



ATM S.A. GROUP OF COMPANIES

**CONSOLIDATED QUARTERLY REPORT FOR
THE FOURTH QUARTER 2009**

KEY INFORMATION REGARDING CONSOLIDATED QUARTERLY REPORT	3
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS OF THE ATM S.A. GROUP OF COMPANIES FOR THE FOURTH QUARTER 2009.....	4
1. CONSOLIDATED STATEMENT OF TOTAL INCOME	4
2. CONSOLIDATED FINANCIAL SITUATION STATEMENT – ASSETS.....	6
3. CONSOLIDATED FINANCIAL SITUATION STATEMENT - LIABILITIES	7
4. STATEMENT OF CHANGES IN CONSOLIDATED EQUITY.....	8
5. CONSOLIDATED CASH FLOW STATEMENT.....	10
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.....	11
1. BASIC INFORMATION	11
2. GROUNDS FOR THE DRAWING UP OF CONSOLIDATED FINANCIAL STATEMENTS AND ACCOUNTING PRINCIPLES (POLICIES).....	11
3. SEASONALITY OF OPERATIONS	12
4. DIVIDENDS PAID AND DECLARED	12
5. SEGMENTS OF OPERATION	12
6. SIGNIFICANT EVENTS AFTER THE END OF THE QUARTER	13
7. CHANGE IN THE COMPANY STRUCTURE	14
8. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS	14
OTHER INFORMATION (AS REQUIRED PURSUANT TO THE REGULATION OF THE MINISTER OF FINANCE REGARDING ONGOING AND PERIODIC INFORMATION PROVIDED BY ISSUERS OF SECURITIES).....	16
QUARTERLY FINANCIAL INFORMATION OF ATM S.A. (REQUIRED BY REGULATION OF THE FINANCE MINISTER ON THE CURRENT AND PERIODICAL INFORMATION SUBMITTED BY THE ISSUERS OF SECURITIES).....	26
1. TOTAL INCOME STATEMENT	26
2. FINANCIAL SITUATION STATEMENT	28
3. STATEMENT OF CHANGES IN EQUITY	30
4. CASH FLOW STATEMENT	31
NOTES TO QUARTERLY REPORT FOR THE FOURTH QUARTER 2009.....	32
1. SALES REVENUES BROKEN DOWN INTO GEOGRAPHICAL DISTRIBUTION	32
2. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS	32
OTHER INFORMATION (REQUIRED BY REGULATION OF THE FINANCE MINISTER ON THE CURRENT AND PERIODICAL INFORMATION SUBMITTED BY THE ISSUERS OF SECURITIES).....	33

KEY INFORMATION REGARDING CONSOLIDATED QUARTERLY REPORT

This consolidated quarterly report covers information prepared pursuant to Section 86, Subsection 2 and Section 87, Subsection 1 of the Regulation of the Minister of Finance of October 19, 2005, and includes consolidated financial statements of the ATM S.A. Group of Companies made in accordance with the International Financial Reporting Standards, as approved by the European Union.

Submission date: 25 February 2010

Information on Issuer:

Full name of the Issuer: ATM S.A.

Short name of the Issuer: ATM

Sector according to Warsaw Stock Exchange classification: information technology

Post code: 04-186

City: Warsaw

Street name: Grochowska

Street number: 21a

Phone: (22) 51 56 660

Fax: (22) 51 56 600

e-mail: inwestor@atm.com.pl

Web site: www.atm.com.pl

NIP (tax identification number): 113-00-59-989

REGON (statistical ID): 012677986

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS OF THE ATM S.A. GROUP OF COMPANIES FOR THE FOURTH QUARTER 2009

1. CONSOLIDATED STATEMENT OF TOTAL INCOME

	<u>For the period from January 1, 2009 to December 31, 2009</u>	<u>For the period from October 1 to December 31, 2009</u>	<u>For the period from January 1 to December 31, 2008</u>	<u>For the period from October 1 to December 31, 2008</u>
Continued operations				
Sales revenue	283,498	77,184	267,448	117,709
Cost of sales (variable)	176,557	48,413	163,919	77,832
Cost of sales (fixed)	27,071	6,939	25,566	7,389
Gross profit (loss) on sales	79,870	21,832	77,963	32,488
Other operating revenue	2,342	411	673	118
Selling costs	543	(871)	1,133	643
General and administrative costs	62,552	15,459	62,235	16,392
Other operating expenses	937	450	960	664
Restructuring costs	-	-	-	0
Operating profit (loss)	18,179	7,205	14,308	14,907
Share in the financial result of undertakings valued using the equity method	1,637	503	648	313
Financial revenue	2,460	203	2,383	52
Financial expenses	9,737	1,958	7,093	5,651
Profit (loss) before tax	12,540	5,953	10,246	9,621
Income tax	1,713	575	1,308	957
Net profit (loss) on continued operations	10,826	5,378	8,938	8,664
Discontinued operations				
Net profit (loss) on discontinued operations	-	-	-	-
Net profit (loss)	10,826	5,378	8,938	8,664
Net profit (loss) for the Group's shareholders	10,782	4,837	9,832	8,549
Net profit (loss) for minority shareholders	44	541	(894)	114
Profit (loss) per share *)				
From continued operations:				
Ordinary	0.30	0.15	0.25	0.24
Diluted	0.30	0.15	0.25	0.24
From continued and discontinued operations:				

Ordinary	0.30	0.15	0.25	0.24
Diluted	0.30	0.15	0.25	0.24

2. CONSOLIDATED FINANCIAL SITUATION STATEMENT – ASSETS

	<u>End of period</u> <u>December 31,</u> <u>2009</u>	<u>End of period</u> <u>December 31,</u> <u>2008</u>
Fixed assets		
Goodwill	18,580	16,588
Intangible assets	33,718	31,721
Tangible fixed assets	147,546	137,447
Investments in associates consolidated using the equity method	66,287	64,650
Other financial assets	80	80
Deferred income tax assets	1,381	1,635
Other fixed assets	5,190	9,830
	<u>272,781</u>	<u>261,951</u>
Current assets		
Inventories	6,322	14,505
Financial assets held for trading	194	
Trade and other receivables	72,668	94,735
Income tax receivables	422	26
Other current assets	15,305	10,312
Other financial receivables		62
Cash and cash equivalents	5,856	3,982
	<u>100,768</u>	<u>123,622</u>
Fixed assets classified as held for sale	-	-
Total assets	<u>373,549</u>	<u>385,573</u>

3. CONSOLIDATED FINANCIAL SITUATION STATEMENT – LIABILITIES

	<u>End of period</u> <u>December 31,</u> <u>2009</u>	<u>End of period</u> <u>December 31,</u> <u>2008</u>
Equity		
Share capital	34,723	34,397
Supplementary capital from share premium	159,030	157,252
Revaluation reserve	72	-
Treasury shares	(8)	(1,984)
Reserve capital	30,937	21,320
Hedge valuation reserve and FX gains/losses due to consolidation	-	-
Retained earnings	20,651	24,712
Total Group shareholders' equity	245,405	235,697
Minority share	9,933	6,070
Total shareholders' equity	255,338	241,767
Long-term liabilities		
Long-term loans	2,620	3,490
Provisions for deferred tax	-	-
Provisions for liabilities	7	85
Long-term trading and other liabilities	2,242	2,904
Other financial liabilities	16,177	24,155
	21, 046	30,634
Short-term liabilities		
Bank and other loans	7,698	15,648
Provisions for liabilities	632	766
Income tax liabilities	398	1,116
Short-term trading and other liabilities	75,827	82,961
Other financial liabilities	12,609	12,681
	97,165	113,172
Liabilities related directly to fixed assets classified as held for sale	-	-
Total liabilities	373,549	385,573

4. STATEMENT OF CHANGES IN CONSOLIDATED EQUITY

	<u>Core capital</u>	<u>Supplementary capital from share premium</u>	<u>Treasury shares</u>	<u>Reserve capital</u>	<u>Revaluation reserve</u>	<u>Retained earnings</u>	<u>Total Group shareholders' equity</u>	<u>Minority share</u>	<u>Total shareholders' equity</u>
As at January 1, 2008	34,397	157,252	0	25,073	0	34,747	251,468	5,662	257,130
Increases:									
Capital increase	-	-	-	-	-	-	-	996	996
Current period results	-	-	-	-	-	9,832	9,832	-	9,832
Share subscription under the stock option plan	-	-	3,322	-	-	-	3,322	-	3,322
Valuation of management options	-	-	-	-	-	-	-	-	-
Changes to the Group's structure	-	-	-	-	-	(254)	(254)	306	52
Profit distribution	-	-	-	22	-	(33)	(11)	-	(11)
Decreases:									
Purchase of treasury shares under stock option plan	-	-	5,306	-	-	-	5,306	-	5,306
Revision of previous years' results	-	-	-	-	-	655	655	-	655
Current period results	-	-	-	-	-	-	-	894	894
Profit distribution to be allocated to reserve capital	-	-	-	-	-	18,925	18,925	-	18,925
Dividend payout	-	-	-	871	-	-	871	-	871
Financing of incentive scheme	-	-	-	2,904	-	-	2,904	-	2,904
As at December 31, 2008	34,397	15,252	(1,984)	21,320	-	24,713	235,697	6,070	241,767

As at January 1, 2009	34,397	157,252	(1,984)	21,320	-	24,712	235,697	6,070	241,767
Increases:									
Issue of shares	326	1,778	-	-	-	-	2,104	48	2,152
Current period results	-	-	-	-	-	10,782	10,782	44	10,826
Share subscription under the stock option plan	-	-	1,992	(1,701)	-	-	291	-	291
Valuation of management options	-	-	-	-	-	-	-	-	-
Changes to the Group's structure	-	-	-	-	-	-	-	3,772	3,772
Profit distribution	-	-	-	11,318	-	-	11,318	-	11,318
Revaluation	-	-	-	-	72	-	72	-	72
									-
Decreases:									
Purchase of treasury shares under stock option plan	-	-	16	-	-	-	16	-	16
Revision of previous years' results	-	-	-	-	-	-	-	-	-
Adjustment concerning the result from previous years - changes in minority share	-	-	-	-	-	3,525	3,525	-	3,525
Current period results	-	-	-	-	-	-	-	-	-
Profit distribution to be allocated to reserve capital	-	-	-	-	-	11,318	11,318	-	11,318
Dividend payout	-	-	-	-	-	-	-	-	-
Financing of incentive scheme	-	-	-	-	-	-	-	-	-
As at December 31, 2009	34,723	159,030	(8)	30,937	72	20,651	245,405	9,934	255,339

5. CONSOLIDATED CASH FLOW STATEMENT

	<u>For the period from January 1, 2009 to December 31, 2009</u>	<u>For the period from January 1, 2008 to December 31, 2008</u>
Operating activities		
Profit (loss) before tax	12,540	10,246
Adjustment by items:	24,768	6,059
Share in profit (loss) of undertakings valued using the equity method	1,637	647
Amortization and depreciation	19,728	16,269
FX gains/losses	2,413	(135)
Interest received	(139)	(46)
Interest paid	2,143	1,878
Dividends received	0	
Profit (loss) on investment activities	474	43
Movements in inventories	8,336	(6,178)
Movements in receivables	7,246	(13,891)
Movements in liabilities and provisions	203	11,075
Movements in other assets	(8,995)	2,828
Income tax paid	(2,224)	(4,717)
Other	(4,418)	(1,068)
	37,308	16,305
Investing activities		
Purchase of tangible fixed assets	(28,164)	(80,379)
Purchase of financial assets	(65)	205
Revenue from sale of tangible fixed assets	11,811	13,735
Repayments of long-term loans	-	
Long-term loans granted	(94)	
Revenue from sale of financial assets	-	
Interest received		
Dividends received		
FX gains/losses	(108)	(39)
Other	12	100
	(16,608)	(66,378)
Financing activities		
Net proceeds from issue of shares and other capital contributions	404	204
Subsidies received	-	976
Proceeds from loans	583	17,210
Repayments of loans	(8,709)	(1,799)
Purchase of treasury shares	(16)	(4,888)
Payment of liabilities arising from finance leases	(10,744)	(6,004)
Dividends paid	-	(19,569)
Interest received	22	(134)
Interest paid	(2,101)	(1,830)
Other profit-sharing	-	
FX gains/losses	(154)	75
Other	1,889	62
	(18,565)	(15,697)
Movements in cash	2,136	(65,771)
Opening balance of cash	3,982	69,756
Closing balance of cash	5,856	3,982

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. BASIC INFORMATION

ATM S.A., being the parent company of the ATM S.A. Group of Companies, is a joint stock company. The Company launched its operations in 1993 as ATM Sp. z o. o. limited liability company. On July 10, 1997, ATM Sp. z o. o. was transformed into a joint stock company pursuant to the notarial deed drawn up at the Notarial Office in Raszyn on May 16, 1997 (Repertory No. 3243/97).

The registered office of the Company is located in Warsaw at ul. Grochowska 21a. The Company was registered at the District Court for the Capital City of Warsaw in Warsaw, 13th Commercial Division of the National Court Register. The Company is registered under National Court Register entry No. KRS 0000034947.

ATM S.A. is listed on the Warsaw Stock Exchange. According to the Warsaw Stock Exchange classification, the core business of the Group concerns the IT sector.

2. GROUNDS FOR THE DRAWING UP OF CONSOLIDATED FINANCIAL STATEMENTS AND ACCOUNTING PRINCIPLES (POLICIES)

The interim condensed financial statements for 4 quarters ended December 31, 2009 were prepared in accordance with IAS 34 Condensed Interim Financial Reporting.

Pursuant to IAS 1 (amended) *Presentation of Financial Statements* §17, the Issuer's Management Board decided that compliance with the requirement of IAS 21 *The Effects of Changes in Foreign Exchange Rates* in relation to foreign currency valuation of liabilities resulting from lease agreements would be confusing and the financial statements would fail to fulfill their purpose, specified in *The conceptual framework*. Therefore, the Company withdraws from full application of the said requirement and adopts a modification to it, discussed below.

Pursuant to IAS 21 §28, exchange rate differences in the revaluation of lease liabilities, resulting from an alteration in foreign exchange rates, should be included in the financial result for the current reporting period. Due to an atypical, sharp and – according to analysts – transitional and speculation-based increase in currency exchange rates in relation to PLN between September 2008 and February 2009, it would result in a substantial decrease of the Company's profit in that period, unrelated to the actual state of the Company's business activity. Only a small portion of exchange rate differences on lease liabilities related to installments paid in a given reporting period concerns the current reporting periods, while the majority of these differences concerns well-defined future periods for which the maturity date of subsequent lease installments falls. This cost will be actually realized (i.e. it shall be charged to the company) in future periods, provided that currency exchange rates in relation to PLN do not decrease in the meantime.

Therefore, pursuant to IAS 1 §17, the Company adopted a partial exemption from IAS 21 in the present financial statements (and consistently in all the other statements starting from the financial statement adopted in the fourth quarter of 2008), i.e. exchange rate differences on currency lease liabilities were recognized as the Company's financial costs for a given reporting period only in the portion concerning actually paid installments. The remaining amount of exchange rate differences was recognized in the accruals, which shall be recognized in financial costs for individual quarterly periods of lease installments repayment. Simultaneously, accruals are adjusted for exchange rate differences on lease liabilities (both gains and losses), arising in future periods. This exemption from IAS 21 shall be applied by the Company until currency exchange rates stabilize at the level reflecting the real purchase value of PLN.

The Management Board acknowledges that the financial statements (including the exception from IAS 21 pursuant to IAS 1 §17) present fairly the financial position of the Company, financial results of its operations and its cash flows.

Accounting principles (policy) used for preparing the interim condensed financial statements are consistent with those used for preparing the annual consolidated financial statements of the Group for the previous year.

3. SEASONALITY OF OPERATIONS

Revenue from sales of telecommunications services is stable, recurring and relatively resistant to the business cycle, mainly owing to the subscription nature of the services. In general, the Group revenue from telecommunications and value-added services does not demonstrate any significant seasonality – on the contrary – stable growth is characteristic for them.

On the other hand, the activity of the Group demonstrates historically recurrent seasonal nature of sales in the ICT systems integration segment. In this segment in the last quarter of the year, the Group usually achieves the highest revenue and generates a majority of the annual profit. In 2009, the Group did not achieve the expected increase in the sales revenue in the last quarter of the year. The reason for this was the existing recession in the country, which decreased investments in the area of IT infrastructure at the end of 2009 and unclear situation in the capital market concerning ATM Systemy Informatyczne Sp. z o.o. (ATM SI), the biggest company in the integration sector. Due to the Issuer's negotiations with one of the telecommunications providers on the possibility of acquiring the majority interest in this company, some of the company's customers, which are also telecommunications providers, limited their orders placed with ATM SI. Eventually, withdrawing from the idea of introducing capital changes in ATM SI restored the previous situation, but it was not possible to recover lost revenues before the end of the year. As a result, lower year-on-year annual revenues were recorded.

The activity in the mobile payments segment does not demonstrate any significant seasonality, either. This is the area of the Group's commercial activity, conducted mainly by mPay S.A. and it records a constantly growing revenue (albeit still of insignificant value on the Group scale). The pace of revenue increase in subsequent quarters of the year will depend on the pace of the increase in the popularity of mobile payments in Poland and on expanding the coverage and knowledge of the mPay service.

4. DIVIDENDS PAID AND DECLARED

The dividend policy announced by the Issuer's Management Board in the current report No. 25/2006 of June 8, 2006 made the dividend amount dependent on share prices in the last month of the year, after the application of EURIBOR increased by 0.5%. In the current report No. 10/2009 of April 22, 2009 the Management Board of ATM S.A. announced that the current financial standing of the Company allows the implementation of that policy also in respect of the profit achieved by ATM S.A. in 2008. However, in connection with the current situation on financial markets, which involves difficulties and high costs of capital raising, and a simultaneous Company's requirement for funds necessary to implement current investments, the Management Board proposed that the 2008 profit be appropriated in full to the Company's reserve capital and recommended such decision to the Annual General Meeting, which adopted an appropriate resolution in this respect on May 15, 2009.

With respect to the Issuer's investment plans and the remaining high costs and difficult conditions of acquiring financial debt instruments, as well as due to the profit for the year 2009, it is highly possible that the Issuer's Management Board will recommend that the Annual General Meeting suspends dividend payouts. The final decision concerning this issue will be made at a later date.

5. SEGMENTS OF OPERATION

The first segment which is becoming increasingly important and is expanding its share in the Group's revenue and income, is telecommunications activity, including the activities of the Telecommunications Services Department within ATM S.A. and (without consolidation of operating results) of Linx Telecommunications B.V.

ICT systems integration is another segment responsible for the major portion of revenue. It comprises the activity carried out by ATM Systemy Informatyczne Sp. z o.o. (until April 1, 2009 carried out by the Integration Services Department of ATM S.A.), ATM Software Sp. z o.o. (formerly Centrum Badawczo-Rozwojowe ATM-Lab sp. z o.o., until July 1, 2009 a part of the current activity was conducted in the

Business Solutions Department within ATM S.A.), KLK S.A., Impulsy sp. z o.o., Sputnik Software sp. z o.o. and inONE S.A.

Finally, the third most distinguished segment is mobile payment services, including the activities of subsidiaries: mPay S.A. and mPay International sp. z o.o.

The basic financial parameters of the distinguished segments are presented below:

	Telecommunicatio ns	Integratio n of ICT systems	Mobile payments
For the period January 1 - December 31, 2009			
Fixed assets	196,316	41,090	30,057
Sales revenue	90,367	189,942	771
Sales margin*	50,554	53,902	243
Operating profit (loss)	13,975	8,092	-4,567
For the period January 1 - December 31, 2008			
Fixed assets	179,121	57,216	9,530
Sales revenue	72,795	193,795	348
Sales margin*	41,535	61,320	274
Operating profit (loss)	9,719	10,984	-6,501

*) Sales revenue less variable selling costs

Geographical structure of revenue from sales is as follows:

	For the period January 1 - December 31, 2009	For the period October 1 - December 31, 2009	For the period January 1 - December 31, 2008	For the period October 1 - December 31, 2008
Domestic sales	280,028	76,388	264,925	115,923
Export	3,470	797	2,523	670
Total sales revenue	283,498	77,185	267,448	54,947

6. SIGNIFICANT EVENTS AFTER THE END OF THE QUARTER

After the end of the quarter, ATM S.A. concluded two agreements with the IT Projects Center of the Ministry of the Interior and Administration concerning "Building and implementation of the nation-wide ICT network for the purpose of alarm telephone number 112 (OST 112)". The Issuer informed about concluding these agreements with the use of Current Report No. 05/2010 of 22 January 2010. The fulfillment of this agreement will be of great importance to the Issuer's revenues and profits within the next couple of years.

7. CHANGE IN THE COMPANY STRUCTURE

On September 9, 2009 a share capital increase in ATM S.A. to the amount of PLN 34,526,176.80 was registered. The increase of the share capital was conducted in the scope of the registered capital. The shares were dedicated to the minority shareholders of KLK S.A., acquiring shares for an average market price. Offering ATM S.A. shares to the KLK S.A. shareholders resulted from an investment agreement of 24 October 2006 and it enabled ATM S.A. to increase its share in the KLK share capital from 78.74% to 89.37%.

On September 9, 2009 a capital increase in mPAY S.A. was registered: currently the capital of mPAY S.A. is 17,100,000, of which ATM S.A. holds PLN 9,996,500, i.e. 58.46% of the share capital entitling to 58.46% of votes at the General Meeting.

On 18 November 2009 ATM S.A. sold 1,020 shares of Cineman sp. z o.o. to Monolith Films sp. z o.o.

On 11 December 2009 the District Court for the Capital City of Warsaw in Warsaw, 13th Economic Department of the National Court Register, registered the entry on liquidation proceedings of Rec-Order sp. z o.o.

The general number of shares of Linx Telecommunications B.V. changed due to issuing shares in relation with the program of employee shares, which resulted in the Issuer's share, which decreased after the change as at 31 December 2009 amounting to 21.33%.

On 22 December 2009 the resolution on the dissolution of the company iloggo Sp. z o.o. was adopted at the Extraordinary Shareholder's Meeting. As a result, on 28 December 2009 the application on commencement of the liquidation proceedings was submitted to the District Court for the Capital City of Warsaw, Economic Court, and 13th Department of National Court Register.

The Issuer's actions on the liquidation of Rec-order Sp. z o.o. and iloggo Sp. z o.o., as well as selling 60% of the owned shares of Cineman Sp. z o.o. are aimed at focusing at the Issuer's core activity of rendering telecommunications and IT services.

8. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Off-balance sheet items	As at	As at
	31/12/2009	31/12/2008
1. Contingent receivables	0	291
1.1. from other undertakings	0	291
2. Contingent liabilities	23,452	27,698
2.1 to other undertakings, including:	23,452	27,981
- guarantees and sureties granted	6,464	6,322
- mortgage security	11,545	18,060
- pledges	5,443	3,316

Since the end of the fiscal year 2008, the following changes have occurred with respect to contingent liabilities:

- a) conditional receivable debt decreased by 291 due to the repayment of conditional receivable debt

b) granted guarantees and sureties increased by PLN 142 thousand resulting from:

- the expiry of bank and insurance guarantees (tender guarantees and performance bonds) at PLN 2,310,000;
- the establishment of guarantees for tenders and concluded contracts in the form of insurance guarantees amounting to PLN 2,452,000;

c) pledge security increased by PLN 2,127,000,

d) mortgage security decreased by PLN 6,515,000.

OTHER INFORMATION

(AS REQUIRED PURSUANT TO THE REGULATION OF THE MINISTER OF FINANCE REGARDING ONGOING AND PERIODIC INFORMATION PROVIDED BY ISSUERS OF SECURITIES)

	31/12/2009	31/12/2008	31/12/2009	31/12/2008
	PLN '000		EUR '000	
Total sales revenue	283,498	267,448	65,312	75,719
Operating profit (loss)	18,179	14,308	4,188	4,051
Profit before tax	12,540	10,246	2,889	2,901
Net profit of parent undertaking shareholders	10,782	9,832	2,484	2,784
Net cash from operating activities	37,308	16,305	8,595	4,616
Net cash from financing activities	(18,826)	(15,697)	(4,337)	(4,444)
Net cash flows from investing activities	(16,608)	(66,378)	(3,826)	(18,793)
Increase (decrease) in cash	2,135	(65,771)	492	(18,621)
	31/12/2009	31/12/2008	31/12/2009	31/12/2008
Fixed assets	272,781	261,951	66,399	62,782
Current assets	100,768	123,622	24,528	29,629
Total assets	373,549	385,573	90,928	92,410
Long-term liabilities	21,046	30,634	5,123	7,342
Short-term liabilities	97,165	113,172	23,651	27,124
Equity	255,338	241,767	62,153	57,944
Share capital*	34,723	34,397	8,452	8,244
Parent undertaking shareholders' equity	245,405	235,697	59,735	56,490
Number of shares	36,343,344	36,000,000	36,343,344	36,000,000
Book value per share (PLN/EUR)	6.75	6.55	1.64	1.57
Diluted book value per share (PLN/EUR)	6.75	6.55	1.64	1.57

SELECTED FINANCIAL DATA

* share capital was restated in accordance with IAS 29.

The above financial data for the third quarter of 2009 and 2008 have been converted into EUR in accordance with the following principles:

- individual items of assets and liabilities were calculated with the average FX rate of the National Bank of Poland as of December 31, 2009 at PLN/EUR 4.1082 and as of December 31, 2008 at PLN/EUR 4.1724,
- individual items of the profit and loss account and the cash flow statement were calculated with the rate being arithmetic mean of rates of the National Bank of Poland as at the last day of each month of the fiscal year between January 1 and December 31, 2009 at PLN/EUR 4.3406 and between January 1 and December 31, 2008 at PLN/EUR 3.5321.

DESCRIPTION OF THE ISSUER'S SIGNIFICANT ACHIEVEMENTS OR FAILURES DURING THE REPORTING PERIOD

Generated financial results in the fourth quarter of 2009 are satisfactory with respect to telecommunications activities, but they are historically lower than the results achieved by the Issuer in the last quarters of the year with respect to ICT systems integration. With respect to the whole Group's activity, the Group achieved revenue of PLN 77.18 million and net profit of PLN 5.38 million. In the whole year 2009, the Issuer achieved consolidated revenue from sales at PLN 283.50 million and generated PLN 10.83 million net profit and, in comparison to 2008, the revenue increased by 6% and the net profit increased by 21%.

The lack of historical increase of revenue and profits in the fourth quarter is a result of lower results with respect to ITC integration services rendered by ATM Systemy Informatyczne, the largest company within the Issuer's group of companies. The situation was discussed in detail in the latter part of the report concerning activities in the area integrated ICT systems.

The general reason which also needs to be emphasized as it negatively affected financial results in the fourth quarter was lowering the level of available orders on the IT market, especially frequent resignation from or delays in investment processes connected with construction of IT systems, which were caused by general macroeconomic situation in the country.

To sum up, the fourth quarter was considerably worse than the expectations, whereas it needs to be emphasized that, while analyzing the Group's yearly results and considerably weaker year for the sector, the Issuer's consolidated results are better in 2009 than in the previous year.

Telecommunications and value-added services

In the fourth quarter of 2009, similarly to previous periods, revenue from sales of telecommunications services rendered under the brand name of ATMAN was of high importance to the Group's consolidated financial statements. In the telecommunications segment, the Group generated sales revenue of PLN 22.95 million and the margin on sales (revenue less variable costs of goods sold) of PLN 13.26 million. This translates to 10% increase in revenue and 6% increase in the margin on sales as compared to the same period of 2008.

The last quarter of 2009 was a good summing up of the last year with respect to telecommunications services, in which the Group's revenue increased by more than 24% and the operational profit from the same segment of activity increased by 44%. The Issuer achieved revenue of more than 90.3 million and generated operational profit of more than 13.98 million, and at the same time noted very high profitability on margin on sales (revenue less variable costs of goods sold) amounting to more than 56%. It is a confirmation of good investment decisions concerning telecommunications infrastructure from the years 2007-2008, which enable the Group to retain the previous development dynamics of its activities in this sector despite generally difficult macroeconomic conditions.

In the fourth quarter, the Issuer will continue the process of selling telecommunications services based on the new collocation area in the scope of the data center area Telehouse.Poland introduced in the third quarter. In accordance with the previous information, business discussions finalized in the fourth quarter of the previous year resulted in actually acquiring customers, who finished the installation process in the new data center area in February of this year. The first revenues will be visible already in the first quarter of the year 2010.

The issuer is currently in possession of two data centers, where he renders collocation and hosting services for Polish and international customers on the net space of more than 2,000 m². Within the next months, new collocation areas are planned to be delivered in the centrally located business center Telehouse.Poland. The building has a gross area of more than 3,700 m² prepared for a quick adaptation of new customers, which is a comfortable situation for the Issuer, in which he currently has a greater possibility to equip the building. It also enables the Issuer to incur expenses exclusively with respect to current needs of customers, which are at the moment kept on the high level.

In the previous year, the Issuer also acquired new contractors and extended subscription agreements with key accounts for the following years. The most notable customers come from the public sector, i.e. the Ministry of National Defense, Agricultural Property Agency, the Main Medical Chamber, Agricultural Market Agency, and Polish National Television TVP. European Agency for the Management of Operational Cooperation at the External Borders of the Member States of the

European Union (Frontex) also became the Issuer's customer of telecommunications services, which is a particular recognition for the highest quality of the services rendered by the Issuer.

The Issuer's crucial achievement in the fourth quarter of the last year was signing the agreement with the Minister of Economy on co-financing the project "ATM Innovation Center". The object of the planned investment is a construction of a building, where services based on the cutting-edge telecommunications and IT technologies will be prepared and implemented, which will be connected with extension of the existing currently used ATMAN-Grochowska Telecommunications Center. The value of the gained co-financing amounts to PLN 72,320,576.20, whereas the whole investment costs of the project will amount PLN 321.33 million until the year 2015.

The Issuer's project, which received co-financing, will be implemented in the years 2010-2015 and is divided into particular stages. Financial results will be an important factor, which will condition the launch of further stages of investment in accordance with project implementation schedule. The Issuer plans i.e. to extend the existing data centers and build offices especially adjusted to companies from technological sector. Office areas will be characterized by access to telecommunications and IT infrastructure. The whole project will be implemented in accordance with business plan assumptions, which assumes the possibility of adjusting the implementation schedule to the current market situation and demand for services. Extending the implementation of this project for a period of few years will enable the Issuer to finance the project from his own funds with a support of aid from the European Union (in accordance with the abovementioned agreement) as well as lease of equipment of the constructed buildings.

According to the Issuer, we currently observe a growing interest in advanced telecommunications services in Poland, especially in the collocation and hosting area. Therefore, it is assumed that demand for such services in modern server rooms will remain steady for at least the next couple of years and the investment initiated at the moment will enable the Issuer to use this demand successfully. Finishing this investment project by the Issuer should enable him to gain the leadership on the market of telecommunications services connected with data centers, as well as to guarantee the stable, foreseeable growth in revenue and profit in the upcoming years.

The company rendering services in the same character as ATM S.A. is a Dutch company Linx Telecommunications B.V. functioning mainly on the markets of Central and Eastern Europe. In the fourth quarter of the year, the company informed that it finalized the transaction of acquiring the Estonian company Norby Telecom rendering services in the area of data transmission and VoIP.

The investment of acquiring Norby Telecom is an element of Linxtelecom's strategy connected with systematic extension of international IP network and data transmission of the Dutch provider into Easter European countries. Acquiring a part of Norby Telecom means that Linxtelecom acquires 700 new customers and a broad network of fiber optic lines in cities such as Tallinn, Tartu, Jogeva, Paide and Narva.

ICT systems integration

Companies from the Group (in particular KLK S.A. and ATM Systemy Informatyczne Sp. z o.o.) usually achieve very good results on ICT systems integration in the fourth quarter of the year. Unfortunately, due to reasons detailed below, in the fourth quarter this effect was more limited than in previous years and results achieved by companies from the Group in this segment were much lower than expected.

In the fourth quarter 2009, in the ICT integration segment the Group achieved consolidated revenues in the amount of PLN 56.57 million (PLN 96.4 million for the same period in 2008), while achieving the sales margin in the amount of PLN 15.5 million (PLN 27.44 million for the same period in 2008). Cumulatively, for the whole 2009, in the ICT integration segment, the Group achieved total revenues of PLN 189.94 million and the operating profit of PLN 8.09 million (in 2008: revenues of PLN 193.79 million and the operating profit of PLN 10.98 million).

One of the reasons of less profitable end of the year in integration services was the information that reached the market, concerning the potential acquisition of a control package of shares in ATM Systemy Informatyczne by one of telecommunication operators, being at the same time a direct competitor to key customers of this company.

Preliminary discussions held by the Issuer were aimed, *inter alia*, at targeting a strategic investor for ATM SI and supporting further dynamic development of this company. However, despite lack of actual

threat to current customers of ATM SI, speculations based on press information directly resulted in non-finalizing a material part of contracts with telecommunication operators being key customers of this company in the fourth quarter of the year.

Ultimately, no strategic investor acquired shares in ATM SI and the Issuer does not plan any further activities in this respect. The original status was restored, but it was impossible to recover revenues typical for the end of the year.

The economic slowdown that resulted in limiting orders related to investments in widely understood IT infrastructure was another obvious reason. The impact of such slowdown due to macroeconomic phenomena could be offset by long-term commercial contracts. Undoubtedly, achievements at the end of the year, including the last quarter, include winning tenders in the ICT systems integration area, including the largest one for the development, implementation and maintenance of the Nation-Wide ICT Network for the purpose of alarm telephone number 112 (OST 112). This would have a very positive impact for revenues stabilizing and resisting potential economic slowdown.

Winning OST 112 means that the Issuer won the biggest public tender for ICT solutions in 2009. The value of contracts concluded as at the date of publishing this report exceeds PLN 367 million gross and the next contracts will be concluded in the following project stages (up to maximum PLN 490 million gross). Consequently, this is the most significant contact in the Issuer's history that would considerably affect the Group's position and revenues in the forthcoming years.

As part of the contract, the Issuer will deliver comprehensive ICT solutions found upon telecommunications and system integration services and technology of CISCO Systems which will be the basis to implement in the entire country professional service connected with the infrastructure of fast responding. OST 112 is also one of the biggest ICT projects in Poland during past several years.

Despite generally lower results achieved on integration activities in last quarter of 2009, companies from this sector scored many spectacular successes. It is worth emphasizing the successes of ATM Systemy Informatyczne Sp. z o.o. related to cooperation with cable TV operators (CATV), involving delivery of network devices from Cisco and Scientific-Atlanta, management system implementation, including the implementation of a proprietary SMaCS system. In the second half of the year, the total value of these contract reached PLN 14 million. In the fourth quarter of the last year, ATM Systemy Informatyczne also signed a 3-year contract with NBC Universal from the General Electric group, for global delivery of Scientific-Atlanta (Cisco) devices to NBC and its customers. Under the contract, ATM SI delivers network devices to customers on European and Asian markets.

KLK S.A. is another company from the Group that despite more difficult market conditions and reduction of investments in the IT area faired successfully in the fourth quarter of the year. This company delivered and launched technologically advanced standby power system for the server room and office space for VATTENFALL in a new Traffic Control building, by the order of ELTEL NETWORKS. The scope of works included delivery of the guaranteed power supply system and its implementation. Also in the last quarter of the last year, KLK S.A. started the installation of the state-of-the-art server room for Wirtualna Polska S.A. — publisher of one of leading internet portals. The new data center class facility will be developed based on the concept and technical design fully prepared by KLK S.A. This is another order for professional server room won by this company, which emphasizes high competencies of the company in this respect. Despite positive year end, starting the second quarter 2009, in accordance with previous forecasts, KLK S.A. endeavored to offset serious financial losses suffered in the first month of the last year (due to exchange differences on payments for goods at the end of 2008), which had an impact on annual financial result. After fourth quarters of the last year, KLK S.A. cumulatively recorded 3% growth in revenues and closed 2009 with minimal net profit.

Sputnik Software that closed the fourth quarter and the whole 2009 with excellent results stands out against ATM Group of Companies. During that period, the company which develops software and provides services for the public sector, gained many new customers and achieved its long-term objective that was the development of an integrated IT platform (the "Nowoczesny Urząd" (Modern Office) software family), currently covering practically all areas of activities of local government units. The effective implementation of the development strategy adopted by Sputnik Software together with its increasingly stronger position on the market of IT solutions for the public sector translated into increased profitability together with the growth in net profit by over 21% and 5% increase in revenues vs. 2008.

2009 was equally successful for another company from the Group – InONE S.A., which when compared with 2008 recorded, *inter alia*, 30% growth in the value of contracts for comprehensive IT services based on the proprietary IT outsourcing model, despite obvious decrease in the value of this market in Poland in the same period.

Impulsy Sp. z o.o. also recorded significant achievements in 2009. For the second year in row the company was awarded prestigious European award EuroCertyfikat 2009 for proprietary software Medicus On-line for the health care sector. The integration option with barcodes printed on every documented generated by the system was used for the purposes of the system implementation by Impulsy Sp. z o.o. at M. Kajka District Hospital in Mragowo. The state-of-the-art solutions allow to win an increasing number of customers. In 2009, Medicus On-Line system was successfully implemented in a number of health care centers in Warsaw, *inter alia*, at “Feniks Medica” and “Etos” private rehabilitation centers and MSWiA Specialized Hospital in Otwock.

ATM Software, which has operated in the current form since 1 July 2009 and specializes mainly in offering multimedia solutions, also managed well in 2009. The product range of this company includes the proprietary ATM InternetTV platform that allows for effective implementation of multimedia projects – it addresses the issues related to content management, storage and distribution. In particular, this company in cooperation with Redefine – the owner of IPLA.TV service, provided extremely popular live coverage of events such as Gołota vs. Adamek fight or finals of Women’s European Volleyball Championship 2009.

Mobile payments

In this segment, the Group operates through mPay S.A. – the company that popularizes innovative mobile payment system and is the first company offering such solutions in Poland. In 2009, in the mobile payment area, the Group achieved revenues in the amount of PLN 0.77 million and recorded a loss of PLN 4.6 million on the operating profit level. These results are much better than in the similar period in 2008 (revenues of PLN 0.35 million and loss of PLN 6.5 million on the operating profit level), but as in other periods, are not satisfactory in the opinion of the Issuer.

Taking into account the fourth quarter, the information that leading mobile telephony operators (PLUS, PLAY, ERA, Orange) after completing tests at the initiative of MasterCard notified of the decision of their Management Boards on undertaking joint activities aimed at commercial launch of mobile payments under common trademark “Płać komórką”, is of crucial importance. mPay S.A. is the first and currently the only entity that might offer its solutions under this trademark.

Taking into account current operations of mPay S.A., in accordance with previous information, the company successfully implemented the restructuring process aimed at significant limitation of fixed costs.

At the same time, in addition to completing the current cost optimization process, the Issuer in cooperation with the Management Board of mPay S.A. continues activities aimed at targeting a medium-term investor interested in co-financing the development of the company during the period of reaching the break-even point.

DESCRIPTION OF UNTYPICAL FACTORS AND EVENTS WHICH MATERIALLY AFFECT FINANCIAL RESULTS ACHIEVED

The most important untypical factors and events in the fourth quarter include a disadvantageous phenomenon and confusion connected with information related to the possibility of the takeover of the controlling interest of ATM Systemy Informatyczne (the largest company within the Group, operating in the area of integration of ICT systems) by one of the telecommunications services providers – a direct competitor of many key accounts of the company.

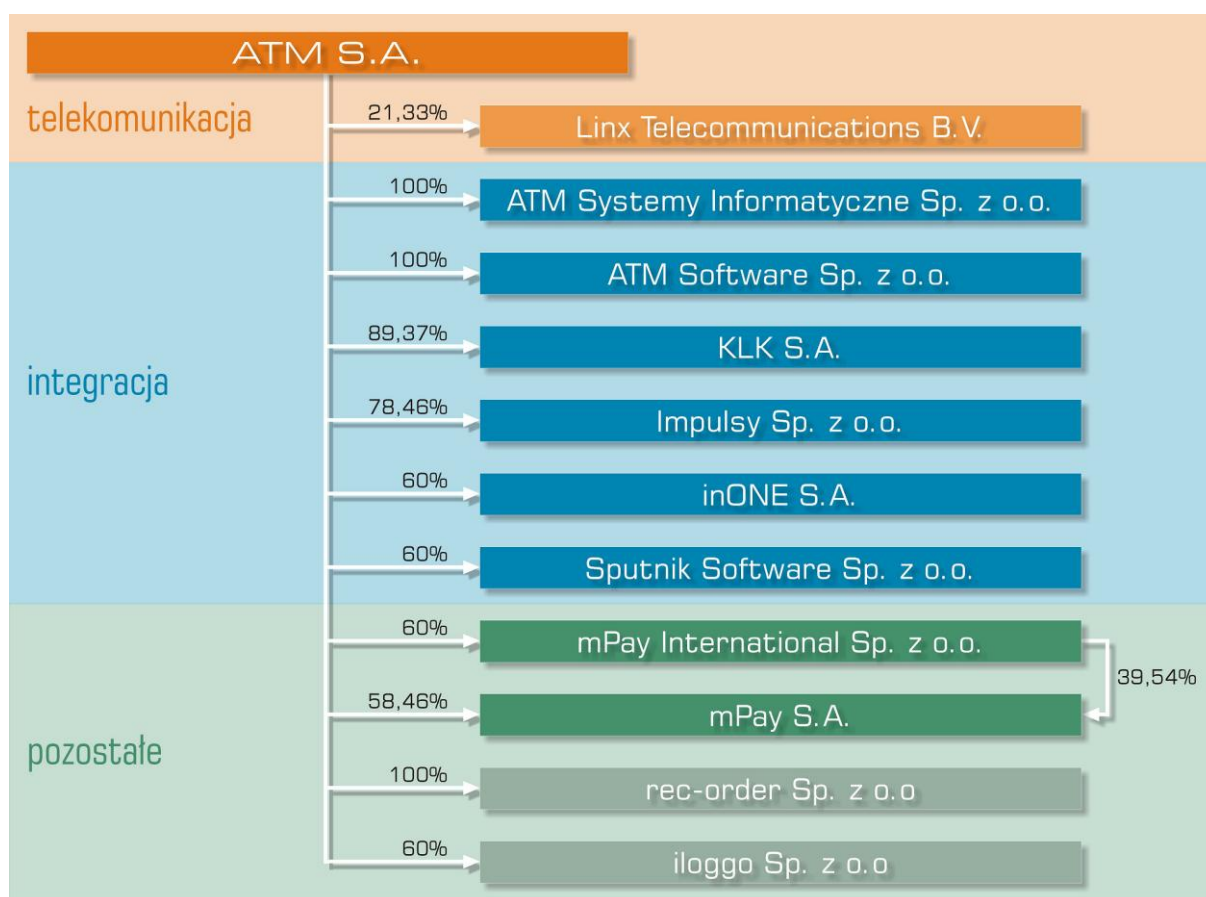
This significantly disadvantageous situation negatively affected the Group’s generated financial results in the fourth quarter. It was fully described in the section “*Description of the Issuer’s significant achievements or failures during the reporting period*”.

DESCRIPTION OF THE ORGANIZATION OF THE ISSUER'S GROUP OF COMPANIES, WITH THE LIST OF CONSOLIDATED COMPANIES

As of the date of this report ATM S.A. holds shares in the following companies:

- in m-Pay International sp. z o.o.: 11,100 shares of the total value of PLN 5,550,000, which constitutes 60% of the share capital and entitles to 60% of votes at the General Meeting of the Company's Shareholders,
- in Iloggo Sp. z o.o. 300 shares of the total value of PLN 300,000, which constitutes 60% of the share capital and entitles to 60% of votes at the General Meeting of the Company's Shareholders,
- in mPay S.A.: 19,993,000 shares of the total value of PLN 9,996,500, which constitutes 58.46% of the share capital and entitles to 58.46% of votes at the General Meeting of the Company's Shareholders; the increase of the share capital of mPay S.A. to the amount of PLN 17,100,000 was registered on September 9, 2009,
- in rec-order sp. z o.o.: 1,150 shares of the value of PLN 100 each and the total value of 115,000, which constitutes 100% of the share capital and entitles to 100% of votes at the General Meeting of the Company's Shareholders,
- in inONE S.A.: 300,000 shares of the total value of PLN 300,000, which constitutes 60% of the share capital and entitles to 60% of votes at the General Meeting of the Company's Shareholders,
- in KLK S.A.: 476,700 shares of the total value of PLN 476,700, which constitutes 89.37% of the share capital and entitles to 89.37% of votes at the General Meeting of the Company's Shareholders,
- in Sputnik Software sp. z o.o.: 600 shares of the total value of PLN 3,000,000, i.e. 60% of the share capital entitling to 60% of votes at the General Meeting of the Company's Shareholders,
- in Linx Telecommunications B.V.: 2,754,612 shares of the total value of EUR 27,546.12, which constitutes 21.33% of the share capital and entitles to 21.33% of votes at the General Meeting of the Company's Shareholders,
- in ATM Software sp. z o.o.: 10,000 shares of the total value of PLN 500,000, which constitutes 100% of the share capital and entitles to 100% of votes at the General Meeting of the Company's Shareholders,
- in Impulsy sp. z o.o.: 51 shares of the total value of PLN 102,000, i.e. 78.47% of the share capital entitling to 78.47% of votes at the General Meeting of the Company's Shareholders,
- in ATM Systemy Informatyczne sp. z o.o.: 20,000 shares of the total value of PLN 1,000,000, which constitutes 100% of the share capital.

The chart below presents the structure of the ATM S.A. Group of Companies as at the day of the publication of this report:



telekomunikacja = telecommunications

integracja = integration

pozostale = other

* rec-order and iloggo are currently subject to liquidation proceedings

As at December 31, 2009 all companies were consolidated.

POSITION OF THE MANAGEMENT BOARD REGARDING THE VIABILITY OF ACHIEVING PREVIOUSLY PUBLISHED FORECAST RESULTS FOR A PARTICULAR YEAR, TAKING INTO ACCOUNT THE RESULTS PRESENTED IN THE QUARTERLY REPORT VERSUS PROJECTED RESULTS

The Company did not make 2009 public forecasts.

INFORMATION ON SHAREHOLDERS HAVING DIRECTLY OR INDIRECTLY THROUGH SUBSIDIARIES AT LEAST 5% OF THE TOTAL NUMBER OF VOTES AT THE ISSUER'S ANNUAL GENERAL MEETING AS OF THE DATE OF SUBMISSION OF A QUARTERLY REPORT, STATING THE NUMBER OF SHARES HELD BY THOSE COMPANIES, THEIR PERCENTAGE STAKE IN THE SHARE CAPITAL, THE RESULTING NUMBER OF VOTES AND PERCENTAGE SHARE IN OVERALL NUMBER OF VOTES AT THE ANNUAL GENERAL MEETING AS WELL STATING CHANGES IN THE OWNERSHIP STRUCTURE OF SIGNIFICANT STAKES OF ISSUER'S SHARES IN THE PERIOD SINCE SUBMISSION OF PREVIOUS QUARTERLY REPORT

The table below presents data on shareholders holding at least 5% of the total number of shares at a general meeting of the Issuer:

Name and surname or company name	Number of shares held	Stake in share capital
Tadeusz Czichon	5,956,887	16.39%
Roman Szwed	3,387,993	9.32%
POLSAT OFE *)	3,597,172	9.90%
ING OFE *)	3,493,844	9.61%
Piotr Puteczny **)	1,817,500	5.00 %

The above figures reflect share ownership of natural persons as of February 25, 2010

*) number of shares as of December 31, 2008 based on the "Annual asset structure"

**) jointly with his spouse

The Company's Management Board has not received any other notifications concerning the crossing of the 5% threshold by shareholders who purchase shares on the stock market.

Since the submission of the previous quarterly report the following changes have occurred in the ownership structure of significant stakes:

Name and surname or company name	Number of shares in accordance with the previous report	Number of shares in accordance with the current quarterly report	Change in the number of shares and number of votes
Tadeusz Czichon	5,956,887	5,956,887	0
Roman Szwed	3,387,993	3,387,993	0
POLSAT OFE	3,597,172	3,597,172	0
ING OFE	3,493,844	3,493,844	0
Amplico TFI / AIG TFI*	1,860,624	1,245,123	615,501
Piotr Puteczny	1,817,500	1,817,500	0

* the number of shares in accordance with the notification from AMPLICO Towarzystwo Funduszy Inwestycyjnych S.A. (previously known as AIG TFI S.A.) of January 7, 2010. The change in the number of shares was caused by the termination of the activity of portfolio management on behalf of Amplico Life S.A. Before the abovementioned change, i.e. as at December 31, 2009, AMPLICO TFI S.A. bore 1,871,376 shares from a total number of 36,343,344 of the Company's shares, which constituted 5.149 % of the total number of votes on the company's Annual General Meeting and 5.149 % of the company's share capital. The Issuer submitted all information related to this matter in a current report No. 2/2010 and 3/2010.

SUMMARY OF CHANGES IN THE NUMBER OF ISSUER'S SHARES OR STOCK OPTIONS HELD BY THE ISSUER'S MANAGERS AND SUPERVISORS, IN ACCORDANCE WITH THE INFORMATION AVAILABLE TO THE ISSUER, SINCE THE SUBMISSION OF THE PREVIOUS QUARTERLY REPORT

A summary of changes in the ownership of Issuer's shares by the Issuer's managers and supervisors since the submission of the previous quarterly report is presented in the table below:

Forename and surname	Number of shares in accordance with the previous report	Number of shares in accordance with the current quarterly report	Change in the number of shares and number of votes
Tadeusz Czichon	5,956,887	5,956,887	0
Roman Szwed	3,387,993	3,387,993	0
Maciej Krzyżanowski	55,408	55,408	0
Dariusz Kielkowski	800,800	800,800	0
Anna Bugajska	54,100	52,870	-1,230
Tomasz Tuchołka	925	925	0

PURCHASE OF TREASURY SHARES

Pursuant to the resolution of June 5, 2008, the Ordinary General Meeting of Shareholders approved a purchase by the Issuer of treasury shares which will be offered for sale to employees of companies from the ATM S.A. Group of Companies, in accordance with the Rules of the Incentive Scheme (as per the current report No. 22/2008 of June 5, 2008).

In connection with the implementation of the Incentive Scheme as of the date of this report's publication the Company holds 8,678 treasury shares, i.e. 0.02% at the General Meeting of the Company.

INFORMATION ON PENDING PROCEEDINGS BEFORE COURT, ARBITRATION PANEL OR PUBLIC ADMINISTRATION BODY

There are no proceedings before the court, arbitration panel or a public administration body concerning liabilities or receivables of the Issuer or its subsidiary the value of which would constitute at least 10% of the Issuer's equity.

INFORMATION ON CONCLUSION BY THE ISSUER OR ITS SUBSIDIARY OF ONE OR MORE TRANSACTIONS WITH RELATED UNDERTAKINGS WHICH ARE NOT TYPICAL OR ROUTINE TRANSACTIONS

During the reporting period, neither the Issuer nor any of the Issuer's subsidiaries concluded transactions with related undertakings, both individually or jointly, which were not typical or routine transactions concluded in the course of daily operations.

INFORMATION ON GRANTING BY THE ISSUER OR ISSUER'S SUBSIDIARY A LOAN OR BORROWING SURETY OR A GUARANTEE

During the reporting period, no loan or borrowing sureties or guarantees were extended by the Issuer or any of the Issuer's subsidiaries to any party that would in total exceed 10% of the Issuer's shareholders' equity.

OTHER INFORMATION CONSIDERED BY THE ISSUER AS IMPORTANT IN THE ASSESSMENT OF THE ISSUER'S PERSONNEL, ASSET AND FINANCIAL STANDING, NET PROFIT AND CHANGES TO SUCH ITEMS; INFORMATION RELEVANT TO THE ASSESSMENT OF THE ISSUER'S ABILITY TO FULFILL OBLIGATIONS

The Company has a stable personnel, asset and financial position. There are no known factors that could adversely affect the Issuer's ability to meet its obligations.

INFORMATION ON FACTORS WHICH IN THE ISSUER'S OPINION WILL AFFECT ITS PERFORMANCE DURING AT LEAST THE FOLLOWING QUARTER

With regard to telecommunications services, the Company still has enormous potential to increase revenue and generate profits, especially owing to its good investment policy. Results of telecommunications activity in 2009 confirm the potential in this area. The demand for broadband transmission, collocation and data centers appears to sustain, or even increase, in spite of the indications of crisis, which demonstrates that stable growth of this segment of activity is certain. Therefore, the Management Board made a decision to continue investments by making available the new data center, Telehouse.Poland, which should bring a notable result in the increase of revenue and profits in the following financial periods.

Integration services are more exposed to economic phenomena and therefore it is more difficult to predict the behavior of this segment in relation to the risk of economic recession in Poland or of general slow-down in IT investment. Therefore, it is so important to have orders to be fulfilled over the next couple of years. In 2010, owing to won public tenders, the biggest of which is OST 12, the Group can boast increase in the order portfolio with regard to integration activities by PLN 80 million in comparison with the last year. It is an unprecedented success in the Group's history. It is also worth emphasizing that the implementation of the won tender concerning building, implementation and maintenance of OST 112 will take place in the years 2010-2013.

Owing to these factors, the Group's situation will be very comfortable in the next periods, i.e. revenues and profits in both telecommunications and integration sector will be stable and foreseeable.

Another factor crucial for the Issuer's results will be the effectiveness of managing and utilizing EU funds allocated to the financing of economic projects in Poland, and in particular using the co-financing amounting to PLN 72 million with regard to the ATM Innovation Center program within the next five years. The abovementioned funds may also be utilized by the Company to finance its own investments in the development of telecommunication infrastructure, which will reduce the costs incurred by the Issuer on these projects.

QUARTERLY FINANCIAL INFORMATION OF ATM S.A.
(REQUIRED BY REGULATION OF THE FINANCE MINISTER ON THE CURRENT AND PERIODICAL
INFORMATION SUBMITTED BY THE ISSUERS OF SECURITIES)

1. TOTAL INCOME STATEMENT

	<u>For the</u> <u>period from</u> <u>Jan 1, 2009</u> <u>to Dec 31,</u> <u>2009</u>	<u>For the</u> <u>period from</u> <u>Oct 1, 2009</u> <u>to Dec 31,</u> <u>2009</u>	<u>For the</u> <u>period from</u> <u>Jan 1, 2008</u> <u>to Dec 31,</u> <u>2008</u>	<u>For the</u> <u>period from</u> <u>Oct 1, 2008</u> <u>to Dec 31,</u> <u>2008</u>
Continued operations				
Sales revenue	136,905	28,521	188,795	75,819
Cost of sales (variable)	73,840	14,446	117,815	48,528
Cost of sales (fixed)	13,896	3,251	14,159	4,868
Gross profit (loss) on sales	49,169	10,824	56,821	22,424
Other operating revenue	839	85	272	-117
Selling costs				
General and administrative costs	33,580	7,746	43,537	9,894
Other operating expenses	413	227	436	226
Restructuring costs				
Operating profit (loss)	16,015	2,937	13,120	12,187
Share in the financial result of undertakings valued using the equity method	-	-	-	-
Financial revenue	1,790	178	4,322	179
Financial expenses	8,601	1,779	5,890	4,832
Profit (loss) before tax	9,203	1,337	11,552	7,534
Income tax	1,186	70	1,100	533
Net profit (loss) on continued operations	8,018	1,267	10,452	7,001
Discontinued operations				
Net profit (loss) on discontinued operations	0	0	0	
Net profit (loss)	8,018	1,267	10,452	7,001
Profit (loss) per share *)				
From continued operations:				
Ordinary	0.22	0.03	0.29	0.19
Diluted	0.22	0.03	0.29	0.19
From continued and discontinued operations:				
Ordinary	0.1	0.1	0.29	0.19
Diluted	0.1	0.1	0.29	0.19

* individual figures of ATM SA were corrected by reduction of sales revenues and costs of sales (variables) by the amount of 102,323,000 resulting from re-invoicing integration activity between ATM SA and ATM SI Sp. z o.o. Data from the current period is not comparable with this from the previous one due to not containing the full range of integration activity, which in 2008 and in the first quarter of 2009 was included in the revenues of ATM SA. Comparable figures are presented below.

Total income statement – comparable data for the respective periods of 2008

Table below shows consolidated results of ATM S.A. and ATM SI Sp. z o.o., which are relevant to compare with figures from the respective period of the previous year.

	ATM S.A. (according to total income statement)	ATM Systemy Informatyczne Sp. z o.o.*	Consolidated total income statement **	ATM S.A. (according to total income statement) December 31, 2008
	December 31, 2009	December 31, 2009	December 31, 2009	
Sales revenue	136,905	64,455	201,360	188,795
Cost of sales (variable)	73,840	50,014	123,853	117,815
Cost of sales (fixed)	13,896	2,643	16,538	14,159
Gross profit (loss) on sales	49,169	11,799	60,969	56,821
Other operating revenue	839	2	841	272
General and administrative costs	33,580	8,542	42,122	43,537
Other operating expenses	413	65	478	436
Operating profit (loss)	16,015	3,195	19,210	13,120
Financial revenue	1,790	671	2,460	4,322
Financial expenses	8,601	8	8,609	5,890
Net financial activity	(6,811)	663	(6,148)	(1,568)
Profit (loss) before tax	9,203	3,858	13,061	11,552
Income tax	1,186	763	1,949	1,100
Net profit (loss) on continued operations	8,018	3,095	11,112	10,452
Net profit (loss)	8,018	3,095	11,112	10,452
Other total net income	-	-	-	-
Total amount of total income	8,018	3,095	11,112	10,452

* based on ATM Systemy Informatyczne financial statements for 12 months of 2009, not subject to review by a statutory auditor

** consolidation of total income statements of ATM S.A. with ATM Systemy Informatyczne Sp. z o.o has been carried out, excluding mutual transactions

2. FINANCIAL SITUATION STATEMENT

	<u>End of period</u> <u>December 31,</u> <u>2009</u>	<u>End of period</u> <u>December 31,</u> <u>2008</u>
Fixed assets		
Goodwill		
Intangible assets	16,424	19,200
Tangible fixed assets	133,860	125,562
Investments in associates consolidated using the equity method	63,487	63,487
Other financial assets	42,074	35,869
Deferred income tax assets		-
Other fixed assets	4,586	7,898
	<u>260,431</u>	<u>252,016</u>
Current assets		
Inventories	1,531	10,341
Financial assets held for trading	2,817	1,795
Trading and other receivables	45,393	60,126
Income tax receivables	308	26
Other current assets	5,111	8,153
Other financial receivables		62
Cash and cash equivalents	2,381	2,223
	<u>57,541</u>	<u>82,726</u>
Fixed assets classified as held for sale	-	-
	<u>317,972</u>	<u>334,742</u>
Total assets		
	<u>317,972</u>	<u>334,742</u>
	<u>End of period</u> <u>December 31,</u> <u>2009</u>	<u>End of period</u> <u>December 31,</u> <u>2008</u>
Equity		
Share capital	34,723	34,397
Supplementary capital from share premium	159,030	157,252
Revaluation reserve		-
Treasury shares	-8	-1,984
Capital reserves	29,583	20,831
Hedge valuation reserve and FX gains/losses due to consolidation		-
Retained earnings	20,612	23,047
Total shareholders' equity	<u>243,941</u>	<u>233,543</u>

Long-term liabilities

Long-term loans		-
Provisions for deferred tax	1,699	513
Provisions for liabilities		-
	378	2,890
Long-term trade and other liabilities		
Other financial liabilities	14,287	21,592
	<u>16,364</u>	<u>24,995</u>

Short-term liabilities

Bank and other loans	3,136	10,227
Provisions for liabilities		-
Income tax liabilities		244
	44,060	54,027
Trading and other liabilities		
Other financial liabilities	10,472	11,706
	<u>57,668</u>	<u>76,204</u>

Liabilities related directly to fixed assets classified as held for sale

	-	-
	<u> </u>	<u> </u>
Total liabilities	<u><u>317,972</u></u>	<u><u>334,742</u></u>

3. STATEMENT OF CHANGES IN EQUITY

	<u>Core capital</u>	<u>Supplementary capital from share premium</u>	<u>Treasury shares</u>	<u>Capital reserve</u>	<u>Retained earnings</u>	<u>Total shareholders' equity</u>
As at January 1, 2008	34,397	157,252	-	24,606	31,481	247,737
Increases:						
Current period results	-	-	-	-	10,452	10,452
Sale of treasury shares under the incentive program	-	-	3,322	-	-	3,322
Decreases:						
Profit distribution to be allocated to reserve capital	-	-	-	-	18,232	18,232
Revision of previous years' results	-	-	-	-	655	655
Dividend payout	-	-	-	871	-	871
Financing of incentive scheme	-	-	-	2,904	-	2,904
Purchase of treasury shares	-	-	5,306	-	-	5,306
As at December 31, 2008	34,397	157,252	(1,984)	20,831	23,047	233,543
As at January 1, 2009	34,397	157,252	(1,984)	20,831	23,047	233,543
Increases:						
Issue of shares	326	1,778	-	-	-	2,104
Current period results	-	-	-	-	8,018	7,995
Share subscription under stock option plan	-	-	1,992	(1,701)	-	291
Profit distribution	-	-	-	10,452	-	10,452
Decreases:						
Share issue costs	-	-	-	-	-	-
Profit distribution to be allocated to equity	-	-	-	-	10,452	10,452
Dividends paid out	-	-	-	-	-	-
Current period results	-	-	-	-	-	-
Purchase of treasury shares	-	-	16	-	-	16
As at December 31, 2009	34,723	159,030	(8)	29,583	20,613	243,941

4. CASH FLOW STATEMENT

	<u>For the period from Jan 1, 2009 to Dec 31, 2009</u>	<u>For the period from Jan 1, 2008 to Dec 31, 2008</u>
Operating activities		
Profit (loss) before tax	9,203	11,552
Adjustment by items:	25,099	13,468
Amortization and depreciation	15,825	13,625
FX gains/losses	2,413	(135)
Interest received	-258	(342)
Interest paid	1,697	1,500
Dividends received	-180	(1,726)
Profit (loss) on investment activities	453	(25)
Movements in inventories	9,022	(4,016)
Movements in receivables	16,919	7,640
Movements in liabilities and provisions	(17,686)	(3,973)
Movements in other assets	233	4,788
Income tax paid	(522)	(3,266)
Other	(2,817)	(602)
	34,302	25,020
Investing activities		
Expenses on tangible fixed assets purchases	(21,822)	(71,310)
Expenses on financial asset purchases	(7,040)	(4,014)
	11,482	12,702
Revenue from sale of tangible fixed assets	850	2,400
Repayments of long-term loans	(1,890)	(7,193)
Long-term loans granted	180	1,726
Revenue from sale of financial assets	(108)	(39)
Interest received	180	1,726
Dividends received	(108)	(39)
FX gains/losses	(108)	(39)
Other	(18,348)	(65,728)
	(18,348)	(65,728)
Financing activities		
Net proceeds from issue of shares and other capital contributions	404	979
Subsidies received	979	10,227
Proceeds from loans	(7,091)	(4,888)
Repayments of loans	(16)	(4,888)
Purchase of treasury shares	1,992	1,992
Sale of treasury shares under the incentive program	1,992	1,992
Expenses for the share capital redemption	(9,510)	(5,937)
Payment of liabilities arising from finance leases	(9,510)	(5,937)
Dividends paid	101	(19,103)
Interest received	(1,697)	146
Interest paid	101	(1,500)
Other profit-sharing	(154)	75
FX gains/losses	175	59
Other	175	59
	(15,796)	(19,942)
Movements in cash	158	(60,650)
Opening balance of cash	2,223	62,873
Closing balance of cash	2,381	2,223

NOTES TO QUARTERLY REPORT FOR THE FOURTH QUARTER 2009

1. SALES REVENUES BROKEN DOWN INTO GEOGRAPHICAL DISTRIBUTION

Sales revenues broken down into geographical distribution are as follows:

	For the period Jan 1, 2009 to Dec 31, 2009	For the period Oct 1, 2009 to Dec 31, 2009	For the period Jan 1, 2008 to Dec 31, 2008	For the period Oct 1, 2008 to Dec 31, 2008
Domestic market	133,500	27,789	186,290	75,167
Export	3,405	732	2,505	652
Total sales revenue	13, 905	28,521	188,795	75,819

2. CHANGES IN CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Off-balance sheet items	As at Dec 31, 2009	As at Dec 31, 2009
1. Contingent receivables	0	291
1.1 from other undertakings	0	291
2. Contingent liabilities	5,645	4,954
2.1 to other undertakings, including:	5,645	4,954
- guarantees, sureties granted	5,645	4,954
- mortgage collateral	0	0
- collateral pledge	0	0

Since the end of the accounting year 2008 the following changes of contingent liabilities have occurred:

- a) conditional receivable debt decreased by 291 due to the repayment of conditional receivable debt
- b) guarantees and sureties granted have increased by PLN 691 thousand because of:
 - term expiry of bank and insurance guarantees (tender bonds, performance bonds) for the total amount of PLN 1,440 thousand;
 - submitting the insurance guarantees securing tenders and contracts – for the total amount of PLN 2,130 thousand.
- c) mortgage collaterals and collateral pledges remain unchanged.

OTHER INFORMATION**(REQUIRED BY REGULATION OF THE FINANCE MINISTER ON THE CURRENT AND PERIODICAL INFORMATION SUBMITTED BY THE ISSUERS OF SECURITIES)****SELECTED FINANCIAL DATA**

	Dec 31, 2009	Dec 31, 2008	Dec 31, 2009	Dec 31, 2008
	in PLN thousand		in EUR thousand	
Total sales revenue	136,905	188,795	31,540	53,451
Operating profit (loss)	16,015	13,120	3,690	3,715
Profit before tax	9,203	11,552	2,120	3,271
Net profit	8,018	10,452	1,847	2,959
Net cash from operating activities	34,302	25,020	7,903	7,084
Net cash from investing activities	(18,348)	(65,728)	(4,227)	(18,609)
Net cash from financing activities	(15,796)	(19,942)	(3,639)	(5,646)
Increase (decrease) in cash	158	(60,650)	36	(17,171)
	Dec 31, 2009	Dec 31, 2008	Dec 31, 2009	Dec 31, 2008
Fixed assets	260,431	252,016	63,393	60,407
Current assets	57,541	82,726	14,006	19,981
Total assets	317,972	334,742	77,399	80,549
Long-term liabilities	16,364	24,995	3,983	5,990
Short-term liabilities	57,668	76,204	14,037	18,264
Equity	243,941	233,543	59,379	55,973
Share capital*	34,723	34,397	8,452	8,244
Number of shares	36,343,344	36,000,000	36,343,344	36,000,000
Book value per share (PLN/EUR)	6.71	6.49	1.63	1.55
Diluted book value per share (PLN/EUR)	6.71	6.49	1.63	1.55

* the share capital was restated in accordance with IAS 29.

The above financial data for the third quarter 2009 and 2008 was converted to EUR according to the following principles:

- individual items of assets and liabilities were calculated with the average FX rate of the National Bank of Poland as of December 31, 2009 at PLN/EUR 4.1082 and as at December 31, 2008 at PLN/EUR 4.1724,
- individual items of the profit and loss account and the cash flow statement were calculated with the rate being arithmetic mean of rates of the National Bank of Poland as at the last day of each month of the fiscal year between January 1 and December 31, 2009 at PLN/EUR 4.3406 PLN/EUR and between January 1 and December 31, 2008 at 3.5321.