

Release no. 12/2009



COLUMBUS IT

Quarterly Report

Q1-3 / 2009

PROFILE:

Columbus IT operates as an IT consultancy firm in the market for integrated business solutions based on Microsoft Business Solutions which is primarily for small and medium-sized international companies. Columbus IT is a service organization with a headcount of 1,000. Our customer base consists of more than 5,000 small and medium-sized enterprises and units of large companies.

www.columbusit.com.

Considerably improved earnings in Q3 and improved cash flow of 29 millions despite the recession in the US and France

CEO, Claus Hansen:

"After a long time of targeted work we managed to enter into a strategic cooperation agreement with Microsoft in the retail market in Q3. In this relation Columbus IT has – as expected – sold software to Microsoft, which positions the Columbus Group as the leading retail partner. This position is an important strengthening of our future competitiveness. At the same time we managed to by and large – adjusted for the strengthened krone rate – maintain the revenues in the first three quarters in the level of last year which was the best year in the Group's history. Our operation is still affected by the economic recession in several countries, but we are starting to experience signs of improvement in most countries".

- Revenues for Q1-3/2009 totaled DKK 606.9M (DKK 711.7M in Q1-3/2008), corresponding to a decrease of 15%. Adjusted for the revenues in the seven subsidiaries which were sold off as of December 1st, 2008 as well as for foreign currency translation the decrease totals 5%. The result is in line with the management's expectations.
- Earnings before depreciation (EBITDA) for the period totaled DKK 21.3M (DKK 34.6M in Q1-3/2008) corresponding to a decrease of 38% compared to Q1-3/2008. The result is in line with the management's expectations.
- Revenues in the *Nordic* region amounted to DKK 293M in Q1-3/2009 (DKK 261M in Q1-3/2008), corresponding to an increase of 12%. EBITDA for the period totaled DKK 25.6M (DKK 24.5M in Q1-3/2008), which is an increase of 4% compared to 2008.
- Revenues in *Western Europe* amounted to DKK 122M in Q1-3/2009 (DKK 155M in Q1-3/2008). EBITDA for the period totaled DKK 21.7M (DKK 10.5M in Q1-3/2008), corresponding to an increase of 106% compared to the same period 2008.
- Revenues in *Eastern Europe* amounted to DKK 121M in Q1-3/2009 (DKK 163M in Q1-3/2008). EBITDA for the period totaled DKK 2.5M (DKK 7.0M in Q1-3/2008).
- Revenues in *North and South America* amounted to DKK 71M in Q1-3/2009 (DKK 132M in Q1-3/2008). EBITDA for the period totaled DKK -4.8M (DKK 14.9M in Q1-3/2008).
- The Group's software development company, *To-Increase*, had gross revenues of DKK 53.2M in Q1-3/2009 (DKK 29.2M in Q1-3/2008), corresponding to an increase of 82%. EBITDA for the period amounted to DKK 20.7M (DKK 8.4M in Q1-3/2008). The figures for To-Increase are also included in the regional figures stated above.
- The result amounted to DKK -12.7M in Q1-3/2009 (DKK 15.2M in Q1-3/2008) after an extraordinary goodwill depreciation of DKK 10.6M related to the French subsidiary.
- Total equity amounted to DKK 234.2M in Q1-3/2009 (DKK 241.3M after Q1-3/2008), resulting in a solvency ratio of 48.5% (44.1% in 2008).
- Previously announced expectations for 2009 are being maintained, cf. release no. 9/2009. For 2009 Columbus IT expects revenues of DKK 830-850M and an EBITDA of DKK 35-45M.

Ib Kunøe
Chairman
Columbus IT Partner A/S

Claus Hansen
CEO
Columbus IT Partner A/S

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Translation: In the event of any inconsistency between this document and the Danish language version, the Danish language version shall be the governing version.

Key Figures and Ratios

DKKm	2008	Q1-3 2008	Q1-3 2009	Q1-3 2008	Q1-3 2009
Income statement					
Net revenues	990.6	217.0	184.1	711.7	606.9
External project costs	-259.1	-48.6	-41.8	-183.5	-148.6
Gross earnings I	731.4	168.4	142.3	528.1	458.4
Staff expenses	-494.9	-119.5	-100.0	-372.1	-331.9
Other external costs	-172.8	-45.8	-34.5	-121.5	-105.4
Other operating income	1.4	0.0	0.4	1.3	0.4
Other operating costs	-4.6	-0.1	0.0	-1.4	-0.1
EBITDA	60.6	3.0	8.2	34.6	21.3
Depreciation excl. goodwill	-24.9	-5.4	-5.2	-16.7	-15.6
EBITA	35.7	-2.4	3.0	17.9	5.7
Amortization and write down of goodwill	-11.8	0.0	-10.6	-0.7	-10.6
EBIT	23.9	-2.4	-7.6	17.2	-4.9
Result in associated companies	0.3	0.1	0.1	0.2	0.1
Net financial items	-7.9	-1.3	-1.4	-3.6	-5.4
Pre-tax earnings	16.3	-3.6	-8.8	13.8	-10.2
Tax on Q1-3 earnings	6.9	-0.1	0.6	1.3	-2.4
Earnings Q1-3	23.3	-3.7	-8.2	15.2	-12.7
Allocated thus:					
Shareholders of Columbus IT Partner A/S	24.4			18.3	-13.1
Minority interests	-1.1			-3.1	0.5
	23.3			15.2	-12.7
Balance sheet					
Long-term assets	259.8			258.7	230.0
Short-term assets	300.5			288.0	253.0
Total assets	560.3			546.7	483.0
Group shareholders' equity	234.4			235.2	222.5
Minority interests	9.8			6.0	11.7
Debt	316.1			305.5	248.8
Total liabilities	560.3			546.7	483.0
Cash flow					
Cash flow from operations	35.4			-7.1	21.8
Net cash flow from investments	-55.1			-31.6	2.9
Cash flow from financing activities	15.7			20.2	-26.7
Total cash flow	-4.0			-18.5	-2.0
Key ratios					
Gross margin II	6.1%			4.9%	3.5%
Operating profit margin (EBIT margin)	3.3%			2.4%	-0.8%
Equity ratio	43.9%			44.1%	48.5%
Return on equity	11.8%			8.3%	-5.8%
Average number of shares, in thousands	77,040			77,009	77,172
Net asset value per share (BV)	3.1			3.05	2.88
Earnings per share (EPS)	0.32			0.24	-0.16
Cash flow per share	0.5			-0.1	0.28
Share price, end of period	2.40			4.7	2.9
Headcount at the end of the period	1,050			1,256	965

The key figures and ratios have been calculated in accordance with the Danish Society of Financial Analysts' "Recommendations and Key Figures 2005".

The quarterly report has not been audited

Developments in Q1-3/2009

Columbus IT's net revenues amounted to DKK 606.9M in Q1-3/2009 compared to DKK 711.7M in Q1-3/2008, corresponding to a decrease of 15%. Adjusted for foreign currency translation and the subsidiaries which were sold off in 2008, revenues have decreased by 5%.

Columbus IT's revenues primarily derive from sale of software licenses to Microsoft's business systems, from sale of maintenance contracts related to these software licenses, and from sale of consultancy services and service & support in relation to customers' use of these systems. To this comes "other" revenue, primarily from re-invoicing of expenses as well as sale of e.g. hardware to customers.

Revenues (Q1-3)	2009 DKKm	2008 DKKm	Revenues (Q1-3)	2009 DKKm	2008 DKKm
Software	116	137	Dynamics AX	380	458
Maintenance	90	99	Dynamics NAV	141	165
Consultancy	386	456	Other MBS products	31	43
Other	15	19	Other	55	45
Total	607	711	Total	607	711

Revenues from sale of software licenses dropped to DKK 116M in Q1-3/2009 compared to DKK 137M in Q1-3/2008. The relative large decrease in the sale of software licenses reflects a hesitation in Q1-3/2009 towards new purchases of licenses by many of Columbus IT's customers due to the general economic recession. Revenues from sale of maintenance contracts decreased to DKK 90M in Q1-3/2009 compared to DKK 99M in the same period last year. Revenues from consultancy amounted to DKK 386M in Q1-3/2009 compared to DKK 456M in Q1-3/2008, corresponding to a decrease of 15%. The Group's Microsoft Dynamics AX related revenues decreased by 17% compared to Q1-3/2008, to DKK 380M, and accounted for 63% of the Group's total revenues in Q1-3/2009. Microsoft Dynamics NAV related revenues dropped by 15% compared to Q1-3/2008, to DKK 141M, corresponding to 23% of the Group's total revenues. Revenues related to other MBS products amounted to DKK 31M in Q1-3/2009, corresponding to 5% of the Group's total revenues.

As the table below shows, revenues grew in the Nordic region. The majority of the Group's subsidiaries obtained activities and earnings in line with expectations.

Q1-3	Revenues (DKKm)		EBITDA (DKKm)		Headcount (as of September 30 th)	
	2009	2008	2009	2008	2009	2008
Nordic region	293	261	25.6	24.5	295	308
Western Europe	122	155	21.7	10.5	176	221
Eastern Europe	121	163	2.5	7.0	396	471
North and South America	71	132	-4.8	14.9	82	248
Parent Company	0	0	-23.8	-22.3	13	8
	607	711	21.2	34.6	965	1,256

Note: Revenue figures state the revenue generated outside the Group in the regions. The Parent Company's figures are reported before costs being billed to subsidiaries in the regions. Thus, the subsidiaries' figures are reported exclusive of costs billed by the Parent Company.

In Q1-3 2009 a goodwill depreciation of DKK 10.6M has been made in relation to the subsidiary in France.

The Group's financials show net expenses of DKK 5.4M in Q1-3/2009 compared to net expenses of DKK 3.6M in the same period last year.

Corporation tax in profit-making foreign subsidiaries mean that the total calculated tax for Columbus IT for the period amounted to a net expense of DKK 2.4M in Q1-3/2009 (DKK -1.3M in Q1-3/2008).

The result for the period was DKK -12.7M, which is a decrease of DKK 31.5M compared to the same period last year.

Regional developments

Nordic region	2009	2008
Revenues – Q1-3	DKKkm	DKKkm
Software	51	32
Maintenance	38	38
Consultancy	198	183
Other	6	8
Total	293	261

Nordic region	2009	2008
Revenues – Q1-3	DKKkm	DKKkm
Dynamics AX	171	154
Dynamics NAV	62	71
Other MBS products	26	28
Other	34	8
Total	293	261

Q1-3/2009 revenues for the **Nordic region** increased by DKK 32M, corresponding to a 12% increase compared to the same period last year. The increase is due to a higher level of activity both in the Danish and the Norwegian subsidiary, as well as the Nordic part of the Group's software company To-Increase. The Nordic Region accounts for 48% of the Group's revenues.

The region's EBITDA amounted to DKK 25.6M in Q1-3/2009 (DKK 24.5M in the same period last year).

Western Europe	2009	2008
Revenues – Q1-3	DKKkm	DKKkm
Software	26	34
Maintenance	22	25
Consultancy	70	92
Other	4	4
Total	122	155

Western Europe	2009	2008
Revenues – Q1-3	DKKkm	DKKkm
Dynamics AX	85	111
Dynamics NAV	33	43
Other MBS products	3	1
Other	1	0
Total	122	155

In **Western Europe** revenues for Q1-3/2009 amounted to DKK 122M compared to DKK 155M in Q1-3/2008. Adjusted for the sold-off subsidiaries the decrease amounts to DKK 16M, corresponding to 12%. Revenues in the British subsidiary amounted to DKK 39.0M in Q1-3/2009 (DKK 35.4M in Q1-3/2008). Adjusted for foreign currency translation, revenues in the company grew by 24%. Revenues in the French subsidiary amounted to DKK 32.7M, corresponding to a decrease of 31% compared to the same period in 2008, which was affected by a large profitable software order. Revenues in the Dutch consulting unit dropped by DKK 7.3M to DKK 15.3M. The region accounted for 20% of the Group's revenues.

The region's EBITDA increased by DKK 21.7M compared to Q1-3/2008, to DKK 10.5M in Q1-3/2009, corresponding to an increase of 106%. EBITDA in the British subsidiary amounted to DKK 7.7M (DKK 6.1M in Q1-3/2008). Adjusted for foreign currency translation, EBITDA in the company increased by 42% compared to Q1-3/2008. EBITDA in the Dutch consulting unit dropped to DKK -0.6M in Q1-3/2009 compared to DKK 2.2M in Q1-3/2008. EBITDA in the French subsidiary dropped to DKK -6.8M in Q1-3/2009 compared to DKK -1.5M in Q1-3/2008.

Eastern Europe	2009	2008
Revenues – Q1-3	DKKm	DKKm
Software	27	46
Maintenance	15	18
Consultancy	77	96
Other	2	3
Total	121	163

Eastern Europe	2009	2008
Revenues – Q1-3	DKKm	DKKm
Dynamics AX	76	98
Dynamics NAV	23	27
Other MBS products	2	4
Other	20	34
Total	121	163

Revenues in **Eastern Europe** amounted to DKK 121M in Q1-3/2009 which is a decrease of 26% compared to Q1-3/2008. Revenues of the Russian subsidiary decreased to DKK 59.0M in Q1-3/2009 compared to DKK 93.0M in Q1-3/2008. Adjusted for foreign currency translation, revenues in the subsidiary dropped by 23%. Revenues in the Lithuanian subsidiary dropped to DKK 22.0M in Q1-3/2009 compared to DKK 28.6M in Q1-3/2008, corresponding to a decrease of 23%. Revenues in the Polish company dropped by 23% to DKK 12.6M in Q1-3/2009. Adjusted for foreign currency translation revenues in the company are in the level of 2008. The region accounted for 20% of the Group's revenues.

The region's EBITDA dropped by DKK 2.5M in Q1-3/2009 compared to the same period last year to DKK 7.0M.

North & South America	2009	2008
Revenues – Q1-3	DKKm	DKKm
Software	12	25
Maintenance	15	18
Consultancy	41	85
Other	3	4
Total	71	132

North & South America	2009	2008
Revenues – Q1-3	DKKm	DKKm
Dynamics AX	48	95
Dynamics NAV	23	24
Other MBS products	0	10
Other	0	3
Total	71	132

In **North and South America** total revenues in Q1-3/2009 amounted to DKK 71M compared to DKK 132M in Q1-3/2008. Subsidiaries in five of the six countries in the region were sold off as of December 1st, 2008. The only remaining subsidiary in the region is the subsidiary in the US. Revenues in the subsidiary in the US dropped from DKK 96.7M in Q1-3/2008 to DKK 71M in Q1-3/2009. The region accounted for 12% of the Group's revenues.

EBITDA in the region dropped by DKK 19.7M compared to the same period last year to DKK -4.8M in Q1-3/2009. The American market has been considerably affected by the financial recession in Q1-3/2009, and the macroeconomic uncertainties as well as financial problems for several of our customers have affected our American subsidiary.

Before billing subsidiaries for costs, the EBITDA of the **Parent Company** amounted to DKK -23.8M in Q1-3/2009, compared to DKK -22.3M in the same period last year.

Liquidity status

Columbus IT held cash funds of DKK 54.1M on September 30th, 2009 compared to DKK 41.8M at the same time last year. The cash funds are mainly placed in a number of foreign subsidiaries.

Uncertainty factors and significant risks

Determining the carrying amount of some assets and liabilities requires judgments, estimates and assumptions concerning future events. The judgments, estimates and assumptions made are based on historical experience and other factors, which management assesses to be liable, but which by their nature are associated with uncertainty and unpredictability. The assumptions may prove incomplete or incorrect, and unexpected events or circumstances may arise. It may be necessary to change previous

estimates as a result of changes to the assumptions on which the estimates were based or due to new information or subsequent events.

Estimates which are of material importance to the presentation of the accounts, are among other things applied to statement of impairment, selling price of contract work in progress, pensions and similar liabilities, provisions and contingent liabilities and assets, cf. detailed description in the Annual Report 2008.

The Company is also subject to risks and uncertainties which may lead to actual results differing from these estimates. Columbus IT's business risks are unchanged compared to the risks described in the Annual Report 2008.

Management Report

The Board of Directors and the Executive Board have today considered and approved the interim financial report for the period January 1st 2009 – September 30th 2009 for Columbus IT Partner A/S.

The interim financial report has been prepared in accordance with IAS 34 and additional Danish interim reporting requirements for listed companies. The interim financial report is unaudited and has not been reviewed by the Company's auditor.

We consider the accounting policies applied to be appropriate to the effect that the interim financial report gives a true and fair view of the Group's assets, liabilities and financial position at September 30th 2009, and of the results of the Group's operations and cash flows during the period January 1st 2009 – September 30th 2009.

We consider the management report to give a true and fair view of the development in the Group's business activities and financial situation, the financial result for the period and the Group's financial position as a whole together with a true and fair description of the significant risks and uncertainty factors which the Group faces.

Ballerup, November 12th 2009

Executive Board



Claus Hansen
CEO

Board of Directors



Ib Kungø
Chairman



Jørgen Cadovius
Deputy Chairman



Claus Hougesen



Sven Madsen



Carsten Gottschalck

Income Statement

DKK '000	Note	2008	Q3 2008	Q3 2009	Q1-3 2008	Q1-3 2009
Net revenue	2,3	990,577	217,017	184,113	711,659	606,930
External project costs		-259,134	-48,591	-41,811	-183,544	-148,579
Gross earnings		731,443	168,426	142,302	528,116	458,352
Staff expenses	4	-494,913	-119,496	-99,974	-372,059	-331,873
Other external costs		-172,775	-45,787	-34,537	-121,453	-105,441
Other operating income		1,407	0	413	1,344	413
Other operating expense		-4,563	-105	-20	-1,392	-149
Earnings before depreciation (EBITDA)		60,600	3,037	8,183	34,556	21,301
Depreciation		-24,862	-5,441	-5,176	-16,662	-15,626
Earnings before write down of goodwill (EBITA)		3,213	-2,403	3,008	17,893	5,675
Write down of goodwill		-11,823	0	-10,610	-675	-10,610
Operating profit (EBIT)		23,915	-2,403	-7,603	17,218	-4,935
Results in associated companies		298	143	133	159	132
Financial income		7,711	2,430	318	4,567	2,731
Financial expense		-15,612	-3,795	-1,694	-8,117	-8,140
Pre-tax earnings		16,313	-3,625	-8,846	13,828	-10,212
Tax on the result of the period		6,942	-79	616	1,331	-2,440
Result for the period, continued operations		23,255	-3,704	-8,230	15,158	-12,652
Allocated thus:						
Shareholders of Columbus IT Partner A/S		24,364	-2,164	-8,454	18,237	-13,148
Minority interests		-1,109	-1,541	224	-3,079	497
		23,255	-3,704	-8,230	15,158	-12,652
Earnings per share (EPS) of DKK 1.25:						
Earnings per share		0.32	-0.03	-0.11	0.24	-0.16
Earnings per share, diluted		0.32	-0.03	-0.11	0.24	-0.16

Comprehensive Income Statement

DKK '000	2008	Q3 2008	Q3 2009	Q1-3 2008	Q1-3 2009
Result for the period	23,255	-3,704	-8,230	15,158	-12,652
Foreign currency translation	-10,226	-5,020	-1,574	-1,546	2,738
Other comprehensive income after tax	-10,226	-5,020	-1,574	-1,546	2,738
Total comprehensive income	13,029	-8,724	-9,804	13,612	-9,914

Balance Sheet

DKK '000	2008	Q1-Q3 2008	Q1-Q3 2009
Assets			
Intangible assets			
Goodwill	160,828	161,397	146,598
Royalties	3,322	2,776	2,573
Development projects finalized	43,033	39,934	34,326
Development projects in progress	3,680	1,042	845
Total intangible assets	210,863	205,149	184,343
Tangible assets			
Leasehold improvement	873	1,409	627
Plant and operating equipment	11,287	13,509	8,854
Total tangible assets	12,160	14,919	9,481
Financial assets			
Holdings in associated companies	1,047	894	1,214
Deferred tax assets	35,719	33,282	34,968
Other receivables	0	4,477	0
Total financial assets	36,766	38,652	36,182
Total long-term assets	259,789	258,720	230,006
Inventories	1,932	3,981	942
Receivable			
Trade receivable	195,908	172,797	120,063
Contract work in progress	23,024	31,360	28,618
Corporation tax	3,093	3,972	2,402
Other receivables	14,028	18,771	13,317
Accruals	8,366	15,284	33,493
Total receivables	244,420	242,184	197,893
Cash	54,121	41,796	54,114
Total short-term assets	300,473	287,961	252,950
Total assets	560,262	546,681	482,956

Balance Sheet

DKK '000	2008	Q1-3 2008	Q1-3 2009
Liabilities			
Equity			
Share capital	96,466	96,466	96,466
Reserves on foreign currency translation	-14,118	-6,460	-12,848
Retained profit	152,035	145,220	138,887
Parent Company shareholders' equity	234,383	235,226	222,505
Minority interests' equity	9,753	6,049	11,718
Total equity	244,136	241,275	234,223
Long-term debt			
Deferred tax	778	865	926
Credit institutions	9,374	1,306	10,787
Other debt	4,234	7,510	422
Total long-term debt	14,386	9,681	12,135
Short-term debt			
Short-term part of long-term debt	4,909	547	5,470
Credit institutions	96,805	107,101	68,090
Debt to shareholders and affiliated companies	0	0	0
Client prepayments	28,796	29,671	24,223
Trade accounts payable	60,777	41,395	32,203
Corporation tax	62	584	0
Other debt	106,276	110,525	98,595
Accruals	4,114	5,902	8,014
Total short-term debt	301,740	295,725	236,597
Total debt	316,126	305,406	248,732
Total liabilities	560,262	546,681	482,956

Consolidated Statement of Changes in Equity

DKK '000					
	Share capital	Reserves on foreign currency translation	Retained profit	Minority interest	Equity
2009					
Balance at January 1 st 2009	96,466	-14,118	152,035	9,753	244,136
Foreign currency translation	0	1,270	0	1,468	2,738
Other reserves	0	0	0	0	0
Net income recognized directly in equity	0	1,270	0	1,468	2,738
Profit for the period	0	0	-13,148	497	-12,651
Total recognized income and expense	0	1,270	-13,148	1,965	-9,913
Capital increase	0	0	0	0	0
Issue of share warrant scheme	0	0	0	0	0
Addition of minority interests	0	0	0	0	0
Disposal of minority interests	0	0	0	0	0
Payment of dividends	0	0	0	0	0
Balance at September 30th 2009	96,466	-12,848	138,887	11,718	234,223
2008					
Balance at January 1 st 2008	95,580	-5,313	123,714	11,558	225,539
Foreign currency translation	0	-1,147	0	-399	-1,546
Other reserves	0	0	0	0	0
Net income recognized directly in equity	0	-1,147	0	-399	-1,546
Profit for the period	0	0	18,237	-3,079	15,158
Total recognized income and expense	0	-1,147	18,237	-3,478	13,612
Capital increase	886	0	3,955	0	4,841
Issue of share warrant scheme	0	0	-686	0	-686
Addition of minority interests	0	0	0	-2,031	-2,031
Disposal of minority interests	0	0	0	0	0
Payment of dividends	0	0	0	0	0
Balance at September 30th 2008	96,466	-6,460	145,220	6,049	241,275

Consolidated Cash Flow Statement

DKK '000	2008	Q1-3 2008	Q1-3 2009
Result for the period	23,255	15,158	-12,652
Adjustments	37,346	17,378	36,693
Changes in working capital	-23,127	-38,471	4,031
Cash flow from operating activities bef. financials and tax	37,474	-5,936	28,072
Interest received, etc.	7,711	4,567	2,731
Interest paid, etc.	-15,612	-8,117	-8,140
Corporation tax paid	5,838	2,394	-912
Cash flow from operating activities	35,411	-7,091	21,751
Acquisition and investment in subsidiaries	-31,098	-16,786	-280
Disposal of subsidiaries	1,839	0	0
Acquisition of associated companies	-162	-156	0
Disposal of associated companies	0	2,284	0
Dividends received from associated companies	0	0	0
Acquisition of intangible assets	-20,218	-12,054	-5,749
Acquisition of tangible assets	-5,448	-5,079	-1,676
Acquisition of financial assets	0	0	0
Disposal of financial assets	0	0	0
Disposal of intangible assets	0	0	9,980
Disposal of tangible assets	0	141	652
Cash flow from investing activities	-55,087	-31,649	2,927
Proceeds from capital increase	4,843	4,841	0
Costs in connection with capital increase	-6,487	0	0
Redemption of long-term debt	17,533	15,399	-26,740
Dividends paid to minority shareholders	-199	0	0
Settlement of payable purchase sum	0	0	0
Cash flow from financing activities	15,690	20,240	-26,740
Cash funds at the beginning of the period	60,959	60,959	54,121
Exchange rate adjustments	-2,852	-663	2,055
Net increase in cash funds	-3,986	-18,500	2,062
Cash funds at the end of the period	54,121	41,796	54,114
Cash funds total effect on the cash flow statement during the period:			
Cash flow from operating activities	35,411	-7,091	21,751
Cash flow from investing activities	-55,087	-31,649	2,927
Cash flow from financing activities	15,690	20,240	-26,740
Net increase in cash funds	-3,986	-18,500	-2,062

Note 1: Accounting policies

The consolidated interim financial report is prepared in accordance with IAS 34, Presentation of Interim Financial Reporting, as approved by the EU, and additional Danish disclosure requirements for interim financial reports of listed companies. No interim report has been prepared for the Parent Company. The interim financial report is presented in Danish kroner (DKK), which is the Parent Company's functional currency.

The accounting policies applied in the interim financial report are, except for the below listed changes, unchanged with respect to the Company's Annual Report for 2008, which is prepared in accordance with International Financial Reporting Standards, as approved by the EU, and additional Danish disclosure requirements for interim financial reports of listed companies. For more information on the accounting policies, we refer to our Annual Report for 2008.

Changes in accounting policies

With effect from 2009 Columbus IT has implemented the following new and changed standards and interpretations:

- IFRS 2, Share-based Payment (January 2008)
- IFRS 8, Operating Segments (November 2006)
- IAS 1, Presentation of Financial Statements (September 2007 and February 2008)
- IAS 23, Borrowing Costs (March 2007)
- IAS 32, Financial Instruments: Presentation (February 2008)
- Minor changes of various standards in accordance with IASB's annual improvements (May 2008)

The implementation of the new and changed standards and interpretations has not affected recognition and measurement. The implementation of IFRS 8, Operating Segments has implied changes in the disclosure in the note about segments, cf. Note 2.

The implementation of IAS 1, Presentation of Financial Statements, has implied changes in the presentation of the primary financial reporting as a comprehensive income statement has been included.

Note 2: Segment data

The new IFRS 8, Operating Segments, requires operating segments to be identified on the basis of internal reports, which are regularly reviewed by the chief operating decision maker, i.e. typically the Board of Directors of the Parent Company, in order to support its decisions about allocation of resources to the segment and assessment of performance. The previous standards for operating segments - IAS 14, Segment Reporting – required an entity to identify two sets of segments (business and geographical) using a risks and rewards approach.

Due to these changes the implementation of IFRS 8 has implied a change in the identification of the Group's operating segments, which based on IFRS 8, have been defined as a software development segment (ISV business) and a consultancy and service segment (VAR business).

	ISV business	VAR business	Total
Q1-3 2009			
Gross revenues	53,174	582,043	635,217
Intercompany revenues	-5,990	-22,297	-28,287
Net revenues	47,184	559,746	606,930
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Operating profit (EBIT)	10,073	-15,008	-4,935
Results in associated companies	0	132	132
Pre-tax earnings	9,495	-19,707	-10,212
Result for the period	9,455	-22,107	-12,652
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Segment assets	82,387	405,741	488,128
Segment liabilities	41,350	211,602	252,952
Capital investments	0	1,191	1,191
Depreciation	7,790	7,837	15,626
Amortization	0	10,610	10,610
Holdings in associated companies	0	1,214	1,214
<hr/>			
Q1-3 2008			
Gross revenues	29,201	705,001	734,202
Intercompany revenues	-6,058	-16,485	-22,543
Net revenues	23,143	688,516	711,659
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Operating profit (EBIT)	-963	18,181	17,218
Results in associated companies	0	159	159
Pre-tax earnings	-1,708	15,536	13,828
Result for the period	-1,435	16,593	15,158
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Segment assets	60,325	486,356	546,681
Segment liabilities	34,134	267,570	301,704
Capital investments	0	4,143	4,143
Depreciation	8,275	8,387	16,662
Amortization	0	675	675
Holdings in associated companies	0	894	894

Note 2: Segment data, continued

2008	ISV business	VAR business	Total
Gross revenues	42,407	980,771	1,023,177
Intercompany revenues	-8,007	-24,593	-32,600
Net revenues	34,400	956,178	990,577
Operating profit (EBIT)	3,003	20,913	23,915
Results in associated companies	0	298	298
Pre-tax earnings	911	15,402	16,313
Result for the period	1,148	22,107	23,255
Segment assets	56,913	503,349	560,262
Segment liabilities	28,185	287,941	316,126
Capital investments	353	5,095	5,448
Depreciation	13,149	11,713	24,862
Amortization	0	11,823	11,823
Holdings in associated companies	0	1,047	1,047

Note 3: Net Revenue

DKK '000	2008	Q1-3 2008	Q1-3 2009
Sale of products:			
Hardware	7,346	6,064	2,478
Software	185,120	136,501	116,309
Maintenance, service and hotline subscriptions	153,328	99,425	90,593
Total sale of products	345,794	241,990	209,380
Sale of services:			
Support	32,305	22,851	23,039
Sales value of finished projects	600,027	431,583	370,752
Change in contract work in progress	12,450	15,233	3,760
Total sale of services	644,782	469,668	397,550
Total net sales	990,577	711,658	606,930
Contract work in progress at beginning of the period	41,690	41,690	54,140
Contract work in progress at end of the period	54,140	56,923	57,900
Total change in contract work in progress	12,450	15,233	3,760

Note 4: Incentive Scheme

Two senior executives have been granted an incentive scheme containing a share warrant scheme. The share warrant schemes are granted at the market share price. The share warrant schemes are based on the employment period. The share warrant schemes will not be adjusted for subsequent capital increases.

On the basis of a Black & Scholes' calculation, the scheme has a total forecast market value of up to DKK 0.8M that will be expended in 2009, 2010 and 2011.

Specification of outstanding warrants	Senior executives	Total	Exercise rate per warrant
	No.	No.	DKK
Outstanding at January 1 st 2009	0	0	0,00
Granted during the period	1,150.000	1,150.000	2.51
Used	0	0	0,00
Annulled during the period	0	0	0,00
Outstanding at September 30th 2009	1,150.000	1,150.000	2.51
Outstanding at January 1 st 2008	720,000	720,000	7.44
Granted during the period	0	0	0,00
Used	0	0	0,00
Annulled during the period	0	0	0,00
Outstanding at September 30th 2008	720,000	720,000	7.44

Note 5: Trade Receivable

DKK '000	2008	Q1-3 2008	Q1-3 2009
Receivables (gross) at September 30 th	216,835	191,695	137,587
Allowance for doubtful debts at January 1 st	13,699	13,699	20,927
Change in allowance for doubtful debts during the period	10,781	7,328	4,507
Loss realized during the period	-3,553	-2,129	-7,909
Allowance for doubtful debts at September 30 th	20,927	18,898	17,524
Balance at September 30th	195,908	172,797	120,063

All trade receivables are due for payment within 1 year.

Allowance for doubtful debts is recognized in the income statement under “Other external costs”. Allowance for doubtful debts are made based on individual impairments of trade receivables.