-	-	-	-
Revaluation write-downs as of 31.03.2013	-	-	-	-	-	-	-
Net carrying amount as of 31.03.2013	346	7 750	1 841	616	58	338	10 949

■ Amount of contractual commitments for future acquisition of tangible fixed assets

PLN thousands	31.03.2013	31.12.2012	31.03.2012
<i>Car leasing</i>	502	553	725
<i>Grant - Implementation of ERP software</i>	1 346	1 376	2 124
<i>Grant - Modernization of IT infrastructure</i>	-	-	482
Total	1 848	1 929	3 331

■ Changes in intangible assets between 01.01.2013 and 31.03.2013

PLN thousands	Trademarks	Patents and licenses	Computer software	Goodwill	Other	Total
Gross carrying amount as of 01.01.2013	15 155	3 240	9 664	46 417	17 414	91 890
Increases from:	-	367	1 120	-	41	1 528
- purchases	-	156	181	-	30	367
- reclassification	-	211	939	-	11	1 161
Reductions from:	-	887	102	-	172	1 161
- reclassification	-	887	102	-	172	1 161
Gross carrying amount as of 31.03.2013	15 155	2 720	10 682	46 417	17 283	92 257
Amortization as of 01.01.2013	51	2 472	8 058	-	91	10 672
Increases from:	-	192	591	-	18	801
- amortization	-	94	182	-	12	288
- reclassification	-	98	409	-	6	513
Reductions from:	-	358	98	-	57	513
- reclassification	-	358	98	-	57	513
Amortization as of 31.03.2013	51	2 306	8 551	-	52	10 960
<i>Impairment write-downs as of 01.01.2013</i>	-	-	-	-	-	-
<i>Impairment write-downs as of 31.03.2013</i>	-	-	-	-	-	-
Net carrying amount as of 31.03.2013	15 104	414	2 131	46 417	17 231	81 297

■ Amount of contractual commitments for future acquisition of intangible assets

PLN thousands	31.03.2013	31.12.2012	31.03.2012
<i>Licensing software</i>	20	20	20
<i>Integrated ERP software - Dynamics AX</i>	-	-	73
Total	20	20	93

■ Changes in goodwill related to consolidation

PLN thousands	31.03.2013	31.12.2012	31.03.2012
<i>Companies belonging to the CDP Investment group</i>	46 417	46 417	46 417
Total	46 417	46 417	46 417

■ Goodwill

PLN thousands	31.03.2013	31.12.2012	31.03.2012
Gross holding amount at beginning of period	46 417	46 417	46 417
<i>Increase</i>	-	-	-
<i>Reduction</i>	-	-	-
Gross holding amount at end of period	46 417	46 417	46 417
<i>Impairment write-downs at beginning of period</i>	-	-	-
<i>Impairment write-downs at end of period</i>	-	-	-
Net goodwill	46 417	46 417	46 417

■ Changes in inventory value estimates

PLN thousands	31.03.2013	31.12.2012	31.03.2012
<i>Other materials</i>	66	66	201
<i>Intermediates and ongoing production</i>	21 559	17 213	25 862
<i>Finished products</i>	8 365	9 311	-
<i>Goods</i>	6 821	6 781	7 934
Gross inventories	36 811	33 371	33 997
<i>Inventory write-downs</i>	400	4	246
Net inventories	36 411	33 367	33 751

■ Changes in inventory revaluation

PLN thousands	Inventory write-downs on intermediates and ongoing production	Inventory write-downs	Inventory write-downs total
As of 01.01.2013	-	4	4
Increases	10	386	396
<i>- creation of write-downs aggregated with other operating expenses</i>	10	386	396
Reductions, including:	-	-	-
<i>- dissolution of write-downs aggregated with cost of sale</i>	-	-	-
As of 31.03.2013	10	390	400

■ Changes in receivables

PLN thousands	31.03.2013	31.12.2012	31.03.2012
Trade and other receivables	21 658	35 882	21 096
- from related entities	2	-	-
- from other entities	21 005	32 291	20 972
- related to income tax	651	3 591	124
Impairment	2 350	2 600	2 098
Gross trade and other receivables	24 008	38 482	23 194

■ Changes in receivable write-downs

PLN thousands	Receivables	Other receivables
RELATED ENTITIES		
As of 01.01.2013	116	-
Increases	-	-
Reductions	-	-
Inventory write-downs on 31.03.2013	116	-
OTHER ENTITIES		
Inventory write-downs on 01.01.2013	1 279	1 212
Increases, including:	45	-
- write-downs on past-due and disputed receivables	45	-
Reductions, including:	283	19
- use of write-downs	18	7
- reversals due to repayment	3	12
- write-offs	262	-
Inventory write-downs on 31.03.2013	1 041	1 193
Total inventory write-downs on 31.03.2013	1 157	1 193

■ Current and past-due trade receivables as of 31.03.2013

PLN thousands	Total	Days past due					
		<0	0 - 60	61 - 90	91 - 180	181 - 360	>360
RELATED ENTITIES							
gross receivables	116	-	-	-	-	-	116
write-downs	116	-	-	-	-	-	116
Net receivables	-	-	-	-	-	-	-
OTHER ENTITIES							
gross receivables	19 264	10 084	7 272	371	353	389	795
write-downs	1 041	-	-	5	1	307	728
Net receivables	18 223	10 084	7 272	366	352	82	67

TOTAL							
<i>gross receivables</i>	19 380	10 084	7 272	371	353	389	911
<i>write-downs</i>	1 157	-	-	5	1	307	844
Net receivables	18 223	10 084	7 272	366	352	82	67

Net trade receivables past due by more than 360 days include:

- CDP.pl Sp. z o. o. receivables from retail networks with longer settlement periods (67 thousand PLN)

■ Prepaid expenses

PLN thousands	31.03.2013	31.12.2012	31.03.2012
<i>Non-life insurance</i>	51	43	97
<i>Business travel insurance</i>	1	2	1
<i>Purchased license fees</i>	12 390	11 346	15 862
<i>Revenues for current period invoiced in the following period</i>	-	-	-
<i>Copyright charges</i>	-	-	151
<i>Civil law transaction tax on conditional capital increases</i>	9	9	9
<i>Other prepaid expenses</i>	317	320	227
Prepaid expenses	12 768	11 720	16 347

■ Negative temporary differences requiring recognition of deferred tax assets

PLN thousands	31.03.2013	reductions	increases	31.12.2012
<i>Provisions for other employee benefits</i>	131	59	56	134
<i>Other provisions</i>	145	231	63	313
<i>Tax loss</i>	9 182	-	-	9 182
<i>Negative exchange rate differences</i>	328	45	263	110
<i>Negative exchange rate differences - GOG Ltd.</i>	-	34	-	34
<i>Employee compensation and social security expenses payable in subsequent reporting periods</i>	1	155	-	156
<i>Inventory revaluation write-downs</i>	(1)	-	-	(1)
<i>Liability revaluation write-downs</i>	(1)	-	-	(1)
<i>Provisions for lease expenses</i>	39	4	8	35
<i>Discounts, deposits</i>	42	-	-	42
<i>Cash pool interest</i>	31	5	31	5
<i>Motivational program</i>	724	-	173	551
<i>Reserve and asset offsets</i>	(343)	343	125	(125)
Total negative temporary differences	10 278	876	719	10 435
<i>Tax rate (Poland)</i>	19%	19%	19%	19%
<i>Tax rate (Cyprus)</i>	12,5%	10%	12,5%	10%
Deferred tax assets	1 953	163	136	1 980

■ Positive temporary differences requiring recognition of deferred tax liabilities

PLN thousands	31.03.2013	reductions	increases	31.12.2012
<i>Positive exchange rate differences</i>	299	227	305	221
<i>Positive exchange rate differences - GOG Ltd.</i>	100	-	100	-
<i>Income in the current period invoiced in the following period, and sales returns</i>	1 305	11 768	1 306	11 767
<i>Disclosure of CD PROJEKT brand name</i>	7 913	-	-	7 913
<i>The Witcher trademark</i>	15 104	-	-	15 104
<i>Other sources</i>	144	161	144	161
<i>Cash pool interest</i>	-	1	-	1
<i>Reserve and asset offsets</i>	(343)	343	125	(125)
Total positive temporary differences	24 522	12 500	1 980	35 042
<i>Tax rate (Poland)</i>	19%	19%	19%	19%
<i>Tax rate (Cyprus)</i>	12,5%	10%	12,5%	10%
Deferred tax liabilities at end of reporting period	4 653	2 375	370	6 658

■ Net deferred tax assets/liabilities

PLN thousands	31.03.2013	31.12.2012	31.03.2012
<i>Deferred tax assets</i>	1 953	1 980	285
<i>Deferred tax liabilities - continuing activity</i>	4 653	6 658	6 182
Net deferred tax assets/liabilities	(2 700)	(4 678)	(5 897)

■ Provisions for employee benefits and similar liabilities

PLN thousands	31.03.2013	31.12.2012	31.03.2012
<i>Provisions for retirement benefits and pensions</i>	28	28	31
<i>Provisions for other employee benefits (bonuses)</i>	89	236	-
Total, including:	117	264	31
- <i>long-term provisions</i>	26	26	30
- <i>short-term provisions</i>	91	238	1

■ Changes in provisions

PLN thousands	Provisions for retirement benefits and pensions	Provisions for other employee benefits	Total
As of 01.01.2013	28	236	264
<i>Provisions created</i>	-	55	55
<i>Benefits paid out</i>	-	201	201
<i>Provisions dissolved</i>	-	1	1

As of 31.03.2013, including:	28	89	117
- long-term provisions	26	-	26
- short-term provisions	2	89	91
As of 01.01.2012	32	207	239
Benefits paid out	-	203	203
Provisions dissolved	1	4	5
As of 31.03.2012, including:	31	-	31
- long-term provisions	30	-	30
- short-term provisions	1	-	1

■ Other provisions

PLN thousands	31.03.2013	31.12.2012	31.03.2012
Provisions for repairs and returns covered by warranties	75	11	14
Provisions for liabilities, including:	69	162	83
- provisions for financial statement audit expenses	-	51	49
- provisions for expenses associated with publishing the financial statement in the Business Monitor	-	-	21
- legal services	7	-	1
- advertising costs	14	-	11
- provisions for other bought-in services	48	111	1
Other provisions	-	-	3
Total, including:	144	173	100
- long-term provisions	-	6	9
- short-term provisions	144	167	91

■ Changes in other provisions

PLN thousands	Provisions for repairs and returns covered by warranties	Provisions for liabilities	Total
As of 01.01.2013	77	96	173
Provisions created	-	63	63
Provisions used	2	82	84
Provisions dissolved	-	8	8
As of 31.03.2013, including:	75	69	144
- long-term provisions	-	-	-
- short-term provisions	75	69	144
As of 01.01.2012	15	605	620
Provisions created	-	14	14
Provisions used	1	456	457
Provisions dissolved	-	77	77

As of 31.03.2012, including:	14	86	100
- long-term provisions	9	-	9
-short-term provisions	5	86	91

II. Other relevant information

■ Operating costs

PLN thousands	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
<i>Depreciation</i>	708	563
<i>Consumption of materials and energy</i>	302	187
<i>External services</i>	3 943	4 637
<i>Taxes and fees</i>	168	84
<i>Employee compensation, social security and other benefits</i>	4 871	4 274
<i>Business travel</i>	219	254
<i>Other costs, including:</i>	1 400	951
- recruitment costs	163	12
- participation in fairs, exhibitions and conferences	38	28
- use of company cars	51	94
- representation and advertising	997	690
- provisions for tax non-deductible expenses	38	6
- insurance	58	75
- other expenses	55	46
<i>Changes in inventories</i>	(4 286)	(2 951)
<i>Value of goods and materials sold</i>	8 255	6 021
<i>Cost of products and services sold</i>	9 075	2 817
<i>Exchange rate differences from operating activities</i>	(123)	211
Total costs by type, including:	24 532	17 048
<i>Selling costs</i>	4 633	5 608
<i>General and administrative costs</i>	2 692	2 251
<i>Cost of sales</i>	17 207	9 189
Total	24 532	17 048

■ Other operating revenues

PLN thousands	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
<i>Elimination of write-downs for receivables</i>	277	35
<i>Subsidies</i>	46	26
<i>Write-downs on expired liabilities</i>	1	-
<i>Offset on damages, penalties and fines received</i>	104	99
<i>Reinvoicing revenues</i>	71	33

<i>Profit from sales of fixed assets</i>	7	168
<i>Other operating revenues, including:</i>	41	152
- <i>payments from debt collectors</i>	1	3
- <i>policies terminated prematurely</i>	-	2
- <i>provision reversal</i>	1	26
- <i>goods and materials received free of charge</i>	27	112
- <i>other miscellaneous forms of operating revenues</i>	12	9
<i>Other sales</i>	100	-
Total	647	513

■ Other operating expenses

PLN thousands	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
<i>Trade liability revaluations</i>	45	28
<i>Inventory revaluations</i>	396	617
<i>Write-downs on expired liabilities</i>	262	-
<i>Reinvoicing costs</i>	69	46
<i>Other expenses, including:</i>	555	323
- <i>withholding tax costs incurred by the company</i>	-	11
- <i>disposal of goods and materials</i>	94	305
- <i>product adjustments (markdowns)</i>	446	-
- <i>other</i>	15	7
Total	1 327	1 014

■ Financial revenues

PLN thousands	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
<i>Revenues from interests:</i>	65	25
- <i>on bank deposits</i>	64	25
- <i>on trade receivables</i>	1	-
<i>Other forms of financial revenues, including:</i>	832	458
- <i>gains from exchange rate differences</i>	777	317
- <i>revenues from investment fund shares</i>	5	2
- <i>valuation of investment fund shares</i>	1	-
- <i>net revenues from sales of financial assets designated at fair value through financial result</i>	48	136
- <i>other</i>	1	3
Total financial revenues	897	483

■ Financial expenses

PLN thousands	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
Interest payments:	140	230
- on bank credits	134	182
- on trade settlements	-	33
- on lease agreements	6	12
- other	-	3
Other financial expenses, including:	53	133
- bank fees	48	46
- lease fees	4	-
- prolongation fees	-	15
- interest on budget commitments	1	-
- investment revaluations	-	72
Net profit and loss from exchange rate differences associated with financial activities	-	-
Total financial expenses	193	363
Net financial expenses	704	120

■ Breakdown of individual operating segments for the period between 01.01.2013 and 31.03.2013

PLN thousands	Sales revenues	Sales to external clients	Sales between segments and internal turnover	Profit/loss per segment	Total assets per segment
CONTINUING OPERATION					
<i>Distribution and publishing in Poland</i>	11 419	11 416	3	(298)	33 814
<i>Videogame development</i>	4 453	4 135	318	1 388	45 133
<i>Global digital distribution of games</i>	13 261	12 030	1 231	2 722	17 407
<i>Other activities*</i>	1 583	233	1 350	13 710	121 996
DISCONTINUING OPERATION					
Consolidation eliminations (incl. adjustments from business combinations)	(2 902)	-	(2 902)	(13 451)	(25 335)
TOTAL	27 814	27 814	-	4 071	193 015

* The "Other activities" segment comprises the individual profit of CD PROJEKT S.A. in the amount of 13 710 thousand PLN representing the activity of its investment branch.

■ Segmented consolidated statement of financial position as of 31.03.2013

PLN thousands	Distribution and publishing in Poland	Videogame development	Global digital distribution of games	Other activities	Consolidation eliminations (incl. adjustments from business combinations)	Total
FIXED ASSETS	3 847	4 358	847	103 574	(18 178)	94 448
<i>Tangible fixed assets</i>	1 184	2 562	828	6 375	-	10 949
<i>Intangible assets</i>	888	1 763	19	48 763	(16 553)	34 880
<i>Goodwill</i>	-	-	-	-	46 417	46 417
<i>Investments in affiliates</i>	-	-	-	48 043	(48 043)	-
<i>Deferred income tax assets</i>	1 748	17	-	187	1	1 953
<i>Other fixed assets</i>	27	16	-	206	-	249
CURRENT ASSETS	29 967	40 775	16 560	18 422	(7 157)	98 567
<i>Inventories</i>	6 713	29 633	-	65	-	36 411
<i>Trade receivables</i>	11 902	2 848	3 965	156	(648)	18 223
<i>Current income tax assets</i>	651	-	-	-	-	651
<i>Other receivables</i>	91	2 433	1 476	5 293	(6 509)	2 784
<i>Other financial assets</i>	-	-	-	859	-	859
<i>Prepaid expenses</i>	8 344	199	4 136	89	-	12 768
<i>Cash and cash equivalents</i>	2 266	5 662	6 983	11 960	-	26 871
TOTAL ASSETS	33 814	45 133	17 407	121 996	(25 335)	193 015

PLN thousands	Distribution and publishing in Poland	Videogame development	Global digital distribution of games	Other activities	Consolidation eliminations (incl. adjustments from business combinations)	Total
EQUITY	9 816	41 175	7 622	119 918	(22 539)	155 992
<i>Equity attributable to shareholders of the Parent Company</i>	9 816	41 175	7 622	119 918	(22 539)	155 992
<i>Share capital</i>	10 076	7 050	86	94 950	(17 212)	94 950
<i>Supplementary capital from sales of shares above listed price</i>	38	-	1 152	110 936	312	112 438
<i>Other reserve capital</i>	-	-	-	724	-	724
<i>Exchange rate differences</i>	-	-	(157)	-	(461)	(618)
<i>Retained earnings</i>	-	32 737	3 819	(100 402)	8 273	(55 573)
<i>Net profit (loss) for the reporting period</i>	(298)	1 388	2 722	13 710	(13 451)	4 071
LONG-TERM LIABILITIES	498	378	46	147	4 361	5 430
<i>Other financial liabilities</i>	67	26	-	71	-	164
<i>Deferred income tax liabilities</i>	4	275	12	1	4 361	4 653
<i>Deferred revenues</i>	421	74	32	60	-	587
<i>Provisions for employee benefits and similar liabilities</i>	6	3	2	15	-	26
SHORT-TERM LIABILITIES	23 500	3 580	9 739	1 931	(7 157)	31 593
<i>Credits and loans</i>	11	757	116	4	-	888
<i>Other financial liabilities</i>	120	35	-	99	-	254
<i>Trade liabilities</i>	17 298	661	7 666	210	(648)	25 187
<i>Liabilities from current income tax</i>	-	1 559	537	-	-	2 096
<i>Other liabilities</i>	5 988	379	1 342	1 433	(6 509)	2 633
<i>Deferred revenues</i>	69	117	78	36	-	300
<i>Provisions for employee benefits and similar liabilities</i>	-	20	-	71	-	91
<i>Other provisions</i>	14	52	-	78	-	144
TOTAL LIABILITIES	33 814	45 133	17 407	121 996	(25 335)	193 015

■ Segmented consolidated profit and loss account for the period between 01.01.2013 and 31.03.2013

PLN thousands	Distribution and publishing in Poland	Videogame development	Global digital distribution of games	Other activities	Consolidation eliminations (incl. adjustments from business combinations)	Total
Sales revenues	11 419	4 453	13 261	1 583	(2 902)	27 814
<i>Revenues from sales of products</i>	-	4 377	12 030	-	(318)	16 089
<i>Revenues from sales of services</i>	601	-	1 231	1 583	(2 581)	834
<i>Revenues from sales of goods and materials</i>	10 818	76	-	-	(3)	10 891
Cost of products, goods and materials sold	8 343	1 206	9 036	158	(1 536)	17 207
<i>Cost of products and services sold</i>	292	1 185	9 036	158	(1 459)	9 212
<i>Value of goods and services sold</i>	8 051	21	-	-	(77)	7 995
Gross profit (loss) from sales	3 076	3 247	4 225	1 425	(1 366)	10 607
<i>Other operating revenues</i>	54	72	22	516	(17)	647
<i>Selling costs</i>	2 304	1 235	1 035	349	(290)	4 633
<i>General and administrative costs</i>	951	1 466	214	1 137	(1 076)	2 692
<i>Other operating expenses</i>	971	52	5	316	(17)	1 327
Operating profit (loss)	(1 096)	566	2 993	139	-	2 602
<i>Financial revenues</i>	196	487	216	13 594	(13 596)	897
<i>Financial expenses</i>	128	83	64	48	(130)	193
Profit (loss) before taxation	(1 028)	970	3 145	13 685	(13 466)	3 306
<i>Income tax</i>	(730)	(418)	423	(25)	(15)	(765)
Net profit (loss) from continuing activities	(298)	1 388	2 722	13 710	(13 451)	4 071
Net profit (loss)	(298)	1 388	2 722	13 710	(13 451)	4 071

■ Transactions with members of the Board and other related parties

Affiliate	Sales to affiliates		Receivables from affiliates			Liabilities due to affiliates		
	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012	31.03.2013	31.12.2012	31.03.2012	31.03.2013	31.12.2012	31.03.2012
SUBSIDIARIES								
<i>Optibox Sp. z o.o. in liquidation bankruptcy</i>	-	-	-	-	-	20	20	20
MANAGERS OF MEMBER COMPANIES AND THEIR PROXIES								
<i>Marcin Iwiński</i>	1	2	-	-	-	11	-	-
<i>Adam Kiciński</i>	1	1	-	-	-	2	1	-
<i>Piotr Nielubowicz</i>	1	-	-	-	-	1	3	-
<i>Michał Nowakowski</i>	2	1	-	-	-	-	-	-
<i>Adam Badowski</i>	-	-	-	-	-	2	-	-
<i>Edyta Wakula*</i>	1	-	-	-	-	-	-	-
<i>Robert Wesółowski</i>	1	-	-	-	-	-	-	-
<i>Guillaume Rambourg</i>	-	-	2	-	-	-	-	-

* proxy

■ Conditional liabilities from guarantees and collateral pledged

PLN thousands	Pledged in association with	Currency	31.03.2013	31.12.2012	31.03.2012
Agora S.A.					
<i>Promissory note payable</i>	<i>Collateral for distribution agreement</i>	PLN	6 332	6 332	6 332
<i>Promissory note payable</i>	<i>Collateral for licensing agreement</i>	PLN	6 070	6 070	6 070
<i>Promissory note endorsement</i>	<i>Guarantee of execution of licensing and distribution agreements</i>	PLN	6 332	6 332	6 332
<i>Declaration of submission to enforcement with respect to guaranteed execution of distribution agreement</i>	<i>Collateral for distribution agreement</i>	PLN	-	6 332	6 332
<i>Guarantee of discharge of liabilities resulting from licensing agreement</i>	<i>Guarantee of discharge of liabilities resulting from licensing agreement</i>	PLN	-	6 070	6 070
BRE Bank S.A.					
<i>Promissory note agreement</i>	<i>Credit agreement</i>	PLN	30 000	30 000	-
<i>Promissory note agreement</i>	<i>Credit agreement</i>	PLN	15 000	15 000	15 000
<i>Promissory note endorsement</i>	<i>Collateral for credit</i>	PLN	45 000	45 000	15 000
<i>Declaration of submission to enforcement</i>	<i>Collateral for credit</i>	PLN	45 000	45 000	15 000
<i>Contractual mortgage on immovable property</i>	<i>Collateral for credit</i>	PLN	45 000	45 000	15 000
<i>Contractual assignment of receivables</i>	<i>Collateral for credit</i>	PLN	5 000	5 000	5 000
<i>Registered pledge of The Witcher trademark</i>	<i>Collateral for credit</i>	PLN	30 000	30 000	-
<i>Promissory note agreement</i>	<i>Bank guarantee securing payment no. 02099ZPA12</i>	PLN	6 600	6 600	-
<i>Promissory note agreement</i>	<i>Bank guarantee securing payment no. 02035KPA13</i>	PLN	6 600	-	-
BRE Leasing Sp. z o.o.					
<i>Promissory note agreement</i>	<i>Lease agreement no. Optimus1/WA/123286/2011</i>	PLN	150	150	150
<i>Promissory note agreement</i>	<i>Lease agreement no. Optimus1/WA/135724/2012</i>	PLN	141	141	141
<i>Promissory note agreement</i>	<i>Lease agreement no. CDPROJEKT/WA/20832/2011</i>	PLN	90	90	90
<i>Promissory note agreement</i>	<i>Lease agreement no. CDPROJEKT/WA/123240/2011</i>	PLN	54	54	54
<i>Promissory note agreement</i>	<i>Lease agreement no. CDPROJEKT/WA/128421/2011</i>	PLN	-	-	51

Promissory note agreement	Lease agreement no. CDPROJEKT/WA/128423/2011	PLN	-	-	51
Promissory note agreement	Lease agreement no. CDPROJEKT/WA/128424/2011	PLN	-	-	51
Promissory note agreement	Lease agreement no. CDPROJEKT/WA/128425/2011	PLN	51	51	51
Promissory note agreement	Lease agreement no. CDPROJEKT/WA/128426/2011	PLN	-	-	51
Promissory note agreement	Lease agreement no. CDPROJEKT/WA/128427/2011	PLN	-	-	-
Promissory note agreement	Lease agreement no. CDPROJEKT/WA/132776/2011	PLN	69	69	69
Promissory note agreement	Lease agreement no. CDPROJEKT/WA/132780/2011	PLN	59	59	59
Promissory note agreement	Lease agreement no. CDPROJEKT/WA/136047/2012	PLN	57	57	57
Promissory note agreement	Lease agreement no. CDPROJEKT/WA/136061/2012	PLN	57	57	57
Promissory note agreement	Lease agreement no. CDPROJEKT/WA/136441/201	PLN	-	44	49

GLOBAL COLLECT SERVICES B.V

Contract of guarantee	Guarantee of discharge of liabilities by GOG Ltd.	EUR	180	180	-
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Mazovian Unit for the Implementation of European Union Programs (Mazowiecka Jednostka Wdrażania Programów Unijnych)

Promissory note agreement	Co-financing agreement no. RPMA.02.03.00-14-012/09, ROP MV 2007-2013 Task 2.3	PLN	1 105	1 105	1 105
Promissory note agreement	Co-financing agreement no. RPMA.01.05.00 -14-638/08, ROP MV 2007-2013 Task 1.5	PLN	429	429	471
Promissory note agreement	Co-financing agreement no. RPMA.01.05.00 -14-639/08, ROP MV 2007-2013 Task 1.5	PLN	302	302	302
Promissory note agreement	Co-financing agreement no. RPMA.01.07.00 -14-010/11, ROP MV 2007-2013 Task 1.7	PLN	148	148	150

RBS Bank (Polska) S.A.

Guarantee of discharge of liabilities by GOG Poland Sp. z o.o., CD PROJEKT S.A., GOG Ltd.	Cash Pool agreement	PLN	810	299	432
Fiscal pledge on cash assets	Cash Pool agreement	PLN	810	299	432

SEGA Europe

Contract of guarantee	Guarantee of discharge of liabilities by CD Projekt Sp. z o.o.	GBP	150	150	-
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Interim condensed financial statements of CD PROJEKT S.A.

I. Interim condensed consolidated profit and loss account

PLN thousands	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
Sales revenues	5 276	2 668
<i>Revenues from sales of products</i>	4 377	1 624
<i>Revenues from sales of services</i>	823	1 043
<i>Revenues from sales of goods and materials</i>	76	1
Cost of products, goods and materials sold	1 364	551
<i>Cost of products and services sold</i>	1 343	550
<i>Value of goods and materials sold</i>	21	1
Gross profit (loss) from sales	3 912	2 117
<i>Other operating revenues</i>	589	266
<i>Selling costs</i>	1 584	1 135
<i>General and administrative costs</i>	1 843	1 480
<i>Other operating expenses</i>	367	65
Operating profit (loss)	707	(297)
<i>Financial revenues</i>	14 065	4 728
<i>Financial expenses</i>	115	221
Profit (loss) before taxation	14 657	4 210
<i>Income tax</i>	(443)	(376)
Net profit (loss) from continuing operations	15 100	4 586
Net profit (loss) from continuing operations	-	-
Net profit (loss)	15 100	4 586
Net earnings per share (in PLN)		
<i>Basic for the reporting period</i>	0,16	0,05
<i>Diluted for the reporting period</i>	0,16	0,05
Net earnings per share from continuing operations (in PLN)		
<i>Basic for the reporting period</i>	0,16	0,05
<i>Diluted for the reporting period</i>	0,16	0,05

II. Interim condensed statement of comprehensive income

PLN thousands	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
Net profit (loss)	15 100	4 586
Total comprehensive income	15 100	4 586

Warsaw, 15 May 2013

Adam Kiciński
President of the Board

Marcin Iwiński
Board Member

Piotr Nielubowicz
Board Member

Adam Badowski
Board Member

Michał Nowakowski
Board Member

Aneta Magiera
Accounting Officer

III. Interim condensed statement of financial position

PLN thousands	31.03.2013	31.12.2012	31.03.2012
FIXED ASSETS	100 189	99 938	88 882
<i>Tangible assets</i>	8 937	8 829	7 854
<i>Intangible assets</i>	65 206	65 101	54 930
<i>Investments in affiliates</i>	25 620	25 620	25 620
<i>Deferred income tax assets</i>	204	166	236
<i>Other fixed assets</i>	222	222	242
CURRENT ASSETS	58 998	56 594	39 218
<i>Inventories</i>	29 698	26 361	25 729
<i>Trade receivables</i>	3 004	13 386	4 478
<i>Current income tax receivables</i>	-	-	62
<i>Other receivables</i>	7 527	3 537	5 780
<i>Other financial assets</i>	859	855	1 793
<i>Prepaid expenses</i>	288	280	382
<i>Cash and cash equivalents</i>	17 622	12 175	994
TOTAL ASSETS	159 187	156 532	128 100

PLN thousand	31.03.2013	31.12.2012	31.03.2012
EQUITY	150 481	135 208	115 419
<i>Share capital</i>	94 950	94 950	94 950
<i>Supplementary capital, incl. sales of shares above nominal price</i>	110 936	110 936	110 936
<i>Other reserve capital</i>	724	551	46
<i>Retained earnings</i>	(71 229)	(95 099)	(95 099)
<i>Net profit (loss) for the reporting period</i>	15 100	23 870	4 586
LONG-TERM LIABILITIES	3 397	5 486	3 238
<i>Other financial liabilities</i>	98	139	156
<i>Deferred income tax liabilities</i>	3 147	5 119	2 888
<i>Deferred revenues</i>	134	204	173
<i>Provisions for employee benefits and similar liabilities</i>	18	18	12
<i>Other provisions</i>	-	6	9
SHORT-TERM LIABILITIES	5 309	15 838	9 443
<i>Credits and loans</i>	760	1 301	796
<i>Other financial liabilities</i>	134	157	80
<i>Trade liabilities</i>	871	12 434	1 669
<i>Liabilities from current income tax</i>	1 559	-	-
<i>Other liabilities</i>	1 612	1 614	5 788
<i>Deferred revenues</i>	153	111	1 052
<i>Provisions for employee benefits and similar liabilities</i>	90	81	1
<i>Other provisions</i>	130	140	57
TOTAL LIABILITIES	159 187	156 532	128 100

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IV. Interim condensed statement of changes in consolidated equity

PLN thousands	Share capital	Supplementary capital from sales of shares above nominal price	Other reserve capital	Exchange rate differences	Net profit (loss) for the reporting period	Total equity
01.01.2013 - 31.03.2013						
Equity as of 01.01.2013	94 950	110 936	551	(71 229)	-	135 208
Equity after adjustments	94 950	110 936	551	(71 229)	-	135 208
<i>Cost of motivational program</i>	-	-	173	-	-	173
<i>Total comprehensive income</i>	-	-	-	-	15 100	15 100
Equity as of 31.03.2013	94 950	110 936	724	(71 229)	15 100	150 481
01.01.2012 - 31.12.2012						
Equity as of 01.01.2012	94 950	110 936	-	(95 099)	-	110 787
Equity after adjustments	94 950	110 936	-	(95 099)	-	110 787
<i>Cost of motivational program</i>	-	-	551	-	-	551
<i>Total comprehensive income</i>	-	-	-	-	23 870	23 870
Equity as of 31.12.2012	94 950	110 936	551	(95 099)	23 870	135 208
01.01.2012 - 31.03.2012						
Equity as of 01.01.2012	94 950	110 936	-	(95 099)	-	110 787
Equity after adjustments	94 950	110 936	-	(95 099)	-	110 787
<i>Cost of motivational program</i>	-	-	46	-	-	46
<i>Total comprehensive income</i>	-	-	-	-	4 586	4 586
Equity as of 31.03.2012	94 950	110 936	46	(95 099)	4 586	115 419

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V. Interim condensed statement of cash flows

PLN thousands	01.01.2013 - 31.03.2013	01.01.2012 - 31.03.2012
OPERATING ACTIVITIES		
Profit/loss before taxation	15 100	4 586
Total adjustments:	(6 915)	(687)
<i>Depreciation</i>	569	317
<i>Foreign exchange gain/loss</i>	(13 440)	(4 093)
<i>Interest and profit sharing</i>	(49)	(172)
<i>Profit/loss on investing activities</i>	(7)	(48)
<i>Changes in provisions</i>	(3 337)	(2 929)
<i>Changes in inventories</i>	11 464	871
<i>Changes in receivables</i>	(2 250)	1 402
<i>Changes in liabilities excluding credits and loans</i>	(9)	3 356
<i>Changes in other acquiree liabilities</i>	(29)	1 000
<i>Other adjustments</i>	173	(391)
Cash flow from operating activities	8 185	3 899
<i>Income tax from profit (loss) before taxation</i>	(443)	(376)
<i>Income tax (paid) / reimbursed</i>	-	1 508
A. Net cash flow from operating activities	7 742	5 031
INVESTMENT ACTIVITIES		
Inflows	13 564	6 849
<i>Disposal of intangible and tangible fixed assets</i>	5	112
<i>Disposal of financial assets</i>	46	2 500
<i>Other investment income (dividends and interest)</i>	13 513	4 237
Outflows	9 992	145
<i>Purchases of intangible and tangible fixed assets</i>	9 754	129
<i>Other investments (including cash pool)</i>	238	16
B. Net cash flow from investment activities	3 572	6 704
FINANCIAL ACTIVITIES		
Inflows	10	12
<i>Credits and loans</i>	10	12
Outflows	5 877	12 776
<i>Repayments of credits and loans</i>	549	8 014
<i>Payments of liabilities under financial lease agreements</i>	33	19
<i>Interest paid</i>	74	138
<i>Other outflows from financial activity (including cash pool)</i>	5 221	4 605
C. Net cash flow from financial activities	(5 867)	(12 764)
D. Total net cash flow	5 447	(1 029)
E. Change in cash and cash equivalents on balance sheet	5 447	(1 029)
F. Cash and cash equivalent at beginning of period	12 175	2 023
G. Cash and cash equivalent at end of period	17 622	994

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■ Negative temporary differences requiring recognition of deferred tax assets

PLN thousands	31.03.2013	reductions	increases	31.12.2012
Provisions for other employee benefits	109	48	56	101
Other provisions	129	64	48	145
<i>Negative exchange rate differences</i>	5	44	5	44
<i>Provisions for lease expenses</i>	39	4	8	35
<i>Discounts, deposits</i>	42	-	-	42
<i>Cash pool interest</i>	31	5	31	5
<i>Motivational program</i>	724	-	173	551
<i>Offsets</i>	(6)	6	46	(46)
Total negative temporary differences	1 073	171	367	877
<i>Tax rate</i>	19%	19%	19%	19%
Deferred tax assets	204	32	70	166

■ Positive temporary differences requiring recognition of deferred tax liabilities

PLN thousands	31.03.2013	reductions	increases	31.12.2012
<i>Positive exchange rate differences</i>	78	110	78	110
<i>Income in the current period invoiced in the following period, and sales returns</i>	1 382	11 768	1 383	11 767
<i>The Witcher trademark</i>	15 104	-	-	15 104
<i>Other sources</i>	8	6	8	6
<i>Offsets</i>	(6)	6	46	(46)
Total positive temporary differences	16 566	11 890	1 515	26 941
<i>Tax rate</i>	19%	19%	19%	19%
Deferred tax liabilities at end of reporting period	3 147	2 259	287	5 119

Warsaw 15 May 2013

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