Capital Group
of Narodowy Fundusz Inwestycyjny
MIDAS Spółka Akcyjna

Consolidated Quarterly Report
for the 3-month and 9-month periods ending on 30 September 2012

QSr 3/2012

Place and date of publication: Warsaw, 14 November 2012

CONTENTS OF THE REPORT:

SELECTED FINANCIAL DATA OF THE MIDAS GROUP

	9-month period ending on 30 September 2012 in thousands PLN	9-month period ending on 30 September 2011 in thousands PLN	9-month period ending on 30 September 2012 in thousands EUR	9-month period ending on 30 September 2011 in thousands EUR
Revenues from sales	61,306	19,305	14,615	4,777
Loss on operating activities	(130,738)	(25,193)	(31,166)	(6,234)
Loss before taxation	(130,890)	(31,940)	(31,203)	(7,903)
Net loss on continued activities attributable to equity holders of the Issuer	(124,747)	(31,438)	(29,738)	(7,779)
Net cash flow from operating activities	9,553	(35,491)	2,277	(8,782)
Net cash flow from investing activities	(63,504)	(166,514)	(15,139)	(41,203)
Net cash flow from financing activities	170,918	211,112	40,745	52,237
Average weighted number of shares (in units)	1,138,366,354	175,166,595	1,138,366,354	175,166,595
Basic loss from continued activities per ordinary share in PLN	(0.13)	(0.18)	(0.03)	(0.04)

	As at 30 September 2012 in thousands PLN	As at 31 December 2011 in thousands PLN	As at 30 September 2012 in thousands EUR	As at 31 December 2011 in thousands EUR
Total assets	1,516,152	1,373,915	368,553	311,066
Total liabilities	475,268	1,032,374	115,530	233,738
Long-term liabilities	171,210	181,400	41,618	41,070
Current liabilities	304,058	850,974	73,912	192,668
Equity attributable to equity holders of the Issuer	1,020,767	321,567	248,132	72,805
Share capital	147,967	29,593	35,968	6,700

SELECTED FINANCIAL DATA OF THE FUND

	9-month period ending on 30 September 2012 thousands PLN	9-month period ending on 30 September 2011 thousands PLN	9-month period ending on 30 September 2012 thousands EUR	9-month period ending on 30 September 2011 thousands EUR
Revenues from sales	-	-	-	-
Loss on operating activities	(1,262)	(46)	(301)	(11)
Profit (loss) before taxation	5,244	(4,823)	1,250	(1,193)
Net profit (loss) on continued activities attributable to equity holders of the Issuer	5,244	(4,823)	1,250	(1,193)
Net cash flow from operating activities	4,271	(1,032)	1,018	(255)
Net cash flow from investing activities	(91,027)	(199,533)	(21,700)	(49,373)
Net cash flow from financing activities	217,090	206,803	51,752	51,172
Average weighted number of shares (in units)	1,138,366,354	175,166,595	1,138,366,354	175,166,595
Basic profit (loss) from continued activities per ordinary share (in units)	0.005	(0.03)	0.001	(0.01)

	At 30 September 2012 thousands PLN	At 31 December 2011 thousands PLN	At 30 September 2012 thousands EUR	At 31 December 2011 thousands EUR
Total assets	1,236,168	1,012,865	300,493	229,321
Total liabilities	25,615	631,646	6,227	143,010
Non-current liabilities	25,425	24,021	6,180	5,439
Current liabilities	190	607,625	46	137,571
Equity attributable to equity holders of the Issuer	1,210,553	381,219	294,266	86,311
Share capital	147,967	29,593	35,968	6,700

Selected items from the interim condensed consolidated and interim condensed standalone statements of financial position presented in euros ("EUR") were converted using the average EUR exchange rate announced by the National Bank of Poland on 30 September 2012: 4.1138 PLN/EUR, and on 31 December 2011: 4.4168 PLN/EUR.

Selected items from the interim condensed consolidated and interim condensed standalone statement of comprehensive income and from the interim condensed consolidated and the interim condensed standalone statement of cash flow were converted into EUR using the exchange rate announced by the National Bank of Poland, being the arithmetic mean of average EUR exchange rates which were in effect on the last day of each completed month in the 9-month period ending on 30 September 2012 and the 9-month period ending on 30 September 2011 (respectively: 4.1948 PLN/EUR

and 4.0413 PLN/EUR).

Capital Group
of Narodowy Fundusz Inwestycyjny
MIDAS Spółka Akcyjna

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE 3-MONTH AND 9-MONTH PERIODS ENDING ON 30 SEPTEMBER 2012

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the 9-month period ending on 30 September 2012

	Note	3-month period ending on 30 September 2012 in thousands PLN *(unaudited)*	9-month period ending on 30 September 2012 in thousands PLN *(unaudited)*	3-month period ending on 30 September 2011 in thousands PLN *(restated, unaudited)*	9-month period ending on 30 September 2011 in thousands PLN *(restated, unaudited)*
Continuing operations					
Revenues from sales of goods and services	6	22,388	61,306	5,519	19,305
Depreciation/Amortisation	7	(26,079)	(78,309)	(6,934)	(14,443)
Wages and salaries	7	(1,170)	(3,832)	(642)	(1,651)
Other costs by type	7	(41,964)	(111,614)	(15,477)	(32,562)
Other operating income		1,060	2,748	3,276	4,399
Other operating expenses		(171)	(1,037)	(48)	(241)
Profit / (loss) on operating activities		**(45,936)**	**(130,738)**	**(14,306)**	**(25,193)**
Financial income	8	3,093	7,918	194	719
Other finance costs	9	(1,775)	(8,070)	(1,928)	(7,466)
Profit / (loss) on financial activities		**1,318**	**(152)**	**(1,734)**	**(6,747)**
Profit / (loss) before tax		**(44,618)**	**(130,890)**	**(16,040)**	**(31,940)**
Current income tax		-	-	-	-
Deferred tax		2,049	6,143	377	502
Total income tax expense		**2,049**	**6,143**	**377**	**502**
Net profit / (loss) for the period from continuing operations		**(42,569)**	**(124,747)**	**(15,663)**	**(31,438)**
Net profit / (loss) for the period from discontinued operations		-	-	-	-
Net profit / (loss) for the period		**(42,569)**	**(124,747)**	**(15,663)**	**(31,438)**
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD		(42,569)	(124,747)	(15,663)	(31,438)
Net profit / (loss) for the period attributable to:					
Equity holders of the parent		(42,754)	(124,890)	(15,663)	(31,438)
Non-controlling interests		185	143	-	-
		(42,569)	**(124,747)**	**(15,663)**	**(31,438)**
Total comprehensive income / (loss) for the period attributable to:					
Equity holders of the parent		(42,754)	(124,890)	(15,663)	(31,438)
Non-controlling interests		185	143	-	-
		(42,569)	**(124,747)**	**(15,663)**	**(31,438)**
Loss per share:					
basic, from loss for the period attributable to equity holders of the parent		(0.04)	(0.13)	(0.09)	(0.18)
basic, from loss from continuing operations for the period attributable to equity holders of the parent		(0.04)	(0.13)	(0.09)	(0.18)

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
as at 30 September 2012

	Note	30 September 2012 in thousands PLN *(unaudited)*	31 December 2011 in thousands PLN *(restated)*
ASSETS			
Non-current assets			
Property, plant and equipment	10	316,962	298,412
Intangible assets	11	875,482	933,003
goodwill		41,231	41,231
value of frequency reservations	24	827,624	883,470
other intangible assets		6,627	8,302
Other financial assets		37,224	39,564
Other non-financial assets	25	56,793	33,161
Total non-current assets		**1,286,461**	**1,304,140**
Current assets			
Inventories		255	258
Trade and other receivables	13	71,199	29,716
Cash and cash equivalents	12	154,590	37,623
Other financial assets		2,000	-
Other short-term prepayments		1,647	2,178
Total current assets		**229,691**	**69,775**
Total assets		**1,516,152**	**1,373,915**

EQUITY AND LIABILITIES	Note	30 September 2012 in thousands PLN *(unaudited)*	31 December 2011 in thousands PLN *(restated)*
Equity attributable to equity holders of the Company, including:			
Share capital		147,967	29,593
Share premium		1,141,276	435,560
Own shares		(150)	(150)
Retained earnings /Accumulated losses		(268,326)	(143,436)
Retained profit / (loss)		(143,436)	(230,872)
Net profit / (loss) for the current period		(124,890)	87,436
Non-controlling interests		**20,117**	**19,974**
Total equity		**1,040,884**	**341,541**
Non-current liabilities			
Borrowings	17	36,060	44,185
Deferred revenue	16	39,167	35,358
Provisions		3,109	2,840
Deferred tax liability		92,874	99,017
Total non-current liabilities		**171,210**	**181,400**
Current liabilities			
Trade liabilities and other liabilities	21	34,722	588,110
Deferred revenue	16	192,726	100,181
Borrowings and other financial liabilities	15, 17	75,771	161,919
Provisions	14	839	764
Total current liabilities		**304,058**	**850,974**
Total equity and liabilities		**1,516,152**	**1,373,915**

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS for the 9-month period ending on 30 September 2012

	Note	9-month period ending on 30 September 2012 in thousands PLN *(unaudited)*	9-month period ending on 30 September 2011 in thousands PLN *(restated)*
Profit / (loss) before taxation		**(130,890)**	**(31,940)**
Depreciation and amortisation		78,309	14,443
Interest expense		5,789	5,592
Exchange rate differences		5	-
(Profit) / loss from investing activities		589	-
Change in assets and liabilities related to operating activities:			
- trade and other receivables		(41,622)	8,603
- inventories		3	(127)
- trade and other liabilities		606	(32,504)
- deferred revenue		96,354	30,574
- other prepayments and accrued income		(342)	(25,269)
- provisions		153	(6,633)
Revenue / (expenses) from interest and dividends on securities available for sale		(5)	-
Commission on the issue of commercial papers		392	-
Other adjustments		212	1,770
Net cash flow from operating activities		**9,553**	**(35,491)**
Acquisition of subsidiary, net of cash acquired		-	(164,912)
Acquisition of subsidiary - deferred payment		(1,136)	-
Purchase of property, plant and equipment and intangible assets		(62,368)	(1,602)
Net cash flow from investing activities		**(63,504)**	**(166,514)**
Expenses on the issue of commercial papers		(297)	-
Proceeds from loans		-	7,021
Repayment of bank loans		(12,418)	-
Interest paid on bank loans granted		(3,323)	-
Proceeds from issue of debt securities		20,000	21,500
Repayment of debt securities		(71,500)	(109,740)
Interest paid on commercial papers issued		(1,730)	-
Repayment of finance leases (related to fixed assets)		(39,965)	-
Proceeds from the issue of shares		278,150	292,331
Proceeds from other financial assets		2,001	-
Net cash flow from financing activities		**170,918**	**211,112**
Net increase/ (decrease) in cash and cash equivalents		**116,967**	**9,107**
Cash and cash equivalents at the beginning of the year		**37,623**	**5,178**
Cash and cash equivalents at the end of the period	**12**	**154,590**	**14,285**

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the 9-month period ending on 30 September 2012

	Note	Equity attributable to equity holders of the parent						
		Share capital	**Share premium**	**Own shares**	**Retained earnings/Accumulated losses**	**Total**	**Non-controlling interests**	**Total equity**
As at 1 January 2012		**29,593**	**435,560**	**(150)**	**(143,436)**	**321,567**	**19,974**	**341,541**
Issue of shares	26	118,374	710,240	-	-	828,614	-	828,614
Share issue costs		-	(4,524)	-	-	(4,524)	-	(4,524)
Acquisition of subsidiaries						-		-
Net profit/(loss) for the period		-	-	-	*(124,890)*	*(124,890)*	*143*	*(124,747)*
Total loss for the period		-	-	-	(124,890)	(124,890)	143	(124,747)
As at 30 September 2012 (unaudited)		**147,967**	**1,141,276**	**(150)**	**(268,326)**	**1,020,767**	**20,117**	**1,040,884**

	Note	Share capital	Share premium	Own shares	Retained earnings/Accumulated losses	Total	Non-controlling interests	Total equity
As at 1 January 2011		**5,919**	**166,903**	**(150)**	**(230,874)**	**(58,202)**	**-**	**(58,202)**
Issue of shares		23,674	269,891	-	-	293,565	-	293,565
Transaction costs		-	(1,234)	-	-	(1,234)	-	(1,234)
Acquisition of subsidiaries		-	-	-	-	-	-	-
Net profit/(loss) for the period		-	-	-	*(31,438)*	*(31,438)*	-	*(31,438)*
Total loss for the period		-	-	-	(31,438)	(31,438)	-	(31,438)
As at 30 September 2011 (restated, unaudited)		**29,593**	**435,560**	**(150)**	**(262,312)**	**202,691**	**-**	**202,691**

ADDITIONAL EXPLANATORY NOTES

The interim condensed financial statements of the Company cover the 3-month and 9-month periods ending on 30 September 2012 and contain comparative data as required by the International Financial Reporting Standards ("IFRS").

The statement of comprehensive income includes the data for the 3-month and 9-month periods ending on 30 September 2012 and comparative figures for the 3-month and 9-month periods ending on 30 September 2011.

The data for the 3-month and 9-month periods ending on 30 September 2012 and comparative figures for the 3-month and 9-month periods ending on 30 September 2011 were not subject to a review or an audit by an auditor.

The interim financial result may not fully reflect the financial result which can be realised for the financial year.

On 14 November 2012 these interim condensed consolidated financial statements of the Group for the 3-month and 9-month periods ending on 30 September 2012 were approved for publication by the Management Board.

1. General Information

NFI Midas S.A. Capital Group ("Group") is made up of NFI Midas S.A. ("parent", "Company", "Fund") and its subsidiaries. The parent is entered in the commercial register of the National Court Register kept by the District Court in Warsaw, Division XII Commercial of the National Court Register, under KRS 0000025704.

The parent company was granted statistical number REGON 010974600.

The parent company and other Group entities have an unlimited period of operation.

The main area of the Group's business activities is telecommunications activities conducted within the territory of Poland.

The direct parent company of the Fund is Litenite Limited with its registered office in Nicosia, Cyprus ("Litenite").

The subsidiaries of the Fund which belong to the Group and are subject to full consolidation are:

Entity	Registered office	Scope of activity	Share of Fund in equity in %	
			30 September 2012	31 December 2011
CenterNet S.A. ("CenterNet")	Warsaw	telecommunications	100 %	100 %
Mobyland Sp. z o.o. ("Mobyland")	Warsaw	telecommunications	100 %	100 %
Conpidon Ltd ("Conpidon")	Nicosia	no operating activities	100 %	100 %
Aero2 Sp. z o.o. ("Aero2")	Warsaw	telecommunications	100 %	100 %
Daycon Trading Ltd ("Daycon")	Nicosia	no operating activities	100 %	100 %
Nova Capital Sp. z o.o. ("Nova")	Warsaw	no operating activities	42.63 %	42.63 %

As at 30 September 2012, the share in the total number of votes held by the Fund in subsidiaries is equal to the Fund's share in the equity of those entities. An exception is Nova, in which the Fund holds 42.63% of the share capital and 50.03% of voting rights.

2. Basis of preparation of interim condensed consolidated financial statements

These interim condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS"), in particular in accordance with IAS 34 and IFRSs endorsed by the European Union. As of the date of approval of these financial statements, in the light of the current process of IFRS endorsement in the European Union and the nature of the Group's activities, there are no differences in the accounting standards applied by the Group and the IFRS which have come into force and the IFRSs endorsed by the European Union.

The IFRS comprise standards and interpretations accepted by the International Accounting Standards Board ("IASB") and the International Financial Reporting Interpretations Committee ("IFRIC").

These interim condensed consolidated financial statements have been presented in Polish zlotys ("PLN") and all values are rounded off to the nearest thousand (PLN '000) except when otherwise indicated.

These interim condensed consolidated financial statements have been prepared assuming that the Group would continue as a going concern in the foreseeable future. As at the date of authorisation of these interim condensed consolidated financial statements, the parent company's Management Board is not aware of any facts or circumstances that would indicate a threat to the continued activity of the Group entities.

The interim condensed consolidated financial statements do not include all the information and disclosures required in annual consolidated financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2011, published on 20 March 2012.

3. Summary of significant accounting policies

The accounting principles adopted in preparing the interim condensed consolidated financial statements are consistent with those adopted in preparing the annual financial statements of the Group for the year ending on 31 December 2011, except for the following new or amended standards and interpretations in force for annual periods beginning on or after 1 January 2012:

- Amendments to IFRS 7 *Financial Instruments: Disclosures*: *Transfers of Financial Assets* – effective for annual periods beginning on or after 1 July 2011.

Presented below are new standards, interpretations or amendments that were issued but are not yet effective at the date of authorisation of these financial statements:

- The first phase of implementation of IFRS 9 *Financial Instruments: Classification and Measurement* - effective for annual periods beginning on or after 1 January 2015 - until the date of approval of these financial statements not endorsed by the EU. In subsequent phases, the IASB will address hedge accounting and impairment. The application of the first phase of IFRS 9 will have an impact on classification and measurement of the financial assets of the Group. The Group will quantify the effect in conjunction with the other phases, when issued, to present a comprehensive picture,
- Amendments to IAS 12 *Deferred Tax: Recovery of Underlying Assets* - effective for annual periods beginning on or after 1 January 2012 – as at the date of approval of these financial statements not endorsed by the EU,
- Amendments to IFRS 1 *First-time Adoption of International Financial Reporting Standards: Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters* - effective for annual periods beginning on or after 1 July 2011 - not endorsed by the EU as at the date of approval of these financial statements,
- IFRS 10 *Consolidated Financial Statements* - effective for annual periods beginning on or after 1 January 2013 – as at the date of approval of these financial statements not endorsed by the EU,
- IFRS 11 *Joint Arrangements* - effective for annual periods beginning on or after 1 January 2013 – as at the date of approval of these financial statements not endorsed by the EU,
- IFRS 12 *Disclosure of Interests in Other Entities* - effective for annual periods beginning on or after 1 January 2013 – as at the date of approval of these financial statements not endorsed by the EU,
- Amendments to IFRS 10, IFRS 11 and IFRS 12 *Transition Guidance* - effective for annual periods beginning on or after 1 January 2013 - not endorsed by the EU as at the date of approval of these financial statements,
- IFRS 13 *Fair Value Measurement* - effective for annual periods beginning on or after 1 January 2013 – as at the date of approval of these financial statements not endorsed by the EU,
- IFRS 27 *Separate Financial Statements* - effective for annual periods beginning on or after 1 January 2013 – as at the date of approval of these financial statements not endorsed by the EU,
- IFRS 28 *Investments in associates and joint ventures* - effective for annual periods beginning on or after 1 January 2013 – as at the date of approval of these financial statements not endorsed by the EU,
- Amendments to IAS 19 *Employee Benefits* - effective for annual periods beginning on or after 1 January 2013,

- Amendments to IAS 1 *Presentation of Financial Statements: Presentation of Items of Other Comprehensive Income* - effective for annual periods beginning on or after 1 July 2012,
- IFRIC 20 Stripping Costs in the Production Phase of a Surface Mine - effective for annual periods beginning on or after 1 January 2013 - not endorsed by the EU as at the date of approval of these financial statements,
- Amendments to IFRS 7 *Financial Instruments: Disclosures*: *Offsetting Financial Assets and Financial Liabilities* - effective for annual periods beginning on or after 1 January 2013 - not endorsed by the EU as at the date of approval of these financial statements,
- Amendments to IAS 32 *Financial Instruments: Presentation: Offsetting Financial Assets and Financial Liabilities* - effective for annual periods beginning on or after 1 January 2014 - not endorsed by the EU as at the date of approval of these financial statements,
- Amendments to IFRS 1 *First-time Adoption of International Financial Reporting Standards: Government Loans* – effective for annual periods beginning on or after 1 January 2013 - not endorsed by the EU as at the date of approval of these financial statements,
- Improvements to IFRSs (issued in May 2012) - effective for annual periods beginning on or after 1 January 2013 - not endorsed by the EU until the date of approval of these financial statements.

The Group has not adopted early any standard, interpretation or amendment that was issued but is not yet effective.

4. Segment information

The Group's activities are treated by the Management as a single cohesive operating segment covering wholesale telecommunications activity. The Management evaluates the financial results of the Group by analysing its interim condensed consolidated financial statements.

5. Seasonality of activities

The Group's activities are not of a seasonal nature. The results presented by the Group do not therefore show any significant fluctuations during the year.

6. Revenue

	6-month period ending on 30 June 2012 in thousands PLN	**9-month period ending on 30 September 2012 in thousands PLN**	**6-month period ending on 30 June 2011 in thousands PLN**	**9-month period ending on 30 September 2011 in thousands PLN**
Sales of telecommunications services	35,059	57,423	13,785	19,277
Revenues from sales of goods	3,859	3,883	1	28
Total	**38,918**	**61,306**	**13,786**	**19,305**

On 28 September 2012 Mobyland entered with Cyfrowy Polsat S.A. into an understanding regarding the Agreement of 15 December 2010 concerning the rules of cooperation between Mobyland and Cyfrowy Polsat within the scope related to Mobyland providing data transmission services to Cyfrowy Polsat. Under the amendment to the terms and conditions under which, starting from 1 September 2012, Mobyland provides data transmission services to Cyfrowy Polsat, the parties agreed that Cyfrowy Polsat would raise the volume of the previous orders for data transmission services by issuing Order 3 for 31 million GB for the total value of PLN

204,749,000 net, but at the same time, from that date, the parties would apply a new lower rate of PLN 0.00645 net per 1MB of transferred data.

Further information on the above understanding may be found in section 10 of Other Information for the Quarterly Report, which is a component part of this report.

7. Costs by type

In the 9-month period ending on 30 September 2012 costs by type increased by PLN 145,099,000 compared to the same period last year. This change results from the acquisition of or take-over of control over the following companies: Mobyland in June 2011 and Aero2 in December 2011. Aero2 has been gradually increasing the number of base stations. Together with this increase, maintenance and operating expenses of the Group's telecommunications network are rising too. By the date of this quarterly report the Group completed Phase I of the expansion of the telecommunications network (the so-called Project 700) as the Fund announced in Current Report No. 51/2012 of 9 November 2012 and launched Phase II of the expansion of the telecommunications network by submitting orders under the cooperation agreement for the mutual provision of services for the use of telecommunications infrastructure signed on 30 March 2012 with Polkomtel Sp. z o.o.

In addition, the above amount of PLN 145,099,000 includes an increase in depreciation and amortisation by PLN 63,866,000 compared to the same period last year, which consists of depreciation of fixed assets held by Mobyland and Aero2, and the amortisation write-offs on the fair value measurement of the licence in Aero2 and Mobyland.

It should be noted that during the 3-month period ending on 30 September 2012 the Group incurred one-off costs equal to PLN 5,400,000 for a radio licence granted to Mobyland.

8. Financial income

In the 9-month period ending on 30 September 2012, financial income rose by PLN 7,199,000 compared to the same period last year. This change results from an increase in the amount of interest on cash invested in interest-bearing bank deposits and interests on loans granted to related entities.

9. Finance costs

In the 9-month period ending on 30 September 2012 finance costs increased by PLN 604,000 compared to the same period last year. This change results mainly from interest on the finance lease of base stations and interest on a bank loan drawn by Aero2 from INVEST-BANK before its acquisition by NFI Midas.

10. Property, plant and equipment

10.1. Purchases and disposals

During the 9-month period ending on 30 September 2012 the Group acquired property, plant and equipment with a value of PLN 38,332,000 (mainly telecommunications infrastructure bought from IT Polpager and ATM).

During the 9-month period ending on 30 September 2011, the Group did not acquire any items of property, plant and equipment with a significant value.

During the 9-month period ending on 30 September 2012 and the 9-month period ending on 30 September 2011, the Group did not dispose of any items of property, plant and equipment with a significant value.

10.2. Write-downs for impairment

During the period ending on 30 September 2012, the Group recognised a write-down for impairment of property, plant and equipment in the amount of PLN 589,000. In the corresponding period of the previous year, the Group did not recognise any significant write-downs for impairment of property, plant and equipment.

11. Intangible assets

11.1. Purchases and disposals

During the 9-month period ending on 30 September 2012 and the 9-month period ending on 30 September 2011, the Group did not acquire or dispose of any items of intangible assets with a significant value, except for intangible assets acquired as a part of the acquisition of Mobyland, as described in Note 24.1.

11.2. Write-downs for impairment

During the period ending on 30 September 2012 and the corresponding period of the previous year, the Group did not recognise any significant write-downs for impairment of intangible assets.

12. Cash and cash equivalents

For the purpose of the interim condensed consolidated statement of cash flows, cash and cash equivalents comprise the following:

	30 September 2012 in thousands PLN	**30 September 2011 in thousands PLN**
Cash at bank and on hand	21,885	13,701
Short-term bank deposits	132,301	-
Interest accrued on bank deposits	404	-
Others	-	584
Cash and cash equivalents	**154,590**	**14,285**

13. Trade and other receivables

During the 9-month period ending on 30 September 2012 the Group's receivables rose by PLN 41,483,000 compared to the balance as at 31 December 2011. This change is mainly due to growth in VAT receivables by PLN 16,397,000, in trade receivables for settlements with Polkomtel (in connection with the agreement referred to in Note 16) by PLN 10,487,000 and in trade receivables from other customers by PLN 14,599,000 including trade receivables from Sferia S.A. in the amount of PLN 8,019,000.

14. Provisions

During the 9-month period ending on 30 September 2012, the Group did not recognise any significant movements in the balance of provisions in comparison to those described in the annual consolidated financial statements for 2011.

15. Interest-bearing loans and borrowings and issued commercial papers

On 17 February 2012 the Group issued 20,000 registered series MID0612.3 debt papers with a par value of PLN 1,000 each and a total par value of PLN 20,000,000 for an issue price equal to their nominal value. All those papers were acquired by Alior Bank S.A. with its registered office in Warsaw. The papers were secured and subject to repayment in full on 30 June 2012. The interest rate was equal to WIBOR 1M + 2.5 percentage points. On 26 April 2012 the Group proceeded with an early redemption of series MID0612.1, MID0612.2, MID0612.3 debt papers with the total value of PLN 71,500,000 together any accrued interest for the total amount of PLN 1,730,000.

16. Deferred revenue

As at 30 September 2012 the Group recognised deferred revenue of PLN 231,893,000 (as at 31 December 2011 PLN 135,539,000). This item consists of long-term deferred revenue in the amount of PLN 39,167,000 and short-term deferred revenue of PLN 192,726,000 (as at 31 December 2011 respectively: PLN 35,358,000 and PLN 100,181,000).

The increase in the value of deferred income recorded in the 9-month period ending on 30 September 2012 results from orders placed to Mobyland in that period under the agreements, basing on which Mobyland provides Data Transmission Services (LTE and HSPA+ technologies) to Polkomtel Sp. z o.o. and Cyfrowy Polsat S.A. Each order placed to date is payable in 12 monthly instalments on the basis of invoices issued by Mobyland, and this is reflected in the value of deferred revenue. In turn, in line with the use of the data transmission packets ordered, deferred revenue is recognised in the statement of comprehensive income, where it appears under revenues from sales proportionally to the number of gigabytes (GB) actually used within a given order. As at 30 September 2012, the value of the remaining paid instalments to be settled under the orders submitted as a part of the agreement with Cyfrowy Polsat totalled PLN 145,758,000. In turn, the corresponding value of the instalments paid under the agreement with Polkomtel amounted to PLN 41,620,000.

Furthermore, the amount of deferred revenue resulting from the agreement with Sferia for mutual utilisation of telecommunications infrastructure, in comparison with the balance as at 31 December 2011, decreased by PLN 2,254,000 and as at 30 September 2012 reached PLN 21,711,000.

The remaining balance of deferred revenue is made up of EU subsidies in the amount of PLN 22,475,000 and settlements for sales of telecommunications services (prepaid) equal to PLN 329,000.

17. Loans, borrowings and other financial liabilities

In the 9-month period ending on 30 September 2012, financial liabilities decreased by PLN 94,273,000. This change was caused by a redemption of the papers for the total amount of PLN 73,230,000, a reduction in the finance lease liabilities by PLN 30,330,000, a reduction in the balance of loans and borrowings by PLN 12,565,000 (including repayment of the principal under the loan contracted from INVEST-BANK S.A. for PLN 12,187,000), a growth in liabilities for the issue of debt papers by PLN 21,460,000 and settlements of the commission due for issued papers in the amount of PLN 392,000.

18. Financial risk management objectives and policies

During the 9-month period ending on 30 September 2012, the Group did not recognise any significant changes in financial risk or in the objectives and policies of managing such risk in relation to those described in the 2011 annual consolidated financial statements.

19. Capital management

During the 3-month period ending on 30 September 2012, the Group did not change its goals, principles or procedures for capital management compared to those disclosed in the 2011 annual consolidated financial statements.

20. Contingent liabilities

	30 September 2012 **in thousands PLN**	**31 December 2011** **in thousands PLN**
Liabilities under bank guarantees granted as security for the performance of trade agreements and for the implementation of the decision of the President of the Office of Electronic Communications	512	4,310

Total contingent liabilities	**512**	**4,310**

As at 30 September 2012 contingent liabilities of the Group amounted to PLN 512,000. Compared with contingent liabilities presented in the annual consolidated financial statements for 2011, in January 2012 bank guarantees on behalf of CenterNet for the benefit of Oracle Polska Sp. z o.o. with the total value of PLN 400,000 expired, while in May and September 2012 bank guarantees issued on behalf of CenterNet for the benefit of PTC Sp. z o.o. and Polkomtel Sp. z o.o. with a total value of PLN 3,365,000 expired, whereas the guarantees issued by Aero2 for the benefit of PTC Sp. z o.o. and PTK Centertel Sp. z o.o. decreased in aggregate by PLN 34,000.

21. Trade and other liabilities

On 28 February 2012, NFI Midas concluded an agreement with Litenite Limited with its registered office in Nicosia, Cyprus for a mutual set-off of receivables (the "Agreement").

Pursuant to the Agreement, on 28 February 2012, NFI Midas and Litenite made a contractual set-off of receivables in the amount of PLN 546,864,000 due to NFI Midas from Litenite from Litenite's obligation to pay for 781,234,152 D series shares in NFI Midas covered by a basic subscription submitted by Litenite on 28 February 2012 at an issue price of PLN 0.70 per share, as part of a public offering of D series shares (a closed subscription), against a receivable in the amount of PLN 548,000,000 due from NFI Midas to Litenite as payment of the sale price for 100 per cent of the shares in Conpidon Limited on the basis of an agreement for the sale of shares in the company Conpidon Limited with its registered office in Nicosia, Cyprus. As a result of the contractual set-off, the above receivable due to NFI Midas was written off in full, i.e. in the amount of PLN 546,864,000, and the above receivable due to Litenite was partially written off, i.e. to the amount of PLN 1,136,000. On 26 April 2012, NFI Midas paid the remaining amount of PLN 1,136,000.

22. Capex liabilities

During the 9-month period ending on 30 September 2012, the Group did not incur any capex liabilities that have not been disclosed in these financial statements.

23. Related party disclosures

During the 3-month and the 9-month periods ending on 30 September 2012 the Group did not enter into any significant transactions with related parties contracted otherwise than on an arm's length basis.

The table below presents the total values of transactions with related parties entered into during the 3-month and the 9-month periods ending respectively on 30 September 2012 and 30 September 2011, and the balances of receivables and liabilities as at 30 September 2012 and 31 December 2011:

Related party:		***Revenues from mutual transactions, of which:***	***from sales***	***interest on loans***	***other***	***Costs of mutual transactions, of which:***	***interest on papers***	***interest on loans***	***other***
	2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Aero2	*2011*	-	-	-	-	12,205	-	1,227	10,978
	2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Mobyland	*2011*	5,837	5,837	-	-	652	652	-	-
	2012	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Nova Capital	*2011*	-	-	-	-	240	-	240	-
Sferia	*2012*	11,777	10,051	1,659	67	7,662	-	-	7,662

	2011	367	-	367	-	90	-	-	90
Cyfrowy Polsat	*2012*	25,931	25,800	-	131	24	-	-	24
	2011	3,719	3,719	-	-	13	-	-	13
INVEST-BANK	*2012*	903	-	-	903	3,184	-	3,176	8
	2011	-	-	-	-	-	-	-	-
Inwestycje Polskie	*2012*	-	-	-	-	233	-	-	233
	2011	-	-	-	-	25	-	-	25
RS TV	*2012*	7		-	7	484	-	-	484
	2011	-	-	-	-	-	-	-	-
Polkomtel	*2012*	18,570	18,527	-	43	18,624	-	-	18,624
	2011	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Teleaudio Dwa	*2012*	-	-	-	-	120	-	-	120
	2011	-	-	-	-	-	-	-	-

Related party:		***Receivables from related parties, of which:***	***trade receivables***	***loans***	***other***	***Liabilities to related parties, of which:***	***trade liabilities***	***loans***	***other***
Sferia	*2012*	53,491	13,085	37,224	3,182	23,271	1,560	-	21,711*
	2011	44,558	5,066	35,564	3,928	25,585	1,620	-	23,965*
Cyfrowy Polsat	*2012*	10,580	10,580	-	-	145,764	6	-	145,758*
	2011	288	288	-	-	94,281	-	-	94,281*
INVEST-BANK	*2012*	-	-	-	-	49,912	-	49,912	-
	2011	-	-	-	-	62,247	-	62,247	-
Litenite	*2012*	-	-	-	-	-	-	-	-
	2011	-	-	-	-	548,249	-	-	548,249
Inwestycje Polskie	*2012*	-	-	-	-	-	-	-	-
	2011	-	-	-	-	1	1	-	-
RS TV	*2012*	-	-	-	-	254	254	-	-
	2011	-	-	-	-	1	1	-	-
Polkomtel	*2012*	10,487	10,487	-	-	54,041	12,421	-	41,620*
	2011	-	-	-	-	1,143	1,143	-	-
Media Biznes	*2012*	-	-	-	-	-	-	-	-
	2011	-	-	-	-	12	12	-	-

*Amounts recognised as deferred revenue

24. Measurement of Mobyland's and Aero2's concessions

24.1. Measurement of Mobyland's concession

As at 30 June 2012, the final purchase price allocation of Mobyland was made in accordance with IFRS 3 *Business Combinations*. The Management Board measured the 1800 MHz concession at fair value. The effect of that measurement was recognised in the consolidated financial statements as at 30 June 2012. The existing book value of Mobyland's concession as at the acquisition date, i.e. 6 June 2011, amounted to PLN 77,738,000 net. The goodwill recognised provisionally as at 6 June 2011 amounted to PLN 115,591,000. The fair value measurement as at the date of acquisition of Mobyland resulted in an increase in the value of the concession to PLN 170,000,000, i.e. by about PLN 92,262,000 as at 6 June 2011. In connection with the fair value measurement of the concession, a deferred tax liability was recognised as at 6 June 2011 in the amount of PLN 17,530,000. The existing goodwill was reduced by PLN 92,262,000 and increased by the provision for deferred tax in the amount of PLN 17,530,000. Amortisation for 2011 was increased by PLN 4,620,000. Those adjustments resulted in a change of comparative data - the change is presented in Note 24.3.

24.2. Valuation of Aero2's concession

As at 30 June 2012, the final purchase price allocation of the Conpidon Group was made, in accordance with IFRS 3 *Business Combinations*. The Management Board measured the 900 MHz and 2600 MHz concessions at fair value. The effect of that measurement was recognised in the consolidated financial statements as at 30 June 2012. The owner of the concession in the Conpidon Group is the company Aero2. The existing book value of Aero2's concession as at the acquisition date, i.e. 9 December 2011, amounted to PLN 195,551,000 net. The goodwill recognised provisionally as at 9 December 2011 amounted to PLN 205,686,000. The fair value measurement as at the date of acquisition resulted in an increase in the value of the concession to PLN 631,000,000. The remeasurement of the concession to fair value caused an increase in the value of the concession by PLN 435,449,000 as at 9 December 2011. In that connection, profit from a bargain purchase was disclosed in the amount of PLN 147,028,000 (after reduction by deferred tax), and this was presented in other operating revenues for the year ending on 31 December 2011. A provision for deferred tax was disclosed in the amount of PLN 82,735,000 as at 9 December 2011. Amortisation for 2011 was increased by PLN 1,948,000. Those adjustments resulted in a change of comparative data - the change is presented in Note 24.3.

24.3. Comparative data adjustments

The tables below show the effect of settlements of the purchases described in Notes 24.1 and 24.2 on the comparative data.

	Value of frequency reservations	Goodwill	Deferred tax liability	Tangible assets	Long-term provisions	Net profit/loss for the year ending on 31 December 2011	Retained loss	Equity
As at 31 December 2011, according to the approved consolidated financial statements for the period	**362,327**	**321,649**	**0**	**295,502**	**0**	**(54,342)**	**(230,872)**	**199,763**
Adjustments:								
- valuation of Mobyland concession	87,642	(74,732)	16,652	0	0	(3,742)	0	(3,742)
- valuation of Aero2 concession	433,501	(205,686)	82,365	2,910	2,840	145,520	0	145,520
As at 31 December 2011 after adjustments	**883,470**	**41,231**	**99,017**	**298,412**	**2,840**	**87,436**	**(230,872)**	**341,541**

	Net loss
For the period from 1 January 2011 to 30 September 2011, according to the approved consolidated financial statements for the period	**(29,300)**
Adjustments:	
- additional amortisation on the valuation of the Mobyland concession	(2,640)
- settlement of provision for deferred tax on the valuation of the Mobyland concession	502
For the period from 1 January 2011 to 30 September 2011, after adjustments	**(31,438)**

25. Settlement of advances for the construction of telecommunications infrastructure

In connection with the implementation of the project for construction of telecommunications infrastructure, the Aero2 subsidiary paid advances to the respective contractor, IT Polpager S.A. corresponding to the progress of works.

The balance of outstanding advances as at 30 September 2012 amounted to PLN 53,484,000.

As at the date of this quarterly report, the balance of advances is PLN 6,414,000.

26. Share capital increase

In the first quarter of 2012 the Fund successfully conducted a public offering of 1,183,733,400 D class ordinary bearer shares with a par value of PLN 0.10 each. The share issuance was conducted in observance of the pre-emptive right of existing shareholders. Each existing share gave entitlement to 1 pre-emptive right to acquire 4 shares in the new issue. The issue price established by the Management Board, with the consent of the Supervisory Board, amounted to PLN 0.70.

On 18 April 2012, the District Court for the City of Warsaw in Warsaw, Division XII Commercial of the National Court Register, registered the increase of the Fund's share capital. The Fund's share capital was increased from PLN 29,593,335.00 to PLN 147,966,675.00.

As a result of the above, as at the date of the publication of this report, the Fund's share capital amounts to PLN 147,966,675.00 and is divided into 1,479,666,750 ordinary bearer shares with a nominal value of PLN 0.10 each, including:

- 11,837,334 A class shares,
- 47,349,336 B class shares,
- 236,746,680 C class shares,
- 1,183,733,400 D class shares.

Each ordinary share gives the right to one vote at the General Meeting of Shareholders.

All shares issued were paid up in full and registered with the National Court Register.

As a result of the issue of D class shares, the company obtained PLN 828,614,000 of capital, while the cost of the issue was PLN 4,524,000. The Company received cash in the amount of PLN 281,750,000, with the remaining PLN 546,864,000 compensated by a liability which the Company held in relation to Litenite Limited resulting from the purchase of the subsidiary Aero2 Sp. z o.o. The method of settlement has been described in Note 21 to these financial statements.

27. Subsequent events

On 5 November 2012, the Fund accepted (signed) a key term sheet for a loan submitted to the Fund by Bank Zachodni WBK S.A. and Banco Santander S.A. (Term Sheet 1), and signed the financing conditions for investment credit from Alior Bank S.A. (Term Sheet 2). The a/m documents (the so-called Term Sheets) form the basis for further negotiations and for the preparation of loan agreements and other agreements on terms and conditions described below.

The subject of Term Sheet 1 signed with Banco Santander S.A. and Bank Zachodni WBK S.A. (jointly as Bank 1) is a secured trade loan (Loan 1) for up to PLN 364 million. The purpose of Loan 1 will be to finance the expansion of the telecommunications network in Poland (Project) undertaken by the Fund on the basis of the framework agreement for the supply, integration and maintenance of access telecommunications network components entered into with Ericsson and Nokia Siemens Networks (the conclusion of the foregoing agreements was described in the current reports, respectively No. 35/2012 of 23 July 2012 and No. 39/2012 of 3 September 2012). Loan 1 is supposed to be granted for a period of 7 years provided that the period during which the Fund will be able to use the committed amount of Loan 1 will equal no more than 3 years (Drawing Period). During the Drawing Period, Loan 1 will bear interest at a floating rate based on WIBOR 6M plus the margin of Bank 1. In the remaining period, Loan 1 will bear interest at a fixed rate determined on an arm's length basis.

The principal under Loan 1 will have to be repaid in 8 subsequent equal 6-month instalments, the first instalment falling 6 months from the termination of the Drawing Period under Loan 1. Interest will be calculated based on the principal of Loan 1 drawn and outstanding on the foregoing interest rate terms for Loan 1 and will be repaid in quarterly instalments. The Management Board of the Fund would like to note that the above described terms and conditions for granting Loan 1 and for its interest rate will be subject to acceptance by Swedish and Finnish export agencies, so they may be subject to change. The Management Board of the Fund plans to use proceeds from Loan 1 to finance Phase III of the expansion of the telecommunications network, including among others the construction of up to 700 base stations and the optimisation of the telecommunications network.

The subject of Term Sheet 2 signed with Alior Bank S.A. (Bank 2) is an investment loan (Loan 2) in the amount of PLN 150 million. The purpose of Loan 2 is to finance the expansion of the telecommunications network by two companies belonging to the Midas Capital Group (Group). Loan 2 is supposed to be granted for a period of up to 5.5 years, and the period during which the Fund will be able to use the committed amount of Loan 2 will be 2 years. Loan 2 will bear interest at a floating rate based on WIBOR 1M plus the margin of Bank 2. Loan 2 will be repaid in 12 quarterly instalments. The amount of the first three instalments will reach PLN 1.5 million, while the remaining ones, except the last one equal to PLN 15.9 million, will be repaid in the amount of PLN 16.2 million. The repayment of the first of the aforementioned instalments will be on 30 June 2015. The Management Board of the Fund intends to use proceeds from Loan 2 to finance Phase II of the expansion of the telecommunications network, including, among others, the integration of up to 3,400 base stations as a part of the cooperation with Polkomtel Sp. z o.o.

Details concerning the conclusion of the a/m Term Sheets, including information on collateral agreed for the loans and terms and the conditions for their use were publicly disclosed in Current Report No. 49/2012 of 5 November 2012.

On 5 November 2012, the Management Board of the Fund adopted a resolution to initiate actions aimed at arranging the issue of ordinary covered bonds of the Fund ("Bonds"). Pursuant to the resolution the value of issued Bonds will reach up to PLN 250 million. Proceeds from the issue of Bonds will supplement proceeds obtained under the Loan Agreement with Alior Bank S.A. which will be entered into on the basis of Term Sheet 2 and will be used to finance Phase II of the project for the expansion of the telecommunications network by companies belonging to the Midas Capital Group. The Management Board intends to propose the issue of bonds to no more than 99 investors. The Fund would like to note that the a/m resolution does not contain any terms and conditions for the issue of bonds but constitutes only a decision indicating the very intention to arrange the issue.

Details concerning the resolution, including information on the statement of Mr. Zygmunt Solorz-Żak on his willingness to purchase Bonds for approx. PLN 200 million or to indicate an entity which would acquire such Bonds in his place were communicated to the public in Current Report No. 50/2012 of 5 November 2012.

On 8 November 2012 Aero2 submitted two orders whose total value calculated on the basis of the 5-year period of services covered by these orders amounted to PLN 591.4 million. The a/m orders were placed under the agreement for the mutual provision of services for the use of telecommunications infrastructure ("Agreement") concluded on 30 March 2012 with Polkomtel Sp. z o.o. ("Polkomtel") and disclosed by the Fund in its Current Report No. 22/2012 of 30 March 2012. Following the foregoing orders the total value of orders submitted since 30 March 2012, i.e. since the execution of the Agreement and the submission of the first order thereunder, exceeded 10% of the Fund's equity and reached PLN 664.8 million. The subject of the Agreement is specification of the rules of cooperation between Aero2 and Polkomtel involving receipt of access by each of the Parties - within the scope specified in the Agreement - to the telecommunications infrastructure of the other Party, and mutual rendering by the Parties - based on their telecommunications infrastructure - of services for the needs of their conducting telecommunications activities (providing wholesale and retail telecommunication services) using frequencies held by the Parties and for the needs of Aero2 rendering services to Mobyland and CenterNet under separate agreement(s) within the scope of construction and granting access to telecommunications networks in order to use radio frequencies at the disposal of Mobyland and CenterNet under a decision of the President of the UKE on frequency reservations. Details of orders submitted by Aero2 were communicated to the public in Current Report No. 52/2012 of 9 November 2012.

On 9 November 2012 Aero2 completed the implementation of the so-called Project 700, referred to by the Fund in the prospectus of NFI Midas S.A. under which the Fund offered for subscription and applied for admission and introduction to trading on a regulated market its D class shares. As a part of the project Aero2 expanded the network of base stations operating under HSPA + and LTE technologies from 640 to 690 units which in the most optimal way satisfies the assumptions of Project 700. Aero2 acquired or built a network of base stations together with the transmission infrastructure allowing the use, in aggregate, as a part of the telecommunications network of Aero2, of 690 base stations operating under HSPA + and LTE technologies. Total expenditures for the so-called Project 700 equalled PLN 191.9 million net, of which a part of the funds originated from the issue of D class shares. The completion of the so-called Project 700 was made public through Current Report No. 51/2012 of 9 November 2012.

NFI MIDAS Spółka Akcyjna

INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE 3-MONTH AND 9-MONTH PERIODS ENDING ON 30 SEPTEMBER 2012

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INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME

for the 9-month period ending on 30 September 2012

	Note	**3-month period ending on 30 September 2012 in thousands PLN** *(unaudited)*	**9-month period ending on 30 September 2012 in thousands PLN** *(unaudited)*	**3-month period ending on 30 September 2011 in thousands PLN** *(unaudited)*	**9-month period ending on 30 September 2011 in thousands PLN** *(unaudited)*
Continuing operations					
Depreciation/Amortisation		(2)	(7)	(4)	(20)
Wages and salaries		(125)	(388)	(294)	(388)
Other costs by type		(195)	(867)	(210)	(738)
Other operating income		-	-	3	1,102
Other operating expenses		-	-	-	(2)
Profit/ (loss) on operating activities		**(322)**	**(1,262)**	**(505)**	**(46)**
Financial revenue	6	3,932	9,889	1,052	1,262
Other finance costs	7	(476)	(3,383)	(1,115)	(6,039)
Profit/ (loss) on financial activities		**3,456**	**6,506**	**(63)**	**(4,777)**
Profit/ (loss) before tax		**3,134**	**5,244**	**(568)**	**(4,823)**
Current income tax		-	-	-	-
Deferred tax		-	-	-	-
Total income tax expense		-	-	-	-
Net profit/ (loss) from continuing operations		**3,134**	**5,244**	**(568)**	**(4,823)**
Net profit/ (loss) for the period		**3,134**	**5,244**	**(568)**	**(4,823)**
TOTAL COMPREHENSIVE INCOME/ (LOSS) FOR THE PERIOD		**3,134**	**5,244**	**(568)**	**(4,823)**
Average weighted number of ordinary shares		1,138,366,354	1,138,366,354	175,166,595	175,166,595
Net profit / (loss) from continuing operations per share attributable to equity holders of the fund (in PLN)		0.003	0.005	(0.003)	(0.028)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

as at 30 September 2012

	Note	30 September 2012 in thousands PLN *(unaudited)*	31 December 2011 in thousands PLN *(audited)*
ASSETS			
Non-current assets			
Property, plant and equipment		15	22
Other financial assets (non-current)		966,517	966,203
Total non-current assets		**966,532**	**966,225**
Current assets			
Inventories		17	-
Trade and other receivables	13	136,018	42,197
Cash and cash equivalents	10	133,578	3,244
Other short-term prepayments		23	1,199
Total current assets		**269,636**	**46,640**
Total assets		**1,236,168**	**1,012,865**

	Note	30 September 2012 in thousands PLN *(unaudited)*	31 December 2011 in thousands PLN *(audited)*
EQUITY AND LIABILITIES			
Equity			
attributable to equity holders of the Company, including:			
Share capital	15	147,967	29,593
Share premium		1,141,371	435,655
Treasury shares		(150)	(150)
Other reserve capital		-	-
Retained earnings/Accumulated losses		(78,635)	(83,879)
Retained profit / (loss)		(83,879)	(78,210)
Net profit/ (loss) for the current period		5,244	(5,669)
Total equity		**1,210,553**	**381,219**
Non-current liabilities			
Other liabilities		25,425	24,021
Total non-current liabilities		**25,425**	**24,021**
Current liabilities			
Trade and other liabilities	14	134	548,713
Deferred revenue		-	54
Borrowings	12	-	7,411
Other financial liabilities	12	-	51,379
Accruals		56	68
Total current liabilities		**190**	**607,625**
Total equity and liabilities		**1,236,168**	**1,012,865**
Number of shares		1,479,661,750	295,928,350

INTERIM CONDENSED STATEMENT OF CASH FLOWS

for the 9-month period ending on 30 September 2012

	Note	9-month period ending on 30 September 2012 in thousands PLN *(unaudited)*	9-month period ending on 30 September 2011 in thousands PLN *(unaudited)*
Profit / (loss) before taxation		**5,244**	**(4,823)**
Depreciation and amortisation		7	20
Interest expense		2,986	3,241
Profit / (loss) on investing activities		-	7
Exchange rate differences		6	(63)
Change in assets and liabilities related to operating activities:			
- trade and other receivables		265	28
- inventories		(17)	(40)
- trade and other liabilities		(95)	(582)
- deferred revenue		(54)	-
- accruals		(35)	(47)
Interest revenue		(4,651)	-
Commission on the issue of papers		392	-
Other adjustments		223	1,227
Net cash flow from operating activities		**4,271**	**(1,032)**
Acquisition of subsidiary		-	(178,770)
Acquisition of subsidiary - deferred payment		(1,136)	-
Purchase of property, plant and equipment and intangible assets		-	(30)
Proceeds from sale of property, plant and equipment and intangible assets		9	-
Loans granted		(90,315)	(20,993)
Interest received		320	-
Other		95	259
Net cash flow from investing activities		**(91,027)**	**(199,533)**
Proceeds from loans		-	5,125
Interest paid on loans		(523)	(66)
Repayment of loans		(7,010)	(2,345)
Proceeds from issue of debt securities		20,000	21,500
Repayment of debt securities		(71,500)	(104,424)
Interest paid on issued papers		(1,730)	(4,533)
Expenses on the issue of papers		(297)	(1,305)
Proceeds from the issue of shares		278,150	292,331
Other		-	520
Net cash flow from financing activities		**217,090**	**206,803**
Net increase in cash and cash equivalents		**130,334**	**6,238**
Cash and cash equivalents at the beginning of the year		**3,244**	**139**
Cash and cash equivalents at the end of the period	10	**133,578**	**6,377**

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

for the 9-month period ending on 30 September 2012

	Note	Share capital	Share premium	Own shares	Retained earnings/Accumulated losses	Total	Total equity
As at 1 January 2012		**29,593**	**435,655**	**(150)**	**(83,879)**	**381,219**	**381,219**
Issue of share capital	15	118,374	710,240	-	-	828,614	828,614
Share issue costs		-	(4,524)	-	-	(4,524)	(4,524)
Net profit for the period		-	-	-	*5,244*	*5,244*	*5,244*
Total income for the period		-	-	-	5,244	5,244	5,244
As at 30 September 2012 (unaudited)		**147,967**	**1,141,371**	**(150)**	**(78,635)**	**1,210,553**	**1,210,553**

	Note	Share capital	Share premium	Own shares	Retained earnings/Accumulated losses	Total	Total equity
As at 1 January 2011		**5,919**	**166,998**	**(150)**	**(78,210)**	**94,557**	**94,557**
Issue of share capital		23,674	269,891	-	-	293,565	293,565
Share issue costs		-	(1,234)	-	-	(1,234)	(1,234)
Net loss for the period		-	-	-	*(4,823)*	*(4,823)*	*(4,823)*
Total income for the period		-	-	-	(4,823)	(4,823)	(4,823)
As at 30 September 2011 (unaudited)		**29,593**	**435,655**	**(150)**	**(83,033)**	**382,065**	**382,065**

OWNERSHIP INTERESTS IN SUBSIDIARIES AND SUMMARY OF INVESTMENT PORTFOLIO

CHANGE IN THE CARRYING AMOUNT OF INVESTMENT PORTFOLIO COMPONENTS

	Shares in subsidiaries	Shares in associates	Shares in other domestic entities	Total
Carrying amount as at 1 January 2012	**966,203**	**-**	**-**	**966,203**
Total increases	-	-	-	-
- purchase	-	-	-	-
- share capital increase	-	-	-	-
Total decreases	-	-	-	-
- sales	-	-	-	-
- share of result	-	-	-	-
Carrying amount as at 30 September 2012	**966,203**	**-**	**-**	**966,203**

MARKETABILITY OF INVESTMENT PORTFOLIO COMPONENTS

		Listed (with unrestricted marketability)	With restricted marketability
Shares in subsidiaries	carrying amount	-	966,203
	value at cost	-	966,203
	fair value	-	N/A
	market value	-	N/A
Shares in associates	carrying amount	-	-
	value at cost	-	-
	fair value	-	-
	market value	-	-
Shares in other domestic entities	carrying amount	-	-
	value at cost	-	-
	fair value	-	-
	market value	-	-
TOTAL	carrying amount	-	966,203
	value at cost	-	966,203
	fair value	-	N/A
	market value	-	N/A

For the purpose of classifying investment portfolio components according to marketability, the following rules were accepted:

- **with restricted marketability** - ownership interests and securities not admitted to public trading,
- **with unrestricted marketability** - securities admitted to public trading and listed in public trading by virtue of an administrative decision (shares, bonds) or by virtue of law (treasury bills and treasury bonds), as well as commercial debt securities whose liquidity is guaranteed by the organiser of the issue.

SHARES IN SUBSIDIARIES as at 30 September 2012

Name of entity and legal form	Registered office	Business activity	Nature of capital relationship	Number of shares	Book value of shares	Market value (for listed companies)	Percentage of share capital held	Share in total number of votes at the General Meeting of Shareholders
CenterNet S.A.	Warsaw	Telecommunications services	Subsidiary	4.264.860	238.989	N/A	100.00%	100.00%
Mobyland Sp. z o.o.	Warsaw	Telecommunications services	Subsidiary	204.200	178.770	N/A	100.00%	100.00%
Conpidon Ltd	Nicosia	No operating activities	Subsidiary	221.000	548.444	N/A	100.00%	100.00%
Aero2 Sp. z .o.o.	Warsaw	Telecommunications services	Indirect subsidiary through Conpidon Ltd	221.000	N/A	N/A	100.00%	100.00%
Nova Capital Sp. z o.o.	Warsaw	No operating activities	Indirect subsidiary through Aero2 Sp. z o.o.	62.207	N/A	N/A	42.63%	50.03%
Daycon Trading Ltd	Nicosia	No operating activities	Indirect subsidiary through Aero2 Sp. z o.o.	2.800	N/A	N/A	100.00%	100.00%
Total					**966.203**	**N/A**		

The Fund has no debt securities. During the reporting period there were no significant changes in components of the investment portfolio of the Fund.

ADDITIONAL EXPLANATORY NOTES

The interim condensed financial statements of the Company cover the 3-month and 9-month periods ending on 30 September 2012 and contain comparative data as required by the International Financial Reporting Standards ("IFRS").

The statement of comprehensive income includes the data for the 3-month and 9-month periods ending on 30 September 2012 and comparative figures for the 3-month and 9-month periods ending on 30 September 2011.

The data for the 3-month and 9-month periods ending on 30 September 2012 and comparative figures for the 3-month and 9-month periods ending on 30 September 2011 were not subject to a review or an audit by an auditor.

On 14 November 2012 these interim condensed financial statements of the Company for the 9-month period ending on 30 September 2012 were approved for publication by the Management Board.

The Company also prepared interim condensed consolidated financial statements for the 9-month period ending on 30 September 2012 which were approved by the Management Board for publication on 14 November 2012.

1. General Information

NFI MIDAS S.A. (the "Company") is a joint-stock company with its registered office in Warsaw at ul. Lwowska 19, whose shares are publicly traded.

The Company is entered in the commercial register of the National Court Register kept by the District Court in Warsaw, Division XII Commercial of the National Court Register under KRS 0000025704. The Company was granted statistical number REGON 010974600.

The Company has an unlimited period of operation.

The main area of the Company's business activities includes:

- Financial holding activity (64.20.Z)
- Other forms of granting loans (64.92.Z)
- Other financial services, not classified elsewhere, except for insurance and pension funds (64.99.Z)
- Other activities auxiliary to financial services, except for insurance and pension funds (66.19.Z)
- Purchase and sale of real estate on its own account (68.10.Z).

During the reporting period, there were no changes resulting from business combinations, the Company did not acquire or lose control over subsidiaries or long-term investments, and there were no restructured or discontinued activities.

On 13 July 2012, by resolution of the General Meeting of the Shareholders of Conpidon dated 13 July 2012, a liquidator for that company in the person of Marios Lazarou was appointed. The decision to commence the liquidation of Conpidon was made in connection with the intention to simplify the structure of the Midas Group. As a result of the liquidation of Conpidon, the Fund will become a direct shareholder of Aero2. In November 2012 at the request of the Fund, the Nicosia District Court, Cyprus suspended, with the consent of the liquidator, the proceedings for the liquidation of Conpidon. Liquidation proceedings were suspended for the time necessary for the Management Board of the Fund to analyse alternative methods, other than the liquidation of Conpidon, to simplify the Midas Group structure, a direct effect of which would be the Fund becoming a direct holder of 100% of the shares/control in Aero2.

2. Basis for preparing the interim condensed financial statements

These interim condensed financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS"), in particular in accordance with IAS 34 and IFRSs endorsed by the European Union. As of the date of approval of these financial statements, in the light of the current process of IFRS endorsement in the European Union and the nature of the Group's activities, there are no differences in the accounting standards applied by the Group and the IFRS which have come into force and the IFRSs endorsed by the European Union.

The IFRS comprise standards and interpretations accepted by the International Accounting Standards Board ("IASB") and the International Financial Reporting Interpretations Committee ("IFRIC").

These interim condensed financial statements have been presented in Polish zlotys ("PLN") and all values are rounded off to the nearest thousand (PLN '000) except when otherwise indicated.

These interim condensed financial statements have been prepared assuming that the Group would continue as a going concern in the foreseeable future. As at the date of authorisation of these interim condensed financial statements, the Company's Management Board is not aware of any facts or circumstances that would indicate a threat to the continued activity of the Company.

The interim condensed financial statements do not include all the information and disclosures required in annual financial statements, and should be read in conjunction with the Company's annual financial statements as at 31 December 2011 published on 20 March 2012.

3. Summary of significant accounting policies

The accounting principles adopted in preparing the interim condensed financial statements are consistent with those adopted in preparing the annual financial statements of the Company for the year ending on 31 December 2011, except for the following new or amended standards and interpretations in force for annual periods beginning on or after 1 January 2012:

- Amendments to IFRS 7 *Financial Instruments: Disclosures*: *Transfers of Financial Assets* – effective for annual periods beginning on or after 1 July 2011.

Presented below are new standards, interpretations or amendments that were issued but are not yet effective at the date of authorisation of these financial statements:

- The first phase of implementation of IFRS 9 *Financial Instruments: Classification and Measurement* - effective for annual periods beginning on or after 1 January 2015 – as at the date of approval of these financial statements not endorsed by the EU. In subsequent phases, the IASB will address hedge accounting and impairment. The application of the first phase of IFRS 9 will have an impact on classification and measurement of the financial assets of the Group. The Group will quantify the effect in conjunction with the other phases, when issued, to present a comprehensive picture,
- Amendments to IAS 12 *Deferred Tax: Recovery of Underlying Assets* - effective for annual periods beginning on or after 1 January 2012 – as at the date of approval of these financial statements not endorsed by the EU,
- Amendments to IFRS 1 *First-time Adoption of International Financial Reporting Standards: Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters* - effective for annual periods beginning on or after 1 July 2011 - not endorsed by the EU as at the date of approval of these financial statements,
- IFRS 10 Consolidated Financial Statements - effective for annual periods beginning on or after 1 January 2013 – as at the date of approval of these financial statements not endorsed by the EU,
- IFRS 11 Joint Arrangements - effective for annual periods beginning on or after 1 January 2013 – as at the date of approval of these financial statements not endorsed by the EU,
- IFRS 12 Disclosure of Interests in Other Entities - effective for annual periods beginning on or after 1 January 2013 – as at the date of approval of these financial statements not endorsed by the EU,
- Amendments to IFRS 10, IFRS 11 and IFRS 12 *Transition Guidance* - effective for annual periods beginning on or after 1 January 2013 - not endorsed by the EU as at the date of approval of these financial statements,
- IFRS 13 Fair Value Measurement - effective for annual periods beginning on or after 1 January 2013 – as at the date of approval of these financial statements not endorsed by the EU,
- IFRS 27 Separate Financial Statements - effective for annual periods beginning on or after 1 January 2013 – as at the date of approval of these financial statements not endorsed by the EU,
- IFRS 28 Investments in associates and joint ventures - effective for annual periods beginning on or after 1 January 2013 – as at the date of approval of these financial statements not endorsed by the EU,

- Amendments to IAS 19 *Employee Benefits* - effective for annual periods beginning on or after 1 January 2013,
- Amendments to IAS 1 *Presentation of Financial Statements: Presentation of Items of Other Comprehensive Income* - effective for annual periods beginning on or after 1 July 2012,
- IFRIC 20 Stripping Costs in the Production Phase of a Surface Mine - effective for annual periods beginning on or after 1 January 2013 - not endorsed by the EU as at the date of approval of these financial statements,
- Amendments to IFRS 7 *Financial Instruments: Disclosures*: *Offsetting Financial Assets and Financial Liabilities* - effective for annual periods beginning on or after 1 January 2013 - not endorsed by the EU as at the date of approval of these financial statements,
- Amendments to IAS 32 *Financial Instruments: Presentation: Offsetting Financial Assets and Financial Liabilities* - effective for annual periods beginning on or after 01 January 2014 - not endorsed by the EU as at the date of approval of these financial statements,
- Amendments to IFRS 1 *First-time Adoption of International Financial Reporting Standards: Government Loans* – effective for annual periods beginning on or after 1 January 2013 - not endorsed by the EU as at the date of approval of these financial statements,
- Improvements to IFRSs (issued in May 2012) - effective for annual periods beginning on or after 1 January 2013 - not endorsed by the EU as at the date of approval of these financial statements.

The Company has not adopted early any standard, interpretation or amendment that was issued but is not effective.

4. Segment information

The activities conducted by the Company are treated by the Management Board as a single cohesive operating segment including supervisory activities in relation to subsidiaries operating in the telecommunications industry. The Management evaluates the financial position and results of the Company on the basis of the consolidated financial statements of the Group.

5. Seasonality of activities

The Company’s activities are not of a seasonal nature. The results presented by the Company do not therefore show any significant fluctuations during the year.

6. Financial income

In the 9-month period ending on 30 September 2012 financial income rose by PLN 8,627,000 compared to the same period last year. This change results from the increase in the amount of interest receivable on short-term loans granted (described in Note 13) as well as interest receivable on cash invested in interest-bearing bank deposits, derived from the issue of D class shares.

7. Finance costs

In the 9-month period ending on 30 September 2012 financial liabilities decreased by PLN 2,656,000 compared to the same period last year. This change results from the decrease in the amount of interest accrued on commercial papers issued due to the repayment of the debt arising from the issue of such papers (Note 22 to the annual financial statements for 2011 and Note 12 to these financial statements) as well as interest accrued on loans received (due to early repayment of loans - Note 12).

8. Property, plant and equipment

8.1. Purchases and disposals

During the 9-month period ending on 30 September 2012, the Company did not incur any significant expenditures for property, plant and equipment (as was the case in the corresponding period of the previous year). During the 9-month period ending on 30 September 2012 the Company did not sell any essential items of property, plant and equipment (in the 9-month period ending on 30 September 2011: PLN 9,000).

8.2. Write-downs for impairment

During the 9-month period ending on 30 September 2012 the Company did not make any significant write-downs for impairment of property, plant and equipment (as was the case in the corresponding period of the previous year).

9. Intangible assets

9.1. Purchases and disposals

During the 9-month period ending on 30 September 2012, the Company did not incur any significant expenditures for intangible assets (as was the case in the corresponding period of the previous year). During the 9-month period ending on 30 September 2012, the Company did not sell any items of intangible assets (as was the case in the corresponding period of the previous year).

9.2. Write-downs for impairment

During the 9-month period ending on 30 September 2012 the Company did not make any significant write-downs for impairment of property, plant and equipment (as was the case in the corresponding period of the previous year).

10. Cash and cash equivalents

For the purpose of the interim condensed statement of cash flow, cash and cash equivalents comprise the following:

	30 September 2012 in thousands PLN	**30 September 2011 in thousands PLN**
Cash at bank and on hand	873	5,793
Short-term bank deposits	132,301	-
Interest accrued on bank deposits	404	-
Others	-	584
Cash and cash equivalents	**133,578**	**6,377**

11. Provisions

During the 9-month period ending on 30 September 2012, there were no movements in the level of provisions recognised.

12. Interest-bearing loans and borrowings and papers issued

On 17 February 2012 the Company issued 20,000 registered series MID0612.3 debt papers with a par value of PLN 1,000 each and a total par value of PLN 20,000,000 for an issue price equal to their nominal value. All those papers were acquired by Alior Bank S.A. with its registered office in Warsaw. The papers were secured and subject to repayment in full on 30 June 2012. The interest rate was equal to WIBOR 1M + 2.5 percentage points. On 26 April 2012 the Company proceeded with an early redemption of series MID0612.1, MID0612.2, MID0612.3 debt papers with a total value of PLN 73,230,000, including interest in the total amount of PLN 1,730,000.

As at the end of the reporting period, i.e. as at 30 September 2012, the Fund's subsidiaries, CenterNet and Mobyland, held 22,250 debt papers with a nominal value of PLN 1,000 each and a total nominal value of PLN 22,250,000 issued by the Fund. The maturity date of such debt papers falls on 31 December 2013.

On 26 April 2012 the Company made an early repayment of loans received from Nova for a total of PLN 7,010,000 including accrued interest of PLN 523,000.

13. Trade and other receivables

During the 9-month period ending on 30 September 2012, the Company granted loans for a total of PLN 90,000,000 and EUR 75,000 including:

- Aero 2 Sp. z o.o. ("Aero2"): short-term loans amounting to PLN 90,000,000,
- Conpidon Ltd, Cypriot-law company ("Conpidon"): a long-term loan in the amount of EUR 75,000.

On 17 February 2012, the Company granted Aero2 a loan in the amount of PLN 20,000,000. This loan is secured and subject to repayment in full together with accrued interest on 31 December 2012. The loan bears interest at WIBOR 1M + 3 pp.

On 4 April 2012, the Company granted Conpidon a loan in the amount of EUR 75,000. This loan is unsecured and subject to repayment in full together with accrued interest on 31 December 2013. The loan bears interest at 3.5 pp.

On 26 April 2012, the Company granted Aero2 a loan in the amount of PLN 20,000,000. This loan is secured and subject to repayment in full together with accrued interest on 31 December 2012. The loan bears interest at WIBOR 1M + 3 pp.

On 20 September 2012, the Company granted Aero2 a loan in the amount of PLN 50,000,000. This loan is secured and subject to repayment in full together with accrued interest on 31 December 2012. The loan bears interest at WIBOR 1M + 3 pp.

The purpose of Aero2 loans is to finance the expansion of the telecommunications network by Aero2. The loan granted to Conpidon was aimed at providing funds for the current activities of Conpidon.

14. Trade and other liabilities

On 28 February 2012, the Company concluded an agreement with Litenite Limited with its registered office in Nicosia, Cyprus for a mutual set-off of receivables (the “Agreement”).

Pursuant to the Agreement, on 28 February 2012 the Company and Litenite made a contractual set-off of receivables in the amount of PLN 546,864,000 due to the Company from Litenite on account of Litenite’s obligation to pay for 781,234,152 D series shares in the Company covered by a basic subscription submitted by Litenite on 28 February 2012 at an issue price of PLN 0.70 per share, as part of a public offering of D series shares (a closed subscription), against a receivable in the amount of PLN 548,000,000 due from the Company to Litenite as payment of the sale price for 100 per cent of the shares in Conpidon Limited on the basis of an agreement for the sale of shares in the company Conpidon Limited with its registered office in Nicosia, Cyprus. As a result of the contractual set-off, the above receivable due to the Company was written off in full, i.e. in the amount of PLN 546,864,000, and the above receivable due to Litenite was partially written off, i.e. to the amount of PLN 1,136,000. On 26 April 2012, the Fund paid the remaining amount of PLN 1,136,000.

15. Share capital increase

In the first quarter of 2012 the Fund successfully conducted a public offering of 1,183,733,400 D class ordinary bearer shares with a nominal value of PLN 0.10 each. The share issue was conducted in observance of the pre-emptive right of existing shareholders. Each existing share gave entitlement to 1 pre-emptive right to acquire 4 new shares in the issue. The issue price established by the Management Board, with the consent of the Supervisory Board, amounted to PLN 0.70.

On 18 April 2012, the District Court for the City of Warsaw in Warsaw, Division XII Commercial of the National Court Register, registered the increase of the Fund's share capital. The Fund's share capital was increased from PLN 29,593,335.00 to PLN 147,966,675.00. After registration of the above-mentioned change, the Fund's share capital amounts to PLN 147,966,675.00 and is divided into 1,479,666,750 ordinary bearer shares with a nominal value of PLN 0.10 each, including:

11,837,334 A class shares,

47,349,336 B class shares,

236,746,680 C class shares,

1,183,733,400 D class shares.

Each ordinary share gives the right to one vote at the General Meeting of Shareholders.

All shares issued were paid up in full and registered with the National Court Register.

As a result of the issue of D class shares, the company obtained PLN 828,614,000 of capital, while the cost of the issue was PLN 4,524,000. The Company received cash in the amount of PLN 281,750,000, with the remaining PLN 546,864,000 being set off against the liability of the Company in relation to Litenite Limited. The method of settlement has been described in Note 14.

16. Financial risk management objectives and policies

During the 9-month period ending on 30 September 2012, the Company did not recognise any significant changes in financial risk or in the objectives and policies of managing such risk in relation to those described in the 2011 annual consolidated financial statements.

17. Capital management

During the 9-month period ending on 30 September 2012, the Company did not change its goals, principles or procedures for capital management compared to those disclosed in the 2011 annual consolidated financial statements.

18. Contingent liabilities and contingent assets

During the 9-month period ending on 30 September 2012, there were no changes in contingent liabilities or contingent assets compared with the data disclosed in the 2011 annual standalone financial statements.

19. Capex liabilities

As at 30 September 2012 and as at 31 December 2011, the Company did not incur any capex liabilities that have not been disclosed in these financial statements.

20. Related party disclosures

During the 3-month and the 9-month periods ending on 30 September 2012 the Fund did not enter into any significant transactions with related parties contracted otherwise than on an arm's length basis.

The tables below present the total value of transactions with related parties entered into during the 9-month periods ending on 30 September 2012 and 30 September 2011, and the balances of receivables and payables as at 30 September 2012 and 31 December 2011:

Subsidiaries:		***Revenues from mutual transactions, of which:***	***from sales***	***interest on loans***	***other***	***Costs of mutual transactions, of which:***	***interest on papers***	***interest on loans***	***other***
CenterNet	*2012*	1,342	–	1,288	54	151	112	–	39
	2011	432	–	432	–	461	390	44	27
Mobyland*	*2012*	–	–	–	–	1,293	1,293	–	–
	2011	–	–	–	–	571	571	–	–
Nova Capital	*2012*	–	–	–	–	122	–	122	–
	2011	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Aero2	*2012*	2,901	–	2,901	–	80	–	–	80
	2011	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Conpidon	*2012*	5	–	5	–	–	–	–	–
	2011	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Other related parties:		***Revenues from mutual transactions, of which:***	***from sales***	***interest on loans***	***other***	***Costs of mutual transactions, of which:***	***interest on papers***	***interest on loans***	***other***
Sferia	*2012*	–	–	–	–	63	–	–	63
	2011	–	–	–	–	27	–	–	27
Inwestycje Polskie	*2012*	–	–	–	–	211	–	–	211
	2011	–	–	–	–	25	–	–	25
Polkomtel	*2012*	–	–	–	–	7	–	–	7
	2011	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Nova Capital	*2012*	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	2011	–	–	–	–	240	–	240	–
Aero2	*2012*	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	2011	–	–	–	–	264	–	163	101
Mobyland*	*2012*	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	2011	–	–	–	–	652	652	–	–
INVEST-BANK	*2012*	413	–	–	413	–	–	–	–
	2011	–	–	–	–	–	–	–	–

Subsidiaries:		***Payables from related parties, including:***	***trade receivables***	***loans***	***other***	***Liabilities to related parties, including:***	***trade liabilities***	***loans***	***on the issue of papers***
CenterNet	*2012*	23,548	–	23,548	–	3,202	75	–	3,127
	2011	22,265	-	22,260	–	3,035	19	–	3,016
Mobyland*	*2012*	–	–	–	–	22,298	–	–	22,298
	2011	5	5	–	–	21,005	–	–	21,005
Nova Capital	*2012*	–	–	–	–	–	–	–	–
	2011	–	–	–	–	7,411	–	7,411	–
Aero2	*2012*	111,917	–	111,917	–	5	5	–	–
	2011	19,816	5	19,016	795	16	16	–	–
Conpidon	*2012*	314	–	314	–	–	–	–	–
	2011	–	–	–	–	–	–	–	–

Other related parties:		***Payables from related parties, of which:***	***trade receivables***	***loans***	***other***	***Liabilities to related parties, of which:***	***trade liabilities***	***loans***	***others***
Sferia	*2012*	–	–	–	–	12	12	–	–
	2011	–	–	–	–	12	12	–	–
Litenite	*2012*	–	–	–	–	–	–	–	–
	2011	–	–	–	–	548,000	–	–	548,000
Polkomtel	*2012*	–	–	–	–	–	–	–	–
	2011	–	–	–	–	–	–	–	–
INVEST-BANK	*2012*	10,586	–	–	10,586	–	–	–	–
	2011	–	–	–	–	–	–	–	–

*In the comparative data for 2011, Mobyland is presented as a subsidiary for the period from 6 June 2011 to 30 September 2011, and as other related party for the period from 1 January 2011 to 5 June 2011.

21. Subsequent events

On 31 October 2012 the Annual General Meeting of the Fund adopted a resolution to amend the Statutes. The resolution will enter into force on 1 January 2013, and the amendment to the Statutes will be effectively made upon the entry thereof in the commercial register of the National Court Register. Amendments include:

I. In all sections of the Statutes the word "Fund", in its respective grammatical forms, shall be replaced with the word "Company", also in its respective grammatical forms.

II. The hitherto existing title of the Statutes "STATUTES of Narodowy Fundusz Inwestycyjny Midas Spółka Akcyjna" shall be replaced with "Statutes of Midas Spółka Akcyjna".

III. In Section 1 of the Statutes the business name "Narodowy Fundusz Inwestycyjny MIDAS Spółka Akcyjna" and its abbreviated form "NFI MIDAS S.A." shall be replaced with, respectively, "Midas Spółka Akcyjna" and the abbreviated form "Midas S.A.".

IV. In Section 4 of the Statutes the hitherto existing wording "the Company operates pursuant to the Act of 30 April 1993 on National Investment Funds and their Privatisation (Journal of Laws No. 44, item 202, as amended) and the Act of 15 September 2000 - the Commercial Companies Code (Journal of Laws, No. 94 item 1037) shall be replaced by "the Company operates pursuant to the Act of 15 September 2000, the Commercial Companies Code (Journal of Laws, No. 94 item 1037) and other applicable laws.".

V. In Section 23 of the Statutes the expression "by the end of the 10th (tenth) month" shall be replaced with the expression "by the end of the 6th (sixth) month".

VI. In Section 31 of the Statutes, the expression "Within 8 (eight) months" shall be replaced with the expression "Within 6 (six) months".

Due to the large scope of amendments to the Statutes a new consolidated version of the Statutes was compiled.

Details of the amendments to the Statutes were communicated to the public in Current Report No. 47/2012 of 31 October 2012.

On 5 November 2012, the Fund accepted (signed) a key term sheet for a loan submitted to the Fund by Bank Zachodni WBK S.A. and Banco Santander S.A. (Term Sheet 1), and signed the financing conditions for investment credit from Alior Bank S.A. (Term Sheet 2). The a/m documents (the so-called Term Sheets) form the basis for further negotiations and for the preparation of loan agreements and other agreements on terms and conditions described below.

The subject of Term Sheet 1 signed with Banco Santander S.A. and Bank Zachodni WBK S.A. (jointly as Bank 1) is a secured trade loan (Loan 1) for up to PLN 364 million. The purpose of Loan 1 will be to finance the expansion of the telecommunications network in Poland (Project) undertaken by the Fund on the basis of the framework agreement for the supply, integration and maintenance of access telecommunications network components entered into with Ericsson and Nokia Siemens Networks (the conclusion of the foregoing agreements was described in current reports, respectively No. 35/2012 of 23 July 2012 and No. 39/2012 of 3

September 2012). Loan 1 is supposed to be granted for the period of 7 years provided that the period during which the Fund will be able to use the committed amount of Loan 1 will be no more than 3 years (Drawing Period). During the Drawing Period, Loan 1 will bear interest at a floating rate based on WIBOR 6M plus the margin of Bank 1. In the remaining period Loan 1 will bear interest at a fixed rate determined on an arm's length basis. The principal under Loan 1 will have to be repaid in 8 subsequent equal 6-month instalments, with the first instalment falling 6 months from the termination of the Drawing Period under Loan 1. Interest will be calculated on the basis of the principal of Loan 1 drawn and outstanding on the foregoing interest rate terms for Loan 1 and will be repaid in quarterly instalments. The Management Board of the Fund would like to note that the above described terms and conditions for granting Loan 1 and for its interest rate will be subject to acceptance by Swedish and Finnish export agencies, so they may be subject to change. The Management Board of the Fund plans to use proceeds from Loan 1 to finance Phase III of the expansion of the telecommunications network, including among others the construction of up to 700 base stations and the optimisation of the telecommunications network.

The subject of Term Sheet 2 signed with Alior Bank S.A. (Bank 2) is an investment loan (Loan 2) in the amount of PLN 150 million. The purpose of Loan 2 is to finance the expansion of the telecommunications network by two companies belonging to the Midas Capital Group (Group). Loan 2 is supposed to be granted for a period of up to 5.5 years, and the period during which the Fund will be able to use the committed amount of Loan 2 will be 2 years. Loan 2 will bear interest at a floating rate based on WIBOR 1M plus the margin of Bank 2. Loan 2 will be repaid in 12 quarterly instalments. The amount of the first three instalments will be PLN 1.5 million, while the remaining ones, except the last one equal to PLN 15.9 million, will be repaid in the amount of PLN 16.2 million. The repayment of the first of the aforementioned instalments will fall on 30 June 2015. The Management Board of the Fund intends to use proceeds from Loan 2 to finance Phase II of the expansion of the telecommunications network, including, among others, the integration of up to 3,400 base stations as a part of the cooperation with Polkomtel Sp. z o.o.

Details concerning the conclusion of the a/m Term Sheets, including information on collateral securities agreed for the loans and terms and conditions for their use, were publicly disclosed in Current Report No. 49/2012 of 5 November 2012.

On 5 November 2012, the Management Board of the Fund adopted a resolution to initiate actions aimed at arranging the issue of ordinary covered bonds of the Fund ("Bonds"). Pursuant to the resolution the value of issued Bonds will amount up to PLN 250 million. Proceeds from the issue of Bonds will supplement proceeds obtained under the Loan Agreement with Alior Bank S.A. which will be entered into on the basis of Term Sheet 2 and will be used to finance Phase II of the project for the expansion of the telecommunications network by companies belonging to the Midas Capital Group. The Management Board intends to propose the issue of bonds to no more than 99 investors. The Fund would like to note that the a/m resolution does not contain any terms and conditions for the issue of bonds but constitutes only a decision indicating the intention to arrange such an issue. Details concerning the resolution, including information on the statement of Mr. Zygmunt Solorz-Żak on his willingness to purchase Bonds for approx. PLN 200 million or to indicate an entity which would acquire such Bonds in his place, were communicated to the public in Current Report No. 50/2012 of 5 November 2012.

OTHER INFORMATION FOR THE QUARTERLY REPORT

1. Changes in the structure of the Midas Group

In the 3rd quarter of 2012, there were no significant changes in the structure of the Midas Capital Group.

By a resolution of the General Meeting of the Shareholders of Conpidon dated 13 July 2012 a liquidator for that company in the person of Marios Lazarou was appointed. The decision to commence the liquidation of Conpidon was made in connection with the intention to simplify the structure of the Midas Group. As a result of the liquidation of Conpidon, the Fund will become a direct shareholder of Aero2. In November 2012 at the request of the Fund, the Nicosia District Court, Cyprus suspended the proceedings for the liquidation of Conpidon. Liquidation proceedings were suspended for the time necessary for the Management Board of the Fund to analyse alternative methods, other than the liquidation of Conpidon, to simplify the Midas Group structure, a direct effect of which would be the Fund becoming a direct holder of 100% of the shares/control in Aero2.

2. Entities subject to consolidation

The entities of the Midas Capital Group subject to full consolidation for the needs of preparing the consolidated financial statements of the Midas Capital Group are: the Fund, CenterNet, Mobyland, Conpidon, Aero2, Daycon and Nova. Detailed information on this subject may be found in Note 1 to the interim condensed consolidated financial statements.

3. Shareholding structure

The table below shows the shareholders of the Fund which, as at the date of this quarterly report, i.e. 14 November 2012, hold, either directly or indirectly through subsidiaries, at least 5% of the total number of votes at the General Meeting of Shareholders of the Fund. The following list was drawn up on the basis of notifications received by the Fund from the shareholders pursuant to Art. 69 of the Act on Public Offerings and Conditions for the Introduction of Financial Instruments to Organised Trading, and on Public Companies ("Act on Public Offerings"), and pursuant to Art. 160 of the Act on Trading in Financial Instruments ("Act on Trading").

Name of the shareholder of the Fund	Number of shares	%	Number of votes	%
Zygmunt Solorz-Żak (*) (**)	976.547.690	65.9978	976.547.690	65.9978
ING Otwarty Fundusz Emerytalny	74.386.458	5.0272	74.386.458	5.0272
Other shareholders	428.732.602	28.9750	428.732.602	28.9750
Shares in the Fund	**1.479.666.750**	**100.00**	**1.479.666.750**	**100.00**

(*)Mr. Zygmunt Solorz-Żak, the Chairman of the Supervisory Board of the Fund, controls the Fund through: (i) Karswell Limited with its registered office in Nicosia, Cyprus; (ii) Ortholuck Limited with its registered office in Nicosia, Cyprus and (iii) Litenite Limited with its registered office in Nicosia, Cyprus for 976,542,690 shares in the Fund held by Litenite, as well as through (iv) the Fund for 5,000 own shares held by the Fund.

(**) The number of shares and votes takes account of 5,000 own shares of the Fund held indirectly by Litenite Limited, where, in accordance with Art. 364 of the Commercial Companies Code, NFI Midas S.A. does not exercise voting rights from its own shares.

Since the date of the previous periodic report of the Fund, i.e. since 31 August 2012, until the date of this report, i.e. until 14 November 2012, there have been no changes in the structure of ownership of significant blocks of the Fund's shares.

4. Direct shareholdings in the Fund by persons managing and supervising the Fund

The table below presents a summary of direct shareholdings in the Fund by managing and supervising persons as at the date of this quarterly report, i.e. as at 14 November 2012, together with changes since the date of the previous periodic report, i.e. since 31 August 2012.

The direct shareholding in the Fund by managing and supervising persons:

Name and surname	Position	Shares in the Fund held as at 14.11.2012	Change	Shares in the Fund held as at 31.08.2012
Zygmunt Solorz-Żak (*)	Chairman of the Supervisory Board	none	-	none
Krzysztof Majkowski	Vice Chairman of the Supervisory Board	237,000	-	237,000
Andrzej Abramczuk	Secretary of the Supervisory Board	none	-	none
Andrzej Chajec (**)	Member of the Supervisory Board	none	-	none
Mirosław Mikołajczyk	Member of the Supervisory Board	none	-	none
Jerzy Żurek	Member of the Supervisory Board	none	-	none
Wojciech Pytel	President of the Management Board	none	-	none
Maciej Kotlicki	Member of the Management Board	none	-	none
Krzysztof Adaszewski	Member of the Management Board	none	-	none

(*) Mr Zygmunt Solorz-Żak holds 976,547,690 shares in the Fund, either directly or indirectly, through entities he directly or indirectly controls. Mr. Zygmunt Solorz-Żak holds shares of the Fund through the following entities: (i) Karswell Limited with its registered office in Nicosia, Cyprus; (ii) Ortholuck Limited with its registered office in Nicosia, Cyprus and (iii) Litenite Limited with its registered office in Nicosia, Cyprus for 976,542,690 shares in the Fund held by Litenite, as well as through (iv) the Fund for 5,000 own shares held by the Fund.
(**) A person closely related to Mr Andrzej Chajec, as defined in Art. 160 par. 2 of the Act on Trading in Financial Instruments, holds 50 shares in the Fund.

At the same time, the Issuer announces that managing and supervising persons do not have any rights to the Fund's shares.

5. Information on the Fund or its subsidiary granting sureties for loans or borrowings or guarantees

In the third quarter of 2012, companies from the Midas Capital Group did not grant to any entity any sureties for loans, borrowings or guarantees whose value exceeded 10% of the Fund’s equity.

6. Dividends

In the third quarter of 2012 the Midas Group companies did not pay and did not declare any dividends.

7. Statement of the Management Board of the Fund as to the feasibility of any previously published forecasts

The Midas Group did not publish any forecasts of financial results for 2012.

8. Proceedings pending before a court, an authority competent to conduct arbitration proceedings or a public administration authority

A detailed description of the proceedings pending before courts, authorities competent for arbitration proceedings or public administration authorities was presented in the Management Report on the operations of the Capital Group of Narodowy Fundusz Inwestycyjny Midas S.A. in the first half of 2012.

In the 3rd quarter of 2012, there were no significant changes as against the status presented above except the ones described below.

Proceedings concerning frequencies held by CenterNet and Mobyland:

In the case for acknowledgement of invalidation of the tender proceedings for reservation of frequencies granted to CenterNet and Mobyland, those companies received in October 2012 a written justification to the judgment of the Province Administrative Court (PAC) in Warsaw of 6 July 2012. The Court in its written justification upheld arguments presented in its oral justification and indicated that the President of UKE was bound by the position expressed by the Supreme Administrative Court in the judgment of 3 February 2011, Ref. No. II GSK 88/10, according to which the President of UKE should have invalidated the proceedings in their entirety. In addition the PAC stated that the functional interpretation applied by the President of the UKE with respect to the scope of invalidation of the tender is not decisive when shaping administrative decisions concerning the Tender and the literal interpretation compliant with the provisions of the Telecommunications Act of 16 July 2004 should be applied first. Further, the PAC stated that, while resolving the above issue, it did not analyse the motivations and correctness of actions of the President of the UKE when issuing the First and Second Decision of the President of UKE. On 8 November 2012 Mobyland and CenterNet file cassation appeals against the judgment of the PAC of 6 July 2012. Currently CenterNet and Mobyland are awaiting the cassation appeal to be examined by the Supreme Administrative Court ("SAC").

In the case of cancellation of reservation decisions under which the President of UKE granted CenterNet and Mobyland the right to use the frequencies, on 26 July 2012 a judgment of the SAC in favour of the Companies (Ref. No. II GSKsk 1257/11) was pronounced according to which the judgment of the first instance was repealed in its entirety and the case was sent for re-examination by the PAC. In its justification the SAC shared the opinion that the evidence in the case fully made it possible to reliably determine that Mobyland was in fact from a legal perspective the same company that had previously operated under the name of Tolpis Sp. z o.o. ("Tolpis") as Mobyland was established following a corresponding name change of Tolpis. In these circumstances, there were, according to the SAC, no rationally justifiable grounds for the PAC to doubt as to Mobyland's possibility to use, under reservation proceedings, the powers that had been previously acquired by the submission of a tender offer by Tolpis then acting under its original name. The SAC also stated that, contrary to the position of the PAC, there were no doubts concerning the possibility of effective representation, in the reservation proceedings, of the company operating under the name Tolpis Sp. z o.o. and then using a new name, Mobyland, by the member of its management board, who was appointed to this position after the adoption of the resolution concerning the change of name of the company, but before the registration of that change in the National Court Register. The SAC also stated that, in the present conditions, there were no circumstances revealed that would actually prove a lack of capacity of this company to meet the obligations connected with using the frequencies granted at the moment the President of the UKE reconsidered the case for granting a frequency reservation to CenterNet and Mobyland and which could therefore justify the need of the PAC to reverse the decision of the President of the UKE in order to ascertain whether there were any premises justifying a refusal to grant the above-mentioned reservations. In the opinion of the Management Board of the Fund, the above judgement means, among others, the revalidation of the decisions of the President of the UKE which were reversed on the basis of the judgement of the PAC and whose enforcement was therefore suspended. Therefore, the subsidiaries of the Fund - CenterNet and Mobyland - may fully operate the frequencies granted to them under the decision of the President of the UKE and thus continue to carry out the strategy of the Fund. Pursuant to the judgement of the SAC, this case will be reconsidered by the PAC. A trial date before the PAC was set for 19 November 2012. CenterNet and Mobyland, as participants in such proceedings, will therefore take legal action appropriate in the circumstances.

<u>Decision modifying the reservation decision for Aero2:</u>
In September 2012 the President of UKE issued a decision under which Decision No. DZC-WAP-5176-8/09 on the reservation of frequencies in the 2570-2620 MHz band for Aero2, throughout the country, for the provision of telecommunications services in broadband wireless access networks for the purposes of mobile services was modified. Therefore, the following commitments of Aero2 were subject to change:
1) the commitment to reach, in the tender area, the threshold of 25% of the population coverage while at the same time setting up at least one base station in each of at least 200 rural or municipal - rural districts not more than 4 km from the limits of the given rural districts no later than by the end of 2014 (formerly 2012),
2) the commitment to reach, in the tender area, the threshold of 50% of the population coverage while at the same time setting up at least one base station in each of at least 400 rural or municipal - rural districts not more than 4 km from the limits of the given rural districts no later than by the end of 2016 (formerly 2014),
3) the commitment to provide, during the period from the commencement of the use of the frequency for 60 months (previously 36 months) free public Internet access with at least 20% of the network capacity with the use of frequencies being at the disposal of Aero2, in the range up to 1 GHz, with the coverage of such free public Internet access of at least 75% of the population,

The remainder of Decision No. DZC-WAP-5176-8/09 is unchanged.

In addition, in the period covered by this quarterly report no other proceedings were pending or were initiated in relation to commitments or debts of the Fund or its subsidiary whose value would be at least 10% of the equity of the Fund.

9. Related party disclosures

During the 3-month and the 9-month periods ending on 30 September 2012 the Fund and the Group did not enter into any significant transactions with related parties contracted otherwise than on an arm's length basis.

Further information on any other transactions with related parties entered into by the Fund or its subsidiary is presented in Note 23 to the interim condensed consolidated financial statements for the 3-month and the 9-month periods ending on 30 September 2012 and in Note 20 to the interim condensed financial statements for the 3-month and the 9-month periods ended on 30 September 2012.

10. Significant events and agreements concluded by the Midas Capital Group

On 23 July 2012 the subsidiary of the Fund - Aero 2 Sp. z o.o. - acting together with Polkomtel Sp. z o.o. ("Buyer" together with Aero 2) concluded with Ericsson Sp. z o.o. ("Ericsson") the agreement for delivery, integration and maintenance of elements of the access telecommunications network of a mobile type ("Framework Agreement") and maintenance agreement ("Maintenance Agreement"). The subject of the Framework Agreement is the specification of the rules for the performance of the following services by Ericsson for the Buyer: 1) delivery, installation (together with possible disassembly of the currently operated elements of the Buyer's telecommunications network) and launching of Products and Software, as well as their further integration with the telecommunications network of the Buyer, disassembly and relocation of replaced products, including in particular the replacement of the core network on the basis of subsequent Delivery Orders, 2) granting rights to use the software, 3) training, 4) development of the telecommunications network by the Buyer, 5) other additional services (including the provision, implementation and integration of Products), ordered by the Buyer. In turn, the subject of the Maintenance Agreement is the provision of the following services by Ericsson: 1) Base Services for the devices in the Guarantee Period, and 2) all Services additionally ordered by the Buyer in the Guarantee Period and thereafter. Details of the a/m agreements were communicated to the public in Current Report No. 35/2012 of 23 July 2012.

On 3 September 2012 the subsidiary of the Fund - Aero 2 Sp. z o.o. - acting together with Polkomtel Sp. z o.o. (jointly with Aero2, the "Buyer") entered with Nokia Siemens Networks Sp. z o.o. with its registered office in Warsaw ("NSN") into an agreement for the supply, integration and maintenance of mobile telecommunications network access elements ("Framework Agreement") and the maintenance agreement (the "Maintenance Agreement"). The subject of the Framework Agreement is the specification of the rules for the performance of the following services by NSN for the Buyer: 1) delivery, installation (together with a possible disassembly of the Buyer's hitherto existing telecommunications network elements) and commissioning of the Products and Software, and then their integration with the Buyer's telecommunications network, disassembly and relocation of the replaced products under subsequent Supply Orders, 2) granting rights to use the software, 3) training, 4) development of the Buyer's telecommunications network, 5) other additional services (including the provision, implementation and integration of the Products), ordered by the Buyer. In turn, the subject of the Maintenance Agreement is the provision of the following services by NSN: 1) Base Services for the devices in the Guarantee Period, and 2) all Services additionally ordered by the Buyer in the Guarantee Period and thereafter. Details of the a/m agreements were communicated to the public in Current Report No. 39/2012 of 3 September 2012.

Joint negotiations and a resulting execution by Polkomtel Sp. z o.o. and Aero2 of the terms and conditions of the agreements with NSN and Ericsson created a major source of supply for the telecommunications equipment under LTE technology for Aero2 and thus for the Midas Capital Group. The talks with Huawei, for the issues covered by the Letter of Intent, which the Company disclosed in Current Report No. 75/2011 of 27 October 2011, will not therefore be continued.

On 28 September 2012 the subsidiary of the Fund - Mobyland Sp. z o.o. - entered with Cyfrowy Polsat S.A. ("Cyfrowy Polsat") into an amendment ("Amendment") to the Agreement of 15 December 2010 concerning the rules of cooperation between Mobyland and Cyfrowy Polsat within the scope related to Mobyland providing data transmission services to Cyfrowy Polsat ("Agreement"). At the same time, following the Amendment Cyfrowy Polsat submitted and Mobyland accepted order No. 3 ("Order 3") under the Agreement. Details concerning the conclusion of the a/m Amendment, including information on settlements for the previously ordered data transmission services, were communicated to the public in Current Report No. 49/2012 of 28 September 2012.

11. Issuance, redemption or repayment of debt and equity securities

During the third quarter of 2012, the Fund did not issue, redeem or repay any debt and equity securities.

On 5 November 2012 (a subsequent event), the Management Board of the Fund adopted a resolution to initiate actions aimed at arranging the issue of ordinary covered bonds of the Fund ("Bonds"). Pursuant to the resolution the value of issued Bonds will be up to PLN 250 million. Proceeds from the issue of Bonds will supplement proceeds obtained under the Loan Agreement with Alior Bank S.A. which will be entered into on the basis of Term Sheet 2 and will be used to finance Phase II of the project for the expansion of the telecommunications network by companies belonging to the Midas Capital Group. The Management Board intends to propose the issue of bonds to no more than 99 investors. The Fund would like to note that the a/m resolution does not contain any terms and conditions for the issue of bonds but constitutes only a decision indicating the intention to arrange the issue.

The Fund has the statement of Zygmunt Solorz-Żak who expressed his willingness to acquire the Bonds for approx. PLN 200 million or to indicate an entity which would purchase such Bonds in his place. In his statement, Zygmunt Solorz-Żak also pointed out that if it is found that the Bonds are purchased, even in part, by other investors ("Investors"), he does not exclude the possibility that he or his designated entity ("Lead Buyer") would acquire the Bonds in an amount representing the difference between the amount of PLN 200 million and the amount engaged by the Investors. Zygmunt Solorz-Żak also declared that if the terms and conditions of the issue of the Bonds contain a provision authorising bondholders to request an early redemption of the Bonds acquired ("Put Option"), then the Lead Buyer will not use this right, and if such right is exercised by the Investors as a result of which the total value of the Bonds drops below PLN 200 million, the Lead Buyer will acquire an additional issue of bonds in the amount equal to the difference between PLN 200 million and the amount remaining after the redemption of the Bonds following the exercise of the Put Option.

12. Other information which, in the opinion of the Issuer, is significant for an evaluation of its staffing, asset and financial position, its financial result

and changes thereof, as well as information significant for an evaluation of the possibility of the Issuer discharging its liabilities

In the opinion of the Management Board of the Fund, referring to the third quarter of 2012, there is no other information besides that disclosed in this quarterly report which is essential for staffing, assets, financial position, financial result and their changes, and there is no information which is relevant for the assessment of the Fund's ability to settle its liabilities and commitments.

13. Factors that in the Fund's opinion will influence the results it achieves within at least the next quarter

According to the Management Board of the Fund, the following factors could affect the results of the Midas Capital Group over the course of at least the next quarter:

1. performance of agreements for wireless data transmission based on LTE or HSPA + technologies by Mobyland,
2. further development of the telecommunications infrastructure by Aero2, including the implementation of the so-called Project 4100 described in the prospectus for D class shares (page 26).

14. Investor relations

The Fund, as a company listed on the Warsaw Stock Exchange, is obliged to conduct a transparent reporting policy. The Management Board of the Fund complies with such obligation by publishing its current and periodic reports on time. An important element of communication with current and potential shareholders of the Fund is the Fund's website, available at www.midasnfi.pl, where there is such information as reports, notices on the General Meeting of Shareholders, and reports on all other important events in the Midas Capital Group.

In July 2012, individual investors had the opportunity to talk to the President of the Management Board of the Fund during a chat organised with investors. This virtual event brought together over 200 people willing to ask questions about, among others, the strategy of the Fund. On the other hand, after the publication of the semi-annual report the Fund's Management Board participated in a meeting with analysts and representatives of institutional investors during which results for the first half of the year were discussed in detail. Both the investor chat transcript and the presentation of the summary of the results for the first half of 2012 are available on the Fund's website.

In September 2012, KBC Securities, in its report issued on 6 September, recommended "buying" shares of the Fund with a target price of PLN 1.18. On the date of that report the shares traded at PLN 0.56.

In October 2012, the Company participated in the so-called Capital Market Day project organised jointly by the Association of Individual Investors and the investor relations agency InnerValue. During the meeting, individual investors had the opportunity to personally speak with the Management Board of the Fund as well as to participate in the presentation of the Company and of the background for development of an ultra-fast mobile Internet under LTE technology. An added extra for the participants of the Capital Market Day was a group visit on the roof of one of Warsaw's skyscrapers where a base station of Aero2 is located. It was the first opportunity of its kind to learn more about the Company and to ask direct questions to the Management Board. In the opinion of the Management Board of the Fund, such activities actively support the development of the Polish capital market and set new standards for investor communication. Due to the popularity of the event the Fund's Management Board is planning to participate in subsequent ones in the future.

In addition, also in October 2012, the Fund launched the English version of its website. The Fund aims to publish on the English version of its website all information published in Polish (in particular, current and periodic reports), immediately after they are translated into English.

SIGNATURES OF MEMBERS OF THE MANAGEMENT BOARD:

Wojciech Pytel	Maciej Kotlicki	Krzysztof Adaszewski
/President of the Management Board/	/Member of the Management Board/	/Member of the Management Board/

SIGNATURE OF THE PERSON KEEPING THE BOOKS OF ACCOUNT

Teresa Rogala
/ on behalf of Sferia
Spółka Akcyjna/

Warsaw, 14 November 2012