Press release interim consolidated financial statements TIE KINETIX N.V.
Financial information in the interim report is unaudited

TIE KINETIX announces solid performance in SaaS revenue
and integration of TFT in H1, 2014

Breukelen, the Netherlands, May 21st, 2014

First half year results (period Oct, 1, 2013 – March 31, 2014).

- **Acquisition and integration of TFT completed**
- **CSP rebranded as modular Demand Generation solution**
- **Loss of C-Net revenue in 2013 (H1 2013 € 310k) almost fully recovered through sales of the modular Demand Generation Solution**
- **Total revenue increased by 26,5% to € 9.438k (H1 2013: € 7.497k)**
- **SaaS and hosting revenues grew 34,9% to € 3.334k (H1 2013: € 2.471k)**
- **EBITDA before acquisition costs and one-time costs amounts to € 893k (H1 2013: € 761k)**
- **EBITDA impacted by acquisition costs (€ 345k) and one-time costs (€ 305k)**
- **Net profit before acquisition costs and one-time costs increased 26,4% to € 412k (H1 2013: € 326 k).**

Highlights:

(€ x 1,000)	1HY 2014		1HY 2013	
Business Integration	4.546		4.073	
E-Commerce	1.222		1.141	
Demand generation	1.910		745	
Business Analytics	1.157		765	
Revenues		8.835		6.724
EU Projects		595		478
Onetime income		56		296
Other Income		(3)		(1)
Total Revenue		**9.483**		**7.497**
EBITDA		243		335
EBIT		(129)		35

Tie Kinetix, the leading provider of cloud-managed Business Integration, Analytics, Demand Generation and E-Commerce services today released interim results for the first half year of its fiscal 2014. The company started the year 2014 with the acquisition and integration of the German company Tomorrow Focus Technologies GmbH ("TFT"), which was completed on December 2nd, 2013. In this report the results of TFT have been included as from that date. Acquisition costs amounted to € 345k and have been reported under Professional Services in the Profit & Loss statement.

Revenue

With the acquired TFT activities total revenue for the first half year amounted to € 9.483k. Demand for Integration and E-commerce solutions were robust. In response to a growing market for Demand Generation products, the company has launched the initiative to provide this solution in a modular approach to the market. The first results are promising, as the loss of C-net revenue last year has almost completely been recaptured. The following highlights the developments in our four business lines:

- Business Integration: our solution is well positioned in the telecom, publishing, do-it-yourself, food retail and automotive industries. In the first six months we have a.o. concluded contracts with customers Revlon, Nutricia, Sodexo, V&D, Royal Canin and Bugaboo. The strength of our offering is now reflected in a position in Gartner's new Magic Quadrant for Integration Brokerage. In the first six months, our Business Integration revenue grew with 11.6% to € 4.546k (H1 2013: € 4.073k).
- E-commerce: our E-commerce proposition delivers webshop back-end solutions with full back office integrations. Our customers are typically large scale telecommunications companies such as KPN and T-Mobile. In the second quarter, the contract with T-Mobile was renewed and provides for a multi-year partnership extending earlier service levels to cover even more T-Mobile products and services. In the first six months, our E-commerce revenue grew with 7.1% to € 1.222k (H1 2013: € 1.141k).
- Demand Generation (formerly known as Content Syndication): we have repositioned our Demand generation solution into a more modular solution. This allows our customers to ramp up the modular deployment of our solution at any desired pace, with a low entry cost level. The loss of CNET revenue in 2013 (H1 2013: € 310k) has almost fully been replaced with new business. In the first six months, our Demand Generation revenue increased with 156.4% to € 1.910k (H1 2013 € 745k), mainly caused by the acquired TFT activites. Excluding CNET revenue our Demand Generation revenue increased with 339.1% to € 1.910k (H1 2013 € 435k)
- Business Analytics: with the acquisition of TFT, TIE Kinetix has become a dominant player in the German market for Analytics. TFT is a reseller of analytic tools (Google Search Appliance and Adobe) to the business community. As a full-service agency for web business performance and a pioneer in the field of user experience, Munich-based TFT provides e-commerce strategies, consulting services and managed hosting solutions. It serves a number of high-profile customers such as blick.ch, Swisscom, wetter.com, FOCUS Online and HolidayCheck. TFT has been consolidated since its acquisition on December 2, 2013. In the first six months our Analytics revenue grew with 51.2% to € 1.157k (H1 2013: € 765k).

Jan Sundelin (CEO) said: "Tie Kinetix is looking back at a very intense first six months. All in all we are not dissatisfied with the performance. The acquisition of TFT has brought us highly skilled specialist knowledge that we will use in our worldwide operations. Our integration business is doing well and we are proud with our recognition for that in Gartner's Magic Quadrant. Our E-commerce business will grow further along with the recently renewed T-Mobile contract. We will free up more resources and make further investments in our E-commerce platform. For our Demand Generation business (formerly known as CSP) we have made significant investments in marketing and sales programs to launch the new modular approach system. At this stage it is too early to fully reap the benefits yet. In general, in the first six months our license sales have been weak. We are not concerned about that since it underscores the trend that license contracts are being replaced by SaaS, and we have always considered license sales opportunistic rather than strategic."

<u>Operating margin</u>

(€ x 1,000)	**1HY 2014**	**1HY 2013**
Total Revenue	9.483	7.497
Gross Profit	7.704	6.453
	81,2%	86,1%
Employee Benefits	5.273	4.241
Other Operating Expenses	1.538	1.451
EBITDA (excl. acq. Costs and one time expenses)	**893**	**761**
Acquisition costs and one time expenses	650	426
EBITDA	243	335
EBITDA%	2,6%	4,5%

The following table provides a breakdown of the total operating expenses for the financial periods indicated:

Operating expenses (€ x 1,000)	**1HY 2014**	**1HY 2013**
Employee Benefits	5.273	4.241
Acquisition costs and one time expense	650	426
Depreciation and amortization	372	300
Other Operating Expenses	1.538	1.451
	7.833	**6.418**

The operating expenses for the first six months increased with 22.0% to € 7,833k (H1 2013: € 6,418k). An amount of € 345k results from the acquisition of TFT (per December 2, 2013).

Also the growth in employee benefits is predominantly caused by the acquisition of TFT and inflation compensation.

Onetime expenses decreased with 28.4% to € 305k (H1 2013: € 426k) and consist of professional services (€ 75k), temporary employee costs (€ 80k) and termination payments (€ 150k). Professional Services costs were incurred in the Samar case and for legal advice on termination. Temporary staff costs have been incurred for professionalizing the organization.

EBITDA excluding acquisition costs and one-time expenses increased 17.3% to € 893k (H1 2013: € 761 k).

Depreciation and amortization expenses for the first half of 2014 increased with 24.0% to € 372k (H1 2013: € 300k). This is primarily due to the consolidation of TFT (depreciation and amortization expenses of € 55k, relating mainly to hardware and customer base).

Corporate income tax

The deferred tax movements represent non-cash movements of temporary differences predominantly for goodwill and deferred revenue between commercial books (in accordance with IFRS) and the US tax books. As at the end of March 2014, the deferred tax position has not been recalculated at its actual value as the US tax position will only be recalculated at year end. Taxes are paid in France and in the US. The income tax charge relates to normal taxes paid on local profitable income.

Net profit

(€ x 1,000)	**1HY 2014**	**1HY 2013**
EBITDA	243	335
Depreciation	98	66
Amortization	274	234
Net financial charges	25	7
Profit before tax	**(154)**	**28**
Income tax	(84)	-128
Net profit	**(238)**	**(100)**
Net profit before acquisition costs and one-time expenses	412	326
Earnings per share in €	(0,21)	(0,11)

Net income before acquisition costs and one-time expenses increased by 26.4% to € 412k (H1 2013: € 326k)

Development activities
In H1, 2014 the company capitalized € 372k (H1 2013: € 234k), predominantly on its E-commerce offering, on its Demand Generation products and on the next generation messaging portal (called 'Smart Bridge') for Business Integration.

Liquidity and cash flow
Operating cash flow increased by 48.2% to € 1.483k (H1 2013: € 1.001k) due to improvement of working capital.

The cash position at the end of March 2014 was positive € 1.032k compared with positive € 962k at the end of March 2013.

Three year contract value projection
The three year contract value projection is the value of our current customer contracts with a going forward contract duration of three years or more. As at the end of Q2, 2014 the total three year contract value amounts to € 32,3 million and is primarily driven by multi-year maintenance agreements, SaaS and Hosting agreements and EU projects. In calculating the three year contract value the following assumption is made: SaaS, Maintenance and support, and hosting contracts run between 12 and 36 months with an automatic renewal for 12 months. Since contracts may be renewed during the projected period of three years, the contracted value is adjusted based on historical churn rates. The table indicates the allocation over the various sources of revenue. The acquisition of TFT brought an increase of three year contract value with more than € 10 million, mainly in the SaaS revenue.

Three year contract value

(€ x 1,000)	**Maintenance**	**Consultancy**	**SaaS**	**EU**	**Total**
Q2, 2013	7.708	46	11.824	2.517	22.095
Q2, 2014	7.463	101	21.838	2.942	32.344

Business highlights
As from October 1, 2013 up to now, Tie Kinetix has reported the following highlights (legal and financial):

October 11, 2013: Tie Kinetix announced the acquisition of Tomorrow Focus Technologies in Germany.
November 20, 2013: Trading update on the fourth quarter: revenue up 14% for the year but down 4% for the quarter. Impairment loss and one-time costs impact net result.
November 28, 2013: Extra-Ordinary meeting of shareholders approves the issuance of 194.423 shares and 388.846 warrants. The meeting furthermore approves the acquisition of TFT GmbH and the appointment of Michiel Wolfswinkel as member of the Executive Board.
December 3, 2013: Tie Kinetix announces the closing of the acquisition of TFT GmbH.
February 12, 2014: Trading update on the first quarter, acquisition of TFT completed and integration initiated. Content Syndication solution sales show healthy growth, the solution will be re-branded into Demand Generation.
March 27, 2014: T-Mobile and Tie Kinetix enter into new partnership.
March 28, 2014: Publication of results of the Annual General Meeting of shareholders held on March 27th.

And the following commercial highlights have been reported in this period:

October 23, 2013: Tie Kinetix rebrands the Unify partner channel with instant updates and zero sales downtime.
October 29, 2013: Tie Kinetix is technology provider in European Union Projects 'SAM' and 'Alfred'.
November 18, 2013: Tie Kinetix launches the e-invoicing project for the Dutch government in co-operation with Logius.
December 12, 2013: Tie Kinetix and Objectif Lune sign worldwide mutual partnership agreement.
January 2, 2014: Tie Kinetix announces an update on the Samar claim.
March 11, 2014: Tie Kinetix launches Smart Pdf Connect.
March 18, 2014: Tie Kinetix Receives ISO 27001: 2013 Certification for Information Security Management.
April 3, 2014: Analyst Firm SiriusDecisions Reviews TIE Kinetix's Demand Generation Platform for Channel Marketing.
April 10, 2014: TIE Kinetix is recognized in the inaugural Gartner Magic Quadrant for Integration Brokerage.

Litigation update : Samar
Since December 2007, TIE Kinetix has been involved in discussions and subsequently in legal proceedings with Samar. In July 2010, the Court ordered TIE Kinetix to pay full damages to Samar, of which TIE Kinetix already paid € 898k. In 2012, the Court of Appeal has ordered Samar to pay back the amount of € 250k plus interest. In March 2013, Samar requested for suspension of payments. In June 2013, the Court declared Samar bankrupt, which was reversed by the Court of Appeal in September 2013.

At the creditors' meeting in November 2013 the Court decided to extend suspension of payments, against which TIE Kinetix appealed in March 2014. The Court of Appeal however extended the suspension for Samar. Given this outcome, TIE Kinetix foresees a lengthy procedure regarding Samar's damage claim without a quick outcome. TIE Kinetix has not made any provisions related to this claim.

For further information on these proceedings, reference is made to TIE Kinetix' previous press releases on the matter and to the summary included in the paragraph "Legal Cases - Samar B.V." in TIE's 2013 Annual Report, page 60-61.

Management Board Responsibility statement
The Management Board hereby declares that, to the best of their knowledge:
The half year financial statements give a true and fair view of the assets, liabilities, financial position as per March 31, 2013 and the profit for the half-year ended March 31, 2013 of the Company and its consolidated entities;
The half year Management Board report for the first six months of the financial year 2013 includes a true and fair review of the position as per March 31, 2013 and of the development and performance during the first six months ended March 31, 2013 of the Company and its consolidated entities, of which the information is included in the interim financial statements. In addition, the interim report gives a true and fair review of the expected developments, investments and circumstances of which the development of revenue and profitability depend.

Forward looking statement/Guidance
This report contains information as referred to in the articles 5.59 jo. 5:53, 5:25d and 5:25 w of the Dutch Financial Supervision Act (Wet op het financieel toezicht). Forward looking statements, which can form a part of this report refer to future events and may be expressed in a variety of ways, such

as ‘expects’, ‘projects’, ‘anticipates’, ‘intends’ or similar words. The Company has based these forward looking statements on its current expectations and projections about future events.

Risks and uncertainties
Risks and Tie Kinetix’s risk management strategy are detailed in the 2013 annual report and have not changed during the first half of 2014.

This document may contain expectations about the financial state of affairs and results of the activities of Tie Kinetix as well as certain related plans and objectives. Such expectations for the future are naturally associated with risks and uncertainties because they relate to future events, and as such depend on certain circumstances that may not arise in future. Various factors may cause real results and developments to deviate considerably from explicitly or implicitly made statements about future expectations. Such factors may for instance be changes in expenditure by companies in important markets, in statutory changes and changes in financial markets, in the EU grant regime, in the salary levels of employees, in future borrowing costs, in future take-overs or divestitures and the pace of technological developments.

Tie Kinetix therefore cannot guarantee that the expectations will be realized. Tie Kinetix als refuses to accept any obligation to update statements made in this document.

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About Tie Kinetix
TIE Kinetix transforms the digital supply chain by providing Total Integrated E-commerce solutions. These solutions maximize revenue opportunities by minimizing the energy required to market, sell and deliver online. Customers and partners of TIE Kinetix constantly benefit from innovative, field tested, state-of-the-art technologies, which are backed by over 25 years of experience and prestigious awards. TIE Kinetix makes technology to perform, such that customers and partners can focus on their core business.

TIE Kinetix is a public company (NYSE Euronext: TIE Kinetix), and has offices in the United States, the Netherlands, France, Australia, UK, Spain, Germany, Austria and Switzerland.

Unaudited interim condensed
Consolidated financial statements

30 March 2014

1. Interim consolidated statement of financial position

As at March 30, 2014

Assets (€ x 1,000)	31 March 2014		30 September 2013	
Non Current Assets				
Intangible fixed assets				
Goodwill	4.659		2.186	
Other intangible fixed assets	2.493		1.754	
		7.152		3.940
Tangible fixed assets				
Property, Plant and Equipment	597		453	
		597		453
Financial fixed assets				
Loans and Receivables	44		44	
Deferred Tax Asset	1.221		1.309	
Loans and Receivables				
		1.265		1.353
Total Non Current Assets		**9.014**		**5.746**
Current Assets				
Trade Debtors	3.843		2.072	
Income Tax Receivable	-		21	
Taxation and Social Security	15		14	
Other Receivables and Prepayments	1.568		967	
		5.426		3.074
Cash and Cash Equivalents		1.401		204
Total Current Assets		**6.827**		**3.278**
Total Assets		**15.841**		**9.024**

Equity and Liabilities

(€ x 1,000)	31 March 2014		30 September 2013	
Equity				
Shareholders' Equity	5.140		4.044	
Convertible Bonds	45		45	
Total Equity		**5.185**		**4.089**
Non Current Liabilities				
Loans	1.644		171	
Deferred Tax Liability	21		19	
Contingent Consideration	300		44	
Provisions	155		23	
Total Non Current Liabilities		**2.120**		**257**
Current Liabilities				
Provisions	75		20	
Short term debt	449		160	
Bank overdraft	369			
Trade Creditors	1.319		837	
Deferred Revenue	2.970		1.864	
Taxation and Social Security, Income ta›	369		294	
Other Payables and Accruals	2.985		1.503	
Total Current Liabilities		**8.536**		**4.678**
Total Equity and Liabilities		**15.841**		**9.024**

2. Interim consolidated income statement
For the 6 month period ending March 30, 2014

(€ x 1,000)	1HY 2014		1HY 2013	
Revenues				
Licenses	519		700	
Maintenance and Support	1.415		1.460	
Consultancy	3.567		2.093	
Software as a Service	3.334		2.471	
Revenues		8.835		6.724
EU Projects		595		478
Onetime income		56		296
Other Income		(3)		(1)
Total Revenue		**9.483**		**7.497**
Third party hire		(620)		(382)
Direct Purchase Costs		(1.159)		(662)
Gross Profit		**7.704**		**6.453**
Operating Expenses				
Employee Benefits	5.273		4.241	
Acquisition costs and onetime expenses	650		426	
Depreciation and Amortization	372		300	
Other Operating Expenses	1.538		1.451	
Total Operating Expenses		**7.833**		**6.418**
Operating Income/(loss)		**(129)**		**35**
Interest and other Financial Income		3		1
Interest and other Financial Expense		(28)		(8)
Income/(loss) before Tax		**(154)**		**28**
Corporate Income Tax		(84)		(128)
Net Income/(loss)		**(238)**		**(100)**

Comprehensive Income	1HY 2014	1HY 2013
Net Income/(loss)	**(238)**	**(100)**
Exchange differences on translating of foreign operations	(30)	18
Total Comprehensive Income/(loss) net after Tax	**(268)**	**(82)**

Attributable to Shareholders of TIE:	1HY 2014	1HY 2013
Income after Tax	(238)	(100)
Comprehensive Income net after Tax	(268)	(82)
Net result per share – basic	(0,21)	(0,11)
Weighted average shares outstanding – basic (thousands)	1.127	933
Net result per share – diluted	(0,15)	(0,11)
Weighted average number of shares fully diluted (thousands)	1.634	935

3. Interim consolidated statement of changes in equity
For the 6-month period ending March 30, 2014

(€ x 1,000)	Share Capital (Incl Surplus)	Retained Earnings	Foreign Currency translation reserve	Share-holders Equity	Convertible Bonds	Total Equity
Balance per September 30, 2012	**56.688**	**(51.135)**	**(196)**	**5.357**	**45**	**5.402**
Foreign currency translation	**-**	**-**	**18**	18	**-**	18
Net Income	-	(100)	-	(100)	-	(100)
Total Comprehensive Income (loss)	**-**	**(100)**	**18**	**(82)**	**-**	**(82)**
Share based payments	**-**	-	**-**	-	**-**	-
Other movements	**-**	**31**	**-**	31	**-**	31
Balance per March 31, 2013	**56.688**	**(51.204)**	**(178)**	**5.306**	**45**	**5.351**
Balance per September 30, 2013	**56.688**	**(52.377)**	**(267)**	**4.044**	**45**	**4.089**
Foreign currency translation reserve	**-**	**-**	**(30)**	(30)	**-**	(30)
Net Income	-	(238)	-	(238)	-	(238)
Total Comprehensive Income (loss)	**-**	**(238)**	**(30)**	**(268)**	**-**	**(268)**
Share based payments	**-**	7	**-**	7	**-**	7
Other movements	**1.361**	**(4)**	**-**	1.357	**-**	1.357
Balance per March 31, 2014	**58.049**	**(52.612)**	**(297)**	**5.140**	**45**	**5.185**

4. Interim consolidated statement of cash flows

For the 6-month period ending March 30, 2014

(€ x 1,000)	1HY 2014		1HY 2013	
Income before tax		**(154)**		**28**
Adjustments:				
Share based payments expense	7		31	
Depreciation and amortization	372		300	
Increase (decrease) provisions	57		63	
		436		**394**
Working Capital Movements				
(Increase) decrease in debtors and other receivables	(725)		(1.100)	
(Decrease) increase in deferred revenue	978		657	
(Decrease) increase in current liabilities	988		1.049	
		1.241		**606**
Cash generated (applied) in operations		**1.523**		**1.028**
Interest paid		(28)		(8)
Interest received		3		1
Income taxes paid		(15)		(20)
Net Cash flow from operating activities		**1.483**		**1.001**
Investments in intangible fixed assets	(578)		172	
Acquisition of subsidiary net of cash acquired	(2.873)		(704)	
Investments in tangible fixed assets	(31)		(240)	
Net Cash flow generated / (used) in investing activities		**(3.482)**		**(772)**
Increase (decrease) long term loans	1.473		(12)	
Issue of new shares	1.361		-	
Net Cash flow generated / (used) by financing activities		**2.834**		**(12)**
Net increase (decrease) in Cash and Cash Equivalents		**835**		**217**
Currency Exchange Rate Difference on opening balance		(3)		(2)
Opening balance Cash and Cash Equivalents		204		747
Closing balance Cash and Cash Equivalents		**1.036**		**962**

Notes to the interim consolidated financial report

General Information

TIE Kinetix N.V. is a public limited company established and domiciled in the Netherlands, with its registered office and headquarters at De Corridor 5d, 3621 ZA in Breukelen. The Interim Consolidated Financial report of the company for the half year ended on March 31, 2014 include the company and all its subsidiaries (jointly called "Tie Kinetix"). The financial year of Tie Kinetix commences on October 1 and closes on September 30. The Interim Consolidated Financial report for the six months has been authorized for issue by both the Supervisory Board and the Management Board on May 20, 2014.

Auditor's Involvement

The interim financial report has not been audited by our external auditors. The Annual General Meeting of shareholders has appointed BDO on March 28th, 2014 as external auditor for the year commencing on October 1, 2013.

Statement of Compliance

The Management Board has considered and approved the interim condensed consolidated financial statements for the period October 1, 2013 – March 31, 2014.

The Interim Consolidated Financial report has been prepared in accordance with IAS 34 "Interim Financial Reporting" as adopted by the EU. The Interim Consolidated Financial report does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the annual financial statements as at September 30, 2013.

We consider the accounting policies applied to the effect that the interim condensed consolidated financial statements give a true and fair view of the Group's assets, liabilities and financial position as at March 31, 2014 and of the results of the Group's operations and cash flow in the period October 1, 2013 – March 31, 2014.

General Accounting Principles

The accounting policies used in the preparation of the Interim Consolidated Financial report are consistent with those followed in the preparation of the Group's annual financial statements for the year ended September 30, 2013. The Interim Consolidated Financial report is presented in € x 1.000 unless otherwise indicated.

Accounting Estimates

The preparation of the financial statements in accordance with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities, the determination of results and the reported contingent assets and liabilities. For a list of the judgments, estimates and assumptions, reference is made to the financial statements for 2013. No important changes occurred in the first six months of 2014.

Segment Information

The Company operates in different countries, through subsidiaries. Historically, the following segments have been recognized:

TIE Nederland;

TIE MamboFive;

North America;

France;

DACH/TFT;

Rest of World.

Tie Kinetix is changing its organizational responsibilities to exploit the benefits of cross selling products and services across new and existing customers worldwide. In future, our segment reporting will be adapted so as to reflect this changed management reporting structure.

Risks and Risk Management

In the Annual Report 2013 (pages 60-61) we have outlined the strategic, operational and financial risks we face; the risk management and control mechanisms we have in place; and the risk analysis and assessments we conduct regularly. We believe that the nature and potential impact of these risks have not materially changed in the first half of 2014. We will continue to monitor the key risks closely and manage our internal control systems as new risks may emerge and current risks may change in the second half of 2014.

Seasonal Effects

There are little seasonal effects on the operations and therefore the results of the Company. Despite the holiday season, the second half year (April-September) sales have proven to be strong during this period over the last few years. Due to the increased importance of SaaS, the company's revenue and results have become less vulnerable for seasonal effects. However there may be some effect on Consultancy and R&D development as a result of the holiday's season. Therefore the Company may face some impact on the results of the second half year.

Notes to the consolidated Financial Position for the six months ending March 31, 2014

Business Combinations

On December 2, 2013, TIE Kinetix completed the acquisition of Tomorrow Focus Technologies GmbH (TFT), located in Munich, Germany. TIE Kinetix acquired 100% of the shares of TFT.

The purchase price amounts to a fixed cash consideration of € 3 million, a realized purchase price adjustment (reduction) of € 100k and an employee share plan of € 300k. The purchase price is financed through a seller loan (€ 1 million), a non-recourse locally funded bank loan (€ 1 million) and newly issued Tie Kinetix N.V. shares and warrants (€ 1.361 million).

The assets acquired through this acquisition include:

Balance sheet TFT (€ x 1,000)	Openingsbalance	PPA adjustments	Openingsbalance restated
Other intangible fixed assets		427	427
Property, Plant and Equipment	225		225
Trade Debtors	1.009		1.009
Other Receivables and Prepayments	660		660
Cash and Cash Equivalents	2		2
Total Assets	**1.896**	**427**	**2.323**
Shareholders' Equity	415	303	718
Provisions	55		55
Provisions	75		75
Trade Creditors	283		283
Deferred Revenue	4	124	128
Taxation and Social Security, Income ta›	51		51
Other Payables and Accruals	1.013		1.013
Total Equity and Liabilities	**1.896**	**427**	**2.323**

The purchase price consideration and goodwill calculation:

(€ x 1,000)	1HY 2014
Cash paid	2.900
Contingent Consideration	300
Total Purchase Price Consideration	**3.200**
Net Fair Value of Assets and Liabilities	415
Goodwill including Customer Base	**2.785**
Customer Base	303
Goodwill resulting from Business Combination	**2.482**

Intangible Assets

The movement in the Intangible Assets predominantly relate to the acquisition of TFT per December 2, 2013, for paid goodwill € 2.482k and Customer Base € 427k. The capitalization of development costs amount € 372k.

Tangible Assets

The movement in tangible assets is mainly caused by the acquisition of TFT (€ 225K).

Cash

On March 31, 2014 the Company held a net positive cash and cash equivalents position of € 1.032k (September 30, 2013 € 204k) as follows:

Cash at bank and in hand (€ x 1,000)	31-3-2014	31-3-2013	30-9-2013
Regular bankpositions	478	962	204
EU funds received in advance	923	-	-
TFT bankoverdraft	(369)	-	-
	1.032	**962**	**204**

The net cash flow from operating activities in H1, 2014 amounted to € 1.483k (H1 2013: € 1.001k).

Subsidiaries

TIE Kinetix NV, acquired through its 100% subsidiary Gordian Investments BV, 100% of the shares in TIE TFT Holding GbmH, through which entity 100% of the shares of TFT GmbH have been acquired.

Options

During the reporting period no movements occurred.

Equity

(number of shares)	2014	2013
Balance as of October 1,	932.954	932.954
Issued	194.423	-
Balance as at March 31,	**1.127.377**	**932.954**
In € (x 1,000)	**7.892**	**6.531**

On December 2nd, 2013 194.423 shares have been issued following approval of the extra Ordinary Meeting of shareholders held on November 28th, 2013. At the same date for every share, two warrants have been issued. Each warrant entitles to holder to purchase a newly issued Tie Kinetix share at € 7,00 until December 2, 2023. All shares and warrants issued on December 2, 2013 have a 1 year lock up period in which they cannot be traded or converted.

<u>Notes to the consolidated Statement of Comprehensive Income</u>

Segment information

For the six months ending March 31, 2014:

(€ x 1,000)	The Netherlands	TIE MamboFive	North America	France	DACH/TFT	Rest of World	Holding and Eliminations	Total
Revenues								
Licenses	260	0	196	26	37	0	0	519
Maintenance and Support	251	6	833	81	82	162	0	1.415
Consultancy	587	587	447	203	1.593	150	0	3.567
Software as a Service	637	389	860	209	1.174	65	0	3.334
Revenues	**1.735**	**982**	**2.336**	**519**	**2.886**	**377**	**0**	**8.835**
EU Projects	595	0	0	0	0	0	0	595
Onetime income	0	0	0	0	56	0	0	56
Other Income	142	-3	106	3	44	58	-353	-3
Total Revenue	**2.472**	**979**	**2.442**	**522**	**2.986**	**435**	**-353**	**9.483**
Third Party Hire	-65	-60	-13	-1	-474	-6	0	-620
Direct Purchase Costs	-333	-309	-291	-29	-482	-125	410	-1.159
Gross Profit	**2.074**	**610**	**2.138**	**492**	**2.030**	**304**	**57**	**7.704**
Operating Expenses								
Employee Benefits	1.057	387	1.305	318	1.521	142	544	5.273
Acquisition costs and onetime	0	0	0	0	0	0	650	650
Other Operating Expenses	635	147	654	118	392	102	-510	1.538
Total Operating expenses	**1.692**	**534**	**1.958**	**436**	**1.913**	**244**	**684**	**7.461**
EBITDA	**382**	**76**	**180**	**56**	**117**	**60**	**-627**	**243**
Depreciation & Amortization expense and Impairment loses	96	23	61	10	64	77	41	372
EBIT	**286**	**53**	**119**	**46**	**53**	**-17**	**-668**	**-129**
Interest and Other Financial Income	2	0	0	0	0	0	1	3
Interest and other Financial Expense	0	-4	0	0	-4	0	-20	-28
Income/(loss) before Tax	**288**	**49**	**119**	**46**	**49**	**-17**	**-687**	**-154**
Corporate Income Tax	0	0	-78	-6	0	0	0	-84
Net Income/(loss)	**288**	**49**	**41**	**40**	**49**	**-17**	**-687**	**-238**

For the six months ending March 31, 2013:

(€ x 1,000)	The Netherlands	TIE MamboFive	North America	France	DACH	Rest of World	Holding and Eliminations	Total
Revenues								
Licenses	178	-	314	75	121	12	-	700
Maintenance and Support	303	-	886	85	76	110	-	1.460
Consultancy	242	700	350	160	574	67	-	2.093
Software as a Service	601	359	1.175	190	8	138	-	2.471
Revenues	**1.324**	**1.059**	**2.725**	**510**	**779**	**327**	**0**	**6.724**
EU Projects	478	-	-	-	-	-	-	478
Onetime income	0	0	0	296	0	0	0	296
Other Income	291	81	124	0	111	125	-733	-1
Total Revenue	**2.093**	**1.140**	**2.849**	**806**	**890**	**452**	**-733**	**7.497**
Third Party Hire	-43	-9	-63	-2	-254	-10	-1	-382
Direct Purchase Costs	-178	-266	-475	-117	-182	(178)	734	-662
Gross Profit	**1.872**	**865**	**2.311**	**687**	**454**	**264**	**0**	**6.453**
Operating Expenses								
Employee Benefits	1.098	646	1.315	388	316	-8	486	4.241
Acquisition costs and onetime	29	46	8	93	-	-	250	426
Other Operating Expenses	263	120	411	124	145	94	294	1.451
Total Operating expenses	**1.390**	**812**	**1.734**	**605**	**461**	**86**	**1.030**	**6.118**
EBITDA	**482**	**53**	**577**	**82**	**-7**	**178**	**-1.030**	**335**
Depreciation & Amortization expense and Impairment loses	120	31	39	8	11	69	22	300
EBIT	**362**	**22**	**538**	**74**	**-18**	**109**	**-1.052**	**35**
Interest and Other Financial Income	-	-	1	-	-	-	-	1
Interest and other Financial Expense	(1)	(6)					(1)	-8
Income/(loss) before Tax	**361**	**16**	**539**	**74**	**-18**	**109**	**-1.053**	**28**
Corporate Income Tax	-	-	(117)	(11)	-	-	-	-128
Net Income/(loss)	**361**	**16**	**422**	**63**	**-18**	**109**	**-1.053**	**-100**

Personnel
The total number of FTE of the Company by country are:

By country	March 31,2014	March 31, 2013	Change
NL	65,4	58,1	7,3
US	38,2	33,2	5,0
DACH	53,2	11,9	41,3
France	9,5	11,5	-2,0
Asia Pacific	0,5	0,5	0,0
Total FTE	**166,8**	**115,2**	**51,6**

Pending litigations
See under Pending Litigation on page 5 of this report.

Breukelen, May 21, 2014

M. Wolfswinkel
J.B. Sundelin
Executive Board