



WARSAW
STOCK
EXCHANGE

Giełda Papierów Wartościowych w Warszawie S.A. Group

Quarterly report for Q3 2012

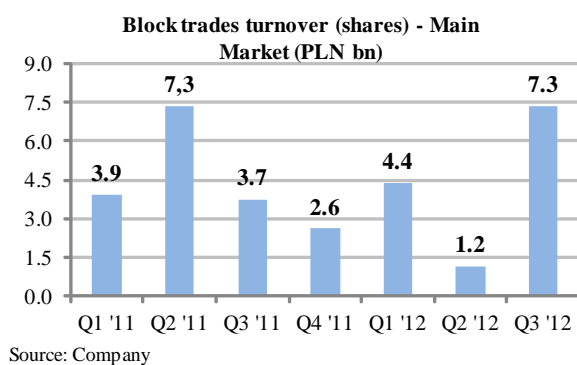
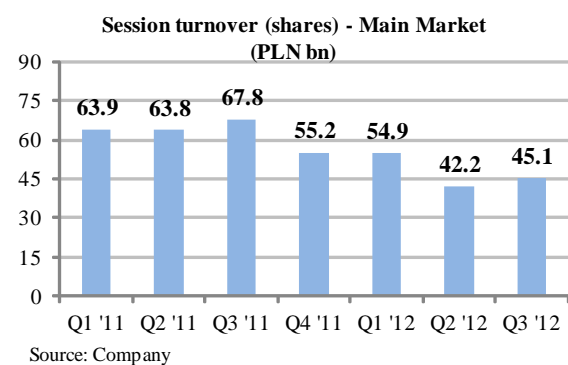
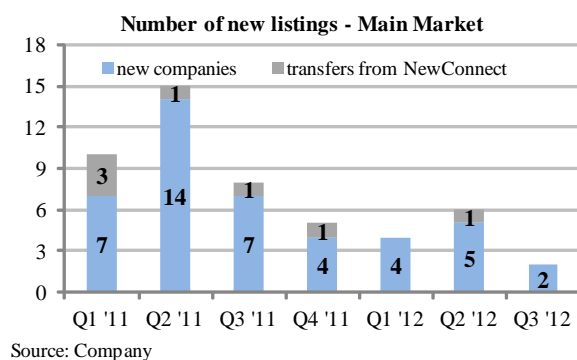
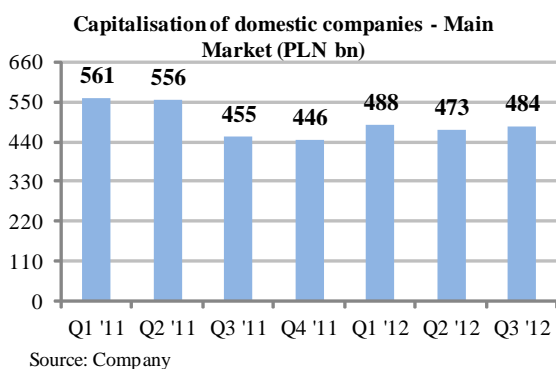
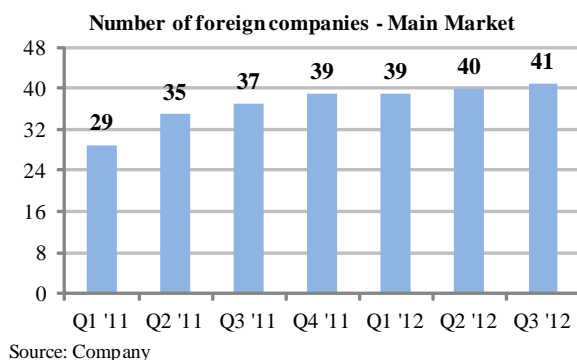
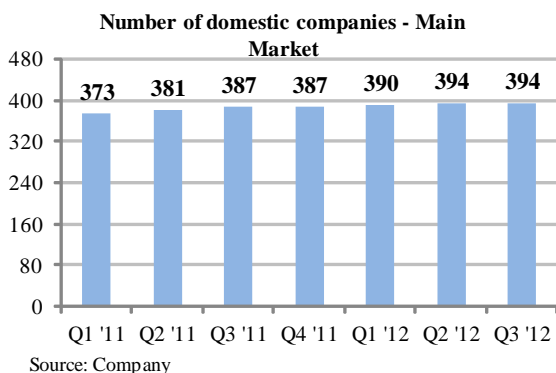
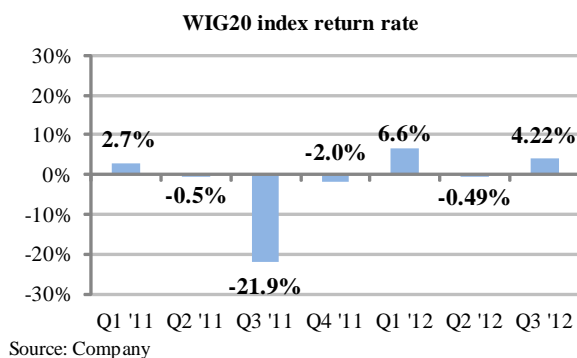
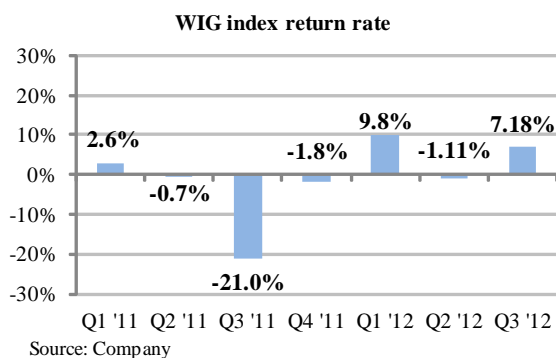
Warsaw, 12 November 2012

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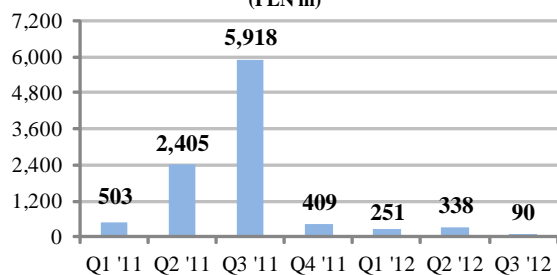
1. Selected operating and financial data of the Group

1.1. Main parameters of the markets operated by the Group¹



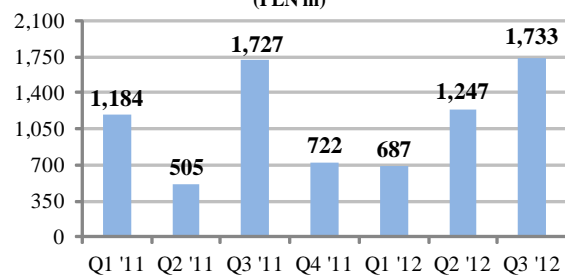
¹ As of 2011, turnover value data are presented by the WSE on a single-counted basis; this methodology is followed in this Report unless indicated otherwise.

**Value of IPO - Main Market and NewConnect
(PLN m)**



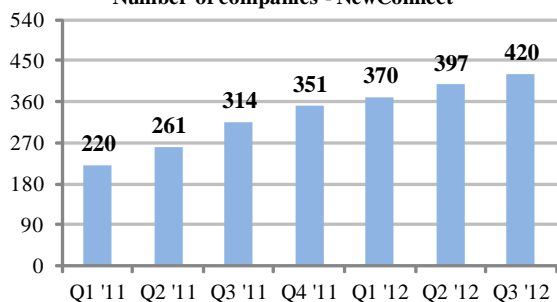
Source: Company

**Value of SPO - Main Market and NewConnect
(PLN m)**



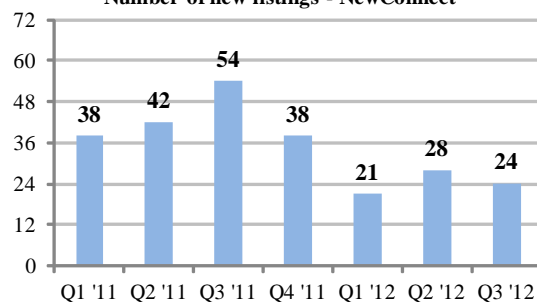
Source: Company

Number of companies - NewConnect



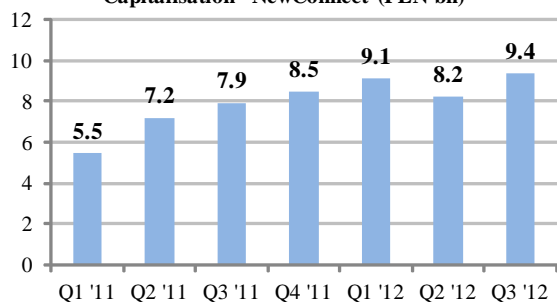
Source: Company

Number of new listings - NewConnect



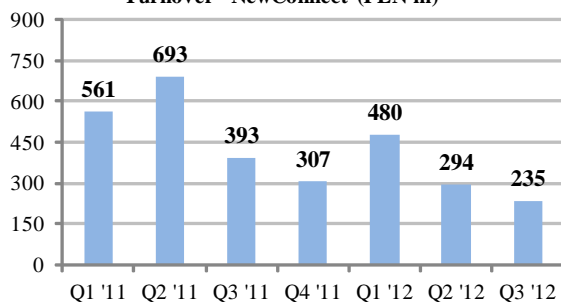
Source: Company

Capitalisation - NewConnect (PLN bn)



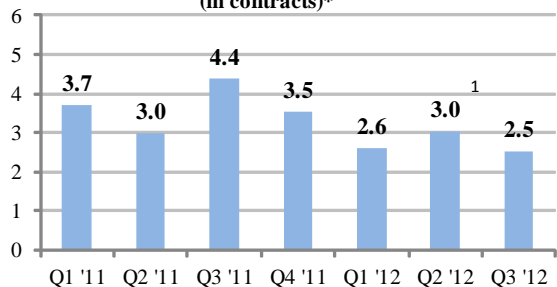
Source: Company

Turnover - NewConnect (PLN m)*



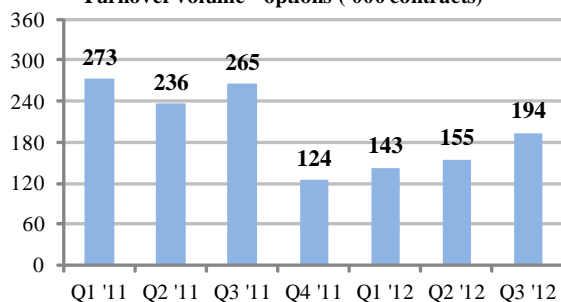
Source: Company; * - session and block trades

**Turnover volume - futures contracts
(m contracts)***



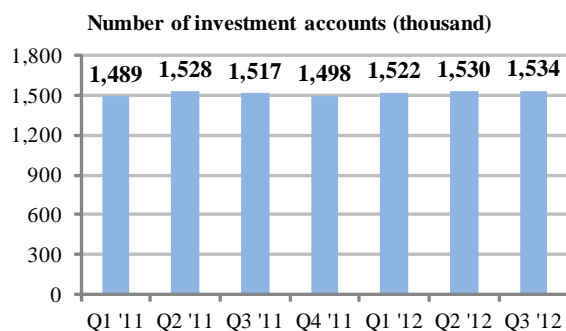
Source: Company; * - session and block trades

Turnover volume - options ('000 contracts)*

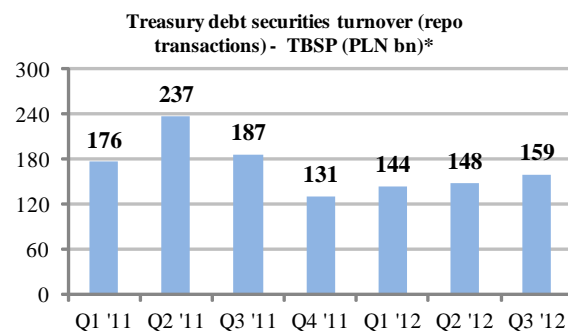


Source: Company; * - session and block trades

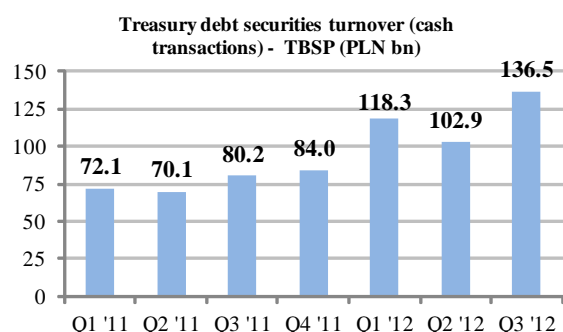
¹ as of 1 May 2012, the volume is calculated on the basis of a trading unit equal to 1,000 contracts (previously: 10,000 contracts), therefore derivatives turnover volume since that date is not fully comparable with data in previous periods.



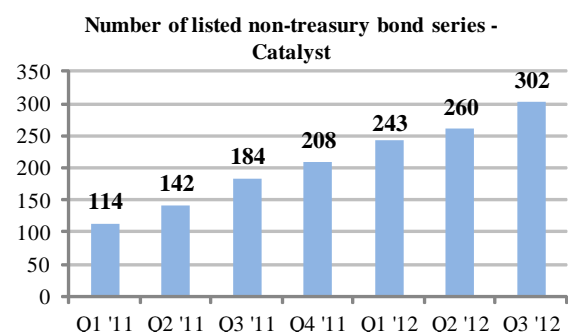
Source: KDPW



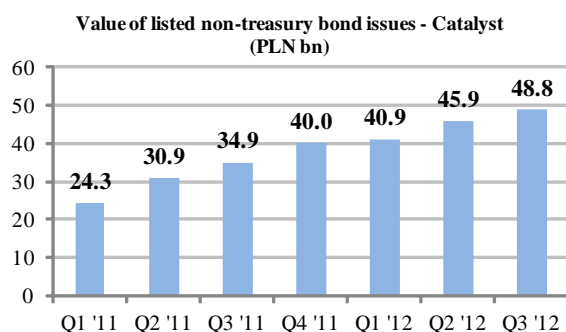
Source: BondSpot; *- sum of opening transaction and closing transaction



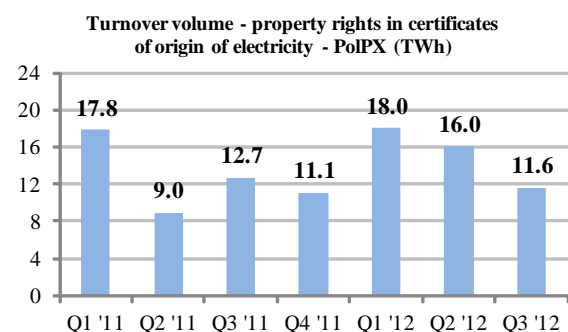
Source: BondSpot



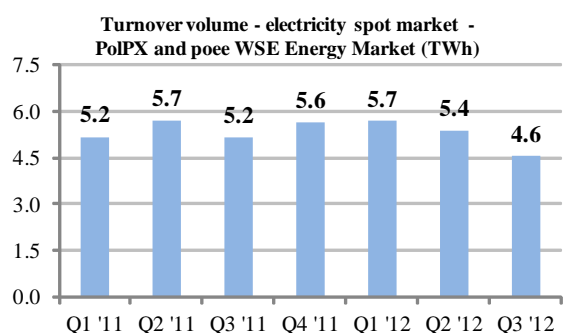
Source: Company



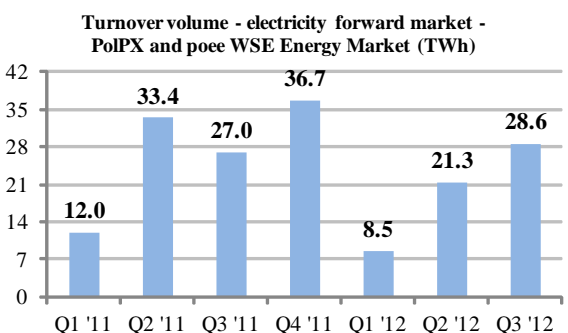
Source: Company



Source: Polish Power Exchange



Source: Polish Power Exchange, Company



Source: Polish Power Exchange, Company

1.2. Selected financial data of the Group

SELECTED CONSOLIDATED FINANCIAL DATA OF THE GIEŁDA PAPIERÓW WARTOŚCIOWYCH W WARSZAWIE S.A. GROUP

Selected data of the consolidated statement of comprehensive income

	For the nine-month period ended September 30,			
	2012	2011	2012	2011
	PLN'000		EUR'000[1]	
Revenues	199,711	207,890	47,445	51,727
Financial market	158,161	203,393	37,574	50,608
Commodity market	38,736	1,253	9,202	312
Other revenues	2,814	3,244	669	807
Operating expenses	108,773	98,767	25,841	24,575
Other income	8,546	129	2,030	32
Other expenses	1,125	2,702	267	672
Operating profit	98,359	106,550	23,367	26,512
Financial income	10,894	12,594	2,588	3,134
Financial cost	13,317	214	3,164	53
Share of profit of associates	8,328	13,472	1,978	3,352
Profit before income tax	104,264	132,402	24,770	32,944
Income tax expense	18,110	22,803	4,302	5,674
Profit for the period	86,154	109,599	20,468	27,270
Basic / Diluted earnings per share ^[2] (in PLN, EUR)	2.02	2.60	0.48	0.65
EBITDA^[3]	119,048	131,753	28,282	32,783

^[1] Based on the nine-month average of EUR/PLN exchange rates quoted by the National Bank of Poland (respectively: 1 EUR = 4.2093 PLN in 2012 and 1 EUR = 4.0190 PLN in 2011).

^[2] Calculated based on the net profit attributable to shareholders of the parent entity.

^[3] EBITDA = operating profit + share of profit of associates + depreciation and amortisation.

Selected data of the consolidated statement of financial position

	As at			
	September 30, 2012	December 31, 2011	September 30, 2012	December 31, 2011
	PLN'000		EUR'000[1]	
Non-current assets	518,215	355,291	125,970	80,441
Current assets	415,847	377,616	101,086	85,495
TOTAL ASSETS	934,062	732,907	227,056	165,936
Equity of the shareholders of the parent entity	533,236	523,209	129,621	118,459
Non-controlling interests	4,298	1,283	1,045	290
Non-current liabilities	250,313	175,517	60,847	39,739
Current liabilities	146,215	32,898	35,543	7,448
TOTAL EQUITY AND LIABILITIES	934,062	732,907	227,056	165,936

^[1] Based on the mean EUR/PLN exchange rates quoted by the National Bank of Poland on 30.09.2012 (1 EUR = 4.1138 PLN) and 31.12.2011 (1 EUR = 4.4168 PLN).

Selected financial ratios of the Group

	For the nine-month period ended/ As at	
	September 30, 2012	September 30, 2011
EBITDA margin (EBITDA/Revenues)	59.6%	63.4%
Operating profit margin (Operating profit/Revenues)	49.3%	51.3%
Return on equity (ROE) (Profit for the last 12 months/Average equity at the beginning and end of the last 12 months)	21.4%	25.4%
Debt to equity ratio (Interest-bearing liabilities ^[1] /Equity)	46.8%	0.0%

^[1] total liabilities under debt, e.g., principal and interest

Source: Condensed Consolidated Interim Financial Statements, Company

2. Information about the Group

2.1. Background information about the Group

The parent entity of the Giełda Papierów Wartościowych w Warszawie S.A. Group (“the Group”) is Giełda Papierów Wartościowych w Warszawie Spółka Akcyjna (“the Warsaw Stock Exchange”, “the Exchange”, “WSE”, “the Company” or “the parent entity”) with its registered office in Warsaw, ul. Książęca 4.

The WSE the largest national stock exchange in CEE, one of the European exchanges with the most marked contribution to the growth of commodity markets, and one of the fastest-growing exchanges in Europe. The Group offers a broad range of products and services on its markets of equities, derivatives, fixed-income and structured products, power and property rights; it also clears trade, operates a Register of Certificates of Origin of electricity, and provides information services. The WSE is one of Poland’s most recognisable financial institutions globally.

The parent entity and the subsidiaries of the Group have two main business lines:

- **financial market**, which includes trading in equities, derivatives, fixed-income and other financial instruments, listing, and information services;
- **commodity market**, which includes trading in electricity and property rights in certificates of origin of energy, operation of a Register of Certificates of Origin of electricity, clearing of trade, settlement of exchange commodities, management of the resources of the clearing guarantee system and determining the amount of credits and debits of Warsaw Commodity Clearing House members, as well as trade and technical trade operator services on the electricity market.

In its business in all these segments, the Group organises and operates trading on the following markets:

- **Main Market** (trade in equities, equity-related and other cash instruments, derivatives),
- **NewConnect** (trade in equities and equity-related instruments of small and medium-sized enterprises),
- **Catalyst** (trade in corporate, municipal, co-operative, Treasury and mortgage bonds operated by the WSE and BondSpot),
- **Treasury BondSpot Poland** (wholesale trade in Treasury bonds operated by BondSpot),
- **poe WSE Energy Market** (Daily-Hourly Electricity Market, Electricity Forward Market).

As of Q1 2012, the Group additionally organises and operates trade on the markets operated by the company Polish Power Exchange (PolPX):

- **Energy Markets** (Intra-Day Market, Day-Ahead Market, Commodity Derivatives Market, Electricity Auctions),
- **Property Rights Market**,
- **CO₂ Emission Allowances Market**.

In addition, as of Q1 2012, the Group operates the Exchange Clearing House and the Clearing and Settlement Institution via the company Warsaw Commodity Clearing House (“WCCH”) and a Register of Certificates of Origin of electricity via the company PolPX.

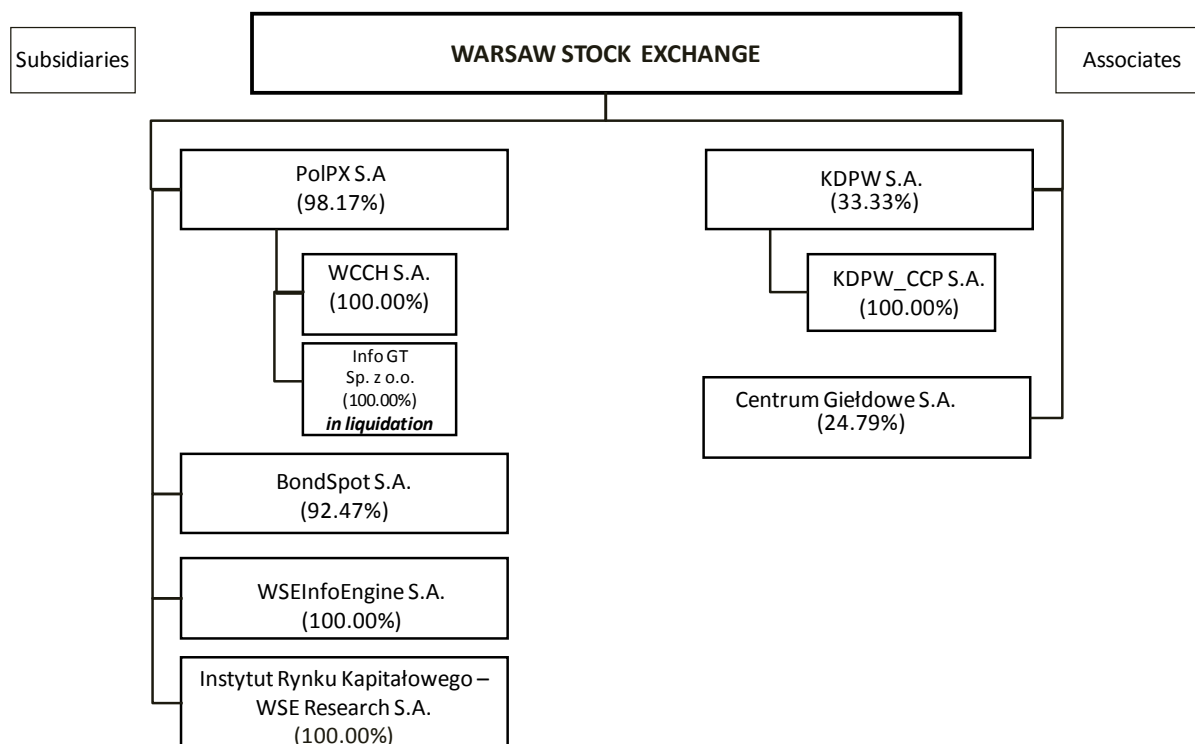
Basic information about the parent entity:

Name and legal status: Giełda Papierów Wartościowych w Warszawie Spółka Akcyjna
 Abbreviated name: Giełda Papierów Wartościowych w Warszawie S.A.
 Registered office and address: ul. Książęca 4, 00-498 Warsaw, Poland
 Telephone number: +48 (22) 628 32 32
 Telefax number: +48 (22) 628 17 54, +48 (22) 537 77 90
 Website: www.gpw.pl
 E-mail: gpw@gpw.pl
 KRS (registry number): 0000082312
 REGON (statistical number): 012021984
 NIP (tax identification number): 526-02-50-972

2.2. Organisation of the Group and the effect of changes in its structure

As at September 30, 2012, the Warsaw Stock Exchange (the parent entity) and its subsidiaries comprised the Giełda Papierów Wartościowych w Warszawie S.A. Group. In addition, the WSE held shares in two associates.

Warsaw Stock Exchange subsidiaries and associates as at September 30, 2012 and the WSE's stake in their share capital.



Source: Company

The subsidiaries are consolidated using full consolidation as of the date of taking control while the investment in associates is recognised using equity accounting.

Control of the company PolPX and its subsidiaries was taken over in February 2012 as a result of the WSE's acquisition of PolPX shares representing 88.00% of the share capital of PolPX. In July 2012, the WSE finalised an agreement concerning the acquisition of another block of PolPX shares which constitute in aggregate 6.83% of the share capital of PolPX. As at the balance-sheet date, September 30, 2012, the WSE's stake in PolPX was 98.17%.

In addition to the subsidiaries and associates listed above, as at September 30, 2012, the parent entity held shares in the Romanian stock exchange S.C. Sibex - Sibiu Stock Exchange S.A. and the Ukrainian stock exchange INNEX PJSC. The stake of the WSE in the share capital of the Ukrainian exchange Innex was reduced in Q3 2012 and Innex was no longer a subsidiary. This followed an increase of the share capital of Innex without the participation of the WSE. As at the date of publication of this Report, the WSE's stake in Innex was 9.99%.

Since 2008, the Group has operated a representative office in Kyiv (Ukraine), whose operations focus on promoting the WSE amongst the Ukrainian investors, issuers and financial intermediaries. The Representative Office has no separate legal personality and does not carry on any profit-earning independent business operations. In all its activities, the Representative Office acts on behalf and for the WSE to the extent stipulated in the Representative Office's Statutes and powers of attorney granted by the WSE Management Board, always in compliance with the laws of Ukraine.

The Group does not hold any branches or establishments.

The liquidation of the company INFO GT Sp. z o.o., part of the PolPX Group, was initiated in September 2012.

Otherwise, the structure of the Group did not change in Q3 2012 through any merger, sale of subsidiaries, long-term investments, split, restructuring or discontinued operations.

2.3. Ownership

As at the date of publication of this Report, the share capital of the Warsaw Stock Exchange was divided into 14,849,470 Series A preferred registered shares (one share gives two votes) and 27,122,530 Series B ordinary bearer shares.

As at the date of publication of this Report, according to the Company's best knowledge, the State Treasury holds 14,688,470 Series A preferred registered shares, which represent 35.0% of total shares and give 29,376,940 votes, which represents 51.7% of the total vote.

According to the Company's best knowledge, as at the date of publication of this Report, no shareholders other than the State Treasury held directly or indirectly at least 5% of the total vote in the parent entity. The ownership structure of material blocks of shares did not change since the publication of the previous periodic report.

The tables below present WSE shares and allotment certificates held by the Company's and the Group's supervising and managing persons.

**WSE shares and allotment certificates held by the Company's and the Group's
managing persons as at the date of publication of this Report**

	Number of shares held	Number of allotment certificates held
Ludwik Sobolewski	25	0
Lidia Adamska	0	0
Beata Jarosz	0	0
Adam Maciejewski	0	0

**WSE shares and allotment certificates held by the Company's and the Group's
supervising persons as at the date of publication of this Report**

	Number of shares held	Number of allotment certificates held
Leszek Pawłowicz	0	0
Marek Wierzbowski	0	0
Sebastian Skuza	0	0
Paweł Graniewski	0	0
Sławomir Krupa	0	0
Jacek Lewandowski	0	0
Marek Słomski	0	0

Source: Company

The number of these financial instruments held by the Company's and the Group's supervising and managing persons did not change since the publication of the previous periodic report.

3. Generated financial results and their key drivers in Q3 2012

3.1. Summary of quarterly results

The Group generated an operating profit of PLN 98.4 million in Q1-Q3 2012, a decrease of 7.7% compared to Q1-Q3 2011. The reason for the decrease in the profit was a decrease of revenues from the financial market segment by 22.2% (PLN 45.2 million), partly offset by additional revenues from the commodity market earned owing to the take-over of the PolPX Group. An increase of the operating expenses by 10.1% resulted mainly from the consolidation of the PolPX Group.

The Group generated a net profit of PLN 86.2 million in Q1-Q3 2012, as compared to PLN 109.6 million in Q1-Q3 2011. The decrease of the net profit was due among others to a higher cost of debt service and lower profits of associates.

The Group generated an operating profit of PLN 31.3 million and a net profit of PLN 25.9 million in Q3 2012, as compared to PLN 31.4 million and PLN 26.7 million in Q2 2012 and PLN 34.2 million and PLN 38.1 million in Q3 2011, respectively. The lower operating and net profit of the Group in Q3 2012 compared to Q3 2011 was due among others to the following factors:

- decrease of the revenues of the WSE by 29.8% in Q3 2012 year on year, which reduced the growth rate of the revenue of the Group after consolidation of the PolPX Group;
- increase of the operating expenses of the Group, mainly due to consolidation of the PolPX Group in all of Q3 2012;
- decrease of the profits of associates.

The results of Q3 2012 are not fully comparable to the results of Q3 2011 mainly due to changes in the structure of the Group (consolidation of the PolPX Group as of March 2012), changes in the structure of financing of the Group, and application of hedging accounting by the WSE as of January 2012.

WSE Group's consolidated profit and loss account in 2011 and 2012, by quarter

PLN'000	2012			2011				2012	2011
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q1-Q3	Q1-Q3
Revenues	65,663	70,110	63,938	60,907	70,421	68,305	69,164	199,711	207,890
Financial market	49,862	51,341	56,958	58,762	68,985	66,340	68,068	158,161	203,393
Trading	35,837	36,504	42,237	43,739	53,389	50,513	54,558	114,578	158,460
Listing	5,193	5,541	5,289	5,561	6,052	6,478	5,296	16,023	17,825
Information services	8,832	9,296	9,432	9,462	9,544	9,349	8,214	27,560	27,107
Commodity market	14,789	17,812	6,135	758	427	379	447	38,736	1,253
Trading	7,237	7,083	2,679	758	427	379	447	16,999	1,253
Operation of RCO	4,428	6,017	2,066	-	-	-	-	12,511	-
Clearing	3,124	4,712	1,390	-	-	-	-	9,226	-
Other revenues	1,012	957	845	1,389	1,009	1,586	649	2,814	3,244
Operating expenses	34,438	39,326	35,009	35,198	33,606	34,079	31,083	108,773	98,767
Depreciation and amortisation	4,096	4,292	3,973	3,889	3,924	3,828	3,979	12,361	11,731
Salaries	11,985	12,126	10,399	10,380	9,631	10,052	9,324	34,510	29,007
Other employee costs	2,918	2,971	3,181	4,840	2,268	2,493	2,853	9,070	7,614
Rent and maintenance fees	2,129	2,492	2,262	1,767	1,724	1,708	1,678	6,883	5,110
Fees and charges	4,816	5,470	5,203	1,791	5,561	4,128	4,195	15,489	13,884
incl.: PFSA fees (WSE)	4,469	4,885	4,885	1,331	5,248	3,891	3,891	14,239	13,030
External services	6,664	9,633	8,094	10,466	8,156	10,300	7,313	24,391	25,769
Other operating expenses	1,830	2,342	1,897	2,066	2,341	1,570	1,741	6,069	5,652
Other income	209	1,589	6,748	309	8	(379)	500	8,546	129
Other expenses	99	999	27	(1,089)	2,608	30	64	1,125	2,702
Operating profit	31,335	31,374	35,650	27,106	34,216	33,817	38,517	98,359	106,550
Financial income	3,221	3,788	3,885	1,790	7,936	2,062	2,596	10,894	12,594
Financial cost	4,463	4,099	4,755	234	133	51	30	13,317	214
Share of profit of associates	2,013	1,738	4,577	1,998	3,614	4,420	5,438	8,328	13,472
Profit before income tax	32,106	32,801	39,357	30,660	45,633	40,248	46,521	104,264	132,402
Income tax expense	6,193	6,075	5,842	6,117	7,525	7,357	7,921	18,110	22,803
Profit for the period	25,913	26,726	33,515	24,543	38,108	32,891	38,600	86,154	109,599

Source: Condensed Consolidated Interim Financial Statements, Company.



Consolidated statement of financial position of WSE Group at quarter-end, 2011 and 2012

PLN'000

	2012			2011			
	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Non-current assets	518,215	516,251	513,308	355,291	348,875	393,975	395,870
Property and equipment	133,864	134,649	129,332	128,672	125,003	118,047	117,197
Intangible assets	214,487	213,593	209,888	60,621	59,763	59,452	59,847
Investment in associates	149,456	147,045	152,537	147,894	145,288	141,534	144,073
Deferred tax assets	4,306	4,847	5,177	3,110	3,349	4,440	5,234
Available-for-sale financial assets	11,002	10,910	11,004	11,795	12,311	67,348	66,338
Prepayments	5,100	5,207	5,370	3,199	3,161	3,154	3,181
Current assets	415,847	499,153	477,713	377,616	183,171	239,546	210,255
Inventories	325	278	266	260	283	292	430
Income tax receivable	1,578	111	-	-	-	-	-
Trade and other receivables	64,073	95,618	79,434	29,620	51,511	50,268	47,014
Available-for-sale financial assets	586	58,254	57,389	56,651	55,880	-	31,056
Other current financial assets	-	-	-	-	16	-	-
Cash and cash equivalents	349,285	344,892	340,624	291,085	75,481	188,986	131,755
<i>incl.: assets of the clearing guarantee system</i>	<i>100,862</i>	<i>104,590</i>	<i>92,647</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
Total assets	934,062	1,015,404	991,021	732,907	532,046	633,521	606,125
Equity	537,534	525,409	560,793	524,492	499,288	460,992	562,841
Share capital	63,865	63,865	63,865	63,865	63,865	63,865	63,865
Other reserves	(2,639)	(1,459)	(2,681)	270	98	(30)	(281)
Retained earnings	472,010	455,429	492,202	459,074	434,149	396,154	498,288
Non-controlling interests	4,298	7,574	7,407	1,283	1,176	1,003	969
Non-current liabilities	250,313	250,213	263,322	175,517	3,461	3,370	3,649
Employee benefits payable	4,984	4,765	4,540	4,206	2,367	2,266	2,367
Finance lease liabilities	329	448	424	66	84	94	112
Provisions for other liabilities and payments	-	-	1,010	1,019	1,010	1,010	1,170
Liabilities under bond issue	245,000	245,000	245,000	170,226	-	-	-
Loans and borrowings	-	-	12,348	-	-	-	-
Current liabilities	146,215	239,782	166,906	32,898	29,297	169,159	39,635
Trade payables	6,108	11,533	16,829	10,516	2,652	3,301	3,932
Finance lease liabilities	356	229	283	61	66	66	71
Income tax payable	1,487	1,751	7,169	5,011	6,709	5,569	4,416
Liabilities under bond issue	3,917	7,917	4,088	-	-	-	-
Loans and borrowings	1,760	19,332	-	-	-	-	-
Dividends and other liabilities	121,260	190,065	132,431	4,459	10,332	153,110	26,423
<i>incl. liabilities of the clearing guarantee system</i>	<i>100,862</i>	<i>104,590</i>	<i>92,647</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
Employee benefits payable	10,317	7,794	6,106	12,851	9,538	7,013	4,542
Provisions for other liabilities and charges	1,010	1,161	-	-	-	100	251
Total equity and liabilities	934,062	1,015,404	991,021	732,907	532,046	633,521	606,125

Source: Condensed Consolidated Interim Financial Statements, Company.

3.2. Revenues

The Group has three revenue-generating segments:

- financial market,
- commodity market,
- other revenues.

Revenues from the financial market include revenues from:

- trading;
- listing;
- information services.

Trading revenue includes fees paid by market participants in respect of:

- transactions on markets of equities and equity-related instruments;
- transactions in derivative financial instruments;
- transactions in fixed-income instruments;
- transactions in other cash instruments;
- other fees paid by market participants.

Revenues from transactions in equities and equity-related instruments are the Group's main source of trading revenues and its main source of sales revenues in general. Trading on the Main Market generates almost all revenues from transactions in equities.

Revenues from transactions in derivative financial instruments are the second biggest source of trading revenues. Transactions in WIG20 index futures contracts account for the majority of revenues from transactions in derivatives.

Revenues from transactions in fixed-income instruments are generated by the fixed-income instrument trading system Catalyst, as well as Treasury BondSpot Poland operated by the WSE's subsidiary BondSpot S.A.

Fees for transactions in other cash instruments include fees for transactions in structured products, investment certificates, warrants, as well as ETFs.

Listing revenues include two main segments:

- one-off fees paid by issuers for introduction and admission of new shares and other instruments to trading on the exchange;
- periodic (annual) listing fees.

Revenues from information services mainly include fees paid by data vendors for real-time market data as well as historical and statistical data. These fees include fixed annual fees and monthly fees based on the data vendor's number of subscribers.

Revenues of the Group in the commodity market segment include revenues of the WSE from the operation of the poee WSE Energy Market, revenues of PolPX and WCCH, and revenues of WSEInfoEngine S.A. as a trade and technical trade operator. The commodity market segment includes the following sub-segments:

- trading,
- operation of the Register of Certificates of Origin of electricity,
- clearing.

Trading revenue on the commodity market includes:

- revenue from trading in electricity (spot and forward),
- revenue from trading in property rights in certificates of origin of electricity,
- other fees paid by market participants (members).

Revenues from the operation of trade in electricity include revenues of the company PolPX on the Intra-Day Market, the Day-Ahead Market, the Commodity Derivatives Market, and Electricity Auctions, as well as trading revenues on the poee WSE Energy Market. The sub-segment of trade in property rights in certificates of origin of electricity includes revenues of PolPX from such trade. Other fees paid by market participants include flat-rate fees paid by market participants of PolPX and poee WSE Energy Market, as well as revenues of WSEInfoEngine as a trade and technical trade operator.

The sub-segment of operation of the Register of Certificates of Origin of electricity includes revenues of PolPX from that activity. Revenues of the sub-segment “clearing” include revenues of the company WCCH, which clears and settles exchange commodities, manages the resources of the clearing guarantee system and determines the amount of credits and debits of WCCH members resulting from their transactions.

The Group’s other revenues include revenues of the subsidiaries WSEInfoEngine S.A. (media segment) and Instytut Rynku Kapitałowego – WSE Research S.A., as well as revenues of the WSE and the PolPX Group, among others, from educational services, office lease, and sponsorship.

The Group's sales revenues amounted to PLN 199.7 million in Q1-Q3 2012, a decrease of 3.9% compared to Q1-Q3 2011. The decrease was driven in particular by a lower value of trading in shares on the Main Market, down by 26.4% year on year in Q1-Q3 2012, resulting in a decrease of trading revenue by 32.9%. At the same time, the Group's revenues from the commodity market increased significantly (by PLN 37.5 million) due to the take-over of the PolPX Group. The revenues from the commodity market stood at PLN 38.7 million in Q1-Q3 2012, as compared to PLN 1.3 million in Q1-Q3 2011.

The Group's sales revenues in Q3 2012 amounted to PLN 65.7 million, a decrease of 6.3% (PLN 4.4 million) compared to Q2 2012 and a decrease of 6.8% (PLN 4.8 million) compared to Q3 2011. Revenues from the commodity market decreased by 17.0% quarter on quarter, mainly as a result of lower revenues from the operation of the Register of Certificates of Origin and decrease of revenues of the company WCCH, which clears and settles exchange commodities (clearing sub-segment). The quarter-on-quarter decrease in sales revenues was also driven by lower revenues from trading in derivatives on the financial market as a result of a decrease in the volume of trading in WIG20 futures.

The consolidated revenues of the Group for Q3 2012 include among others revenues of the PolPX Group at PLN 14.7 million and revenues of BondSpot S.A. at PLN 4.1 million.

Consolidated revenues of WSE Group and revenue structure in selected quarters, 2011-2012

PLN'000, %	For the three-month period ended					
	September 30, 2012	% share	June 30, 2012	% share	September 30, 2011	% share
Financial market	49,862	76%	51,341	73%	68,985	98%
Trading	35,837	55%	36,504	52%	53,389	76%
Shares and other equity instruments	23,738	36%	23,462	33%	36,573	52%
Derivative instruments	6,278	10%	7,703	11%	11,938	17%
Other fees paid by market participants	1,654	3%	1,730	2%	1,289	2%
Fixed-income instruments	4,132	6%	3,566	5%	3,503	5%
Other cash instruments	35	0%	43	0%	86	0%
Listing	5,193	8%	5,541	8%	6,052	9%
Annual listing fees	4,062	6%	4,123	6%	4,238	6%
Introduction and admission fees, other fees	1,131	2%	1,418	2%	1,814	3%
Information services	8,832	13%	9,296	13%	9,544	14%
Commodity market	14,789	23%	17,812	25%	427	1%
Trading	7,237	11%	7,083	10%	427	1%
Trading in electricity	2,816	4%	2,274	3%	70	0%
Cash market	796	1%	814	1%	69	0%
Derivatives market	2,020	3%	1,460	2%	1	0%
Trading in property rights in certificates of origin	2,720	4%	3,138	4%	0	0%
Other fees paid by market participants	1,701	3%	1,671	2%	357	1%
Operation of RCO	4,428	7%	6,017	9%	0	0%
Clearing	3,124	5%	4,712	7%	0	0%
Other revenues	1,012	2%	957	1%	1,009	1%
Total	65,663	100%	70,110	100%	70,421	100%

Source: Condensed Consolidated Interim Financial Statements, Company

The revenues of the company WSE in Q3 2012 stood at PLN 46.3 million, a decrease of 4.6% (PLN 2.2 million) compared to Q2 2012 and a decrease of 29.8% (PLN 19.7 million) compared to Q3 2011.

The WSE revenues in Q3 2012 were impacted by a significant decrease in the volume of trading in derivative instruments by 14.1% compared to Q2 2012 (mainly affecting trade in WIG20 index futures) and by 41.2% compared to Q3 2011.

The value of the anti-crisis promotion effective since November 2011 totalled PLN 1.1 million in Q3 2012.

Separate revenues of WSE and revenue structure in selected quarters, 2011-2012

PLN'000, %	For the three-month period ended					
	September 30, 2012	% share	June 30, 2012	% share	September 30, 2011	% share
Financial market	45,810	99%	47,649	98%	65,358	99%
Trading	31,774	69%	32,973	68%	49,942	76%
Shares and other equity instruments	23,738	51%	23,462	48%	36,574	55%
Derivative instruments	6,278	14%	7,703	16%	11,938	18%
Other fees paid by market participants	1,654	4%	1,730	4%	1,290	2%
Fixed-income instruments	69	0%	35	0%	55	0%
Other cash instruments	35	0%	43	0%	86	0%
Listing	5,193	11%	5,357	11%	5,870	9%
Annual listing fees	4,070	9%	4,123	8%	4,237	6%
Introduction and admission fees, other fees	1,123	2%	1,234	3%	1,633	2%
Information services	8,843	19%	9,319	19%	9,546	14%
Commodity market	186	0%	397	1%	105	0%
Trading	186	0%	397	1%	105	0%
Trading in electricity	148	0%	360	1%	70	0%
Cash market	128	0%	167	0%	69	0%
Derivatives market	20	0%	193	0%	1	0%
Trading in property rights in certificates of origin	0	0%	0	0%	0	0%
Other fees paid by market participants	38	0%	37	0%	35	0%
Operation of RCO	0	0%	0	0%	0	0%
Clearing	0	0%	0	0%	0	0%
Other revenues	338	1%	502	1%	571	1%
Total	46,334	100%	48,548	100%	66,034	100%

Source: Company

The Group generates sales revenues both in the Polish zloty and in foreign currencies. Revenues earned in the Polish zloty in Q3 2012, Q2 2012 and Q3 2011 accounted for 91%, 85% and 78% of total revenues, respectively. The share of revenues denominated in the Polish currency increased in these quarters of 2012 compared to Q3 2011 due to the full consolidation of the results of the PolPX Group, whose revenues denominated in foreign currencies are negligible. Apart from the consolidation of the PolPX Group, the increase of the share of revenues denominated in the Polish currency in 2012 compared to 2011 was also due to a modification of the price list of information services effective as of January 2012 for annual fees and July 2011 for monthly fees. The price list for foreign clients was modified by replacing fees denominated in the euro with fees denominated in the zloty.

Revenues in foreign currencies are earned in all business segments, mainly in the trading segment (financial market).

Consolidated revenues of WSE Group in domestic and foreign currency in selected quarters, 2011-2012

PLN'000, %	For the three-month period ended					
	September 30, 2012	% share	June 30, 2012	% share	September 30, 2011	% share
Revenues denominated in PLN	59,496	91%	59,717	85%	54,662	78%
Revenues denominated in foreign currencies	6,167	9%	10,393	15%	15,759	22%
Total	65,663	100%	70,110	100%	70,421	100%

Source: Condensed Consolidated Interim Financial Statements, Company

The average exchange rate EUR/PLN in Q1-Q3 2012 and Q1-Q3 2011 was 4.21 EUR/PLN and 4.02 EUR/PLN respectively. The average exchange rate EUR/PLN in Q3 2012, Q2 2012 and Q3 2011 was 4.14 EUR/PLN, 4.26 EUR/PLN and 4.15 EUR/PLN respectively.

Financial market

Trading

Trading revenues of the WSE Group on the financial market in Q3 2012 amounted to PLN 35.8 million, a decrease of 1.8% (PLN 0.7 million) compared to Q2 2012 and a decrease of 32.9% (PLN 17.6 million) compared to Q3 2011.

Revenues from trading in **equities and equity-related instruments** amounted to PLN 23.7 million in Q3 2012 as compared to PLN 23.5 million in Q2 2012 and PLN 36.6 million in Q3 2011.

These revenues in the quarters under review were impacted by the following factors:

- increase of the value of trading in shares on the Main Market in Q3 2012 by 21.2% as compared to Q2 2012 and decrease of the value of trading by 26.6% as compared to Q3 2011; the total value of Main Market trading in shares (session and block trades) was PLN 52.5 billion in Q3 2012;
- large block trades had a significant impact on the growth in the value of trading in shares in Q3 2012 quarter on quarter. The value of block trades in shares was PLN 7.3 billion and was the highest since Q4 2010. Block trades were made mainly in shares of three companies: PKO BP S.A., PZU S.A. and PGE S.A., and totalled PLN 5.7 billion. As the WSE's price list includes a cap on the charged trading fees, trading revenues from large block trades generate relatively low trading fees;
- significantly higher share of session trades in Q3 2012 as compared to Q2 2012 in higher brackets of order values which generate lower fees;
- anti-crisis promotion introduced by the WSE in November 2011; the total value of the promotion granted to exchange members was PLN 1.1 million in Q3 2012 as compared to PLN 1.2 million in Q2 2012;
- relatively high revenues from tender offers for significant blocks of shares in Q3 and Q2 2012 compared to Q3 2011 (PLN 1.0 million, PLN 1.4 million and PLN 0.3 million, respectively); revenues from tender offers for significant blocks of shares were driven in Q3 2012 among others by tender offers for shares of Bank Gospodarki Żywnościowej S.A. and Zakłady Azotowe w Tarnowie-Mościcach S.A.

The average transaction value in Q3 2012, calculated as the relation of the total value of session trading and the number of session transactions, was PLN 17.4 thousand, which was higher than in Q2 2012 (PLN 15.7 thousand) and modestly lower than in Q3 2011 (PLN 17.9 thousand). The WIG20 index increased by 4.2% from 2,275.30 points at the end of Q2 2012 to 2,371.42 points at the end of Q3 2012. The value of trading in shares on the Main Market was PLN 52.5 billion in Q3 2012 as compared to PLN 43.3 billion in Q2 2012 and PLN 71.5 billion in Q3 2011. The total volume of trading in shares on the Main Market was 7.1 billion shares in Q3 2012 as compared to 6.5 billion shares in Q2 2012 and 8.3 billion shares in Q3 2011.

The value of trading in shares on NewConnect (session and block trades) in Q3 2012 stood at PLN 235 million, a decrease of 19.9% compared to Q2 2012 and a decrease of 40.2% compared to Q3 2011.

Consolidated revenues of WSE Group from trading in shares and equity-related instruments, the value and volume of trading in shares and equity-related instruments in selected quarters, 2011-2012

	For the three-month period ended		
	September 30, 2012	June 30, 2012	September 30, 2011
Financial market, trading revenue: shares and equity-related instruments (PLN million)	23.7	23.5	36.6
<i>Main Market:</i>			
Value of trading (PLN billion)	52.5	43.3	71.5
Volume of trading (billions of shares)	7.1	6.5	8.3
<i>NewConnect:</i>			
Value of trading (PLN billion)	0.2	0.3	0.4
Volume of trading (billions of shares)	0.6	0.7	1.4

Source: Condensed Consolidated Interim Financial Statements, Company

Revenues of the Group from **derivatives transactions** on the financial market amounted to PLN 6.3 million in Q3 2012, a decrease of 18.5% compared to Q2 2012 and a decrease of 47.4% compared to Q3 2011. The results were driven by a decrease in the volume of WIG20 futures contracts, which in Q3 2012 was 20.8% lower than in Q2 2012 and 48.4% lower than in Q3 2011.

The decrease in trading in stock index futures contracts has been observed on most European exchanges which operate futures markets, including the biggest European trade operators. In Q3 2012, the volatility of the WIG20 index was low. The number of transactions made by investors on the derivative instruments market is usually lower in periods of low volatility than at times when the volatility of the underlying is bigger. This trend is particularly pronounced in case of futures contracts.

The revenue from WIG20 futures contracts accounted for more than 95% of the Group's trading revenues from derivative financial instruments in each quarter of 2011 and 2012.

Consolidated revenues of WSE Group from trading in derivatives, the volume of trading in derivatives in selected quarters, 2011-2012

	For the three-month period ended		
	September 30, 2012	June 30, 2012	September 30, 2011
Financial market, trading revenue: derivatives (PLN million)	6.3	7.7	11.9
Volume of trading in derivatives (millions of contracts)	2.7	3.2	4.7
<i>incl.: Volume of trading in WIG20 futures (millions of contracts)</i>	2.1	2.7	4.1

Source: Condensed Consolidated Interim Financial Statements, Company

Revenues from transactions in **fixed-income instruments** in Q3 2012 stood at PLN 4.1 million, an increase of 15.9% compared to Q2 2012 and an increase of 18.0% compared to Q3 2011. The results were primarily driven by high turnover on Treasury BondSpot Poland (TBSP). The activity of Treasury BondSpot Poland market participants remained record-high in Q3 2012. Trading was particularly high in September when the monthly value of trading crossed the mark of PLN 100 billion for the first time in 2012. The value of conditional transactions on TBSP was PLN 159.4 billion while the value of cash transactions was PLN 136.5 billion in Q3 2012. The value of conditional repo transactions increased by 8.1% while the value of cash transactions increased by 32.7% compared to Q2 2012. The value of trading on TBSP in Q1-Q3 2012 was also driven by a reduction of fees for market makers holding the status of Treasury Securities Dealer or Candidate. The promotion reduces the average cost of transactions, in particular transactions on the cash market. The reduction is effective until the end of 2014. Trading on Catalyst decreased from PLN 1.3 billion in Q2 2012 to PLN 0.5 billion in Q3 2012 but the revenue from that trade has a small share in total revenues from transactions in fixed-income instruments.

Consolidated revenues of WSE Group from trading in fixed-income instruments, the value of trading in fixed-income instruments in selected quarters, 2011-2012

	For the three-month period ended		
	September 30, 2012	June 30, 2012	September 30, 2011
Financial market, trading revenue: fixed-income instruments (PLN million)	4.1	3.6	3.5
Catalyst:			
Value of trading (PLN billion)	0.5	1.3	0.4
<i>incl.: Value of trading in non-Treasury instruments (PLN billion)</i>	0.3	1.2	0.2
Treasury BondSpot Poland:			
Value of trading - conditional transactions (PLN billion)	159.4	147.5	187.0
Value of trading - cash transactions (PLN billion)	136.5	102.9	80.2

Source: Condensed Consolidated Interim Financial Statements, Company

Revenues from trading in **other cash market instruments** were ca. PLN 0.04 million both in Q3 2012 and in Q2 2012, and PLN 0.09 million in Q3 2011.

Revenues from other fees paid by market members were PLN 1.7 million both in Q3 and Q2 2012, as compared to PLN 1.3 million in Q3 2011.

Listing

Listing revenues on the financial market in Q3 2012 amounted to PLN 5.2 million, a decrease of 6.3% compared to Q2 2012 and a decrease of 14.2% compared to Q3 2011.

Annual fees were PLN 4.1 million both in Q3 and Q2 2012, a decrease of 4.1% as compared to PLN 4.2 million in Q3 2011. Fees for admission and introduction of securities as well as other fees amounted to PLN 1.1 million in Q3 2012, a decrease of 20.2% compared to Q2 2012 and a decrease of 37.7% compared to Q3 2011.

In Q3 2012, 2 companies were newly listed on the Main Market and the total value of IPOs and secondary offers was PLN 1.5 billion, as compared to 6 new listings worth PLN 1.5 billion in Q2 2012 and 8 new listings worth PLN 6.9 billion in Q3 2011. There were 435 companies listed on the Main Market and their total capitalisation was PLN 693.1 billion at the end of Q3 2012, as compared to 434 companies worth PLN 669.8 billion at the end of Q2 2012 and 424 companies worth PLN 653.0 billion at the end of Q3 2011. The value of secondary offers was PLN 1.5 billion in Q3 2012, an increase of PLN 0.3 billion compared to Q2 2012 (the biggest offers in Q3 were those of BZ WBK and GTC).

Consolidated listing revenue of WSE Group, market capitalisation, number of listed companies, number and capitalisation of new listings, number and value of de-listings on the Main Market in selected quarters of 2011-2012

	For the three-month period ended		
	September 30, 2012	June 30, 2012	September 30, 2011
Main Market			
Listing revenue (PLN million)	4.3	4.5	5.3
Capitalisation of listed companies (<i>domestic</i>) (PLN billion)	484.0	472.7	454.8
Capitalisation of listed companies (<i>foreign</i>) (PLN billion)	209.1	197.1	198.2
Number of listed companies (<i>domestic</i>)	394	394	387
Number of listed companies (<i>foreign</i>)	41	40	37
Value of offerings (<i>IPO and SPO</i>) (PLN billion)	1.5	1.5	6.9
Number of newly listed companies (<i>in the period</i>)	2	6	8
Capitalisation of newly listed companies (PLN billion)	0.5	1.2	16.4
Number of de-listings	1	1	0
Capitalisation of de-listed companies* (PLN billion)	3.6	3.4	0.0

* based on market capitalisation at the time of de-listing

Source: Company

In Q3 2012, 24 companies were newly listed on NewConnect and the total value of IPOs and secondary offers was PLN 0.3 billion, as compared to 28 new listings worth PLN 0.1 billion in Q2 2012 and 54 new listings worth PLN 0.7 billion in Q3 2011. There were 420 companies listed on NewConnect and their total capitalisation was

PLN 9.3 billion at the end of Q3 2012, as compared to 397 companies worth PLN 8.2 billion at the end of Q2 2012 and 314 companies worth PLN 7.9 billion at the end of Q3 2011.

Consolidated listing revenue of WSE Group, market capitalisation, number of listed companies, number and capitalisation of new listings, value of offerings, number and value of de-listings on NewConnect in selected quarters of 2011-2012

	For the three-month period ended		
	September 30, 2012	June 30, 2012	September 30, 2011
NewConnect			
Listing revenue (PLN million)	0.8	0.8	0.5
Capitalisation of listed companies (<i>domestic</i>) (PLN billion)	9.2	8.1	7.8
Capitalisation of listed companies (<i>foreign</i>) (PLN billion)	0.1	0.1	0.1
Number of listed companies (<i>domestic</i>)	413	390	307
Number of listed companies (<i>foreign</i>)	7	7	7
Value of offerings (<i>IPO and SPO</i>) (PLN billion)	0.3	0.1	0.7
Number of newly listed companies (<i>in the period</i>)	24	28	54
Capitalisation of newly listed companies (PLN billion)	0.7	0.3	1.6
Number of de-listings*	1	1	1
Capitalisation of de-listed companies** (PLN billion)	0.2	0.2	0.0

* includes companies which transitioned to listing on the Main Market

**based on market capitalisation at the time of de-listing

Source: Company

The number of issuers and the value of issues on Catalyst grew dynamically in the period under review. Catalyst listed instruments of 147 issuers (including the State Treasury) at the end of Q3 2012, as compared to 126 issuers at the end of Q2 2012 and 90 issuers at the end of Q3 2011. The total nominal value of issued instruments was PLN 562.4 billion at the end of Q3 2012 as compared to PLN 560.5 billion at the end of Q2 2012 and PLN 523.0 billion at the end of Q3 2011, including the value of non-Treasury instruments at PLN 48.8 billion, PLN 45.9 billion, and PLN 34.9 billion, respectively. The decrease in sales revenues in Q3 2012 compared to Q2 2012 was caused by a decrease in the value of new issues, which determines the amount of charged fees. The value of new issues in the periods under review was PLN 2.8 billion in Q3 2012 and PLN 4.9 billion in Q2 2012.

Consolidated listing revenue of WSE Group, number of issuers, number of issued instruments and value of issued instruments on Catalyst in selected quarters of 2011-2012

	For the three-month period ended		
	September 30, 2012	June 30, 2012	September 30, 2011
Catalyst			
Listing revenue (PLN million)	0.1	0.3	0.3
Number of issuers	147	126	90
Number of instruments	338	298	222
<i>of which: non-treasury instruments</i>	<i>302</i>	<i>260</i>	<i>184</i>
Value of issue (PLN billion)	562.4	560.5	523.0
<i>of which: non-treasury instruments</i>	<i>48.8</i>	<i>45.9</i>	<i>34.9</i>

Source: Company

Information services

Revenues from information services in Q3 2012 amounted to PLN 8.8 million, a decrease of 5.0% compared to Q2 2012 and a decrease of 7.5% compared to Q3 2011.

Revenues from information services in the quarters under review were driven among others by the number of data vendors and subscribers, as well as a change of the price list from euro denominated prices to zloty denominated prices (monthly fees as of July 2011, annual fees as of January 2012).

Consolidated revenues of WSE Group from information services, number of data vendors and subscribers in selected quarters, 2011-2012

	As at/ For the three-month period ended		
	September 30, 2012	June 30, 2012	September 30, 2011
Revenues from information services (PLN million)	8.8	9.3	9.5
Number of data vendors	58	60	54
Number of subscribers ('000 of subscribers)	285.1	297.0	332.2

Source: Company

Commodity market

Revenues on the commodity market include:

- revenues of the WSE from the operation of the poee WSE Energy Market,
- revenues of the company WSEInfoEngine S.A. as a trade and technical trade operator,
- revenues of the PolPX Group.

Revenues of the WSE Group on the commodity market stood at PLN 14.8 million in Q3 2012, as compared to PLN 17.8 million in Q2 2012 and PLN 0.4 million in Q3 2011. The significant increase in the revenues in Q3 and Q2 2012 compared to Q3 2011 was mainly driven by the consolidation of PolPX Group results following the acquisition of a controlling stake in PolPX in February 2012 and full consolidation of PolPX Group results as of March 2012. The revenue of the Group from the commodity market includes consolidation of all of Q2 and Q3 2012.

The revenues of the PolPX Group are mainly driven by the volume of trading in energy and property rights, the volume of property rights issued and certificates of origin cancelled by members of the Register of Certificates of Origin, and an increase of their balances of property rights. The PolPX Group earned a total revenue of PLN 14.7 million in Q3 2012 as compared to PLN 17.1 million in Q2 2012; the decrease of 14.2% was mainly driven by revenues from the operation of the Register of Certificates of Origin as a result of a lower volume of issued property rights and cancelled certificates of origin determined by the cycle of trade in certificates of origin over the periods under review and lower revenues of the company WCCH from clearing and settling exchange commodities.

Trading

Trading revenues of the WSE Group on the commodity market amounted to PLN 7.2 million in Q3 2012, including PLN 0.8 million of revenue from trading in energy on the spot market, PLN 2.0 million of revenue from trading in energy on the forward market, PLN 2.7 million of revenue from trading in property rights in certificates of origin of electricity, and PLN 1.7 million of other fees paid by market participants. Other fees paid by commodity market participants are fees from participants of PolPX and poee WSE CM markets, as well as revenues of WSEInfoEngine acting as a trade and technical trade operator.

Consolidated trading revenue of WSE Group on the commodity market and the volume of trading on the commodity market in selected quarters 2011-2012

	For the three-month period ended		
	September 30, 2012	June 30, 2012	September 30, 2011
Commodity market, trading revenue (PLN million)	7.2 *	7.1 *	0.4 **
Volume of trading in electricity (poee WSE CM and PolPX):			
Spot transactions (TWh)	4.6	5.4	5.2
Forward transactions (TWh)	28.6	21.3	27.0
Volume of trading in property rights (PolPX) (TWh)	11.6	16.0	12.7

* consolidation of PolPX Group revenue for the entire quarter

** no consolidation of PolPX Group revenue

Source: Company

The total volume of trading on the energy markets operated by the WSE and PolPX was 33.2 TWh in Q3 2012

as compared to 26.7 TWh in Q2 2012 and 32.2 TWh in Q3 2011. The significant change in the volume of trading occurred mainly on the forward market, which is somewhat seasonal.

Register of Certificates of Origin

As a result of the consolidation of PolPX Group revenues as of Q1 2012, the WSE Group earns revenues from the operation of a Register of Certificates of Origin of electricity. The revenue stood at PLN 4.4 million in Q3 2012 as compared to PLN 6.0 million in Q2 2012. The decrease of the revenue in Q3 2012 was mainly driven by a quarter-on-quarter decrease in the volume of property rights in certificates of origin of electricity issued and cancelled by members of the Register of Certificates of Origin.

An energy company which sells electricity to end customers is required to present to the President of the Energy Regulatory Office an adequate number of certificates of origin from the previous year for cancellation every year by March 31.

The cancellation of certificates of origin peaks in Q1 of every year and may continue into the first month of Q2. Q3 and Q4 show lower volumes of operations in the Register of Certificates of Origin, which is typical of the certificate cancellation cycle. Q2 2012 represents a high comparative base for Q3 2012 due to partial execution of the certificate cancellation obligation also in the first month of Q2 2012.

Consolidated revenue of WSE Group from operation of the Register of Certificates of Origin of electricity, volume of issued and cancelled property rights in selected quarters, 2011 - 2012

	For the three-month period ended		
	September 30, 2012	June 30, 2012	September 30, 2011
Commodity market, revenue from operation of the Register of Certificates of Origin of electricity (PLN million)	4.4 *	6.0 *	0.0 **
Issued property rights (TWh)	9.4	10.9	9.4
Cancelled property rights (TWh)	4.9	19.9	5.5

* consolidation of PolPX Group revenue for the entire quarter

** no consolidation of PolPX Group revenue

Source: Company

Clearing

The Group earns revenues from the clearing activities of WCCH, which is a subsidiary of PolPX. The revenues stood at PLN 3.1 million in Q3 2012 as compared to PLN 4.7 million in Q2 2012, which reflects the lower activity of PolPX market participants and impacts on relatively low fees paid.

Other revenues

The Group's other revenues were stable in the quarters under review and amounted to ca. PLN 1.0 million. The Group earns other revenues among others from sponsorship, training, and office space lease.

3.3. Operating expenses

Total operating expenses of the WSE Group amounted to PLN 34.4 million in Q3 2012, a decrease of 12.4% compared to Q2 2012 and a modest increase of 2.5% compared to Q3 2011. The main driver of the year-on-year increase was the consolidation of the costs of the PolPX Group for Q2 and Q3 2012.

The operating expenses of the WSE Group in Q3 2012 include expenses of the PolPX Group at PLN 4.4 million. BondSpot operating expenses contribution to the WSE Group expenses amounted to PLN 2.0 million in Q3 2012.

**Consolidated operating expenses of WSE Group and structure of operating expenses in selected quarters,
2011 - 2012**

PLN'000, %	For the three-month period ended					
	September	%	June 30,	%	September	%
	30, 2012	share	2012	share	30, 2011	share
Depreciation and amortisation	4,096	12%	4,292	11%	3,924	12%
Salaries	11,985	35%	12,126	31%	9,631	29%
Other employee costs	2,918	8%	2,971	8%	2,268	7%
Rent and other maintenance fees	2,129	6%	2,492	6%	1,724	5%
Fees and charges	4,816	14%	5,470	14%	5,561	17%
<i>including: PFSA fees</i>	4,469	13%	4,885	12%	5,248	16%
External services	6,664	19%	9,633	24%	8,156	24%
Other operating expenses	1,830	5%	2,342	6%	2,341	7%
Total	34,438	100%	39,326	100%	33,606	100%

Source: Condensed Consolidated Interim Financial Statements, Company

The operating expenses of the WSE stood at PLN 27.4 million in Q3 2012, a decrease of 5.2% compared to Q2 2012 and a decrease of 11.7% compared to Q3 2011. The most significant decrease of expenses compared to Q2 2012 was reported in external service charges (by PLN 1.4 million), fees and charges (fees paid to the Polish Financial Supervision Authority down by PLN 0.4 million), and rent and other maintenance fees (by PLN 0.3 million). The cost decrease compared to Q3 2011 was mainly driven by lower external service charges (by PLN 2.2 million) and lower fees paid to the Polish Financial Supervision Authority (by PLN 0.8 million).

Separate operating expenses of WSE and structure of operating expenses in selected quarters, 2011 - 2012

PLN'000, %	For the three-month period ended					
	September 30, 2012	% share	June 30, 2012	% share	September 30, 2011	% share
Depreciation and amortisation	3,272	12%	3,461	12%	3,733	12%
Salaries	8,178	30%	7,337	25%	8,250	27%
Other employee costs	2,307	8%	2,214	8%	2,076	7%
Rent and other maintenance fees	1,496	5%	1,838	6%	1,507	5%
Fees and charges	4,588	17%	5,016	17%	5,458	18%
including: PFSA fees	4,469	16%	4,885	17%	5,248	17%
External services	6,229	23%	7,667	26%	8,456	27%
Other operating expenses	1,365	5%	1,404	5%	1,592	5%
Total	27,435	100%	28,937	100%	31,072	100%

Source: Condensed Consolidated Interim Financial Statements, Company

The comments below concerning operating expenses items are based on consolidated figures of the WSE Group.

Depreciation and amortisation was stable in the periods under review: PLN 4.1 million in Q3 2012, PLN 4.3 million in Q2 2012, and PLN 3.9 million in Q3 2011. The increase compared to Q3 2011 was mainly driven by the consolidation of the PolPX Group.

Salaries and other employee costs in Q3 2012 amounted to PLN 14.9 million as compared to PLN 15.1 million in Q2 2012 and PLN 11.9 million in Q3 2011. The increase compared to Q3 2011 was mainly driven by the consolidation of costs of the PolPX Group. The headcount of the Group was 339 employees (329 FTEs) at September 30, 2012.

# FTEs	Employment in WSE Group		
	As at		
	September 30, 2012	June 30, 2012	September 30, 2011
WSE	207	209	209
Subsidiaries	122	119	44
Total	329	328	253

Source: Company

External service charges in Q3 2012 amounted to PLN 6.7 million as compared to PLN 9.6 million in Q2 2012 and PLN 8.2 million in Q3 2011. The decrease compared to Q2 2012 was driven by lower costs of both the WSE and the PolPX Group.

Rent and other maintenance fees amounted to PLN 2.1 million in Q3 2012, a decrease of PLN 0.4 million as compared to Q2 2012. Rent and other maintenance fees stood at PLN 1.7 million in Q3 2011. The increase in 2012 compared to 2011 was a result of the consolidation of the PolPX Group as well as business expansion of the WSE and lease of additional space for a server room.

Fees and charges stood at PLN 4.8 million in Q3 2012, as compared to PLN 5.5 million in Q2 2012 and PLN 5.6 million in Q3 2011. The decrease compared to Q2 2012 and Q3 2011 was driven by lower fees paid by the WSE to the Polish Financial Supervision Authority, which stood at PLN 4.5 million, PLN 4.9 million and PLN 5.2 million, respectively. According to information from the Polish Financial Supervision Authority, advance fees for capital market supervision in Q4 2012 will be PLN 4.2 million.

Other operating expenses in Q3 2012 amounted to PLN 1.8 million as compared to PLN 2.3 million in Q2 2012 and PLN 2.3 million in Q3 2011.

3.4. Other income and expenses

Other income amounted to PLN 0.2 million in Q3 2012, as compared to PLN 1.6 million in Q2 2012 and PLN 0.008 million in Q3 2011. The income of Q2 2012 included mainly released debt provisions and received damages.

Other expenses amounted to PLN 0.1 million in Q3 2012, as compared PLN 1.0 million in Q2 2012 and PLN 2.6 million in Q3 2011.

3.5. Net financial income

Financial income of the Group in Q3 2012 amounted to PLN 3.2 million, as compared to PLN 3.8 million in Q2 2012 and PLN 7.9 million in Q3 2011.

Financial costs of the Group stood at PLN 4.5 million in Q3 2012, as compared to PLN 4.1 million in Q2 2012 and PLN 0.1 million in Q3 2011. The costs in Q3 2011 were significantly lower than in Q3 2012 mainly in the absence of the cost of debt service in respect of a bond issue.

In December 2011 and February 2012, the WSE issued bonds with a total nominal value of PLN 245.0 million. The bonds of both series are due for redemption on January 2, 2017. The bonds bear interest at a floating rate equal to WIBOR 6M + 1.17%, interest is paid semi-annually. Due to the bond issue, the cost of debt service at PLN 3.9 million was a significant contributor to the financial costs of the Group in Q3 2012. The cost of debt service was the same also in Q2 2012.

The cost of the bond offering totalled PLN 2.2 million and was recognised in prepayments from the issue date of series A bonds (December 23, 2011) until the redemption date of series A and B bonds (January 2, 2017). The cost of the offering in Q3 2012 added PLN 0.1 million to the financial cost of the WSE Group.

As of January 1, 2012, the WSE applies hedging accounting. Hedging covers cash flows under the agreement concerning the delivery of a new trading system (UTP), the acquisition of licences, and the acquisition of warranties in the first year after implementation. The company has decided to designate cash held in euro for the above purpose as a hedging instrument. As of January 1, 2012, fx differences on the balance-sheet valuation of such cash is recognised in equity instead of net financial income. The fx differences recognised in equity were positive at PLN 1.1 million in Q2 2012 and negative at PLN 1.7 million in Q3 2012.

3.6. Share of profit of associates

The Group's share of profit of associates amounted to PLN 2.0 million in Q3 2012, as compared to PLN 1.7 million in Q2 2012 and PLN 3.6 million in Q3 2011. The profit was mainly driven by the net profit of Centrum Gieldowe at PLN 1.8 million in Q3 2012, as compared to a net loss of PLN 0.8 million in Q2 2012 and a net loss of PLN 2.9 million in Q3 2011. The significant volatility of the net profit of Centrum Gieldowe results from fx differences (the company pays a US\$ denominated loan).

The net profit of the National Depository for Securities (KDPW) Group stood at PLN 4.7 million in Q3 2012, as compared to PLN 5.8 million in Q2 2012 and PLN 13.0 million in Q3 2011. The profit of KDPW dropped due to a significant decrease of revenues quarter on quarter driven among others by less favourable market conditions.

Profit / (Loss) of associates			
PLN'000	For the three-month period ended		
	September 30, 2012	June 30, 2012	September 30, 2011
KDPW Group	4,691	5,821	12,975
Centrum Gieldowe S.A.	1,815	(818)	(2,863)
PJSC INNEX*	-	(23)	(139)
Total	6,506	4,980	9,973

WSE's share of profit / (loss) of associates			
PLN'000	For the three-month period ended		
	September 30, 2012	June 30, 2012	September 30, 2011
KDPW Group	1,563	1,941	4,325
Centrum Gieldowe S.A.	450	(203)	(710)
PJSC INNEX*	-	-	-
Total	2,013	1,738	3,614

** the carrying value of PJSC Innex in the statement of financial position of WSE Group is nil; in August 2012 capital increase of PJSC Innex was conducted, WSE didn't decide to participate in the process. As a result WSE stake in Innex shares was diluted. Innex ceased to be an associate of WSE Group.*

Source: Condensed Consolidated Interim Financial Statements, Company

3.7. Income tax

The Group's effective income tax rate was 19.3% in Q3 2012, as compared to the standard Polish corporate income tax rate of 19%. Income tax was PLN 6.2 million in Q3 2012, as compared to PLN 6.1 million in Q2 2012 and PLN 7.5 million in Q3 2011.

3.8. Group's balance sheet structure

The Group's non-current assets stood at PLN 518.2 million at September 30, 2012, representing 55% of total assets, as compared to 51% at June 30, 2012 and 66% at September 30, 2011. The Group's intangible assets increased significantly in Q1 2012 due to the acquisition of the controlling stake in PolPX. Goodwill created by the acquisition of the PolPX Group was PLN 147.8 million.

The Group's current assets stood at PLN 415.8 million at September 30, 2012, representing 45% of total assets, as compared to 49% at June 30, 2012 and 34% at September 30, 2011.

The increase in trade and other receivables in 2012 compared to September 30, 2011 results from the acquisition of the PolPX Group. The line mainly includes receivables in respect of other public law transactions (including VAT), which stood at PLN 31.2 million at September 30, 2012 as compared to PLN 41.4 million at June 30, 2012 and PLN 0.01 million at September 30, 2011. Transactions cleared by the PolPX Group (WCCH) include large volumes of electricity sold to companies registered abroad, giving rise to a surplus of VAT in respect of power acquired from local companies and, consequently, receivables in respect of VAT reimbursement from the Tax Office. Due to significant VAT receivables, WCCH must use revolving credit facilities, which stood at PLN 1.8 million at September 30, 2012.

Current financial assets available for sale decreased in Q3 2012. Zero-coupon Treasury bonds at PLN 58 million at par were redeemed at July 25.

The significant increase in cash and cash equivalents in 2012 compared to 2011 results from the acquisition of the PolPX Group. The PolPX Group holds a significant amount of cash subject to specific restrictions including assets of the clearing guarantee system which stood at PLN 100.9 million at September 30, 2012 and PLN 104.6 million at June 30, 2012.

The balance-sheet total of the WSE Group at September 30, 2012 decreased by PLN 81.3 million compared to June 30, 2012, mainly due to the pay-out of the WSE's dividend at PLN 60.4 million in July 2012.

Consolidated statement of financial position of WSE Group at the end of selected quarters, 2011-2012 (assets)

PLN'000	As at					
	September 30, 2012	% share	June 30, 2012	% share	September 30, 2011	% share
Non-current assets	518,215	55%	516,251	51%	348,875	66%
Property and equipment	133,864	14%	134,649	13%	125,003	23%
Intangible assets	214,487	23%	213,593	21%	59,763	11%
Investment in associates	149,456	16%	147,045	14%	145,288	27%
Deferred tax assets	4,306	0%	4,847	0%	3,349	1%
Available-for-sale financial assets	11,002	1%	10,910	1%	12,311	2%
Prepayments	5,100	1%	5,207	1%	3,161	1%
Current assets	415,847	45%	499,153	49%	183,171	34%
Inventory	325	0%	278	0%	283	0%
Corporate income tax receivables	1,578	0%	111	0%	0	0%
Trade and other receivables	64,073	7%	95,618	9%	51,511	10%
Available-for-sale financial assets	586	0%	58,254	6%	55,880	11%
Other current financial assets	0	0%	0	0%	16	0%
Cash and cash equivalents	349,285	37%	344,892	34%	75,481	14%
incl.: assets of the clearing guarantee system	100,862	11%	104,590	10%	0	0%
Total assets	934,062	100%	1,015,404	100%	532,046	100%

Source: Condensed Consolidated Interim Financial Statements

The equity of the Group stood at PLN 537.5 million and represented 58% of the Group's total liabilities and equity at September 30, 2012, PLN 525.4 million (52%) at June 30, 2012, and PLN 499.3 million (94%) at September 30, 2011. The decrease of the share of equity in total liabilities and equity in 2012 was due to changes in the structure of financing of the Group following the issue of the WSE's series A and B bonds worth PLN 245 million at par.

Non-current liabilities of the Group stood at PLN 250.3 million and represented 27% of the Group's total equity and liabilities at September 30, 2012, PLN 250.2 million (25%) at June 30, 2012, and PLN 3.5 million (1.0%) at September 30, 2011. The increase of non-current liabilities in 2012 compared to Q3 2011 was driven by the issue of the WSE's series A bonds worth PLN 170 million and series B bonds worth PLN 75 million. The bonds of both series are due for redemption on January 2, 2017. The bonds bear interest at a floating rate equal to WIBOR 6M + 1.17%, interest is paid semi-annually.

Current liabilities of the Group stood at PLN 146.2 million and represented 16% of the Group's total equity and liabilities at September 30, 2012, PLN 239.8 million (24%) at June 30, 2012, and PLN 29.3 million (6%) at September 30, 2011. The Group had liabilities in respect of dividend payment at PLN 60.9 million at June 30, 2012. The dividend was paid out at July 20, 2012 by the WSE and at July 25, 2012 by BondSpot. The increase of other liabilities in 2012 was due to the acquisition of the PolPX Group, which has significant liabilities under the clearing guarantee system (PLN 100.9 million at September 30, 2012 and PLN 104.6 million at June 30, 2012). In addition, liabilities in respect of other public law transactions (including VAT) at PLN 11.6 million at September 30, 2012 and PLN 10.1 million at June 30, 2012 were an important part of the WSE Group's other liabilities. At September 30, 2012, WCCCH used a revolving credit facility of PLN 1.8 million taken out to cover current liquidity in the payment of VAT differences and recognised in current liabilities.

Consolidated statement of financial position of WSE Group at the end of selected quarters, 2011-2012 (equity and liabilities)

PLN'000	As at					
	September 30, 2012	% share	June 30, 2012	% share	September 30, 2011	% share
Equity	537,534	58%	525,409	52%	499,288	94%
Share capital	63,865	7%	63,865	6%	63,865	12%
Other capital	-2,639	0%	-1,459	0%	98	0%
Retained earnings	472,010	51%	455,429	45%	434,149	82%
Non-controlling interests	4,298	0%	7,574	1%	1,176	0%
Non-current liabilities	250,313	27%	250,213	25%	3,461	1%
Employee benefits payable	4,984	1%	4,765	0%	2,367	0%
Finance lease liabilities	329	0%	448	0%	84	0%
Provisions for other liabilities and payments	0	0%	0	0%	1,010	0%
Liabilities under bond issue	245,000	26%	245,000	24%	0	0%
Current liabilities	146,215	16%	239,782	24%	29,297	6%
Trade payables	6,108	1%	11,533	1%	2,652	0%
Finance lease liabilities	356	0%	229	0%	66	0%
Corporate income tax liability	1,487	0%	1,751	0%	6,709	1%
Liabilities under bond issue	3,917	0%	7,917	1%	0	0%
Liabilities under loans and advances	1,760	0%	19,332	2%	0	0%
Dividend payout and other liabilities	121,260	13%	190,065	19%	10,332	2%
<i>incl. liabilities of the clearing guarantee system</i>	<i>100,862</i>	<i>11%</i>	<i>104,590</i>	<i>10%</i>	<i>0</i>	<i>0%</i>
Employee benefits payable	10,317	1%	7,794	1%	9,538	2%
Provisions for other liabilities and payments	1,010	0%	1,161	0%	0	0%
Total equity and liabilities	934,062	100%	1,015,404	100%	532,046	100%

Source: Condensed Consolidated Interim Financial Statements

3.9. Cash flows

The Group's cash flows from operating activities were positive at PLN 80.8 million in Q1-Q3 2012, as compared to PLN 78.2 million in Q1-Q3 2011.

The cash flows from investing activities were negative at PLN 31.2 million in Q1-Q3 2012 mainly due to the investment in the acquisition of a controlling stake and further minority stakes in PolPX in 2012. In addition, Treasury bonds acquired in 2011 were redeemed at PLN 58 million in Q3 2012. The positive cash flows from investing activities at PLN 24.7 million in Q1-Q3 2011 were driven by a dividends paid by KDPW at PLN 61.1 and the sale and acquisition of available-for-sale financial assets.

The cash flows from financing activities were negative in Q1-Q3 2011, mainly due to a dividend paid by the WSE and BondSpot S.A. to minority shareholders. The cash flows from financing activities were positive at PLN 8.6 million in Q1-Q3 2012 mainly as a result of the issue of series B bonds at PLN 75.7 million, a dividend pay-out, as well as the payment of PLN 7.9 million of interest for the first interest period of the issued series A and B bonds.

Consolidated cash flows of WSE Group for the nine-month period ended, 2011-2012

PLN'000

	For the nine-month period ended September 30,	
	2012	2011
Cash flows from operating activities	80,799	78,187
Cash flows from investing activities	(31,202)	24,663
Cash flows from financing activities	8,603	(134,969)
Increase (decrease) in net cash	58,200	(32,119)
Cash and cash equivalents at beginning of period	291,085	107,600
Cash and cash equivalents at end of period	349,285	75,481

Source: Condensed Consolidated Interim Financial Statements

3.10. Capital expenditure

The Group's total capital expenditure amounted to PLN 19.8 million in Q1-Q3 2012, as compared to PLN 16.8 million in Q1-Q3 2011, and included PLN 11.5 million of the Group's capital expenditure in property and equipment, compared to PLN 14.1 million in Q1-Q3 2011, and PLN 8.3 million of the Group's capital expenditure in intangible assets, compared to PLN 2.7 million in Q1-Q3 2011.

The Group's biggest financial investment in Q1-Q3 2012 was the acquisition of a controlling stake in a subsidiary (PolPX) at PLN 195.9 million less acquired cash, as well as the acquisition of further blocks of shares from minority shareholders at PLN 14.7 million. The investment in PolPX shares was financed with capital raised in the issue of series A and B bonds.

The value of (contracted) future investment commitments was PLN 64.4 million at September 30, 2012.

3.11. Seasonality and cyclicalities of operations

Share prices and the value of trading are significantly influenced by local, regional and global trends impacting the capital markets, which determines the number and size of new issues of financial instruments and the activity of investors on the WSE. As a result, the revenue of the Group is cyclical: it decreased due to the global financial crisis in 2008 and rose in 2009, 2010 and 2011 following the general capital market trend. The decrease in trading observed in Q1-Q3 2012 was related to the situation on the financial markets.

Trading in certificates of origin on PolPX is subject to some seasonality. The volume of trade in property rights on PolPX is largely determined by the obligation imposed on energy companies which sell electricity to end consumers and have to cancel, by March 31 of each year, a certain quantity of certificates of origin of the previous year. The percentage of electricity which must be generated from renewable energy sources and cogeneration is fixed every year in regulations of the Minister of the Economy.

Trading in energy on the Commodity Derivatives Market operated by PolPX is not distributed evenly over the year. It is seasonal in that trading is relatively low in the first half of the year compared to the second half of the year. This is because the supply side is waiting for information about the costs of electricity generation (including the cost of fuel) in the first half of the year. The demand side, in turn, needs time to determine its demand based on the demand of its clients.

3.12. Key factors impacting results in the horizon of at least one quarter

CAPITAL EXPENDITURE FOR THE IMPLEMENTATION OF UTP

In July 2010, the Company entered into an agreement with NYSE Euronext to establish a framework for their strategic co-operation. In particular, the master agreement provides for the acquisition by WSE of the UTP (Universal Trading Platform). In October 2010, the Company entered into agreements with NYSE Technologies SAS outlining the terms for the delivery, licensing and software maintenance of the UTP.

The capital expenditures for the implementation of UTP will be financed with the WSE's own funds. The Company expects that planned amortisation period for the investment will be 8 years from implementation.

NEW EXCHANGE TRADING FEES

In October 2012, the WSE introduced a reduction of exchange fees for transactions. The modification of the WSE's price list includes:

- a reduction of the fixed fee for orders on the market in shares, allotment certificates and ETF units in session and block trades on both equities markets from PLN 1 to PLN 0.20 and a reduction of the relevant fee for orders executed in performance of a market maker's tasks to PLN 0.05;
- a reduction of the fixed fee per index futures contract from PLN 1.70 to PLN 1.60;
- introduction of a reduced fee for day trading on the futures market in session trade (other than trade on a market maker's account and trade on an exchange member's own account);
- introduction of a reduced fee for trade on own account of a brokerage house on the futures contracts market.

The new WSE fee system will apply as of January 1, 2013 in the trading in shares, allotment certificates, ETF units, and futures contracts.

TAXATION OF MEDICAL BENEFITS OF WSE EMPLOYEES

In Q4 2012 only, the employee costs will increase in respect of the settlement of medical services as a legal consequence of a new line of jurisprudence in Poland. According to the prevailing practice followed by companies, including the WSE, previously applied and confirmed by a decision of the Regional Administrative Court in Warsaw of April 27, 2009, medical benefits of WSE employees were not subject to personal income tax. However, a resolution of the Supreme Administrative Court of October 24, 2011 provides that medical benefit packages paid for by employers in 2006-2011 should be subject to personal income tax as they are "free-of-charge benefits" for employees. As a consequence, there will be a one-off increase of the employees costs in respect of the settlement of medical benefit packages for the period 2006 – January 2012 in Q4 2012 amounting to about PLN 3.3 million. At the same time employees will pay back the amount granted to cover overdue benefits. Reimbursement of the amount will be recognised by WSE as other income amounting to about PLN 2.1 million. Medical benefits are subject to personal income tax and social contribution as of February 2012.

SUBSIDIARIES AND ASSOCIATES: NEW BUSINESS LINES

In the next two quarters, the Polish Power Exchange is adding gas trade to its product offering. As a result, the Group will be earning revenues from such trade.

3.13. Other significant information

FEASIBILITY OF PREVIOUSLY PUBLISHED FORECASTS

The Group did not publish any forecasts of 2012 results.

INFORMATION ABOUT ISSUE AND REDEMPTION OF NON-EQUITY AND EQUITY SECURITIES

On December 23, 2011, the WSE issued 1,700,000 series A bearer bonds with a total nominal value of PLN 170 million. The offering of series A bonds was addressed exclusively to qualified investors within the meaning of the Act on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organised Trading, and Public Companies of July 29, 2005. Institutional investors subscribed for 8,186,004 series A bonds. The value of the series A bond offering was PLN 170,000,000. The bonds are due for redemption on January 2, 2017. The bonds bear interest at a floating rate equal to WIBOR 6M + 1.17%, interest is paid semi-annually.

On February 15, 2012, the WSE issued 750,000 series B bonds with a total nominal value of PLN 75 million. The offering of series B bonds was addressed exclusively to retail investors. The value of the series B bond offering was PLN 75,682,500 (the excess over PLN 75 million resulted from the excess of PLN 0.91 of the issue price over par value of the single bond). The bonds are due for redemption on January 2, 2017. The bonds bear interest at a floating rate equal to WIBOR 6M + 1.17%, interest is paid semi-annually.

On July 2, 2012, the WSE paid an interest coupon at PLN 7.9 million to the holders of series A and B bonds for the first interest period.

The purpose of the bond issue was to finance WSE projects including institutional consolidation on the exchange commodity market and extension of the range of products available to investors on that market, as well as technology projects on the financial markets and commodity markets.

The 2-year zero-coupon Treasury bonds worth PLN 58 million at par, recognised under the WSE's financial assets, were redeemed on July 25, 2012.

EVENTS AFTER THE BALANCE-SHEET DATE WHICH COULD SIGNIFICANTLY IMPACT THE FUTURE FINANCIAL RESULTS OF THE ISSUER

In October 2012, the WSE introduced reductions of exchange fees for transactions on the financial instruments market referred to in section 3.12.

There were no other events after the balance-sheet date which could significantly impact the future financial results of the issuer.

INFORMATION ABOUT DIVIDENDS

On June 27, 2012, the Ordinary General Meeting of the WSE passed a resolution approving distribution of the Company's profit for 2011 including allocation of PLN 60,439,680.00 to dividend payment. The dividend is PLN 1.44 per share and the dividend pay-out rate is 49.9%. The dividend was paid out on July 20, 2012.

CONTINGENT LIABILITIES AND INVESTMENT COMMITMENTS

The Group had no contingent liabilities or contingent assets at September 30, 2012.

PENDING LITIGATION

According to the Company's best knowledge, there is no litigation pending against the parent entity or other companies of the Group before a court, an arbitration body or a public administration body concerning liabilities or debt with a value of at least 10% of the Company's equity.

RELATED PARTY TRANSACTIONS

In Q1-Q3 2012, the WSE and the associates of the WSE did not make any significant transactions on terms other than market terms.

GRANTED WARRANTIES AND GUARANTEES

The Group granted no warranties or guarantees in Q1-Q3 2012.

OTHER SIGNIFICANT INFORMATION

In the opinion of the Company, in Q1-Q3 2012, there were no significant events or circumstances, other than those presented in this Report, which would be significant to an evaluation of the Company's or the Group's position with regard to its human resources, assets, financial standing, financial results and capacity to meet obligations.

4. Quarterly financial information of the Warsaw Stock Exchange for Q3 2012

This quarterly financial information of the Warsaw Stock Exchange has been prepared in accordance with the accounting policy principles binding for the Condensed Consolidated Interim Financial Statements for the nine-month period ended September 30, 2012. The estimates did not change substantially in the three-month period ended September 30, 2012, including adjustments of provisions, deferred tax provisions and deferred tax assets mentioned in the IFRS, and there were no significant asset revaluation write-offs. In the period under review, the Company and its subsidiaries did not make one or more significant transactions with related parties on terms other than market terms, and neither did they grant credit or loan sureties or guarantees.

Separate statement of comprehensive income for the nine-month period ended September 30, 2012 (PLN'000)

	For the nine-month period ended 30.09.2012	For the nine-month period ended 30.09.2011	For the three-month period ended 30.09.2012	For the three-month period ended 30.09.2011
Revenues	148,696	196,086	46,334	66,032
Operating expenses	86,353	91,413	27,435	31,072
Other income	3,374	126	123	8
Other expenses	505	2,689	38	2,604
Operating profit	65,212	102,110	18,984	32,364
Financial income	20,435	19,889	2,369	7,697
Financial expenses	12,909	167	4,297	104
Profit before income tax	72,738	121,832	17,056	39,957
Income tax expense	12,294	21,852	3,521	7,157
Profit for the period	60,444	99,980	13,535	32,800
Other comprehensive income:				
Profit / (Loss) from the valuation of available-for-sale financial assets	(97)	(44)	74	43
Capital arising from hedge accounting	(3,394)	-	(1,652)	-
Other comprehensive income after tax	(3,491)	(44)	(1,578)	43
Total comprehensive income	56,953	99,936	11,957	32,843
Basic / Diluted earnings per share (PLN)	1.44	2.38	0.32	0.78

Source: Company



Separate statement of financial position as at September 30, 2012 (PLN'000)

ASSETS	30.09.2012	30.06.2012	31.12.2011	30.09.2011
Non-current assets	449,149	436,603	229,253	225,772
Property and equipment	129,837	130,472	127,585	124,163
Intangible assets	39,978	38,714	35,285	34,529
Investment in associates and subsidiaries	259,803	247,302	48,567	48,567
Deferred tax assets	4,001	4,527	2,829	3,067
Available-for-sale financial assets	11,002	10,910	11,795	12,311
Prepayments	4,528	4,678	3,192	3,135
Current assets	204,675	277,444	358,000	164,993
Inventory	325	278	260	283
Income tax receivable	1,578	111	-	-
Trade and other receivables	23,903	45,234	27,578	49,302
Available-for-sale financial assets	586	58,254	56,647	55,880
Cash and cash equivalents	178,283	173,567	273,515	59,528
TOTAL ASSETS	653,824	714,047	587,253	390,765
EQUITY AND LIABILITIES				
Equity	378,983	367,026	382,670	361,449
Share capital	63,865	63,865	63,865	63,865
Other capital	(3,727)	(2,149)	(236)	(289)
Retained earnings	318,845	305,310	319,041	297,873
Non-current liabilities	249,857	249,631	174,406	2,266
Employee benefits payable	4,857	4,631	4,180	2,266
Liabilities under bond issue	245,000	245,000	170,226	-
Current liabilities	24,984	97,390	30,177	27,050
Trade payables	2,347	6,092	10,155	2,399
Corporate income tax liability	-	1,243	3,791	5,807
Debt liabilities	3,917	7,917	-	-
Other liabilities	8,802	74,803	3,867	9,627
Employee benefits payable	9,918	7,335	12,364	9,217
TOTAL EQUITY AND LIABILITIES	653,824	714,047	587,253	390,765

Source: Company



**Separate cash flow statement
for the nine-month period ended September 30, 2012 (PLN'000)**

	For the nine-month period ended 30.09.2012	For the nine-month period ended 30.09.2011
A Cash flows from operating activities	51,539	74,784
Cash generated from operating activities	69,556	89,512
Income tax paid	(18,017)	(14,728)
B Cash flows from investing activities	(153,949)	25,011
Purchase of property, plant and equipment	(10,311)	(13,946)
Proceeds from sale of property, plant and equipment	42	63
Purchase of intangible assets	(7,442)	(2,626)
Acquisition of subsidiary	(210,589)	-
Purchase of financial assets available-for-sale	-	(54,201)
Sale of available-for-sale financial assets	58,004	30,000
Interest received	4,824	3,464
Dividends received	11,523	62,257
Other	-	-
C Cash flows from financing activities	7,178	(134,909)
Dividends paid	(60,640)	(134,909)
Interest paid	(7,865)	-
Proceeds from bonds issue	75,683	-
D (Decrease) / increase of net cash and cash equivalents	(95,232)	(35,114)
Cash and cash equivalents at beginning of the period	273,515	94,642
Cash and cash equivalents at end of the period	178,283	59,528

Source: Company

**Separate statement of changes in equity
for the nine-month period ended September 30, 2012 (PLN'000)**

	Attributable to the shareholders of the parent entity				Total equity
	Share capital	Other capital	Retained earnings	Total	
As at December 31, 2010	63,865	(245)	332,824	396,444	396,444
Dividend and Company Social Benefits Fund	-	-	(134,931)	(134,931)	(134,931)
<i>Net profit for the nine-month period ended September 30, 2011</i>	-	-	99,980	99,980	99,980
<i>Revaluation of available-for-sale financial assets</i>	-	(44)	-	(44)	(44)
Total income recognised in the nine-month period ended September 30, 2011	-	(44)	99,980	99,936	99,936
As at September 30, 2011	63,865	(289)	297,873	361,449	361,449
As at December 31, 2010	63,865	(245)	332,824	396,444	396,444
Dividend and Company Social Benefits Fund	-	-	(134,931)	(134,931)	(134,931)
<i>Net profit of 2011</i>	-	-	121,148	121,148	121,148
<i>Revaluation of available-for-sale financial assets</i>	-	9	-	9	9
Total income recognised in 2011	-	9	121,148	121,157	121,157
As at December 31, 2011	63,865	(236)	319,041	382,670	382,670
As at December 31, 2011	63,865	(236)	319,041	382,670	382,670
Dividend and Company Social Benefits Fund	-	-	(60,640)	(60,640)	(60,640)
<i>Net profit of the nine-month period ended September 30, 2012</i>	-	-	60,444	60,444	60,444
<i>Revaluation of available-for-sale financial assets</i>	-	(97)	-	(97)	(97)
<i>Capital arising from hedge accounting</i>	-	(3,394)	-	(3,394)	(3,394)
Total income recognised in the nine-month period ended September 30, 2012	-	(3,491)	60,444	56,953	56,953
As at September 30, 2012	63,865	(3,727)	318,845	378,983	378,983

Source: Company



Appendices:

Condensed Consolidated Interim Financial Statements for the nine-month period ended September 30, 2012 and the auditor's report



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This document is a free translation of the Polish original. Terminology current in Anglo-Saxon countries has been used where practicable for the purposes of this translation in order to aid understanding. The binding Polish original should be referred to in matters of interpretation.

**INDEPENDENT AUDITORS' REPORT
ON REVIEW OF THE CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS OF
GIEŁDA PAPIERÓW WARTOŚCIOWYCH W WARSZAWIE S.A
GROUP FOR THE PERIOD
FROM 1 JANUARY 2012 TO 30 SEPTEMBER 2012**

To the Shareholders of Warsaw Stock Exchange

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Giełda Papierów Wartościowych w Warszawie S.A. Group, with its parent company's registered office in Warsaw, 4 Książęca Street as at 30 September 2012, the condensed consolidated statements of comprehensive income, changes in equity and cash flows for nine-month period then ended, and notes to the interim financial statement ("the condensed consolidated interim financial statement"). Management of the Parent Entity is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with the International Accounting Standard 34 *Interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on this condensed consolidated interim financial information, based on our review.

Scope of Review

We conducted our review in accordance with the national standard on auditing no. 3 *General principles of review of the financial statements/condensed financial statements and conducting of other assurance services* and the International Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information of Giełda Papierów Wartościowych w Warszawie S.A. Group as at 30 September 2012 not prepared, in all material respects, in accordance with IAS 34.

On behalf of KPMG Audyt Sp. z o.o.
registration number 458
ul. Chłodna 51, 00-867 Warsaw

Signed on the Polish original

.....
Certified Auditor No. 12017
Krzysztof Stański

23 October 2012
Warsaw

Signed on the Polish original

.....
Certified Auditor No. 796
Board Member of KPMG Audyt Sp.z o.o.
Bogdan Dębicki

**GIEŁDA PAPIERÓW WARTOŚCIOWYCH W WARSZAWIE S.A. GROUP
("THE WARSAW STOCK EXCHANGE GROUP")**

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2012**

THE WARSAW STOCK EXCHANGE GROUP
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2012
(ALL AMOUNTS IN PLN THOUSAND, UNLESS OTHERWISE STATED)

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THE WARSAW STOCK EXCHANGE GROUP
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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(ALL AMOUNTS IN PLN THOUSAND, UNLESS OTHERWISE STATED)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

ASSETS	Note	30.09.2012 <i>unaudited</i>	31.12.2011
NON-CURRENT ASSETS		518,215	355,291
Property, plant and equipment	4	133,864	128,672
Intangible assets	5	214,487	60,621
Investments in associates	6	149,456	147,894
Deferred tax assets	7	4,306	3,110
Financial assets available for sale	8	11,002	11,795
Prepayments		5,100	3,199
CURRENT ASSETS		415,847	377,616
Inventories		325	260
Income tax receivable		1,578	-
Trade and other receivables	10	64,073	29,620
Financial assets available for sale	8	586	56,651
Cash and cash equivalents	11	349,285	291,085
TOTAL ASSETS		934,062	732,907
EQUITY AND LIABILITIES	Note	30.09.2012 <i>unaudited</i>	31.12.2011
Equity		537,534	524,492
Equity of the shareholders of the parent entity		533,236	523,209
Share capital	12	63,865	63,865
Other reserves	12	(2,639)	270
Retained earnings	12	472,010	459,074
Non-controlling interests		4,298	1,283
Non-current liabilities		250,313	175,517
Employee benefits payable		4,984	4,206
Finance lease liabilities		329	66
Other reserves		-	1,019
Bonds payable	13	245,000	170,226
Current liabilities		146,215	32,898
Trade payables	13	6,108	10,516
Finance lease liabilities		356	61
Income tax payable		1,487	5,011
Liabilities on bonds issue	13	3,917	-
Loans and borrowings		1,760	-
Other liabilities	13	121,260	4,459
Employee benefits payable		10,317	12,851
Provisions for other liabilities and charges		1,010	-
TOTAL EQUITY AND LIABILITIES		934,062	732,907

The notes presented on pages from 6 to 38 form an integral part of these condensed consolidated interim financial statements.

THE WARSAW STOCK EXCHANGE GROUP
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2012
(ALL AMOUNTS IN PLN THOUSAND, UNLESS OTHERWISE STATED)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	Nine-month period ended 30.09.2012 <i>unaudited</i>	Nine-month period ended 30.09.2011 <i>unaudited</i>
Revenue	14	199,711	207,890
Operation expenses	15	108,773	98,767
Other income		8,546	129
Other expenses		1,125	2,702
Operating profit		98,359	106,550
Financial income		10,894	12,594
Financial expenses		13,317	214
Share of profit of associates	6	8,328	13,472
Profit before income tax		104,264	132,402
Income tax expense	16	18,110	22,803
Net profit for the period		86,154	109,599
Other comprehensive income:			
Gains/(loses) from the valuation of financial assets available-for-sale attributable to shareholders of the parent entity	12	(97)	(44)
Effective portion of changes in fair value of cash flow hedges	12	(3,394)	-
Gains/(loses) from the valuation of financial assets available-for-sale attributable to the associate	6	582	(62)
Other comprehensive income after tax		(2,909)	(106)
Total comprehensive income		83,245	109,493
Net profit for the period		86,154	109,599
Net profit for the period attributable to the shareholders of the parent entity		84,661	109,306
Net profit for the period attributable to the non-controlling interests		1,493	293
Total comprehensive income		83,245	109,493
Total comprehensive income attributable to the shareholders of the parent entity		81,752	109,200
Total comprehensive income attributable to the non-controlling interests		1,493	293
Basic/diluted earnings per share (in PLN)	22	2,02	2,60

The notes presented on pages 6 to 38 form an integral part of these condensed consolidated interim financial statements.

THE WARSAW STOCK EXCHANGE GROUP
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE -MONTH PERIOD ENDED 30 SEPTEMBER 2012
(ALL AMOUNTS IN PLN THOUSAND, UNLESS OTHERWISE STATED)

CONSOLIDATED STATEMENT OF CASH FLOWS

	Note	Nine-month period ended 30.09.2012 <i>unaudited</i>	Nine-month period ended 30.09.2011 <i>unaudited</i>
A Cash flows from operating activities:		80,799	78,187
Cash generated from operating activities	21	104,389	92,968
Income tax paid		(23,590)	(14,781)
B Cash flows from investing activities:		(31,202)	24,663
Purchase of property, plant and equipment	4	(11,486)	(14,139)
Proceeds from sale of property, plant and equipment		171	64
Purchase of intangible assets	5	(8,317)	(2,716)
Acquisition of subsidiary, net of cash acquired		(68,729)	-
Acquisition of non-controlling interests		(14,655)	-
Purchase of financial assets available for sale		-	(54,201)
Financial assets available-for-sale		58,004	30,000
Interest received		6,726	3,398
Dividends received		7,084	62,257
C Cash flow from financing activities:		8,603	(134,969)
Dividends and the Social Fund		(60,975)	(134,969)
Interest paid		(7,865)	-
Proceeds from loans and borrowings		1,760	-
Proceeds from bonds issue		75,683	-
D Net (decrease) / increase in cash and cash equivalents		58,200	(32,119)
Cash and cash equivalents at the beginning of the period		291,085	107,600
Cash and cash equivalents at the end of the period	11	349,285	75,481

The notes presented on pages 6 to 38 form an integral part of these condensed consolidated interim financial statements.

THE WARSAW STOCK EXCHANGE GROUP
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FOR THE NINE -MONTH PERIOD ENDED 30 SEPTEMBER 2012
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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to the shareholders of the parent entity				Non-controlling interests	Total equity
	Share capital	Other reserves	Retained earnings	Total		
Balance as at 31 December 2010	63,865	204	459,774	523,843	883	524,726
Dividend and Social Benefit Fund	-	-	(134,931)	(134,931)	-	(134,931)
Profit for the nine-month period ended 30 September 2011	-	-	109,306	109,306	293	109,599
Revaluation of financial assets available for sale	-	(106)	-	(106)	-	(106)
Total comprehensive income for the nine-month period ended 30 September 2011	-	(106)	109,306	109,200	293	109,493
Balance as at 30 September 2011	63,865	98	434,149	498,112	1,176	499,288
Balance as at 31 December 2010	63,865	204	459,774	523,843	883	524,726
Dividend and Social Benefit Fund	-	-	(134,931)	(134,931)	-	(134,931)
Other changes in equity	-	-	489	489	-	489
Profit for the year ended 31 December 2011	-	-	133,742	133,742	400	134,142
Revaluation of financial assets available for sale	-	66	-	66	-	66
Total comprehensive income for 2011	-	66	134,231	134,297	400	134,697
Balance as at 31 December 2011	63,865	270	459,074	523,209	1,283	524,492
Balance as at 31 December 2011	63,865	270	459,074	523,209	1,283	524,492
Value of non-controlling shares as at the day of acquisition of TGE shares – 29 February 2012	-	-	-	-	5,734	5,734
Dividends and Social Benefit Fund	-	-	(61,002)	(61,002)	-	(61,002)
Profit for the nine-month period ended 30 September 2012	-	-	84,661	84,661	1,493	86,154
Other changes	-	-	(280)	(280)	-	(280)
Acquisition of non-controlling interests	-	-	(10,443)	(10,443)	(4,212)	(14,655)
Valuation of financial assets available for sale	-	485	-	485	-	485
Capital arising from hedge accounting	-	(3,394)	-	(3,394)	-	(3,394)
Total comprehensive income for the nine-month period ended 30 September 2012	-	(2,909)	73,938	71,029	(2,719)	68,310
Balance as at 30 September 2012	63,865	(2,639)	472,010	533,236	4,298	537,534

The notes presented on pages 6 to 38 form an integral part of these condensed consolidated interim financial statements.

THE WARSAW STOCK EXCHANGE GROUP
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE -MONTH PERIOD ENDED 30 SEPTEMBER 2012
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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. General information

1.1. Legal status and the scope of operations of the parent company

The parent entity of Giełda Papierów Wartościowych w Warszawie S.A. Group (the “Group”) is Giełda Papierów Wartościowych w Warszawie Spółka Akcyjna (the “Warsaw Stock Exchange”, the “Exchange”, “WSE” or the “Company”) with its registered office in Warsaw, ul. Książęca 4. The Company was established by Notarial Deed on 12 April 1991 and registered in the Commercial Court in Warsaw on 25 April 1991.

The core operations of WSE comprise the organization of public trading in securities.

1.2. Approval of the financial statements

Condensed consolidated interim financial statements were authorized for issue by the parent entity’s Management Board on 23 October 2012

1.3. The Group’s composition and operations

The Warsaw Stock Exchange and its subsidiaries: WSEInfoEngine S.A., BondSpot S.A., Instytut Rynku Kapitałowego – WSE Research S.A. and Towarowa Giełda Energii Group comprise the Warsaw Stock Exchange Group. The associates on which the Group exerts significant influence are as follows: KDPW S.A., Centrum Giełdowe S.A.

The composition of the Group as at 30 September 2012 is set out in the table below:

Name of the entity	Registered office of the entity	Scope of operations	% interest in share capital
Parent company			
Warsaw Stock Exchange	00-498 Warsaw ul. Książęca 4 Poland	<ul style="list-style-type: none">– operating a stock exchange through the organization of public trading in securities– conducting educational, promotional and information activities regarding functioning of the capital market– organizing an alternative trading system	-
Subsidiaries			
WSE InfoEngine S.A.	00-498 Warsaw ul. Książęca 4 Poland	<ul style="list-style-type: none">– providing data transmission and information services	100.00%

THE WARSAW STOCK EXCHANGE GROUP
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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(ALL AMOUNTS IN PLN THOUSAND, UNLESS OTHERWISE STATED)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Name of the entity	Registered office of the entity	Scope of operations	% interest in share capital
BondSpot S.A.	00-609 Warsaw Al. Armii Ludowej 26 Poland	<ul style="list-style-type: none"> – running an over-the-counter market and conducting other activities related to organizing trading in securities and other financial instruments – organizing an alternative trading system – organizing and conducting all activities which supplement and support the functioning of the markets operated by the Company 	92.47%
Instytut Rynku Kapitałowego - WSE Research S.A.	00-498 Warszawa ul. Książęca 4 Poland	<ul style="list-style-type: none"> – publishing books, newspapers, magazines and other periodicals – non-school forms of education – supporting education activities 	100.00%
Towarowa Giełda Energii S.A. Group Parent company: Towarowa Energii S.A.	02-822 Warsaw ul. Poleczki 23 bud. H Poland	<ul style="list-style-type: none"> – conducting a commodity exchange, on which there could be traded: electricity, liquid and gaseous fuels, production limits, emission rights limits, property rights that value depends directly or indirectly on value of electricity, liquid and gaseous fuels, production limits or emission rights limits – keeping a register for certificates of origin of electricity from RES and the Cogeneration 	98.17%
Towarowa Giełda Energii Group consists of the following subsidiaries:			
Izba Rozliczeniowa Giełd Towarowych S.A.	00-175 Warszawa Al. Jana Pawła II 80 Lok. F35	<ul style="list-style-type: none"> – conducting a chamber of settlement of transactions concluded on the regulated market – settlement service transactions at TGE – other activities related to the organization and conduct of settlement of transactions 	100.00% TGE
INFO GT Sp. z o.o. in liquidation	02-822 Warszawa ul. Poleczki 23 bud. H	<ul style="list-style-type: none"> – development and implementation of IT systems for the energy sector; – development, integration and maintenance of IT systems and IT projects – testing, IT systems' trainings 	100.00% TGE

THE WARSAW STOCK EXCHANGE GROUP
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
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Associates			
Krajowy Depozyt Papierów Wartościowych S.A.	00-498 Warsaw ul. Książęca 4 Poland	<ul style="list-style-type: none"> – maintaining a deposit for securities – clearing and settlement of transactions concluded on the stock exchanges, energy exchanges and commodity exchanges – conducting other activities related to trading in securities and other financial instruments – administration of the Guarantee Fund 	33.33%
Centrum Giełdowe S.A.	00-498 Warsaw ul. Książęca 4 Poland	<ul style="list-style-type: none"> – building, urban and technological design operations – undertaking general building works related to constructing buildings – lease of real estate on own account – real estate management 	24.79%

In February 2012 the WSE purchased 1,276,000 of shares of Towarowa Giełda Energii S.A, constituting 88.00% of the equity stake in the company. In April 2012 the WSE has purchased 14 750 of shares of Towarowa Giełda Energii S.A., constituting 1.02% equity stake in the company. In July 2012 the WSE purchased another 99 000 of shares of Towarowa Giełda constituting 6.83% equity stake in the company. In the result of conducted transactions, WSE became owner of 98.17% of the total issued shares of Towarowa Giełda Energii S.A. and holds 98.17% of the total number of votes. This acquisition of the strategic block of shares in the company allowed the realization of the Group's projects such as the institutional consolidation of the commodity markets and the extension of the list of products that are available to investors in this market as well as technology ventures at the financial markets and commodity markets.

In July 2012, a General Meeting of Shareholders of Closed joint stock company INNEX Stock Exchange has taken place, which adopted a resolution on the capital increase to the amount of UAH 15 millions as a result of a successful issue of shares of INNEX. After registration of the capital increase by the Court, the share of WSE in capital and number of votes, fell from existing 24.98% to 9.99% and thus changed the classification from investment in associates to financial assets available for sale.

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2. Summary of significant accounting policies

2.1. Basis of preparation of the condensed consolidated interim financial statements

These condensed consolidated interim financial statements of the Warsaw Stock Exchange Group have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” endorsed by the European Union.

These condensed consolidated interim financial statements have been prepared on the assumption that the Group will continue as a going concern in the foreseeable future. As at the date of these condensed consolidated interim financial statements, there are no circumstances indicating any threats to the Group’s ability to continue operations.

These condensed consolidated interim financial statements have been prepared under the historical cost basis, with the exception of financial assets available for sale which are measured at fair value.

2.2. Major accounting policy principles

These condensed consolidated interim financial statements have been prepared in accordance with the accounting policy principles binding for the consolidated financial statements for the year ended 31 December 2011, except for Published Standards and Interpretations which have been issued and binding of the Group for periods starting on 1 January 2012:

- Amendments to IAS 12 Income taxes - Deferred Tax: Recovery of Underlying Assets - The 2010 amendment introduces an exception to the current measurement principles based on the manner of recovery in paragraph 52 of IAS 12 for investment property measured using the fair value model in accordance with IAS 40 by introducing a rebuttable presumption that the carrying value of underlying assets would be recovered entirely by sale. Management’s intention would not be relevant unless the investment property is depreciable and held within a business model whose objective is to consume substantially all of the asset’s economic benefits over the life of the asset. This is the only instance in which the presumption can be rebutted.

Above mentioned change has no influence consolidated financial statements of the Group.

2.3. Changes in presentation

In these condensed interim financial statements as at 30 September 2012, WSE made changes in presentation of remuneration and benefits paid or payable to key management personnel (the Board of Directors of WSE). The change is the presentation of remuneration in 2012 without holiday accrual and without mandatory charges on wages.

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The table presents data as at 30 September 2011 in accordance with the above mentioned presentation adopted in 2012 and with the published financial statements for the nine month period ended 30 September 2011:

	Nine-month ended 30.09.2011 *	Nine-month ended 30.09.2011 **
Remuneration	2,896	2,443
Bonus- long-term liabilities	217	-
Other employee benefits	557	1,651
Total	3,670	4,094

* data for the nine month period ended 30 September 2011 in accordance with the presentation adopted in 2012

** data for the nine month period ended 30 September 2011 in accordance with the published financial statements for this period

Additionally, in the condensed consolidated financial statement as at 30 September 2012, changes in impairment allowances presentation for receivables and its reversal in statement of comprehensive income has been made. The change is the presentation of above mentioned allowances in net of value as other income or other expenses.

The table presents data as at 30 September 2011 in accordance with presentation method adopted in 2012 and with the published financial statements for the nine month period ended 30 September 2011:

	Nine-month ended 30.09.2011 *	Nine-month ended 30.09.2011 **
Other income from reversal of impairment allowance for receivables	-	600
Impairment allowance for receivables	(2,349)	(2,949)
Total	(2,349)	(2,349)

* data for the nine month period ended 30 September 2011 in accordance with the presentation adopted in 2012

** data for the nine month period ended 30 September 2011 in accordance with the published financial statements for this period

3. Financial risk management

3.1. Financial risk factors

The Group's activities expose it to a variety of financial risks. The Group is subject to the following financial risks: market risk (including fair value and cash flow interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize any potential adverse effects on the Group's financial performance. The parent entity's Management Board is responsible for risk management within the Group.

The Group has dedicated departments, responsible for ensuring its liquidity, including foreign currency liquidity, debt collection and timely payment of liabilities, particularly tax liabilities.

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3.2. Market risk

(a) Cash flow and fair value interest rate risk.

The Group is moderately exposed to interest rate risk. The Group has short-term and long-term assets whose interest terms, both fixed and variable interest rates, and profitability were determined at the inception of contracts.

In the case of variable rate assets, with the increase in interest rates, the Group benefits from higher interest rates and increase in cash flows and at the same time the fair value of the bonds decreases. In the case of fixed-rate assets, with the increase in interest rates, the Group receives lower fair value of bonds and cash flow remain unchanged. As a result of fluctuations in interest rates, profitability and valuation of the fair value fluctuations are decreasing along with shortening the term to maturity.

The Group minimizes interest rate risk by maintaining a short average duration period for the entire Treasury bond portfolio – below two years.

From the date of WSE bonds issue to the date of redemption, significant changes in interest rates, including the base rate of the bonds cannot be ruled out. Lowering interest rates, including the base rate of the bonds, may lower bond profitability and decrease the cost of security the bonds. On the other hand, a significant increase in key interest rates and the base rate of the bonds may increase the costs of servicing the bonds incurred by the WSE.

(b) Foreign exchange risk

The Group does not conduct significant international activities and is exposed to moderate foreign exchange risk. However, as the Company signed an agreement for delivery of new transaction system, the Management Board of the Company decided to hedge the contractual cash flows arising from this agreement.

BondSpot S.A. possess as at 30 September 2012 two forward contracts for sales of Euro currency. The first contract was signed on 31 August 2012 with nominal value of EUR 70,000 and the maturity date of 9 September 2012 at the rate of 4.1910, which constitutes nominal value of PLN 293,370. Valuation of the contract as at 30 September 2012 is positive and amounts to PLN 5,124.84. The second contract was signed on 28 September 2012 with nominal value of EUR 80,000 and the maturity date of 31 October 2012 at the rate of 4.1250, which constitutes nominal value of PLN 330,000. Valuation of the contract as at 30 September 2012 is negative and amounts to PLN 379.00.

3.3. Credit risk

Credit risk is defined as a risk of occurrence of losses due to counterparty's default of payments to the Group or as a risk of decrease in economic value of amounts due to the Group as a result of deterioration of counterparty's ability to repay due amounts.

The credit risk connected with trade receivables is restricted by the Management Board of the parent entity by setting credit limits and an assessment of the clients' credibility.

Resolutions of the Management Board of the parent entity, which are binding for the Group, differ payment dates depending on groups of clients. Standard payment dates amount to 21 days. The payment terms for recipients of stock exchange news bulletins are mostly 60 days. Specific procedure of debt collections in the Group has been implemented.

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The Client's credibility is verified on the basis of the Group's regulation and the general law of capital markets, concerning issuers of securities.

Bank loan of PLN 1,760 thousand presented as at 30 September 2012 will be fully repaid by the end of October 2012.

Financial assets held by the Group are disclosed in the table below.

	30.09.2012	31.12.2011
Financial assets available for sale	11,588	68,446
- long-term	11,002	11,795
- short-term	586	56,651
Loans and receivables	377,093	313,319
- trade receivables and dividends	27,817	22,244
- bank deposits and current accounts (included in cash and cash equivalents)	349,276	291,075
Total financial assets	388,681	381,765

By the decision of the Management Board of the parent entity, the portfolio of debt securities comprises only securities issued or guaranteed by the State Treasury (rating A2 according to Moody's). Sale and repurchase transactions concern only bonds issued by the State Treasury.

In the case of banks and financial institutions concerning deposits, bank accounts and sale and repurchase transactions, only entities with a stable financial standing are accepted (rating above Baa2 according to Moody's).

3.4. Liquidity risk

An analysis of the Group's financial position shows that the Group is not significantly exposed to the liquidity risk.

An analysis of the structure of the Group's assets shows a considerable share of liquid assets, and thus, a very good position of the Group in terms of liquidity. Cash and debt securities owned by the Group as at 30 September 2012 amounted to PLN 360,461 thousand (as at 31 December 2011: PLN 358 283 thousand) representing 38.67% of the total assets (as at 31 December 2011: 48.89%)

The analysis of the structure of equity and liabilities shows the following share of equity in financing the WSE Group's operations: as at 30 September 2012 equity comprised 57.46% of WSE's total liabilities and equity (31 December 2011: 71.56%).

The Management Board monitors, on a current basis, forecasts of the Group's liquidity funds on the basis of contractual cash flows, based on the current interest rates.

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Liquidity analysis based on the contractual cash flows is presented in the following tables:

Liquidity risk as at 30 September 2012							
	Up to 1 month	1-3 months	3-6 months	6-12 months	1-5 years	Over 5 years	Total
Assets							
Treasury bonds and bills available for sale	625	-	-	-	11,875	-	12,500
Bank deposits and current accounts*	151,690	24,315	72,500	-	-	-	248,505
Trade receivables and dividend	25,381	2,443	100	-	-	-	27,924
Total assets	177,696	26,758	72,600	-	11,875	-	288,929
Liabilities							
Trade liabilities	6,108	-	-	-	-	-	6,108
Finance lease liabilities	29	67	88	172	329	-	685
Bonds payable	-	7,791	-	7,710	299,217	-	314,718
Dividends payable	27	-	-	-	-	-	27
Loans and credits	1,760	-	-	-	-	-	1,760
Total liabilities	7,924	7,858	88	7,882	299,546	-	323,298
Liquidity gap	169,772	18,900	72,512	(7,882)	(287,671)	-	(34,369)

* This position does not include cash from the Fund securing the transaction on the regulated market set in IRGIT S.A. of PLN 100,862 thousand, according to the Article 68d of Financial instruments turnover Act, dated 29 July 2005.

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Liquidity risk as at 31 December 2011

	Up to 1 month	1-3 months	3-6 months	6-12 months	1-5 years	Over 5 years	Total
Assets							
Treasury bonds and bills available-for-sale	-	-	-	58,625	11,875	-	70,500
Bank deposits and current accounts	291,085	-	-	-	-	-	291,085
Trade and receivables and dividends	21,135	673	434	2	-	-	22,244
Total assets	312,220	673	434	58,627	11,875	-	383,829
Liabilities							
Trade liabilities	10,201	167	92	29	27	-	10,516
Finance lease liabilities	5	15	15	26	66	-	127
Bonds payable	-	-	-	10,727	36,686	175,338	222,751
Total liabilities	10,206	182	107	10,782	36,779	175,338	233,394
Liquidity gap	302,014	491	327	47,845	(24,904)	(175,338)	150,435

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3.5 Hedge accounting

The Management Board of the Company made a decision to hedge the contractual cash flows arising from the agreement on delivery of new transaction system. In order to hedge the contractual expenditure, the Company started to accumulate cash in EUR currency on its bank accounts. The source of this cash was operating activity of the Company - from contractors settling with the Company in foreign currency. As at 1 January 2012 the Company owned the amount of EUR required to settle the future liability for purchase of the new transaction system. This money is invested in short-term bank deposits or saved on bank accounts. As the collected cash in EUR is kept in order to repay future liability, the Company decided to classify this cash as a hedging instrument that hedge the risk of changes in cash flows of the above mentioned liability due to fluctuations of exchange rates.

As the contractual purchase price of new transaction system is denominated in EUR and the payments are divided in tranches, there is a high risk of fluctuations of exchange rates and, in consequence, fluctuations of the future cash flows, which could lead to a significant increase in cost of hedged items.

Lack of the hedging in the form of cash in currency kept could lead to significant fluctuations of currency exchange rates affecting the liability and a risk of fluctuations of the future cash flows, which could result in high costs of purchase of hedged positions arising.

In consequence, the Company has possibility to manage its cash flows so that fluctuations of exchange rates are neutral (by having equal balances of cash designated to realization of transactions in foreign currency and remaining contractual liabilities each time).

It is assumed that the period of hedging shall start on 1 January 2012 and end on the earlier of the dates: 31 December 2014 or settlement date of the last payment related to the expenditure hedged, if the payment shall be realized before 31 December 2014.

Level of effectiveness is assessed as high, if according to the assumptions made nearly total amount of changes of the fair value of the hedged item or related cash flows is compensated by the changes in the fair value or cash flows of hedging instrument during the whole hedging period. Level of effectiveness of the hedge shall be between 80% and 125%.

Ex-ante test was performed as a test of compliance of main points of the agreement. Analysis carried out indicates that basic parameters of highly probable planned transactions for the hedging instrument and hedged item are the same, it is therefore highly probable that there shall be a full compensation of the changes in cash flows, which can be attributed to the risk hedged at the moment of setting the hedge as well as in later periods. Value of cash possessed on bank accounts and deposits relate to the same quantity of currency, at the same time and the same place, as for the planned transaction hedged.

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All of the key points of the agreement are in compliance, the Company expects the hedge to be effective. Taking into consideration the percentage of works completion and the fact that till 1 January 2012 some of the partial payments relating to the agreements signed and payments schedules already took place, transactions subject to hedge are highly probable.

4. Property, plant and equipment

	30.09.2012	31.12.2011
Land and buildings	89,621	91,657
Vehicles and machinery	16,430	18,902
Furniture, fittings and equipment	1,837	1,527
Property, plant and equipment under construction	25,976	16,586
Property, plant and equipment Total	133,864	128,672

	Nine-month period ended 30.09.2012	Year ended 31.12.2011	Nine-month period ended 30.09.2011
Gross carrying value – opening balance	214,384	199,559	199,559
Accumulated depreciation	(85,712)	(80,043)	(80,043)
Net carrying value – opening balance	128,672	119,516	119,516
Additions	11,486	28,177	14,139
Additions arising from acquisition of TGE	2,803	-	-
Disposals & liquidation	(681)	(7,575)	(41)
Depreciation charge	(8,416)	(11,446)	(8,611)
Net carrying value – closing balance	133,864	128,672	125,003

5. Intangible assets

	30.09.2012	31.12.2011
Licenses	32,459	25,802
Copyrights	1,715	2,298
Goodwill	180,313	32,521
Intangible assets Total	214,487	60,621

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	Nine-month period ended 30.09.2012	Year ended 31.12.2011	Nine-month period ended 30.09.2011
Gross carrying value – opening balance	124,990	120,362	120,362
Accumulated depreciation	(64,369)	(60,195)	(60,195)
Net carrying value – opening balance	60,621	60,167	60,167
Additions	8,317	4,628	2,716
Additions arising from acquisition of TGE	149,557	-	-
Disposals & liquidation	(63)	-	-
Depreciation charge	(3,945)	(4,174)	(3,120)
Net carrying value – closing balance	214,487	60,621	59,763

Goodwill in the amount of PLN 180,313 thousand consists of the following items:

- goodwill in the amount of PLN 22,986 thousand arising from acquiring control over BondSpot S.A.,
- goodwill in the amount of PLN 9,535 thousand arising from acquisition of Electricity Trading Platform by WSE and WSE InfoEngine S.A.,
- goodwill in the amount of PLN 147,792 thousand arising from acquiring control over Towarowa Gielda Energii S.A.

6. Investments in associates

	Nine-month period ended 30.09.2012	Year ended 31.12.2011	Nine-month period ended 30.09.2011
Opening balance	147,894	138,956	138,956
Dividends	(7,084)	(7,134)	(7,134)
Share in profit *	8,328	15,470	13,472
Other additions / decreases	(264)	545	56
Share in revaluation reserve (see Note 12)	582	57	(62)
Closing balance	149,456	147,894	145,288

* - Net profit

None of the Group's associates is listed on the active market. Selected financial data of the associates are presented below:

Nine- month period ended 30 September 2012

Name of the entity	Assets	Equity	Liabilities	Revenue	Profit (loss) for the period	Interest held	The Group's share in associate's profit (loss)
KDPW S.A.	1,882,121	398,009	1,484,112	763,369	22,384	33,33%	7,461
Centrum Gieldowe S.A.	84,457	65,328	19,129	12,922	3,497	24,79%	867
Total	1,966,578	463,337	1,503,241	776,291	25,881		8,328

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Year ended 31 December 2011

Name of the entity	Assets	Equity	Liabilities	Revenue	Profit (loss) for the period	Interest held	The Group's share in associate's profit (loss)
KDPW S.A.	1,362,234	396,708	965,526	543,535	47,401	33.33%	15,800
Centrum Gieldowe S.A.	88,808	61,833	26,975	18,126	(1,333)	24.79%	(330)
INNEX *	2,750	2,719	31	111	(65)	24.98%	-
Total	1,453,792	461,260	992,532	561,772	46,003		15,470

* INNEX Stock Exchange prepares financial statements in accordance with Ukrainian accounting policies.

In accordance with Article 4, clause 3 of the Memorandum of Association of KDPW S.A., the company's shares are only registered shares.

The registered offices of the associates, except for INNEX, are located in Poland. The registered office of INNEX is located in Ukraine.

7. Deferred tax

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred taxes relate to the same fiscal authority. After offsetting, the following amounts are disclosed in the condensed consolidated interim financial statements:

Deferred tax assets:	30.09.2012	31.12.2011
- deferred tax assets to be recovered within 12 months	(5,067)	(2,809)
- deferred tax assets to be recovered after more than 12 months	(2,339)	(2,823)
Total	(7,406)	(5,632)

Deferred tax liabilities:	30.09.2012	31.12.2011
- deferred tax liabilities to be settled within 12 months	2,657	2,010
- deferred tax liabilities to be settled after more than 12 months	443	512
Total	3,100	2,522

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Deferred tax balances as at 30 September 2012 and 31 December 2011 are as follows:

	Nine-month period ended 30.09.2012	Year ended 31.12.2011
Deferred tax assets (net) at the beginning of the period	(3,197)	(4,007)
Credited to the income statement	(291)	895
Tax charged (credited) to other comprehensive income	(818)	2
Deferred tax assets (net) at the end of the period	(4,306)	(3,110)

The Group did not include differences between book and tax values of the associates in the calculation of deferred tax.

Total difference between book and tax value of the associates amounted to PLN 137,804 thousand as at 30 September 2012 (PLN 132,422 thousand as at 31 December 2011). According to The Act of 22 February 2002 on Corporate Income Tax, the parent entity will not be charged with tax on dividend paid by its associates. Moreover, the parent entity does not intend to sell shares in associates. Therefore, the Group did not recognize a deferred tax liability in respect of the difference between the book value of associates and its tax base, which would amount to PLN 26,183 thousand as at 30 September 2012 (PLN 25,160 thousand as at 31 December 2011).

8. Financial assets available for sale

	Nine-month period ended 30.09.2012	Year ended 31.12.2011	Nine-month period ended 30.09.2011
Beginning of the period	68,442	42,616	42,616
Additions (purchase of Treasury bonds)	1,928	57,092	56,904
Decrease (redemption of Treasury bonds)	(58,000)	-	-
Reclassification of financial assets available for sale	(647)	-	-
Decreases (sale of Treasury bonds, bills, and shares)	(16)	(31,271)	(31,275)
Change in fair value – recognized in other comprehensive income	(119)	9	(54)
- <i>shares</i>	(198)	(55)	(68)
- <i>treasury bonds and treasury bills</i>	79	64	14
End of the period	11,588	68,446	68,191
Non-current portion	11,002	11,795	12,311
Current portion	586	56,651	55,880

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Financial assets available for sale include:

	30.09.2012	31.12.2011
Debt financial assets	11,185	67,182
Treasury bonds	11,185	67,182
Equity financial assets	403	1,264
Listed on the active market	403	617
Not listed on the active market	-	647
Total	11,588	68,446

Equity securities in available for sale portfolio include:

Name of the entity	Purchase consideration of Shares	Impairment	Revaluation	Carrying amount
30.09.2012				
S.C. SIBEX - Sibiu Stock Exchange S.A., Sibiu, Rumunia	1,343	-	(940)	403
Closed joint stock company „INNEX Stock Exchange”	3,820	(3,820)	-	-
Total available-for-sale equity securities	5,163	(3,820)	(940)	403
31.12.2011				
Miraculum S.A.	16	-	-	16
Towarowa Gielda Energii S.A., Warszawa, Polska	647	-	-	647
S.C. SIBEX - Sibiu Stock Exchange S.A., Sibiu, Rumunia	1,343	-	(742)	601
Total available-for-sale equity securities	2,006	-	(742)	1,264

The fair values of quoted investments are based on current share quotations. The value of S.C. SIBEX - Sibiu Stock Exchange S.A. (SIBEX), which is listed on stock market S.C. SIBEX - Sibiu Stock Exchange S.A., was valued based on its market price as at 30 September 2012.

9. Financial assets held to maturity

As at 30 September 2012 and 31 December 2011, the Group hold no financial assets held to maturity.

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10. Trade and other receivables

Trade and other receivables comprise the following:

	30.09.2012	31.12.2011
Gross trade receivables	29,013	26,262
Impairment allowances for receivables	(1,196)	(4,018)
Net trade receivables	27,817	22,244
Dividend receivables	-	-
Total financial assets	27,817	22,244
Prepayments	3,787	2,656
Other receivables and advance payments	1,294	4,651
Receivables from statutory settlements	31,175	69
Total non financial assets	36,256	7,376
Total trade and other receivables	64,073	29,620

Changes in impairment allowances for trade receivables:

	Nine-month ended 30.09.2012	Nine-month ended 30.09.2011
Beginning of the period	4,018	2,904
Increase of impairment allowance	72	2,109
Receivables written off during the period as uncollectible	(7)	(88)
Reversal of impairment allowance	(2,887)	(907)
End of the period	1,196	4,018

The creation and reversal of impairment allowance for receivables is recognized as either other expenses or other income respectively. The amounts that are charged to the impairment allowance account are usually written off if it is likely that the cash would not be collected, i.e. it is highly probable that the debtor will go bankrupt, will be subject of financial restructuring or when debtor has significant financial difficulties.

11. Cash and cash equivalents

Cash and cash equivalents comprise the following:

	30.09.2012	31.12.2011
Cash in hand	9	10
Current accounts	2,697	2,777
Term deposits*	346,579	288,298
Total cash and cash equivalents	349,285	291,085

* Term deposits of PLN 100,862 thousand dated 30 September 2012 are restricted cash

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12. Equity

Equity attributable to the shareholders of parent entity	30.09.2012	31.12.2011
Share capital	63,865	63,865
Other reserves	(2,639)	270
Retained earnings	472,010	459,074
Total	533,236	523,209

Share capital	30.09.2012	31.12.2011
41 972 000 of ordinary shares approved, allocated and paid up	41,972	41,972
Revaluation of the share capital using the inflation rate	21,893	21,893
Total	63,865	63,865

As at a 30 September 2012 as well as at 31 December 2011 the WSE's share capital amounted to PLN 41,972 thousand and comprised of 41,972,000 shares each of PLN 1.00 nominal value.

Share capital from before 1996 in the nominal value of PLN 6,000 thousand was revalued with general price index according to IAS 29 (the cumulative inflation rate index for the period April 1991 - December 1996 amounted to 464.9%).

The ownership structure of the share capital and percentage of shares in the parent entity as at 30 September 2012:

Shareholders	Nominal value of shares as at 30.09.2012	% in share capital	% of votes
Registered shares	14,849	35.38%	52.27%
State Treasury	14,688	35.00%	51.70%
Banks	14	0.03%	0.05%
Brokerage houses	98	0.23%	0.35%
Others	49	0.12%	0.17%
Bearer shares	27,123	64.62%	47.73%
Total	41,972	100%	100%

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Other reserves

	30.09.2012	31.12.2011
Revaluation reserve	(2,639)	270
Capital arising from financial assets available for sale	755	270
- revaluation	676	213
- deferred tax	79	57
Capital arising from hedge accounting	(3,394)	-
- revaluation	(4,190)	-
- deferred tax	796	-

Change in the revaluation reserve

	Nine-month period ended 30.09.2012	Year ended 31.12.2011
Beginning of the period:	270	204
- parent entity (net)	(236)	(245)
- associate (net)	506	449
Additions/decreases	(2,909)	66
- changes due to revaluation and sales:	(3,727)	68
- parent entity	(4,309)	11
- associate (net)	582	57
- deferred tax, including parent company	818	(2)
End of period:	(2,639)	270
- parent entity (net)	(3,727)	(236)
- associate (net)	1,088	506

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Retained earnings

	Reserve capital	Other capital reserves	Accumulated profits	Profit for the period	Total
31 December 2011	38,240	182,766	103 837	134,231	459,074
Distribution of profit for year ended 31 December 2011	450	60,508	73,273	(134,231)	-
Dividends and Social Fund	-	-	(61,002)	-	(61,002)
Other changes	(1,003)	-	1,003	(280)	(280)
Acquisition of non-controlling interests	(10,443)	-	-	-	(10,443)
Profit for the nine-month period ended 30 September 2012 attributable to the shareholders of the parent entity	-	-	-	84,661	84,661
30 September 2012	27,244	243,274	117,111	84,381	472,010
31 December 2010	38,023	182,656	144,403	94,692	459,774
Distribution of profit for year ended 31 December 2010	217	110	94,365	(94,692)	-
Dividend and Social Fund	-	-	(134,931)	-	(134,931)
Other changes in equity	-	-	-	489	489
Profit for the year 2011 attributable to the shareholders of the parent entity	-	-	-	133,742	133,742
31 December 2011	38,240	182,766	103,837	134,231	459,074
31 December 2010	38,023	182,656	144,403	94,692	459,774
Distribution of profit for year ended 31 December 2010	217	110	94,365	(94,692)	-
Dividends and Social Fund	-	-	(134,931)	-	(134,931)
Profit for the nine-month period ended 30 September 2011 attributable to the shareholders of the parent entity	-	-	-	109,306	109,306
30 September 2011	38,240	182,766	103,837	109,306	434,149

As required by the Commercial Companies Code, which is binding for the Company, the amounts to be divided between the shareholders may not exceed the net profit reported for the last financial year plus retained earnings, less the accumulated losses and amounts transferred to reserves that are established in accordance with law or the Memorandum of Association and that may not be earmarked for the payment of dividend.

As required by WSE's Memorandum of Association, the supplementary capital is earmarked for covering losses that may arise on the Company's operations, and for supplementing the share capital. Transfers from profit are made to the supplementary capital, which may not be lower than 10% of the profit. The transfers may be discontinued when the supplementary capital equals a third of the share capital.

The reserves are designated for covering investments and other expenses connected with the Company's operations. Reserves can be capitalised as share capital.

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13. Trade and other liabilities

	30.09.2012	31.12.2011
Trade payables	6,030	10,226
Payables to associates	78	290
Dividend payable	27	122
Long-term bonds payable	245,000	170,000
Short-term bonds payable	3,917	226
Total financial liabilities	255,052	180,864
Social security and other statutory payables	11,550	1,911
Other payables *	101,355	1,748
Accruals and deferred income**	8,328	678
Total other liabilities	121,233	4,337
Total trade payables and other liabilities	376,285	185,201

*Other payables relate mainly to liabilities to participants of the Fund securing transaction settlement on the regulated market set in IRGIT S.A. of PLN 100,862 thousand, according to the Article 68d of Financial instruments turnover Act, dated 29 July 2005.

** Accruals and deferred income as at 30 September 2012 relate mainly to annual charges invoiced at the beginning of the calendar year of PLN 5,774 thousand, as well as accrued costs amounting to PLN 1,100 thousand. The amount of above mentioned annual charges will be recognized as revenues till the end of 2012.

Accruals and deferred income as at 31 December 2011 include quarterly fees on the right to use license settled in October 2011 amounted to PLN 149 thousand as well as accrued costs amounting to PLN 411 thousand.

On 5 December 2011, the WSE's Management Board passed a resolution no. 1473/2011 on issue of series A and B bearer bonds. The purpose of this issue was the financing of WSE, such as the institutional consolidation of the commodity/stock markets and the extension of the list of products that are available to investors in this market as well as technology ventures at the financial markets and commodity/stock markets.

PLN 170,000,000 par value series A bearer bonds addressed solely to qualified investors were issued on 23 December 2011. Interest rate on bonds issued by the WSE is WIBOR 6M plus a margin of 1.17%.

Public offer of PLN 75,000,000 par value series B bearer bonds took place on 15 February 2012 by placing on the Catalyst market. Maturity day of these bonds is 2 January 2017.

There are no overdue payables.

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14. Sales revenue

	Nine-month period ended 30.09.2012	Nine-month period ended 30.09.2011
Financial market	158,161	203,393
Trading	114,578	158,460
Listing	16,023	17,826
Information services	27,560	27,107
Commodity market	38,736	1,253
Trading	16,999	1,253
Register of certificates of origin	12,511	-
Clearing	9,226	-
Other revenue	2,814	3,244
Total	199,711	207,890

15. Operating expenses

	Nine-month period ended 30.09.2012	Nine-month period ended 30.09.2011
Depreciation and amortization	12,361	11,731
Salaries (1)	34,510	29,007
Other employee costs (2)	9,070	7,614
Rent and other rent related fees	6,883	5,110
Fees and charges	15,489	13,884
External services	24,391	25,769
Other operating expenses	6,069	5,652
Total	108,773	98,767

	Nine-month period ended 30.09.2012	Nine-month period ended 30.09.2011
Salaries (1)		
Wages and salaries	34,013	28,669
Other payments after employment period	108	-
Termination benefits	64	86
Employee cost concerning jubilee bonus	325	252
Total	34,510	29,007

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Other employee costs (2)	Nine-month period ended 30.09.2012	Nine-month period ended 30.09.2011
Social security costs	5,039	3,855
Retirement benefit costs - defined contribution plans *	1,217	1,313
Other current service benefits (including: medical services, lunch subsidies, Social Fund)	2,814	2,446
Total	9,070	7,614

* The Group offers its employees defined contribution plans (Workers' Pension Fund). The plans are financed from contributions made by the Group and employees to the retirement fund that is independent of the Group's financial structure.

16. Income tax

	Nine-month period ended 30.09.2012	Nine-month period ended 30.09.2011
Current income tax	18,401	22,135
Deferred tax (Note 7)	(291)	668
Total	18,110	22,803

As required by the Polish tax regulations, the tax rate applicable in 2012 and 2011 amounts to 19%.

The reconciliation of the theoretical amount of tax arising from profit before tax and the statutory tax rate with the income tax expense shown in the profit and loss is as follows:

	Nine-month period ended 30.09.2012	Nine-month period ended 30.09.2011
Profit before income tax	104,264	132,402
Income tax rate	19%	19%
Income tax at the statutory tax rate	19,810	25,156
Tax effect of:		
Non-deductible differences	(94)	1,703
Non- taxable revenue	(1,289)	(1,496)
Additional non-taxable revenue	546	-
Revaluation of TGE shares possessed as at the date of acquisition and additional adjustments	(863)	-
Non taxable share in profit of associates	-	(2,560)
Tax charge	18,110	22,803

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17. Contingent positions

The tax authorities may inspect the books of account and tax settlements within 5 years after the end of the year in which tax declarations were submitted and they may impose additional tax on the Group, together with penalties and interest.

According to the Management Board of the parent entity there are no indications of any material contingent liabilities in this respect arising.

18. Contingent and investment liabilities

As at 30 September 2012 and 31 December 2011 the Group had no contingent liabilities and investment commitments other than those subject to hedge accounting. The value of future investment commitments as at 30 September 2012 amounts PLN 64,385 thousand.

19. Transactions with related parties

Related parties of the Group comprise associates (Krajowy Depozyt Papierów Wartościowych S.A., Centrum Gieldowe S.A.). Related parties comprise as well: State Treasury as a dominant party (holds as at 30 September 2012, 35.00% of stake in share capital and 51.70% votes in the General Meeting of WSE), parties controlled and jointly-controlled by the State Treasury and with significant influence of the State Treasury. Additionally to related parties belong members of key personnel of the WSE.

Information regarding transactions with related parties with State Treasury

Complete list of entities controlled and jointly-controlled by the State Treasury or with significant influence of State Treasury is not revealed by the Ministry of Treasury to public or entities owned by State Treasury. Therefore the Management Board of WSE disclosed in the hereby financial statement transactions with those related parties that were indentified based on its best knowledge.

Related entities identified by the parent entity's Management Board include companies listed on the Warsaw Stock Exchange (issuers of securities) and the stock exchange members. The Group charges fees to the related entities listed on WSE for introduction, admission to trading, and listing financial instruments. In case of related parties being stock exchange members the fees for enabling the conclusion of transactions in the stock exchange market, enabling access to the Exchange's information systems and trading in financial instruments are charged.

All the transactions with entities related to the State Treasury are concluded in the normal course of business and are carried out on an arm's length basis.

In accordance with the Decree of the Minister of Finance of 16 March 2010 on fees paid to the Polish Securities and Exchange Commission by supervised entities, the Group incurs costs of fees, paid to the State Treasury in the amount set by the Polish Financial Supervision Authority (PFSA). The Group contributes monthly prepayments and the PFSA makes final yearly settlements before 15 February of the following year. Fees paid for the nine-month period ended 30 September 2012 amounted to PLN 14,235 thousand, for the nine-month period ended 30 September 2011 PLN 13,030 thousand.

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The Company's revenue from individually significant transactions with State-controlled entities and operating expenses for the nine-month period ended 30 September 2012 and balances with these entities as at 30 September 2012 were as follows:

Nine- month period ended 30 September 2012

Name of the entity	Receivables 30.09.2012	Liabilities 30.09.2012	Revenue for the nine-month period ended 30.09.2012	Operating expenses for the nine-month period ended 30.09.2012
BGŻ S.A.*	107	-	875	-
PKO BP S.A.**	944	-	8,768	91
Powszechny Zakład Ubezpieczeń Społecznych S.A.	-	-	110	23
Bank Ochrony Środowiska S.A.***	751	-	6,302	129
Total	1,802	-	16,055	243

* Transactions with brokerage office of BGŻ S.A. were included

** Transactions with brokerage office of PKO Bank Polski S.A.were included

*** Transactions with brokerage office of Bank Ochrony Środowiska S.A.were included

Individual and joint impact of other transactions with State-controlled entities was not significant.

The Company's revenue from individually significant transactions with State-controlled entities and operating expenses for nine-month period ended 30 September 2011 and balances with these entities as at 30 September 2011 were as follows:

Nine -month period ended 30 September 2011

Name of the entity	Receivables 30.09.2011	Liabilities 30.09.2011	Revenue for the nine-month period ended 30.09.2011	Operating expenses for the nine-month period ended 30.09.2011
BGŻ S.A.*	96	-	892	-
PKO BP S.A.**	1,962	-	2,972	-
Powszechny Zakład Ubezpieczeń Społecznych S.A.	1	-	95	33
Bank Ochrony Środowiska S.A.***	1,227	15	8,556	135
Total	3,286	15	12,515	168

* Transactions with brokerage office of BGŻ S.A. were included

** Transactions with brokerage office of PKO Bank Polski S.A.were included

*** Transactions with brokerage office of Bank Ochrony Środowiska S.A.were included

Individual and joint impact of other transactions with State-controlled entities was not significant.

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Transactions with associates

Nine- month period ended 30 September 2012

Name of the entity	Receivables 30.09.2012	Liabilities 30.09.2012	Revenue for the nine-month period ended 30.09.2012	Operating expenses for the nine-month period ended 30.09.2012
Centrum Gieldowe S.A.	-	56	-	1,380
KDPW S.A.	36	-	337	48
Total	36	56	337	1,428

Nine -month period ended 30 September 2011

Name of the entity	Receivables 30.09.2011	Liabilities 30.09.2011	Revenue for the nine-month period ended 30.09.2011	Operating expenses for the nine-month period ended 30.09.2011
Centrum Gieldowe S.A.	-	150	-	1,622
KDPW S.A.	235	-	508	33
Total	235	150	508	1,655

In the nine-month periods ended 30 September 2012 and 30 September 2011 no receivables from related parties were written off and no impairment write-downs on receivables from related parties were recorded.

The Stock Exchange also concluded transactions with the “Książęca 4” Housing Cooperative of which it is a member. Related expenses amounted to PLN 2,246 thousand in the nine-month period ended 30 September 2012. In the nine-month period ended 30 September 2011 related expenses amounted to PLN 2,308 thousand.

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20. Information on remuneration and benefits of key management personnel

The Management Board of parent entity constitutes to key management personnel of the Group.

Remuneration and benefits paid to the members of the Management Board of parent entity

	Nine-month period ended 30.09.2012	Nine-month period ended 30.09.2011
Remuneration	3,305	2,896
Bonus – long –term liability	555	217
Other benefits	599	557
Total	4,459	3,670

Information on loans advanced to key management personnel

In the nine-month periods ended 30 September 2012 and 30 September 2011 no loans were granted to the key management personnel of the Group.

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21. Cash inflows on operating activity

	Note	Nine-month period ended 30.09.2012	Nine-month period ended 30.09.2011
Profit for the period		86,154	109,599
Total adjustments		18,235	(16,631)
Income tax expense	16	18,110	22,803
Depreciation of property, plant and equipment	4	8,416	8,611
Amortization of intangible assets	5	3,945	3,120
(Profit) / Loss on sale of property, plant and equipment		573	(26)
(Profit) / loss on sale of investment		(3,787)	-
Change in provisions for other liabilities and charges		(9)	(211)
Financial income on financial assets available for sale		1,871	(2,702)
Dividend income		-	(371)
Interest income on deposits		(7,783)	(2,835)
Share in profit of associates	6	(8,328)	(13,472)
Other		7,812	-
Effect of TGE acquisition		(77,334)	-
Change in assets and short-term liabilities			
(Decrease)/ Increase in inventories		(65)	155
(Decrease)/ Increase in trade and other receivables and prepayments		(36,354)	(24,146)
(Decrease)/ Increase in trade and other payables		112,924	(7,289)
(Decrease)/ Increase in employee benefit payables		(1,756)	(252)
Change in other current financial assets		-	(16)
Cash flows from operating activities		104,389	92,968

22. Earnings per share

Basic and diluted	Nine-month period ended 30.09.2012	Nine-month period ended 30.09.2011
Profit attributable to the shareholders of the parent entity	84,661	109,306
Weighted average number of ordinary shares (in thousands)	41,972	41,972
Basic and diluted earnings per share (in PLN)	2,02	2,60

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23. Segments of activity

Following the “management approach”, operating segments are reported in accordance with the internal reporting provided to the parent entity’s Management Board (the chief operating decision-maker), which is responsible for allocating resources to the reportable segments and assesses their performance.

The operating segments of the Group were identified by the type of products and services, from which a given operating segment earns revenues.

For the nine-month period ended 30 September 2012 and for the nine-month period ended 30 September 2011 the Group was engaged in activities in three main operating segments on the financial market:

- trading (transaction fees dependant on the stock exchange market turnover, stock exchange system access fees, charges for servicing brokerage application);
- listing (annual fees for the listing of securities and one-off charges e.g. charges for admission and introducing the securities to stock exchange trading);
- information services.

In January 2012 the Group has expanded its activities through the purchase of Towarowa Gielda Energii S.A., and as a result started to pursue business activities within three operating segments of commodity market:

- trading (fees for the trade in electricity, property rights to certificates of origin and other fees from the market participants);
- running the register of certificates of origin;
- transactions settlement.

For the time being the Group does not analyze costs as divided into individual operating segments. However, it intends to implement activity based on cost model, which will support appropriate segment cost allocation. Furthermore, the Group does not allocate assets and liabilities to individual segments.

The Group’s other revenues comprise mainly income from training services and rental of space. None of these segments of operations is subject to the reporting duty. The parent entity’s Management Board does not analyse data relating to the subsidiaries and associates.

For the nine-month period ended 30 September 2012 and for the nine-month period ended 30 September 2011 there were no sales between the segments.

The majority of Group’s operating segments are concentrated on the territory of Poland.

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The following tables present a reconciliation of the data analysed by the Management Board of the parent entity with the relevant items shown in these condensed consolidated interim financial statements.

For the nine-month period ended 30 September 2012, the segment revenues were as follows:

	WSE*	Subsidiaries	Adjustments	Total**
Revenue (external transactions)	148,696	51,613	(598)	199,711
Financial market	146,622	11,647	(108)	158,161
Trading	103,310	11,268	-	114,578
Listing	15,740	283	-	16,023
Information services	27,572	96	(108)	27,560
Commodity market	807	37,929	-	38,736
Trading	807	16,192	-	16,999
Register of certificates of origin	-	12,511	-	12,511
Clearing	-	9,226	-	9,226
Other revenue	1,267	2,037	(490)	2,814
Operating expenses	86,353	23,018	(598)	108,773
Profit on sales	62,343	28,595	-	90,938
Other operating profit	2,869	11	4 541	7,421
Operating profit	65,212	28,606	4 541	98,359
Financial profit	7,526	1,574	(11,523)	(2,423)
Share in profit of associates	-	-	8,328	8,328
Profit before income tax	72,738	30,180	1,346	104,264

* Data analysed by the Management Board of WSE

** As presented in Consolidated Statements of Comprehensive Income

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For the nine-month period ended 30 September 2011, the segment revenues were as follows:

	WSE*	Subsidiaries	Adjustments	Total**
Revenue (external transactions)	196,086	12,951	(1,147)	207,890
Financial market	192,992	10,419	(18)	203,393
Trading	148,591	9,871	-	158,462
Listing	17,333	491	-	17,824
Information services	27,068	57	(18)	27,107
Commodity market	462	791	-	1,253
Trading	462	791	-	1,253
Register of certificates of origin	-	-	-	-
Clearing	-	-	-	-
Other revenue	2,632	1,741	(1,129)	3,244
Operating expenses	91,413	8,485	(1,131)	98,767
Profit on sales	104,673	4,466	(16)	109,123
Other operating profit	(2,563)	(10)	-	(2,573)
Operating profit	102,110	4,456	(16)	106,550
Financial profit	19,722	532	(7,874)	12,380
Share in profit of associates	-	-	13,472	13,472
Profit before income tax	121,832	4,988	5,582	132,402

* Data analyzed by the Management Board of WSE

** As presented in Consolidated Statements of Comprehensive Income

Revenue by currency structure was as follows:

	Nine-month period ended 30.09.2012	Share (%)	Nine-month ended 30.09.2011	Share (%)
Nominated in PLN	173,123	87%	161,779	78%
Nominated in foreign currency	26,588	13%	46,111	22%
Total	199,711	100%	207,890	100%

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The following tables present a reconciliation of total assets and liabilities as analysed by Management Board to total assets and liabilities presented in these condensed consolidated interim financial statements.

Assets and liabilities of the company are presented in the assets and liabilities of the Group as at 30 September 2012 as follows:

30.09.2012	WSE	Subsidiaries	Associates*	Adjustments**	Total***
Total assets	642,172	220,418	149,456	(77,984)	934,062
Total liabilities	274,841	121,794	-	(107)	396,528

* representing the difference between the carrying amount of the associates determined using the equity method and their measurement at cost net of impairment as analysed by the Management Board

** other adjustments include consolidation eliminations such as: (1) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary (2) the dividend declared by KDPW S.A. (the Associate) (3) non-controlling interests in the profit or loss of consolidated subsidiaries for the reporting period (4) non-controlling interests in the net assets of consolidated subsidiaries (5) intragroup balances, transactions, income and expenses

*** as presented in Consolidated Statement of Financial Position

Assets and liabilities as at 30 September 2011 are presented as follows:

30.09.2012	WSE	Subsidiaries	Associates*	Adjustments**	Total***
Total assets	390,765	22,013	133,636	(14,368)	532,046
Total liabilities	29,316	3,599	-	(157)	32,758

* representing the difference between the carrying amount of the associates determined using the equity method and their measurement at cost net of impairment as analysed by the Management Board

** other adjustments include consolidation eliminations such as: (1) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary (2) the dividend declared by KDPW S.A. (the Associate) (3) non-controlling interests in the profit or loss of consolidated subsidiaries for the reporting period (4) non-controlling interests in the net assets of consolidated subsidiaries (5) intragroup balances, transactions, income and expenses

*** as presented in Consolidated Statement of Financial Position

24. Information about acquisition of shares of Towarowa Gielda Energii S.A.

In February 2012 the WSE has purchased 1,276,000 shares of Towarowa Gielda Energii S.A., constituting 88.00% equity stake in the company for the amount of PLN 195 934 thousand. In April 2012 the WSE has purchased 14,750 shares of Towarowa Gielda Energii S.A., constituting 1.02% equity stake in the company for the account of PLN 2,154 thousand. In July 2012 the WSE purchased another 99,000 shares of Towarowa Gielda Energii S. A., constituting 6.83% equity stake in the Company, for the account of PLN 12,501 thousand. As of 30 September 2012 the WSE owns 98.17% of the total issued shares of Towarowa Gielda Energii S.A. and holds 98.17% of the total number of votes.

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This acquisition of strategic block of shares in the company allowed the realization of the Group's projects such as the institutional consolidation of the commodity/stock markets and the extension of the list of products that are available to investors in this market as well as technology ventures at the financial markets and commodity and stock markets.

Towarowa Gielda Energii S.A. as a parent company creates a Capital Group, which constitute of the following subsidiaries:

- Izba Rozliczeniowa Gield Towarowych S.A. (IRGiT) z siedzibą w Warszawie,
- INFO GT Sp. z o.o. w likwidacji z siedzibą w Warszawie.

Led by the IRGiT chamber of settlements acts as Exchange Chamber of Settlements and deal with the settlement of transactions in all markets of Towarowej Gieldy Energii.S.A. Company INFO GT, established in 2003, specializes in creating IT solutions for the energy sector.

Business activity of Towarowa Gielda Energii S.A. is running the commodity market and trade in electricity, liquid and solid fuels, production volume limits, in particular in electricity production, emission limits, property rights which value directly or indirectly depends on value of electricity, liquid or gas fuels, limits on production volume or emission, as well as running a register of certificates of origin for energy from OZE and Cogeneration.

The extension of the list of products and the introduction of financial instruments based on commodities will require expenditures associated with trading and auxiliary systems to handle these products. In consequence, also the cooperation with the infrastructure institutions' systems, supported by or interoperating with WSE.

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At the acquisition date, that is 29th February 2012, main TGE's assets and liabilities were presented based on figures as at 29th February 2012, and comprised of the following:

- Intangible assets PLN 1,922 thousand,
- Property, plant and equipment PLN 2,803 thousand,
- Short-term receivables PLN 33,194 thousand,
- Cash and cash equivalents PLN 127,205 thousand
- Prepayments PLN 1,146 thousand,
- Lease liabilities PLN 300 thousand,
- Short-term liabilities PLN 103,309 thousand,
- Provisions PLN 626 thousand,
- Deferred income PLN 2,811 thousand.

At the acquisition date the nominal value of Towarowa Gielda Energii S.A. share capital amounted to PLN 14,500 thousand. Non-controlling interest at the acquisition date amounted to PLN 5,734 thousand and its value was based on the fair value of identifiable net assets. At the acquisition date the fair value of shares previously owned was calculated just before the acquisition date and amounted to PLN 5,188 thousand.

As the result of the acquisition, the Company brought to the Group revenue of PLN 37,389 thousand and net profit of PLN 19,493 thousand for the period from 1 March 2012 to 30 September 2012. If the control was taken over on 1 January 2012, revenues brought by the Company would amount PLN 49,276 thousand and the result would amount to PLN 26,775 thousand.

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As the consequence of the first time full consolidation of Towarowa Giełda Energii S.A., the Group recognized the goodwill, calculated in the following way:

– the purchase price of 88% TGE's shares	PLN 195,935 thousand
– non-controlling interests	PLN 5,734 thousand
– fair value of the 2.33% of shares possessed as at the day of the acquisition	PLN 5,188 thousand
– fair value of net assets available to be identified	PLN -59,065 thousand
– total goodwill recognized by the Group	PLN 147,792 thousand

Goodwill was directly influenced by high profitability (about 50% margin), of TGE S.A. in recent years.

Goodwill results from the price paid by the WSE for the shares of TGE. The price was based on DCF valuation model. The impact on the valuation had high profitability of the TGE business activity due to TGE participation in trading of electricity and property rights to certificates of electricity origin, and maintaining the register of certificates of electricity origin. TGE (excluding POEE Energy Market of WSE) is the only market in Poland, which gives possibility to fulfill the statutory limit in electricity trading (energy producers are required to sell not less than 15% of electricity produced in a given year on commodity market or regulated market) and is the only entity operating the register of certificates of origin of electricity.

25. Subsequent events

After 30 September 2012, which is after the balance sheet date, there have been no significant events that could have influenced consolidated financial statement of the Group for the nine-month period ended 30 September 2012.

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

Consolidated Interim Financial Statements were presented by Management Board of Warsaw Stock Exchange:

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| 1. Ludwik Sobolewski – Board President | |
| 2. Lidia Adamska – Board Member | |
| 3. Beata Jarosz - Board Member | |
| 4. Adam Maciejewski - Board Member | |

Warsaw, 23 October 2012