

Q2-2024

INTERIM REPORT



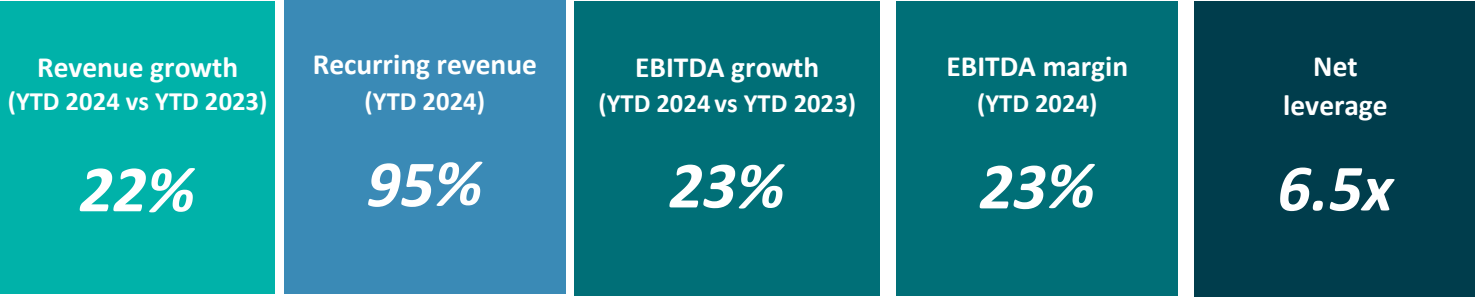
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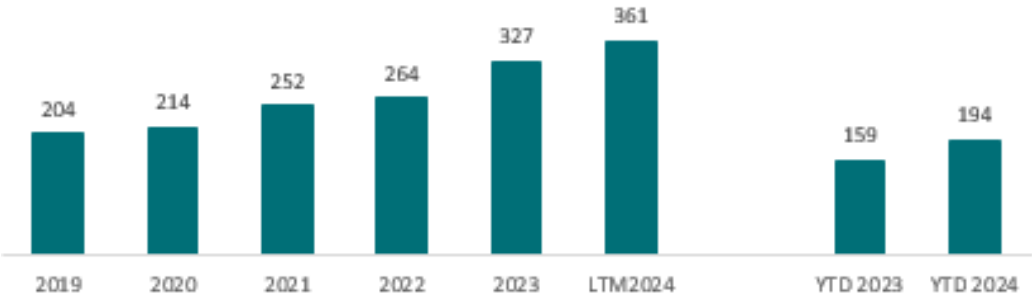
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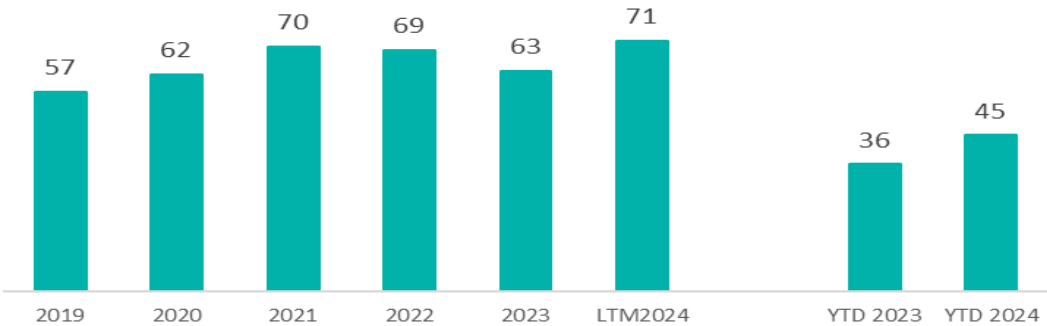
Duett Software Group – Key Figures¹



Pro-forma Revenues (mNOK)



Pro-forma adjusted EBITDA (mNOK)



1) The Key Figures include financials for the subsidiary Skyhost ApS acquired in 2021, and Taskline AS acquired in 2023. Adjusted EBITDA is EBITDA adjusted for leasing costs, depreciation & amortization and one-off costs (please refer to calculation on page 14).

Duett Software Group – Management Comments

2024 is another year where the company is focused on innovation, product investments and release of new functionalities for the benefit of our customers. Group revenues grew at 22% year-to-date compared to year-to-date last year.

Financial development

Revenues year-to-date Q2 2024 reached 194 mNOK, an increase of 22% compared to same period in 2023. Recurring revenues increased from 146 mNOK to 183 mNOK, an increase of 25 % compared to the same period in 2023. Isolated for Q2 2024, recurring revenues are 98 mNOK, representing an increase of 39% compared to the same period in the previous year, and accounting for approximately 95% of total revenues in the quarter.

EBITDA, adjusted, (please refer to definition on page 14) for year-to-date 2024 is 45 mNOK, an increase of 23 % compared to the same period in 2023 driven mainly by higher recurring revenues.

Duett AS

The subsidiary Duett's revenues for year-to-date 2024 is 173 mNOK vs 141 mNOK in 2023, the increase of 23% is related to higher recurring revenues of 165 mNOK, an increase of 26%.

Skyhost ApS

The subsidiary Skyhost ApS shows steady growth in Denmark and continues to maintain solid margins. Revenues year-to-date 2024 are 22 mNOK, an increase of 19% compared to the same period in 2023.

Taskline AS

In June 2023, Duett Software Group expanded the company portfolio with the acquisition of Taskline AS. The subsidiary offers complete task assignment management and quality assurance software, and can be integrated directly with Duett software as well as most ERP systems on the market. So far in 2024, revenues are limited as the company is still in an initial phase of growth with customer volumes increasing as planned.

Significant events, principal risks, uncertainties and related parties' significant transactions

No significant events have occurred during Q2-2024. The parent company Duo Holdings AS has executed a capital increase of 15 mNOK in order to strengthen Duett Software Group AS. For comprehensive coverage of business risks and uncertainties, we refer to the Duett Software Group Annual Report for 2023 that can be found on our website duett.no.

Condensed Consolidated Interim Financial Statement

Condensed consolidated Statement of Profit and Loss (IFRS)

In NOK

Note	Q2-2024	Q2-2023	YTD 2024	YTD 2023
Revenue	101 856 155	75 941 645	193 536 263	159 488 609
Materials, software and services	28 380 975	23 480 263	54 788 819	46 871 043
Salary and personell costs	29 538 298	27 923 398	63 437 354	54 174 530
Other operating expenses	16 988 488	9 575 265	33 381 413	20 265 488
Depreciation and amortizations	17 962 674	17 226 107	35 909 855	34 096 884
Operating expenses	92 870 436	78 205 033	187 517 441	155 407 945
Operating profit/loss(-)	8 985 719	-2 263 388	6 018 821	4 080 664
Finance income	146 059	165 349	240 388	443 221
Finance expenses	12 601 307	11 979 324	27 096 228	23 552 152
Net Finance	-12 455 248	-11 813 975	-26 855 840	-23 108 931
Profit/loss(-) before tax	-3 469 530	-14 077 363	-20 837 018	-19 028 267
Income tax expenses	-794 563	-3 097 020	-4 317 364	-4 189 885
Profit/loss(-) after tax	-2 674 967	-10 980 343	-16 519 654	-14 838 382
Attributable to:				
Equity holders of the parent company	-2 674 967	-10 980 343	-16 519 654	-14 838 382

Condensed consolidated Statement of Comprehensive Income

In NOK

Consolidated statement of other comprehensive income	Q2-2024	Q2-2023	YTD 2024	YTD 2023
Net profit/loss(-) after tax	-2 674 967	-10 980 343	-16 519 654	-14 838 382
Items that will not be reclassified to profit and loss				
Foreign currency translation differences - foreign operations	-4 589 018	5 121 284	2 372 777	19 277 618
Other comprehensive income for the period, net of tax	-4 589 018	5 121 284	2 372 777	19 277 618
Total comprehensive income for the period	-7 263 985	-5 859 059	-14 146 877	4 439 236
Attributable to:				
Equity holders of the parent company	-7 263 985	-5 859 059	-14 146 877	4 439 236

Condensed Consolidated Interim Financial Statement

Condensed consolidated Statement of Financial Position (IFRS) 1/2

In NOK

	Note	30 June 2024	31 December 2023
Non-current assets			
Property and equipment		14 858 721	15 663 708
Intangible assets		308 998 871	324 532 255
Goodwill		436 925 940	435 621 303
Right of use assets		14 978 477	19 459 311
Deferred tax asset		0	0
Receivables		0	0
Other investments		21 399	0
Total non-current assets		775 783 408	795 276 578
Current assets			
Inventories		1 070 182	1 477 132
Accounts receivables		14 784 522	20 531 741
Other receivables and prepayments		32 709 362	17 737 384
Cash and deposits		33 841 641	39 018 911
Total current assets		82 405 707	78 765 168
TOTAL ASSETS		858 189 115	874 041 745

Condensed Consolidated Interim Financial Statement

Consolidated Statement of Financial Position (IFRS), 2/2

In NOK

	Note	30 June 2024	31 December 2023
Equity			
Share capital		3 493 200	3 493 200
Other paid in capital		384 270 887	368 770 887
Total paid in capital		387 764 087	372 264 087
Other equity and exchange differences			
Other equity and exchange differences		-173 328 946	-159 194 060
Total other equity		-173 328 946	-159 194 060
Total equity		214 435 141	213 070 027
Non-current liabilities			
Bonds		494 884 174	493 722 702
Lease liabilities		9 917 668	11 404 183
Deferred tax		56 100 562	59 486 996
Total non-current liabilities		560 902 404	564 613 881
Current liabilities			
Accounts payables		17 846 082	25 086 552
Lease liabilities		4 938 433	8 929 805
VAT and other public taxes		12 414 788	13 106 410
Current tax payable		-1 265 410	945 700
Prepaid revenue		14 210 700	14 313 443
Other current liabilities		34 706 976	33 975 929
Total current liabilities		82 851 568	96 357 838
TOTAL EQUITY AND LIABILITIES		858 189 115	874 041 745

Condensed Consolidated Financial Statement

Condensed consolidated Statement of Cashflows (IFRS)

In NOK

	YTD 2024	YTD 2023
Operating activities		
Profit/loss (-) before tax	-20 837 018	-19 028 267
Depreciation and amortization	35 909 855	34 252 803
Taxes Paid	-1 760 420	165 124
Net finance	27 336 616	23 108 931
Change in:		
Inventory	426 532	27 782
Trade payables	-7 267 528	746 718
Trade receivables	5 856 646	767 064
Prepaid revenue	-289 415	-1 054 314
Other net working capital	-13 262 626	2 003 590
Cashflow operating activities	26 112 643	40 989 431
Investing activities		
Capitalized development costs	-10 299 493	-11 043 957
Purchase of tangible assets	-2 497 633	-9 018 742
Purchase of intangible assets	0	0
Net paid in business combinations	-67 238	0
Cashflow investing activities	-12 864 364	-20 062 699
Financing activities		
Bonds	0	0
Expenses related to establishment of bond	0	0
Repayment of debt	0	0
Payment of lease	-6 582 992	-6 143 629
Paid interest	-27 492 248	-22 301 735
Net change credit facility	0	0
Capital increase	15 500 000	0
Cashflow financing activities	-18 575 241	-28 445 364
Net change in cash and cash equivalents	-5 326 962	-7 518 632
Cash and cash equivalents in the beginning of the period	39 018 911	58 844 134
Foreign currency translation differences for cash and cash equivalents	149 692	113 562
Cash and cash equivalents in the end of the period	33 841 641	53 771 530

Condensed Consolidated Financial Statement

Condensed consolidated Statement of changes in Equity (IFRS)

In NOK

	Note	Share capital	Premium fund	Exchange differences	Other equity	Total equity
Opening balance January 1, 2023		3 493 200	368 770 887	8 480 165	-126 072 812	254 671 440
New equity		0	0	0	0	0
Total comprehensive income for the period		0	0	11 635 166	-53 224 588	-41 589 422
Closing balance December 31, 2023		3 493 200	368 770 887	20 115 331	-179 297 400	213 082 018
Opening balance January 1, 2024		3 493 200	368 770 887	20 115 331	-179 297 400	213 082 018
Capital increase - not yet registered		0	15 500 000			15 500 000
Total comprehensive income for the period		0	0	2 372 777	-16 519 654	-14 146 877
Closing balance June 30, 2024		3 493 200	384 270 887	22 488 108	-195 817 054	214 435 141

Condensed Consolidated Financial Statement

Notes

1. General

These condensed consolidated interim financial statements of Duett Software Group consist of the Company and its subsidiaries Duett AS, Skyhost ApS and Taskline AS, collectively referred to as the Group.

2. Basis for preparation

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting. The accounting policies applied in these condensed consolidated interim financial statements are the same as those applied in the 2023 Annual Financial Statements. The condensed consolidated interim financial statements do not include all the information required for complete annual consolidated financial statements and should be read in conjunction with the annual consolidated financial statements for 2023. These condensed consolidated interim financial statements are unaudited.

Condensed Interim Financial Statement of the Parent Company

Condensed Statement of Profit and Loss (NGAAP)

In NOK

	Note	Q2-2024	Q2-2023	YTD 2024	YTD 2023
Revenue		0	0	0	0
Other operating expenses		1 354 702	1 003 685	5 230 655	2 300 650
Operating expenses		1 354 702	1 003 685	5 230 655	2 300 650
Operating profit/loss (-)		-1 354 702	-1 003 685	-5 230 655	-2 300 650
Finance income		870 285	1 010 493	1 775 381	2 164 515
Finance expenses		13 652 441	11 702 704	27 375 395	22 832 321
Net Finance		-12 782 156	-10 692 211	-25 600 014	-20 667 806
		0	0	0	0
Profit/loss (-) before tax		-14 136 858	-11 695 896	-30 830 669	-22 968 456
Income tax expenses		-864 077	-2 573 097	-4 536 716	-5 053 060
Profit/loss (-) after tax		-13 272 781	-9 122 799	-26 293 953	-17 915 396

Condensed Interim Financial Statement of the Parent Company

Condensed Statement of Financial Position (NGAAP)

In NOK

Note	30 June 2024	31 December 2023
Non-current assets		
Investment in group companies	808 112 217	808 044 979
Total non-current assets	808 112 217	808 044 979
Current assets		
Receivables group companies	36 499 778	53 189 663
Other receivables and prepayments	44 122	181 917
Cash and deposits	15 518 206	2 363 644
Total current assets	52 062 106	55 735 224
TOTAL ASSETS	860 174 324	863 780 203
Equity		
Share capital	3 493 200	3 493 200
Other paid in capital	384 270 887	368 770 887
Total paid in capital	387 764 087	372 264 087
Other equity and exchange differences		
Other equity and exchange differences	-68 621 703	-37 791 034
Total other equity	-68 621 703	-37 791 034
Total equity	319 142 384	334 473 053
Non-current liabilities		
Bonds	494 884 174	493 722 702
Deferred tax	1 381 006	1 381 006
Total non-current liabilities	496 265 180	495 103 708
Current liabilities		
Accounts payables	4 997	281 818
VAT and other public taxes	-5 641	0
Current tax payable	0	1 760 420
Intercompany liabilities	33 428 748	21 301 102
Other current liabilities	11 338 655	10 860 102
Total current liabilities	44 766 759	34 203 442
TOTAL EQUITY AND LIABILITIES	860 174 324	863 780 203

Condensed Interim Financial Statement of the Parent Company

Condensed Statement of Cashflows (NGAAP)

In NOK

	YTD 2024	YTD 2023
Operating activities		
Profit/loss (-) before tax	-30 830 669	-22 968 455
Taxes Paid	-1 760 420	-209 532
Net finance	25 600 014	20 667 806
Change in:		
Trade payables	-276 821	-2 795
Other net working capital	1 927 811	1 003 899
Cashflow operating activities	-5 340 085	-1 509 077
Investing activities		
Purchase of shares in subsidiaries	-67 238	-7 500 000
Cashflow investing activities	-67 238	-7 500 000
Financing activities		
Bonds	0	0
Expenses related to establishment of bond	0	0
Repayment of debt	0	0
Interest income	1 775 381	0
Paid interests	-27 531 027	2 164 515
Net change intercompany	28 817 531	49 223 818
Capital increase	15 500 000	0
Cashflow financing activities	18 561 885	29 363 208
Net change in cash and cash equivalents	13 154 562	20 354 131
Cash and cash equivalents in the beginning of the period	2 363 644	251 763
Cash and cash equivalents in the end of the period	15 518 206	20 605 894

EBITDA (Adjusted)

The Duett Software Group Bonds were listed on the Oslo Stock Exchange in April 2021.

Duett Software Group has chosen to include reporting of EBITDA, and certain adjustments are made to the calculation of the Adjusted EBITDA. The relevant adjustments are depreciation & amortization, leasing payments and one-off items of non-recurring, extraordinary, unusual or exceptional nature (including restructuring expenditures).

The said calculation method for Adjusted EBITDA is in line with previous reporting from the Company. Below is the bridge from Operating Profit to Adjusted EBITDA year-to-date for 2024 compared to the same period in 2023.

In NOK'000		
Calculation of EBITDA (Adj.)	YTD 2024	YTD 2023*
Operating profit	6 019	4 081
Depreciation and amortization	35 910	34 097
Leasing costs	-7 091	-6 782
One-off costs	9 699	4 871
EBITDA (Adjusted)	44 537	36 267

* The EBITDA figures for year-to-date 2023 have been restated to ensure consistency and comparability of the financial figures across reporting periods.

Contact Information – Investor Relations

For questions about this quarterly report, please reach out to the Duett Software Group Investor Relations contact:

Contact: Mark Ivin, CFO
Email: mi@duett.no
Mobile: +47-94888606

