




TEMENOS DENMARK APS
Langebrogade 5
1411 København K

Annual report for 2015/16
(1st Financial year)

Adopted at the annual general meeting on
20 June 2017



chairman

CVR-nr. 37 07 46 08

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STATEMENT BY MANAGEMENT ON THE ANNUAL REPORT

The executive board has today discussed and approved the annual report of Temenos Denmark ApS for the financial year 7 September 2015 - 31 December 2016.

The annual report is prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the company's financial position at 31 December 2016 and of the results of the company's operations for the financial year 7 September 2015 - 31 December 2016.

In our opinion, management's review includes a fair review of the matters dealt with in the management's review.

The financial statements have not been audited. Management declares that the criteria for omission of audit are met.

Management recommends that the annual report should be approved at the annual general meeting.



Régis Métrat

København, 20 June 2017
Executive board


Steen Dejnbjerg Jensen



Bent Winkel

AUDITOR'S REPORT ON COMPILATION OF FINANCIAL STATEMENTS

To the shareholder of Temenos Denmark ApS

We have compiled the financial statements for the financial year 7 September 2015 - 31 December 2016 of Temenos Denmark ApS based on the company's bookkeeping and other information the you have provided.

The financial statements comprises summary of significant accounting policies, income statement, balance sheet and notes.

We performed this compilation engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our professional expertise to assist your in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Auditor Regulation and FSR – Danish Auditors' code of ethics, including principles of integrity, objectivity, professional competence and due care.

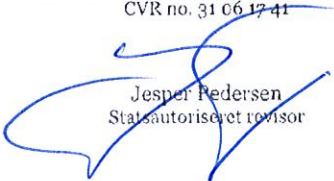
These financial statements and the accuracy and completeness of the information used to compile them are yours responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with the Danish Financial Statements Act.

Copenhagen, 20 June 2017

MAZARS

Statsautoriseret Revisionspartnerselskab
CVR no. 31 06 17 41



Jesper Pedersen
Statsautoriseret revisor

COMPANY DETAILS

The company	Temenos Denmark ApS Langebrogade 5
	CVR no.: 37 07 46 08
	Reporting period: 7 September - 31 December
	Incorporated: 7. September 2015
	Domicile: København K
Executive board	Régis Métrat Steen Dejbjerg Jensen Bent Winkel
Auditors	Mazars Statsautoriseret Revisionspartnerselskab Østerfælled Torv 10, 2. sal 2100 København Ø

MANAGEMENT'S REVIEW

Business activities

The company's purpose is consultancy as well as implementation services and assistances related thereto, as well as other related activities.

Business review

The Company's income statement for the year ended 31 December shows a profit of EUR 31.801, and the balance sheet at 31 December 2016 shows equity of EUR 39.490.

Significant events occurring after end of reporting period

No events have occurred after the balance sheet date which could significantly affect the company's financial position.

ACCOUNTING POLICIES

The annual report of Temenos Denmark ApS for 2015/16 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The annual report for 2016 is presented in EUR

As 2015/16 is the company's first reporting period, no comparatives have been presented. The company is subject to an extended financial year of 16 months.

Basis of recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits will flow to the company's and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow from the company's and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. On subsequent recognition, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any instalments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report are presented and which confirm or invalidate matters existing at the balance sheet date.

ACCOUNTING POLICIES

Income statement

Gross profit

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit reflects an aggregation of revenue and other external expenses.

Revenue

Revenue is measured at fair value of the agreed consideration ex. VAT and taxes charged on behalf of third parties.

Revenue is net of all types of discounts granted.

Other external expenses

Other external expenses include expenses related to sale, advertising, administration, premises, bad debts etc.

Staff costs

Staff costs include wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the entity's employees. The item is net of refunds made by public authorities.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

Net financials include interest income and expenses and allowances under the advance-payment-of-tax scheme, etc.

Tax on profit/loss for the year

Tax for the year, which comprises the current tax charge for the year and changes in the deferred tax charge, including changes arising from changes in tax rates, is recognised in the income statement as regards the portion that relates to entries directly in equity.

Balance sheet

Tangible assets

Items of plant and machinery and fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

The depreciable amount is cost less the expected residual value at the end of the useful life. Land is not depreciated.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date when the asset is available for use. The cost of self-constructed assets comprises direct and indirect costs of materials, components, sub-suppliers and wages.

Straight-line depreciation is provided on the basis of the following estimated useful lives of the assets:

ACCOUNTING POLICIES

Other fixtures and fitting, tool and equipment 5 years

Receivables

Receivables are measured at amortised cost.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable is impaired, an impairment loss for that individual asset is recognised.

Income tax and deferred tax

Current tax liabilities and current tax receivables are recognised in the balance sheet as the estimated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and tax paid on account.

Deferred tax is measured according to the liability method in respect of temporary differences between the carrying amount of assets and liabilities and their tax base, calculated on the basis of the planned use of the asset and settlement of the liability, respectively.

Deferred tax is measured according to the tax rules and at the tax rates applicable in the respective countries at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax adjustments resulting from changes in tax rates are recognised in the income statement, with the exception of items taken directly to equity.

Liabilities

Liabilities, which include trade receivables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.

Deferred income

Deferred income comprises payments received concerning income in subsequent reporting years.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Foreign-exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised in the income statement as financial income or financial expenses. If foreign currency transactions are considered cash flow hedges, the value adjustments are taken directly to equity.

INCOME STATEMENT 7 SEPTEMBER - 31 DECEMBER

	Note	2015/16 EUR
GROSS PROFIT		3.443.770
Staff costs	1	-3.392.906
Depreciation, amortisation and impairment of plant and equipment		-8.721
Financial costs		-10.347
PROFIT/LOSS BEFORE TAX		31.796
Tax on profit/loss for the year	2	-8.619
NET PROFIT/LOSS FOR THE YEAR		23.177
 Retained earnings		 23.177
		23.177

BALANCE SHEET 31 DECEMBER

	Note	2015/16 EUR
ASSETS		
Other fixtures and fittings, tools and equipment		49.345
Tangible assets	3	49.345
Deposits		26.076
Fixed asset investments		26.076
FIXED ASSETS TOTAL		75.421
Trade receivables		1.254.543
Contract work in progress		672.822
Receivables from associate		9.742.921
Other receivables		142.990
Corporation tax		2.386
Prepayments		100.748
Receivables		11.916.410
Cash at bank and in hand		21.712
CURRENT ASSETS TOTAL		11.938.122
ASSETS TOTAL		12.013.543

BALANCE SHEET 31 DECEMBER

	<u>Note</u>	<u>2015/16</u> EUR
LIABILITIES AND EQUITY		
Share capital		6.702
Other reserves		987
Retained earnings		<u>23.177</u>
Equity	4	<u>30.866</u>
Trade payables		154.953
Payables to associate		11.534.676
Corporation tax		8.624
Deferred income		<u>284.424</u>
Short-term debt		<u>11.982.677</u>
DEBT TOTAL		<u>11.982.677</u>
LIABILITIES AND EQUITY TOTAL		<u>12.013.543</u>
Related parties and ownership	5	

NOTES

	2015/16
	EUR
1 STAFF COSTS	
Wages and salaries	3.118.635
Pensions	133.926
Other social security costs	140.345
	3.392.906
Average number of employees	23
2 TAX ON PROFIT/LOSS FOR THE YEAR	
Current tax for the year	8.619
	8.619
3 TANGIBLE ASSETS	
	Other fixtures and fittings, tools and equipment
	0
Cost at 7 September 2015	0
Additions for the year	58.066
	58.066
Cost at 31 December 2016	58.066
Impairment losses and depreciation at 7 September 2015	0
Depreciation for the year	8.721
	8.721
Impairment losses and depreciation at 31 December 2016	8.721
	8.721
Carrying amount at 31 December 2016	49.345

NOTES

4 EQUITY

	Share capital	Other reserves	Retained earnings	Total
Equity at 7 September 2015	6.702	987	0	7.689
Net profit/loss for the year	0	0	23.177	23.177
Equity at 31 December 2016	6.702	987	23.177	30.866

5 RELATED PARTIES AND OWNERSHIP

Ownership

According to the Company's register of shareholders, the following shareholders hold a minimum of 5% of the voting rights or a minimum of 5% of the share capital:

Temenos Software Luxembourg S.A.
Consolidated financial statements

The Company is included in the group annual report of Temenos Group AG

The group annual report of Temenos Group AG may be obtained at the company homepage:

www.temenos.com