LARQ
CAPITAL GROUP

LARQ SPÓŁKA AKCYJNA
FINANCIAL STATEMENTS

For the Period Ended on 31 March 2019

LARQ Spółka Akcyjna of Warsaw

Warsaw, 30 May 2019

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1. FINANCIAL HIGHLIGHTS

FINANCIAL HIGHLIGHTS	PLN 000'		EUR 000'	
	01.01-31.03.2019	01.01-31.03.2018	01.01-31.03.2019	01.01-31.03.2018
I. Net revenue from sale of services	88	122	21	29
II. Profit (loss) from disposal and re-measurement of financial assets measured at fair value through profit or loss	(7,293)	19,383	(1,697)	4,639
III. Operating profit (loss)	(8,237)	18,087	(1,917)	4,329
IV. Profit (loss) before taxation	(8,290)	18,093	(1,929)	4,330
V. Net profit (loss)	(6,843)	14,461	(1,592)	3,461
VI. Net cash flows from operating activities	(485)	(711)	(113)	(170)
VII. Net cash flows from discontinued operations	233	183	54	44
VIII. Net cash flows from investing activities	(58)	(56)	(14)	(13)
IX. Net cash flows from financing activities	179	-	42	-
X. Total net cash flows	(130)	(584)	(30)	(140)
XI. Earnings per ordinary share (PLN/EUR)	(0.86)	1.86	(0.20)	0.45
XII. Diluted earnings per ordinary share (PLN/EUR)	(0.85)	1.84	(0.20)	0.44
	Balance at 31.03.2019	Balance at 31.12.2018	Balance at 31.03.2019	Balance at 31.12.2018
XIII. Total assets	127,317	134,585	29,600	31,299
XIV. Liabilities and provisions for liabilities	13,491	13,916	3,136	3,236
XV. Deferred tax liability	5,299	6,673	1,232	1,552
XVI. Current liabilities	7,685	7,243	1,787	1,684
XVII. Equity	113,826	120,669	26,463	28,063
XVIII. Share capital	799	799	186	186
XIX. Number of shares	7,992,833	7,992,833	7,992,833	7,992,833
XX. Book value per share (PLN/EUR)	14.24	15.42	3.31	3.59
XXI. Diluted book value per share (PLN/EUR)	14.21	15.38	3.30	3.58
XXII. Dividend declared or paid per share (PLN/EUR)	-	-	-	-

The selected figures from the statements of comprehensive income, financial position and cash flows were translated from PLN to EUR as follows:

- The items of assets, liabilities and equity in the statement of financial position were translated at the average rate as published by the National Bank of Poland for EUR, i.e., EUR 1 = PLN 4.3013 as prevailing on 29 March 2019 and EUR 1 = PLN 4.300 as prevailing on 31 December 2018;
- The items in the statements of comprehensive income and cash flows were translated at the rate equal to the arithmetic average of average rates as published by the National Bank of Poland for EUR and applicable on the last day of each month during the period concerned, i.e., EUR 1 = PLN 4.2978 and EUR 1 = PLN 4.1784 for the corresponding period of 2018.

2. STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2019

ASSETS	31.03.2019	31.12.2018 restated	31.03.2018 restated
Non-current Assets	**125,269,719.70**	**132,418,253.97**	**165,267,814.38**
Property, plant and equipment	1,703,037.39	1,712,016.25	1,827,256.93
Assets subject to the right of use	480,640.23	302,632.29	-,
Intangible assets	7,618.85	8,220.32	16,144.96
Investment property	2,762,120.63	2,785,949.79	2,833,608.10
Financial assets measured at fair value through profit or loss	120,283,682.60	127,576,815.32	159,790,573.44
Trade receivables and other receivables	32,620.00	32,620.00	42,755.00
Deferred tax assets	-	-	-
Other financial assets	-	-	757,475.95
Current assets	**2,047,108.20**	**2,469,856.25**	**5,201,315.41**
Inventories	-	-	-
Trade receivables and other receivables	835,443.79	1,029,445.92	1,411,942.10
Prepayments	-	-	-
Income tax receivable	-	-	-
Cash and cash equivalents	189,799.53	320,133.16	206,597.64
Other financial assets	1,021,864.88	960,277.17	3,392,342.62
Current assets – discontinued operations	-	160,000.00	190,433.05
TOTAL ASSETS	**127,316,827.90**	**134,888,110.22**	**170,469,129.79**

EQUITY AND LIABILITIES	31.03.2019	31.12.2018 restated	31.03.2018 restated
Equity	**113,826,009.88**	**120,669,153.63**	**151,435,734.18**
Share capital	799,283.30	799,283.30	776,783.30
Share premium account	24,065,230.88	24,065,230.88	24,065,230.88
Other reserves	121,962.15	121,962.15	121,962.15
Reserve from valuation of incentive scheme	2,093,603.00	2,093,603.00	2,409,067.00
Reserve for purchase of own shares	3,000,000.00	3,000,000.00	-
Retained earnings	83,745,930.55	90,589,074.30	124,062,690.85
Non-current liabilities	**5,732,254.11**	**6,928,063.31**	**12,915,706.19**
Borrowings	-	-	-
Lease liabilities	433,418.85	255,135.93	-
Deferred income tax liability	5,298,835.26	6,672,927.38	12,915,706.19
Provisions for pensions and similar benefits	-	-	-
Employee benefit obligation	-	-	-
Grants	-	-	-
Current liabilities	**7,758,563.91**	**7,290,893.28**	**6,117,689.42**
Borrowings	4,888,743.01	4,633,560.82	3,139,116.71
Lease liabilities	73,461.36	47,496.36	-
Trade payables and other liabilities	2,022,210.81	1,623,687.37	2,002,771.90
Income tax liabilities	-	-	-
Accruals - deferred revenue	-	-	-
Provisions for pensions and similar benefits	75,958.73	75,958.73	46,128.37
Employee benefit obligation	-	-	-
Other provisions	698,190.00	910,190.00	925,190.00
Grants	-	-	4,482.44
TOTAL EQUITY AND LIABILITIES	**127,316,827.90**	**134,888,110.22**	**170,469,129.79**

3. STATEMENT OF COMPREHENSIVE INCOME

	01.01-31.03.2019	01.01-31.03.2018 restated
Continuing operations		
Revenue from sale of lease/rental services	88,231.20	121,809.00
Result of disposal of financial assets	-	-
Result of disposal and revaluation of financial assets measured at fair value through profit or loss	(7,293,132.72)	19,382,966.04
General and administrative expenses	(1,225,680.76)	(1,432,187.95)
Other operating income	198,524.02	14,519.93
Other operating expenses	(5,265.77)	(1.57)
Operating profit (loss)	**(8,237,324.03)**	**18,087,105.45**
Finance income	61,320.13	43,341.37
Finance cost	(114,355.59)	(36,956.08)
Profit (loss) before taxation	**(8,290,359.49)**	**18,093,490.74**
Current income tax	-	-
Deferred income tax	1,374,092.12	(3,661,585.32)
Net profit/(loss) from continuing operations	**(6,916,267.37)**	**14,431,905.42**
Discontinued operations		
Profit/(loss) for the period from discontinued operations	73,123.62	29,467.79
Net profit /(loss) for the period	**(6,843,143.75)**	**14,461,373.21**
Net profit/(loss) per share in PLN		
– Basic earnings from continuing operations	(1.86)	(1.86)
–Diluted earnings from continuing operations	(1.84)	(1.84)
– Basic earnings from discontinued operations	-	-
–Diluted earnings from discontinued operations	-	-
Other comprehensive income:		
Other comprehensive income that will be reclassified to profit or loss in future periods	-	-
Other comprehensive income that will not be reclassified to profit or loss in future periods	-	-
Other net comprehensive income	**-**	**-**
COMPREHENSIVE INCOME FOR THE PERIOD	**(6,843,143.75)**	**14,461,373.21**

4. STATEMENT OF CASH FLOWS

	01.01-31.03.2019	01.01-31.03.2018 restated
Operating activities		
Gross profit/(loss)	(8,290,359.49)	18,093,490.74
Adjustments for:		
Depreciation and amortisation	79,926.54	70,453.74
Interest and dividend, net	2,469.08	(805.73)
(Profit)/loss on investing activities	49,481.25	-
Result of disposal and revaluation of financial assets measured at fair value through profit or loss	7,293,132.72	(19,382,966.04)
Increase/decrease in receivables	194,002.13	508,458.43
Increase/decrease in liabilities	398,523.44	(474,832.89)
Increase/decrease in provisions	(212,000.00)	(41,000.00)
Income tax paid	-	-
Increase/decrease in prepayments and accruals	-	(13,447.38)
Valuation of incentive scheme	-	535,729.00
Other	-	(6,560.30)
Net cash from operating activities	**(484,824.33)**	**(711,480.43)**
Discontinued operations		
Discontinued operations	233,123.62	183,467.79
Net cash from discontinued operations	**233,123.62**	**183,467.79**
Investing activities		
Disposal of property, plant and equipment	-	-
Acquisition of property, plant and equipment	(8,323.57)	(3,576.32)
Disposal of financial assets	-	-
Acquisition of financial assets	-	-
Dividend and interest received	251.17	805.73
Repayment of lending	-	102,028.00
Lending	(50,000.00)	(155,000.00)
Other	-	-
Net cash from investing activities	**(58,072.40)**	**(55,742.59)**
Financing activities		
Proceeds from share issue	-	-
Repayment of finance lease liabilities	(11,953.50)	-
Proceeds from borrowings	500,000.00	-
Repayment of borrowings	(300,000.00)	-
Interest paid	(8,607.02)	-
Other	-	-
Net cash from financing activities	**179,439.48**	**-**
Net increase in cash and cash equivalents	(130,333.63)	(583,755.23)
Net FX differences	-	-
Cash at the beginning of the period	**320,133.16**	**790,352.87**
Cash at the end of the period	**189,799.53**	**206,597.64**

5. STATEMENT OF CHANGES IN EQUITY

	Share Capital	Share Premium Account	Other reserves	Reserve from Valuation of Incentive Scheme	Reserve for Purchase of Own Shares	Retained Earnings	Total Equity
At 1 January 2019	**799,283.30**	**24,065,230.88**	**121,962.15**	**2,093,603.00**	**3,000,000.00**	**90,589,074.30**	**120,669,153.63**
Corrections of errors	-	-	-	-	-	-	-
At 1 January 2019	**799,283.30**	**24,065,230.88**	**121,962.15**	**2,093,603.00**	**3,000,000.00**	**90,589,074.30**	**120,669,153.63**
Total comprehensive income	-	-	-	-	-	(6,843,143.75)	**(6,843,143.75)**
Share issue	-	-	-	-	-	-	**-**
Cost of share issue	-	-	-	-	-	-	**-**
Dividend payment	-	-	-	-	-	-	**-**
Change in revaluation reserve	-	-	-	-	-	-	**-**
At 31 March 2019	**799,283.30**	**24,065,230.88**	**121,962.15**	**2,093,603.00**	**3,000,000.00**	**83,745,930.55**	**113,826,009.88**
	,	,	,	,		,	,
At 1 January 2018	**776,783.30**	**24,065,230.88**	**121,962.15**	**1,873,338.00**	**-**	**109,601,317.64**	**136,438,631.97**
IFRS 9 corrections	-	-	-	-	-	(2,836,510.85)	(2,836,510.85)
At 1 January 2018	**776,783.30**	**24,065,230.88**	**121,962.15**	**1,873,338.00**	**-**	**106,764,806.79**	**133,602,121.12**
Total comprehensive income	-	-	-	-	-	(13,175,732.49)	**(13,175,732.49)**
Share issue	22,500.00	-	-	-	-	-	**22,500.00**
Cost of share issue	-	-	-	-	-	-	**-**
Dividend payment	-	-	-	-	-	-	**-**
Change in revaluation reserve	-	-	-	220,265.00	-	-	**220,265.00**
Transfer	-	-	-	-	3,000,000.00	(3,000,000.00)	**-**
At 31 December 2018	**799,283.30**	**24,065,230.88**	**121,962.15**	**2,093,603.00**	**3,000,000.00**	**90,589,074.30**	**120,669,153.63**

LARQ CAPITAL GROUP

6. BACKGROUND INFORMATION

6.1. Core Business

LARQ S.A. ("LARQ", the "Company") with its registered office in Warsaw, ul. Tamka 16 lok. U-4, has been listed on the Warsaw Stock Exchange since 8 May 2008.

The Company has been trading as LARQ since 15 October 2015 when the name change from CAM Media S.A. to LARQ S.A. was registered with the National Court Register. On the other hand, CAM Media S.A. was established through transformation of a private limited liability company styled CAM Media sp. z o.o. into a public limited company. It took place on 25 June 2007 by resolution of the Extraordinary Meeting of Shareholders.

The transformation was registered on 1 October 2007 with the Register of Entrepreneurs of the National Court Register. The Articles of Association of CAM Media Sp. z o.o. of Warsaw were signed on 5 February 2004.

The core business of LARQ is the long-term building of value of its holdings of financial assets that comprise companies with complementary business objectives:

- Public transportation (city bike sharing systems)
- Advertising (non-standard outdoor advertising media and full-service agencies) and
- New technologies (SaaS and sales and marketing automation).

In the 1st quarter of 2019, the Company additionally continued the fulfilment of contracts relating to the activities of a full-service advertising agency since the Company used to be a party to such contracts and the contracts continue to bind the Company (this business has been transferred to a subsidiary).It was the final quarter for fulfilment of those contracts.

The Management Board believes that the Company meets the definition of an entity qualifying as an "investment entity" as defined in Paragraph 27 of IFRS 10. Following the adoption of the accounting principles in accordance with IFRS 10, the Company as an "investment entity" does not prepare any consolidated financial statements and all its investments in financial assets are measured at fair value through profit or loss in its financial statements.

At 31 March 2019, the following assets are measured by the Company at fair value through profit or loss:

- Subsidiaries:
  - LARQ Fund Management sp. z o.o. (wholly-owned subsidiary of LARQ);
  - Adinnovation sp. z o.o. (wholly-owned subsidiary of LARQ);
  - CAM Media Creative Works sp. z o.o. (wholly-owned subsidiary of LARQ);
  - Intelisoft sp. z o.o. (LARQ holds 51% of its capital);
  - Media Power sp. z o.o. (wholly-owned subsidiary of LARQ);
  - AWL VIII sp. z o.o. (wholly-owned subsidiary of LARQ);
- LARQ holdings of shares in listed companies:
  - Nextbike Polska SA (LARQ holds 1% of its capital);
  - Brand 24 SA (LARQ holds 3% of its capital).

The Company's subsidiary called Larq Fund Management sp. z o.o. holds all certificates of the investment fund called LARQ Growth Fund I FIZ; the assets of that fund comprise, among others, shareholdings in the following companies ("FIZ Assets"):

- Nextbike Polska SA (67% of the capital);
- Brand 24 SA (36% of the capital);
- Synergic sp. z o.o. (100% of the capital);
- Youlead sp. z o.o. (51% of the capital);
- Triggo SA (2% of the capital).

6.2. Members of the Company's Governing Bodies

At 31 March 2019, the Company was managed by the Management Board composed of fourmembers:

Krzysztof Przybyłowski, Ph.D. – Chairman of the Management Board

Mikołaj Chruszczewski – Member of the Management Board

Małgorzata Dzięcioł – Member of the Management Board

Anna Krawczyńska-Nowak Member of the Management Board.

On 19 December 2018, the Supervisory Board, by its Resolution 3/12/2018, appointed Ms Anna Krawczyńska-Nowak to the Management Board of the Company to serve as the Board Member responsible for finances and administration, with effect as of 2 January 2019.

No changes in the Management Board of the Company were made up to the date of publication of these statements.

At 31 March 2019, the operations of the Company were supervised by the Supervisory Board consisting of:

Joanna Braulińska-Wójcik – Chairperson of the Supervisory Board

Bartosz Foroncewicz– Member of the Supervisory Board

Sergiusz Frąckowiak – Member of the Supervisory Board

Adam Kalkusiński – Member of the Supervisory Board

Piotr Krawczyński – Member of the Supervisory Board

No changes in the Supervisory Board of the Company were made up to the date of publication of these statements.

7. STATEMENTS

7.1. Statement of the Management Board

Pursuant to the Finance Minister's Regulation of 19 February 2009 on current and periodic information to be provided by issuers of securities (Journal of Laws 2014 Item 133, as amended), the Management Board of the Company hereby states that, according to its best knowledge, these financial statements and the comparative figures were prepared in accordance with the accounting principles applicable to the Company and they give a true, fair and clear view of the assets and financial position of the Company and its profit or loss.

Furthermore, the Management Board states that the business review report of the Company gives a true view of the developments, achievements and situation of the Issuer, including a description of key threats and risks.

These financial statements have been prepared in accordance with the International Financial Reporting Standards accepted by the International Accounting Standards Board (IASB) and the Standing Interpretations Committee (SIC) insofar as they were endorsed by the European Union and already effective at 31 March 2019. The comparative figures have been prepared on the same basis of preparation of the financial statements.

These financial statements were approved for publication by the Management Board on 30 May 2019.

These financial statements cover the reporting period from 1 January to 31 March 2019 and the comparative period from 1 January to 31 March 2018. As presented herein, the statements give a fair view of the assets and financial position of LARQ S.A. at 31 March 2019 with the comparative figures at 31 December 2018 and 31 March 2018, as well as the results of its operations and cash flows for the first quarter of 2019 and the comparative figures for the period of three months ended on 31 March 2018. By the date of the financial statements for the period ended on 31 March 2019, no events took place that were not, although they should have been, reported in the books of account for the reporting period. Due to the correction described in detail in Section 8, comparative figures are presented in two versions. The presentation of "published figures" refers to data published in the financial statements for a given period while "restated figures" have been restated retrospectively (as described in Section 8).

In accordance with the criteria of IFRS 10.27, the Company qualifies as an investment entity and does not prepare any consolidated financial statements and, in these financial statements, all is assets are measured at fair value through profit or loss.

The financial statements have been prepared on the historical cost basis save for shares in subsidiaries that are measured at fair value through profit or loss. The statements are based on the going concern principle, i.e., assuming that the Company will continue its operations in the foreseeable future. On the day of approval of these financial statements, there exist no circumstances indicating any threat to the going concern of the Company over the period of 12 months after the balance sheet date.

Items disclosed in the financial statements are measured in the currency of the principal business environment where the Company operates (the "functional currency"). The financial statements are presented in Polish Zloty (PLN) which is both the functional and presentation currency of the Company.

The figures in the statement of financial position have been translated using the average rate published by the National Bank of Poland (NBP) for a given currency on the balance sheet date.

The rate used for translation of figures in the statements of comprehensive income and cash flows, was the arithmetic average of NBP's average rates from the period covered by the statements.

The following exchange rates were adopted for translation purposes:

Exchange Rate at	31.03.2019	31.12.2018
EURO	4.3013	4.3000

Average Rate for the Period	01.01-31.03.2019	01.01-31.03.2018
EURO	4.2978	4.1784

8. RESTATEMENT OF COMPARATIVE FIGURES

The application of IFRS 16 necessitated a change in presentation of non-current assets under lease contracts. Accordingly, the value of leased assets at 31 December 2018 was presented as "assets subject to the right of use" on the side of assets and as "lease liabilities", broken down into current and non-current liabilities, on the side of liabilities & equity.

In the first quarter of 2019, the Company used certain real properties to generate rental revenue from their lease or rental. Accordingly, the values of those real properties were reclassified from *Property, plant and equipment* to *Investment property* by means of adequate correction of their incorrect presentation in statement of financial position at 31 March 2018. The Company measures investment property at cost less depreciation charges and impairment loss at 31 March 2018. At 31 March 2018, it was PLN 2,833,608.10.

In the financial statements for 2017, the wrong price of the Company's shares was used for valuation of the incentive scheme costs. When the correct price was to be applied, the cost of the scheme should have been reduced by PLN 2,363,500.00 for 2017 and amounted to PLN 1,101,500. In light of the foregoing, the financial statements at 31 March 2018 included the correction of the mis-estimated cost of equity as reported in the financial statements, and the comparative figures were restated accordingly.

There were also parallel reclassifications of rental income from lease/rental of properties and other non-current assets from *Other operating income* to *Revenue from sale of services* in order to reflect better the operating nature of that business. The amount reclassified for 1Q2018 was PLN 121,809.00.

Furthermore, in the first quarter of 2019, the Company terminated its performance of contracts relating to operations of full-service advertising agency since the Company used to be a party to such contract. Accordingly, the result of that line of business was transferred to *Profit (loss) from discontinued operation.*

The Company's statement of financial position for the period ended on 31 December 2018 and 31 March 2018 is given below, as published on 28 March 2019 and 21 May 2018, and after restatement.

STATEMENT OF FINANCIAL POSITION AT 31 DECEMBER 2018- RESTATEMENT

ASSETS	31.12.2018 published	restatement	31.12.2018 restated
Non-current Assets	**132,115,621.68**	**302,632.29**	**132,418,253.97**
Property, plant and equipment	1,712,016.25	-	1,712,016.25
Assets subject to the right of use	-	302,632.29	302,632.29
Intangible assets	8,220.32	-	8,220.32
Investment property	2,785,949.79	-	2,785,949.79
Financial assets measured at fair value through profit or loss	127,576,815.32	-	127,576,815.32
Trade receivables and other receivables	32,620.00	-	32,620.00
Deferred tax assets	-	-	-
Other financial assets	-	-	-
Current assets	**2,469,856.25**	**-**	**2,469,856.25**
Inventories	-	-	-
Trade receivables and other receivables	1,029,445.92	-	1,029,445.92
Prepayments – long-term contracts	-	-	-
Income tax receivable	-	-	-
Cash and cash equivalents	320,133.16	-	320,133.16
Derivative instruments	-	-	-
Other financial assets	960,277.17	,	960,277.17
Current assets – discontinued operations	160,000.00	-	160,000.00
TOTAL ASSETS	**134,585,477.93**	**302,632.29**	**134,888,110.22**

EQUITY AND LIABILITIES	31.12.2018 published	restatement	31.12.2018 restated
Equity	**120,669,153.63**	**-**	**120,669,153.63**
Share capital	799,283.30	-	799,283.30
Share premium account	24,065,230.88	-	24,065,230.88
Other reserves	121,962.15	-	121,962.15
Reserve from valuation of incentive scheme	2,093,603.00	-	2,093,603.00
Reserve for purchase of own shares	3,000,000.00	-	-
Retained earnings	90,589,074.30	-	90,589,074.30
Non-current liabilities	**6,672,927.38**	**255,135.93**	**6,928,063.31**
Borrowings	-	-	-
Lease liabilities	-	255,135.93	255,135.93
Deferred income tax liability	6,672,927.38	-	6,672,927.38
Provisions for pensions and similar benefits	-	-	-
Employee benefit obligation	-	-	-
Grants	-	-	-
Current liabilities	**7,243,396.92**	**47,496.36**	**7,290,893.28**
Borrowings	4,633,560.82	-	4,633,560.82
Lease liabilities	-	47,496.36	47,496.36
Trade payables and other liabilities	1,623,687.37	-	1,623,687.37
Income tax liabilities	-	-	-
Accruals - deferred revenue	-	-	-
Provisions for pensions and similar benefits	75,958.73	-	75,958.73
Employee benefit obligation	-	-	-
Other provisions	910,190.00	-	910,190.00
Grants	-	-	-
TOTAL EQUITY AND LIABILITIES	**134,585,477.93**	**302,632.29**	**134,888,110.22**

STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2018 – RESTATEMENT

ASSETS	31.03.2018 published	restatement	31.03.2018 restated
Non-current Assets	**165,458,247.43**	**(190,433.05)**	**165,267,814.38**
Property, plant and equipment	4,660,865.03	(2,833,608.10)	1,827,256.93
Assets subject to the right of use	-	-	-
Intangible assets	206,578.01	(190,433.05)	16,144.96
Investment property	-	2,833,608.10	2,833,608.10
Financial assets measured at fair value through profit or loss	159,790,573.44	-	159,790,573.44
Trade receivables and other receivables	42,755.00	-	42,755.00
Deferred tax assets	-	-	-
Other financial assets	757,475.95	-	757,475.95
Current assets	**5,010,882.36**	**190,433.05**	**5,201,315.41**
Inventories	-	-	-
Trade receivables and other receivables	1,411,942.10	-	1,411,942.10
Prepayments – long-term contracts	-	-	-
Income tax receivable	-	-	-
Cash and cash equivalents	206,597.64	-	206,597.64
Derivative instruments	-	-	-
Other financial assets	3,392,342.62	,	3,392,342.62
Current assets – discontinued operations	-	190,433.05	190,433.05
TOTAL ASSETS	**170,469,129.79**	**-**	**170,469,129.79**

EQUITY AND LIABILITIES	31.03.2018 published	restatement	31.03.2018 restated
Equity	**151,435,734.18**	**-**	**151,435,734.18**
Share capital	776,783.30	-	776,783.30
Share premium account	24,065,230.88	-	24,065,230.88
Other reserves	121,962.15	-	121,962.15
Reserve from valuation of incentive scheme	4,772,567.00	(2,363,500.00)	2,409,067.00
Reserve for purchase of own shares	-	-	-
Retained earnings	121,699,190.85	2,363,500.00	124,062,690.85
Non-current liabilities	**12,915,706.19**	**-**	**12,915,706.19**
Borrowings	-	-	-
Lease liabilities	-	-	-
Deferred income tax liability	12,915,706.19	-	12,915,706.19
Provisions for pensions and similar benefits	-	-	-
Employee benefit obligation	-	-	-
Grants	-	-	-
Current liabilities	**6,117,689.42**	**-**	**6,117,689.42**
Borrowings	3,139,116.71	-	3,139,116.71
Lease liabilities	-	-	-
Trade payables and other liabilities	2,002,771.90	-	2,002,771.90
Income tax liabilities	-	-	-
Accruals - deferred revenue	-	-	-
Provisions for pensions and similar benefits	46,128.37	-	46,128.37
Employee benefit obligation	-	-	-
Other provisions	925,190.00	-	925,190.00
Grants	4,482.44	-	4,482.44
TOTAL EQUITY AND LIABILITIES	**170,469,129.79**	**-**	**170,469,129.79**

STATEMENT OF COMPREHENSIVE INCOME – 01.01.2018-31.03.2018 RESTATEMENT

	01.01-31.03.2018 published	restatement	01.01-31.03.2018 restated
Continuing operations			
Sales revenue	**617,343.20**	**(495,534.20)**	**121,809.00**
Revenue from sale of finished products/ lease/rental services since 2018	617,343.20	(495,534.20)	121,809.00
Revenue from sale of merchandise and materials	-	-	-
Cost of goods sold	**(574,588.27)**	**574,588.27**	**-**
Production cost of goods sold	(574,588.27)	574,588.27	-
Value of merchandise and materials sold	-	-	-
Gross profit (loss) on sales	**42,754.93**	**79,054.07**	**121,809.00**
Selling expenses	(13,287.14)	13,287.14	-
General and administrative expenses	(1,432,187.95)	-	(1,432,187.95)
Result of disposal and revaluation of financial assets measured at fair value through profit or loss	19,382,966.04	-	19,382,966.04
Other operating income	136,328.93	(121,809.00)	14,519.93
Other operating expenses	(1.57)	-	(1.57)
Operating profit (loss)	**18,116,573.24**	**(29,467.79)**	**18,087,105.45**
Finance income	43,341.37	-	43,341.37
Finance cost	(36,956.08)	,	(36,956.08)
Profit (loss) before taxation	**18,122,958.53**	**(29,467.79)**	**18,093,490.74**
Current income tax	-	-	-
Deferred income tax	(3,661,585.32)	-	(3,661,585.32)
Net profit/(loss) from continuing operations	**14,461,373.21**	**(29,467.79)**	**14,431,905.42**
Discontinued operations			
Profit/(loss) for the period from discontinued operations	-	29,467.79	29,467.79
Net profit /(loss) for the period	**14,461,373.21**	**-**	**14,461,373.21**
Net profit/(loss) per share in PLN			
– Basic earnings from continuing operations	1.86	-	1.86
–Diluted earnings from continuing operations	1.84	-	1.84
Other comprehensive income:			
Other comprehensive income that will be reclassified to profit or loss in future periods	-	-	-
Other comprehensive income that will not be reclassified to profit or loss in future periods	-	-	-
Other net comprehensive income	**-**	**-**	**-**
COMPREHENSIVE INCOME FOR FINANCIAL YEAR	**14,461,373.21**	**-**	**14,461,373.21**

9. ADDITIONAL INFORMATION

9.1. BRIEF DESCRIPTION OF SIGNIFICANT ACHIEVEMENTS OR FAILURES OF LARQ AND ITS PORTFOLIO COMPANIES DURING THE PERIOD COVERED BY THIS REPORT, AND RUNDOWN OF THEIR MOST IMPORTANT DEVELOPMENTS

LARQ SA (LARQ", the "Company") has the status of an "investment entity" and measures its assets at fair value through profit or loss. The key financials of the Company for the first quarter of 2019 in comparison to the previous year are presented in table below:

(PLN 000')	**01.01-31.03.2019**	**01.01-31.03.2018 restated**
Revenue from sale of services	88	122
Result of disposal and revaluation of financial assets measured at fair value through profit or loss	**(7,293)**	**19,383**
General and administrative expenses	(1,226)	(1,432)
Other operating income/(expenses)	193	15
Operating profit (loss)	**(8,237)**	**18,087**
Profit (loss) before taxation	(8,290)	18,093
Profit (loss) from discontinued operations	73	29
Net profit/(loss) for the period	**(6,843)**	**14,461**
	,	,
Financial assets measured at fair value	**120,284**	**159,791**

Result of sale and revaluation of financial assets measured at fair value through profit or loss is the key factor affecting the financial results generated by the Company. In the first quarter of 2019, considering the drop in valuation of the FIZ Assets, the value of financial assets that the Company measures through profit or loss fell by over PLN 7 million down to PLN 120.2 million. It is noteworthy that both current and future results of the Company hinge on the increase in value of assets holdings and the results of their valuation.

The selling and general administrative expenses went down in the first quarter of 2019 compared to the corresponding period of 2018, by PLN 200,000 as the costs of valuation of the incentive scheme dropped by PLN 100,000 and other expenses were lower, too.

The core business of LARQ is the long-term building of value of its holdings of financial assets that comprise companies with complementary business objectives:

- Public transportation (city bike sharing systems)
- Advertising (non-standard outdoor advertising media and full-service agencies) and
- New technologies (SaaS and sales and marketing automation).

Following the adoption of the accounting principles in accordance with IAS 10, the Company as an "investment entity" does not prepare any consolidated financial statements and all its investments in subsidiaries are measured at fair value through profit or loss in its financial statements.

The crucial achievements of the key FIZ Assets during the first quarter of 2019 and factors affecting the financial results reported by them are described in Sections 9.29 – 9.32.

The key financial results of the key FIZ Assets in the 1Q 2019 are presented in table below:

PLN million	01.01-31.03.2019 proforma	01.01-31.03.2018 proforma
Sales Revenue		
Nextbike	20.8	5.8
Synergic*	6.8	5.2
Brand 24	3.6	2.4
Youlead	0.5	0.4
Other*	0.9	0.5
EBITDA		
Nextbike	(2.0)	(0.9)
Synergic*	0.6	0.4
Brand 24	0.6	0.3
Youlead	(0.1)	(0.0)
Other*	(0.9)	(1.6)
Operating profit (loss)j		
Nextbike	(5.6)	(3.3)
Synergic*	0.2	0.2
Brand 24	0.0	(0.4)
Youlead	(0.1)	(0.0)
Other*	(1.0)	(1.7)
Net profit (loss)		
Nextbike	(5.0)	(3.1)
Synergic*	0.1	0.1
Brand 24	(0.0)	(0.1)
Youlead	(0.1)	(0.0)
Other*	(1.0)	(1.7)
Net debt		
Nextbike	67.6	30.7
Synergic	0.6	(0.1)
Brand 24	(0.7)	(2.1)
Youlead	(0.1)	(0.2)
Other*	(0.5)	(0.4)

* Net of intra-group transactions

9.2. DESCRIPTION OF FACTORS AND EVENTS, ESPECIALLY ATYPICAL IN NATURE, THAT SIGNIFICANTLY AFFECTED THE FINANCIAL PERFORMANCE

During the first quarter of 2019, LARQ pursued its activities and attained its business goals without interruption due to any atypical developments. The major factor that affected the financial performance of the Company in the first quarter of 2019 was the result of valuation of financial assets measured at fair value through profit or loss.

9.3. INFORMATION ABOUT CYCLICAL OR SEASONAL NATURE OF BUSINESS OF THE LARQ GROUP COMPANIES DURING THE REPORTING PERIOD.

The business of LARQ is not affected by seasons or cycles.

9.4. INFORMATION ABOUT IMPAIRMENT LOSSES ON INVENTORIES DOWN TO THEIR NET REALISABLE VALUE, AND REVERSAL OF IMPAIRMENT

No impairment loss was recognised on inventories during the period covered by these financial statements.

9.5. INFORMATION ABOUT IMPAIRMENT LOSSES ON FINANCIAL ASSETS, PROPERTY, PLANT AND EQUIPMENT, INTANGIBLE ASSETS OR OTHER ASSETS, AND REVERSAL OF IMPAIRMENT

During the period covered by these financial statements, no impairment loss was recognised on financial assets, property, plant and equipment or intangible assets .

No impairment of LARQ assets was reversed.

9.6. INFORMATION ABOUT THE ESTABLISHMENT, INCREASE, USE OR RELEASE OF PROVISIONS

	Termination Benefits on Retirement	Holiday Allowances	Other Provisions
Balance at 01.01.2019	-	**75,958.73**	**910,190.00**
Established	-	-	23,000.00
Released	-	-	200,000.00
Used	-	-	35,000.00
Balance at 31.03.2019	-	**75,958.73**	**698,190.00**
Long-term portion	-	-	-
Short-term portion	-	75,958.73	698,190.00

9.7. INFORMATION ABOUT DEFERRED INCOME TAX LIABILITY AND ASSETS

At 31 March 2019, the Company did not recognised any deferred tax asset but recognised the deferred tax liability was PLN 5,299,000. The Group presents its deferred tax asset and liability on a net basis.

9.8. INFORMATION ABOUT MATERIAL PURCHASES AND SALES OF PROPERTY, PLANT AND EQUIPMENT

During the period covered by these financial statements, LARQ did not purchase any property, plant and equipment or intangible assets.

There were no material transactions of selling property, plant and equipment.

9.9. INFORMATION ABOUT SIGNIFICANT COMMITMENT ASSUMED TO PURCHASE PROPERTY, PLANT AND EQUIPMENT

During the period covered by these financial statements, no significant commitment was assumed in order to purchase any property, plant and equipment.

9.10. INFORMATION ABOUT SIGNIFICANT LITIGATION PAYMENTS

During the period covered by these financial statements, there were no significant payments with respect to any court cases.

9.11. CORRECTIONS OF ERRORS FROM PREVIOUS PERIODS

The correction that lead to the restatement of the Company's balance sheet and the statement of changes in equity was described in detail in Section 8.

9.12. INFORMATION ABOUT CHANGES IN THE ECONOMIC SITUATION AND BUSINESS CONDITIONS THAT MATERIALLY AFFECT THE FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES OF THE ENTITY, WHETHER CARRIED AT FAIR VALUE OR AT ADJUSTED COST (AMORTISED COST)

During the period covered by these financial statements, no changes took place that would affect the fair value of financial assets or financial liabilities.

9.13. INFORMATION ABOUT OUTSTANDING BANK LOAN OR LOAN, OR ABOUT MATERIAL BREACH OF A BANK LOAN OR LOAN AGREEMENT IN MATTERS WHERE NO STEPS WERE TAKEN TO CURE THE BREACH BEFORE THE END OF THE REPORTING PERIOD

During the period covered by these financial statements, the bank loans borrowed by LARQ were repaid in compliance with the relevant repayment schedules.

9.14. INFORMATION ABOUT RELATED PARTY TRANSACTIONS IF SUCH TRANSACTIONS, SEPARATELY OR COMBINED, ARE SIGNIFICANT AND WERE MADE OTHERWISE THAN ON THE ARM'S LENGTH BASIS

During the period covered by these financial statements, all transactions between LARQ and its subsidiaries and the companies defined as FIZ Assets were made on the arm's length basis.

9.15. FINANCIAL INSTRUMENTS MEASURED AT FAIR VALUE – INFORMATION ABOUT ANY CHANGE IN THE METHOD OF CALCULATION OF FAIR VALUE

During the period covered by these financial statements, the method of valuation of Nextbike Polska SA. Was changed based on the decision of the third party appraiser of LARQ assets. The shares in Nextbike Polska were classified as low-liquidity shares and, thus, subject to an extra 20% discount which significantly affected the final valuation of Nextbike Polska in the financial statements of LARQ SA.

9.16. INFORMATION ABOUT CHANGE IN THE CLASSIFICATION OF FINANCIAL ASSETS DUE TO THE MODIFICATION OF PURPOSE OR USE OF THOSE ASSETS

During the period covered by these financial statements, no changes were made in the classification of financial assets.

9.17. INFORMATION ABOUT THE ISSUANCE, REDEMPTION AND REPAYMENT OF NON-EQUITY AND EQUITY SECURITIES

During the period covered by these financial statements, there was no issuance, redemption or repayment of any non-equity or equity securities.

9.18. INFORMATION ABOUT DIVIDEND PAID (OR DECLARED), IN THE AGGREGATE AND PER SHARE, BROKEN BY ORDINARY AND PREFERENCE SHARES

During the period covered by these financial statements, no dividend was paid or declared by LARQ.

9.19. EVENTS THAT OCCURRED AFTER THE DATE OF THESE CONDENSED QUARTERLY FINANCIAL STATEMENTS AND NOT REPORTED HEREIN, THAT MIGHT SIGNIFICANTLY AFFECT THE FUTURE FINANCIAL PERFORMANCE OF LARQ

- On 12 April 2019, LARQ transacted the sale of 61,809 shares in Brand 24 SA. The total share sale price was PLN 2,163,340.00 or PLN 35.00 per share. Following those transactions, the Company no longer holds any shares in Brand 24 SA directly. At the same time, the block of shares in Brand 24 held by LARQ Growth Fund I FIZ remained unchanged and represents 36.0% of the share capital of Brand 24 SA.
- On 20 May 2019, LARQ transacted the purchase of 11,430 shares in Nextbike Polska S.A. for the price of PLN 0.8 million and, now, it holds 19,919 shares of 2% of the capital.
- On 29 April, the Meeting of Investors of LARQ Growth Fund I FIZ resolved to to change the commencement date for the Fund's dissolution and the opening of its liquidation. The new date is 28 June 2019.
- Developments experienced by the companies being the FIX Assets after the date of these statements are described in Sections 9.29 – 9.32.

9.20. INFORMATION ABOUT CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS THAT TOOK PLACE AFTER THE END OF THE LAST FINANCIAL YEAR

In the period after the end of the last financial year until the publication of these statements, LARQ reported no changes in any contingent liabilities or contingent assets.

9.21. OTHER INFORMATION THAT MIGHT MATERIALLY AFFECT THE ASSESSMENT OF THE ASSETS AND FINANCIAL POSITION, AND PROFIT OF LOSS OF LARQ

The Management Board of LARQ believes that, apart from the information disclosed above, there exist no other factors that might materially affect the assessment of the assets and financial position and profit or loss of LARQ.

9.22. MANAGEMENT BOARD'S VIEW ON THE ABILITY TO MEET FORECASTS PUBLISHED EARLIER FOR A GIVEN YEAR IN LIGHT OF PERFORMANCE PRESENTED IN THE QUARTERLY REPORT COMPARED TO FORECAST PERFORMANCE

LARQ did not publish any forecast of its 2019 results.

9.23. SHAREHOLDERS HOLDING, DIRECTLY OR INDIRECTLY VIA SUBSIDIARIES, AT LEAST 5% OF TOTAL VOTES AT THE GENERAL MEETING OF LARQ S.A. AS OF THE PUBLICATION DATE OF THESE STATEMENTS

Shareholder	Number of Shares	% of Share Capital	% of Votes
HARBINGER CAPITAL Ltd.	3,000,000	38.62%	55.72%
QUERCUS TFI S.A.*	720,478	9.28%	6.69%
NATIONALE NEDERLANDEN OFE i DFE**	700,000	8.76%	6.37%

* Of record for the General Meeting held by LARQ SA on 30 June 2017.

** Of record for the General Meeting held by LARQ SA on 26 June 2018.

9.24. STATEMENT OF HOLDINGS OF SHARES IN LARQ S.A. OR RIGHTS TO SHARES BY THE PERSONS WHO MANAGE AND SUPERVISE LARQ

Based on the information available to the Company as of the date of submission of this report, the following members of the Management and Supervisory Boards hold shares in LARQ:

Shareholder	Number of Shares	% of Share Capital	% of Votes
Krzysztof Przybyłowski – Chairman of Management Board	223,215	2.79%	2.03%
Mikołaj Chruszczewski – Member of Management Board	184,039	2.30%	1.67%
Małgorzata Dzięcioł – Member of Management Board	28,333	0.35%	0.26%
Member of the Supervisory Board	50,000	0.63%	0.45%
Member of the Supervisory Board	10,000	0.13%	0.09%
Member of the Supervisory Board	6,489	0.08%	0.06%

During the period after submission of the previous quarterly report, i.e., since 28 March 2019, there were no changes in shareholdings by the Members of the Management and Supervisory Boards.

9.25. INFORMATION ABOUT MATERIAL PROCEEDINGS BEFORE COURT, ARBITRATION TRIBUNAL OR PUBLIC ADMINISTRATION AUTHORITY

At the publication date of this report, LARQ is not a party to any litigation where the cause of action would exceed 10% of LARQ's equity.

9.26. INFORMATION ABOUT THE GRANT OF SURETIES FOR ANY LOAN, OR THE GRANT OF GUARANTEE BY LARQ – IN THE AGGREGATE TO A SINGLE ENTITY, OR TO A SUBSIDIARY OF THAT ENTITY IF THE AGGREGATE VALUE OF EXISTING SURETIES OR GUARANTEES IS EQUAL TO AT LEAST 10% OF THE EQUITY OF LARQ

In the period after the end of the last financial year until the publication of these statements, LARQ gave no guarantees or loan surety.

9.27. OTHER INFORMATION CONSIDERED MATERIAL BY LARQ S.A. FOR ASSESSMENT OF ITS HUMAN RESOURCES, ASSETS AND FINANCIAL POSITION, PROFIT OR LOSS AND CHANGES THEREIN, AND INFORMATION OF IMPORTANCE FOR ASSESSMENT OF THE ABILITY OF LARQ S.A. TO MEET ITS OBLIGATIONS

It is the opinion of the Management Board of LARQ, these financial statements disclose all information of material importance for assessment of LARQ's situation.

9.28. FACTORS THAT ARE BELIEVED BY LARQ TO AFFECT ITS PERFORMANCE AT LEAST DURING THE NEXT QUARTER

During the second and following quarters of 2019, it is the opinion of the Management Board of LARQ that the following are the most important factors affecting LARQ's performance:

- Valuations of portfolio companies quoted on the NewConnect market;
- Achievement of budgeted financial results; and
- Developments on the financial markets.

9.29. LARQ Key Assets: Grupa NEXTBIKE POLSKA

Scope of Business: Grupa Nextbike Polska S.A. ("Nextbike") is the largest supplier and operator of city bike-sharing systems in Poland. At 31 March 2019, Nextbike managed the fleet of 18,100 bicycles and held over 80% share of the Polish city bike-sharing market in terms of fleet size. The Company has been listed on NewConnect since 23 August 2017.

Nextbike Polska S.A. shares held by LARQ at the publication date hereof: LARQ Growth Fund I FIZ holds 67% and LARQ SA holds 2% shares. On 20 May 2019, LARQ purchased 11,430 shares in Nextbike Polska S.A. and, now, it holds 19,919 shares or 2% of its share capital.

Key financials: The number of bicycles available in the systems put in operation in the first quarter of 2019 exceeded by 46% the number of bicycles in such systems during the corresponding period of last year. That growth was generated thanks to commencement of new contracts and expansion of the city cycling systems under the existing contracts, i.e. the new city systems in Tricity, Łódź Agglomeration Railways, Płock, Sosnowiec and the very first foreign system in Turku (Finland). The continuation of cooperation with the cities of Wrocław and Poznań led to the increase in fleet size by 800 bicycles and expansion of the existing cycling systems in Warsaw, Kalisz, Legnica, Ostrów Wielkopolski. During 1Q2019, Nextbike reported the revenue of PLN 20.8 million which means that it grew by 260% compared to 1Q2018. That revenue growth was due, among other things, to the completion of phase 1 of the agreement between the subsidiary – Nextbike Polska and OMG-G-S, increased number of towns and cities in service and growth in sales revenue for Benefit Systems S.A.

For 1Q2019, Nextbike reported EBITDA loss of PLN 2 million compared to the loss of PLN 0.9 million in the corresponding period of 2018. The decline in EBITDA was caused by the increased operating costs due to: (i) recognition of the costs of phase 1 delivery of the Tricity cycling system; (ii) delays in completion of contracts that led to contractual penalties totalling PLN 1.6 million, specifically PLN 0.6 million by Tricity and PLN 0.6 million by Wrocław; and (iii) increased number of bicycles in service combined with the growing unit cost of service.

At 31 March 2019, net debt was PLN 67.6 million compared to PLN 30.6 million at 31 March 2018. The main reason behind the increase in net debt is short-term credit facility borrowed for financing the agreement made with OMG-G-S. The PLN 20 million facility will be repaid after the takeover of phase 2 of the Tricity cycling system and after the payment of the fee for it.

Forecast: Nextbike did not publish any forecast of its 2019 results.

Material Developments at Nextbike during 1Q2019 and after the balance sheet date:

- On 31 March 2019, the contract was signed with the City of Oulu (Finland) for delivery and service of 600 smartbikes (they are equipped with on-board computers enabling their rental, parking and return). The total contract amount is EUR 6.8 million.
- On 15 April 2019, the Supervisory Board of Nextbike Polska S.A. removed Mr. Robert Lech, the incumbent President of the Management Board, from Nextbike's Management Board and, at the same time, appointed Mr. Paweł Orłowski, the founder and shareholder of LARQ SA, who enjoys more than 20 years of experience in management and investment activities.
- In March 2019, the first phase of the MEVO system was launched in the Tricity. Nextbike was paid PLN 10 million for that phase.
- At the end of March 2018, Nextbike had 2 million registered users.

Key financials of Grupa NEXTBIKE POLSKA

PLN million	3M 17	3M 18	3M 19	*18/17*	*19/18*
Number of bicycles (end of period) (in 000')	9.2	12.4	18.1	*35%*	*46%*
Revenue	4.3	5.8	20.8	*35%*	*258%*
EBITDA	0.4	(0.9)	(2.0)	-	-
EBIT	(0.6)	(3.3)	(5.6)	-	-
Net profit (loss)	(0.7)	(3.1)	(5.0)	-	-
Net debt	34.0	30.7	67.6	*-10%*	*120%*

Breakdown of Revenue for 3 Months 2018

Breakdown of Revenue for 3 Months 2019

Fleet Structure at End of March 2018.

Fleet Structure at End of March 2019

Market Share by Number of Bicycles
(March 2019)

Nextbike Shareholding Structure
(May 2019)

Source: own estimates of Nextbike Polska SA

9.30 LARQ Key Assets: GrupaBRAND24

Scope of Bisiness: Grupa Brand24 („Brand24") is the owner of a proprietary tool for Internet content monitoring sold as SaaS (Software as a Service). The Group enjoys a dominant position on the Polish market in that product category. Since 2015, it has also been successful with the commercialisation of its software on the global market. Brand24 S.A. has been listed on NewConnection since January 2018.

Brand24 S.A. shares held by LARQ at the publication date: 36% (block of shares held by LARQ Growth Fund I FIZ).

Key financials: At the end of March 2019, Brand24 had 3,333 active users of its tool, specifically 1,611 customers for its Polish version and 1,722 users of the global version which means the growth by 20% and ca. 66%, respectively, compared to 31 March 2018. Brand24 has continued a dynamic growth of the number of users; the funds raised from its share issue and free cash flows generated internally by it are employed on the continuous product improvements and the increased spending on customer acquisition.

Brand24 sales revenue for the first quarter of 2019 went up by 53% up to PLN 3.6 million compared to PLN 2.4 million for the corresponding period of 2018. In accordance with the IFRS, Brand24 reported EBITDA profit for three months of 2019 equal to PLN 0.6 million compared to the loss of PLN 0.3 million for 1Q2018.

Forecast: Brand24 did not publish any forecast regarding its 2019 performance. In October 2017, the Company adopted its 2018-2020 incentive scheme for key personnel and associates of Brand24; the vesting condition under that scheme contemplates the following operational objectives for 2019 to be met by the Company (in accordance with the Polish Accounting Standards):

- Number of customers at the end of period: 4,364
- Consolidated revenue: PLN 15,970,000
- Consolidated net profit: PLN 633,000.

Material Developments at Brand24 during 1Q2019 and after the balance sheet date:

- Deployment of automated PDF reports, a new version of one of the most popular functions of its product;
- Addition of the option to monitor opinions in Google (Google reviews);
- Participation in the Social Media Week Warsaw 2019 Conference – the major social media event in the world;
- On 10 April, it filed the application with the Office of the Financial Supervision Authority for approval of its prospectus which was prepared for its admission of all shares in Brand24 S.A. to trading on the regulated market operated by the Warsaw Stock Exchange. Once that prospectus is approved, the shares in Brand24 S.A. will be taken out of NewConnect for listing on the WSE main market.

Key financials of Grupa BRAND24

PLN million	3M 17	3M 18	3M 19	*18/17*	*19/18*
Number of active customers (end of period)	1,590	2,384	3,333	*50%*	*40%*
Revenue	1.6	2.4	3.6	*49%*	*53%*
EBITDA	0.1	0.3	0.6	-	-
EBIT	(0.1)	(0.4)	0.0	-	-
Net profit (loss)	(0.1)	(0.1)	(0.0)	-	-
Net debt	(0.1)	(2.1)	(0.7)	-	-

Breakdown of Revenue for 3 Months 2018

Breakdown of Revenue for 3 Months 2019

Customer Structure at End of March 2018

Customer Structure at End of March 2019

Growth in Number of Active Customers (March 2019)

Brand24 Shareholding Structure (May 2019)

9.31 LARQ Key Assets: SYNERGIC SP. Z O.O.

Scope of Business: Synergic sp. z o.o. ("Synergic", the "Company") is the leading operator and owner of non-standard outdoor advertising media in Poland. The Company displays the advertisements of its customers at all Polish airports and key bus and railway stations. The Company is the exclusive operator of advertising space on city bikes and in underground passages in the major cities in Poland. In addition, since 2017, Synergic has commercialised the digital advertising space in selected ATM networks and on large-format media alongside highways. The Company's market share is 35% which makes it the largest supplier of non-standard outdoor advertising space in Poland.

Synergic sp. z o.o. shares held by LARQ at the publication date hereof: 100% (block of shares held by LARQ Growth Fund I FIZ).

Key financials: In 1Q 2019, Synergic recognised revenue of PLN 6.8 million which means a 30% growth compared to PLN 5.2 million generated in the first quarter of 2018. The Company reported better revenue than last year practically in each product line; its revenue grew especially in city bikes, underground passages and ATMs (by 91%, 62% and 128%, respectively). During the first quarter of 2019, the Company completed more than 140 advertising projects.

The business of Synergic is sensitive to seasons. The first quarter is the period when the Company generates the lowers revenue (traditionally, the post-Christmas period is slow in the advertising industry). Due to such low level of revenue and standing costs, its EBITDA result for the first quarter oscillates near zero. During 1Q2019, Synergic was able to generate EBITDA profit of PLN 0.6 million which was PLN 0.2 million above the last year's EBITDA of PLN 0.4 million.

Forecast: LARQ did not publish any forecast regarding Synergic performance in 2019.

Material Developments at Synergic during 1Q2019 and after the balance sheet date:

- In January 2019, the Company signed another contract for 34 city transportation vehicles whereby its media increased up to 170 vehicles.
- Eight new carriers were acquired at the John Paul II Airport in Kraków. They will be launched in the third quarter of 2019.
- The Company acquired new locations at railway stations for erection of digital media, 26 spaces in total, specifically 14 at the Central Railway Station in Warsaw, three at Warsaw West Station and two at Warsaw East Station , and seven at the railway station in Katowice. Their commercialisation is scheduled for 3Q2019.
- Digitalisation of an underground passage in Warsaw.

Key financials of SYNERGIC SP. Z O.O. *(net of intragroup transactions)*

PLN million	3M 17	3M 18	3M 19	*18/17*	*19/18*
Number of advertising campaigns delivered	128	159	141	*24%*	*-11%*
Revenue	4.4	5.2	6.8	*18%*	*30%*
EBITDA	0.4	0.4	0.6	*3%*	*47%*
EBIT	0.2	0.2	0.2	*-5%*	*28%*
Net profit (loss)	0.1	0.1	0.1	*0%*	*36%*
Net debt	0.4	(0.1)	0.6	-	-

Breakdown of Revenue for 3 Months 2018

Breakdown of Revenue for 3 Months 2019

Number of Campaigns Delivered in 1Q2018

Number of Campaigns Delivered in 1Q2019

Market Shares (March 2019)

Synergic Shareholding Structure (March 2019)

Source: Synergic own estimates

9.32 LARQ Key Assets: YOULEAD SP. ZO.O.

Scope of Business: Youlead sp. z o.o. ("Youlead") the owner of a proprietary sales & marketing automation class tool for supporting the generation and conversion of sales leads, sold under the SaaS model. Youlead's customers are Poland's leading housing developers, car dealers and e-commerce operators. Youlead became an autonomous company after being spun off Intelisoft sp. z o.o. in November 2018.

Youlead shares held by LARQ at the publication date hereof: 51% (block of shares held by LARQ Growth Fund I FIZ) + 3% being converted from loans granted in 2015-2018.

Key financials: At the end of December 2018, Youlead had 69 active users of its software or 23% more than on 31 March 2018. The average subscription ARPU was over PLN 2,300 for three months of 2019, similarly to the 1Q2018 level.

In the first quarter of 2019, Youlead reported growth in sales revenue by 13% up to PLN 0.5 million compared to PLN 0.4 million for the corresponding period of 2018.

For the first three months of 2019, Youlead reported EBITDA loss of PLN 0.1 million. The loss was suffered due to the increased outlays on selling expense and costs of business.

Forecast: LARQ did not publish any forecast regarding Youlead performance in 2019.

Material Developments at Youlead during 1Q2019 and after the balance sheet date:

- Two new foreign resellers (partners) were signed.
- Participation in two prestigious conferences in the field of marketing automation.
- Further extension of system functionalities (including continuation of work on more filters for contact segmentation, designing mechanisms for AB/X tests).
- Continued system optimisation efforts and server monitoring system and server application monitoring system.

Key financials of YOULEAD SP. Z O.O.

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(All amounts presented in PLN unless stated otherwise)

PLN million	3M 17	3M 18	3M 19	*18/17*	*19/18*
Number of active customers (at end of period)	36	56	69	*56%*	*23%*
Revenue	0.3	0.4	0.5	*50%*	*13%*
EBITDA	0.0	(0.0)	(0.1)	-	-
EBIT	0.0	(0.0)	(0.1)	-	-
Net profit (loss)	0.0	(0.0)	(0.1)	-	-
Net debt	(0.2)	(0.2)	(0.1)	*22%*	*-72%*

Breakdown of Revenue for 3 Months 2018

Breakdown of Revenue for 3 Months 2019

Structure of Customers at End of March 2018

Structure of Customers at End of March 2019

Increased Number of Active Customers (March 2019)

YouLead Ownership Structure (March 2019)

Warsaw, 30 May 2019

LARQ CAPITAL GROUP