AFFECTO PLC STOCK EXCHANGE RELEASE 6 MAY 2008 at 09:30

AFFECTO PLC'S INTERIM REPORT 1-3/2008

GROUP KEY FIGURES

MEUR	1-3/2008	1-3/2007	2007
Net sales	33.6	17.6	97.5
Operating result before IFRS3 items	3.6	2.4	13.3
% of net sales	10.8	13.5	13.6
Operating result	2.9	2.0	10.8
% of net sales	8.7	11.4	11.0
Result before taxes	2.0	1.9	9.5
Result for the period	1.5	1.4	7.0
Equity ratio, %	42.1	50.1	41.9
Net gearing, %	60.1	29.9	53.9
Earnings per share, eur	0.07	0.08	0.38
Earnings per share (diluted), eur	0.07	0.08	0.38
Equity per share, eur	2.82	2.26	2.93

CEO Pekka Eloholma comments the first quarter 2008:

"The first quarter was characterized by strong organic growth (approx. 16%). We grew clearly faster than markets. Due to last year's Component Software acquisition, the total growth in net sales was 91%, as net sales reached 33.6 MEUR. Operating result grew also and was 2.9 MEUR (9% of net sales)."

"During the quarter, net sales grew organically compared to Q1/2007 in all our reported geographical segments. Sales growth in Finland and Baltic was approx. 20%. Especially delighting was the good growth in sales of Business Intelligence solutions in all Nordic countries. Profitability improved clearly in Finland and weakened somewhat in Baltic."

"The order backlog grew strongly during the quarter to an all-time-high level of over 50 MEUR. This contributes to our belief in positive development of our business."

"Positive development is expected to continue during year 2008, but the effects of the global economic developments on Affecto's business environment are hard to estimate. The company seeks to reach net sales of approx. 140 MEUR in 2008. The profitability (EBIT margin) of the whole year 2008 is expected not to materially change from 2007."

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This report is unaudited. The amounts in this report have been rounded from exact numbers.

INTERIM REPORT 1-3/2008

Affecto builds versatile IT solutions for companies and organisations to improve their efficiency in business and to support the related decision-making. With Affecto's Business Intelligence solutions organisations are able to integrate strategic targets with their business management. Business Intelligence solutions enable the further processing and utilisation of information generated by ERP and other IT systems. The company also develops operational solutions, such as Geographic Information Systems (GIS), Enterprise Content Management (ECM) and versatile customer specific software services. These solutions assist organisations in collecting, organising and analysing available digital information in support of their business processes. Affecto offers Business Intelligence solutions in its operating areas in the Nordic countries and Baltic countries. In operational solutions, the company has a presence in Finland, Norway and in the Baltic region.

Affecto is headquartered in Helsinki, Finland. The company has subsidiaries in Finland, Sweden, Norway, Denmark, Estonia, Lithuania, Latvia and Poland.

NET SALES

Affecto's net sales in 1-3/2008 was 33.6 MEUR (1-3/2007: 17.6 MEUR). Net sales in Finland was 11.7 MEUR (9.8 MEUR), in Baltic area 5.5 MEUR (4.6 MEUR), 6.1 MEUR in Sweden (3.3 MEUR) and 10.3 MEUR (0.0 MEUR) in Norway & Denmark. Sales growth was 91%. The sales grew organically in Finland and in Baltic by approx. 20%.

In line with the normal annual cycle, the net sales in first quarter was clearly below the fourth quarter. Additionally Easter clearly decreased the number of available workdays in the first quarter.

Sales by geographical segments based on location of assets

Net sales, MEUR	1-3/2008	1-3/2007	2007
Finland	11.7	9.8	41.7
Baltic	5.5	4.6	22.9
Sweden	6.1	3.3	17.7
Norway & Denmark	10.3	0.0	15.2
Eliminations	0.0	0.0	0.0
Group total	33.6	17.6	97.5

The sales growth was based on good demand for services in all our market areas. Net sales of BI segment was 19.4 MEUR (7.5 MEUR), Operational Solutions 11.3 MEUR (8.3 MEUR) and Geographic Information Services 3.0 MEUR (1.9 MEUR). The acquisition done in 2007 has had impact mostly on the BI segment and to some extent also to Operational solutions.

PROFIT

Affecto's EBIT was 2.9 MEUR (2.0 MEUR). EBIT in Finland was 1.9 MEUR (0.9 MEUR), Baltic EBIT was 0.7 MEUR (1.0 MEUR), EBIT in Sweden was 0.4 MEUR (0.4 MEUR) and EBIT in Norway & Denmark was 0.4 MEUR (0.0 MEUR).

Operating result by geographical segments based on location of assets

Operating result, MEUR	1-3/2008	1-3/2007	2007
Finland	1.9	0.9	4.4
Baltic	0.7	1.0	5.4
Sweden	0.4	0.4	1.5
Norway & Denmark	0,4	0.0	1.2
Group management	-0.6	-0.4	-1.7
Group total	2.9	2.0	10.8

According to IFRS3 requirements, 1-3/2008 EBIT includes 0.7 MEUR (0.4 MEUR) of amortization of intangible assets related to acquisitions. A significant part of the amortization is related to Sweden and Norway & Denmark segments. In year 2008 the IFRS3 amortization is estimated to total 2.9 MEUR and in 2009 approx. 2.8 MEUR.

The profitability improved especially in Finland. The Baltic profitability returned to more normal level from last year's exceptionally good level and the quarter was also burdened by certain one-off items.

R&D expenditure totaled 0.6 MEUR (0.2 MEUR), i.e. 1.7% of net sales (0.9%). The expenditure has been booked as costs, except in Contempus ECM business, where 0.1 MEUR has been capitalized in balance sheet and a similar amount of earlier capitalizations has been amortized.

The financial costs grew by over 0.2 MEUR due to change in the fair value of the interest swap taken for the bank loans. The change has no effect on cash flow.

Taxes for the period have been booked as taxes. Net profit for the period was 1.5 MEUR, while it was 1.4 MEUR last year. The net profit increased less than EBIT partially due to growth in non-cash financial costs and due to increase in effective tax rate.

Order backlog totaled 51.2 MEUR at the end of period (23.2 MEUR). Compared to net sales, Baltic has longer order backlog than other parts of the group. Affecto has a well diversified customer base. Ten largest customers generated approx. 20% of group revenue in 2007.

FINANCE AND INVESTMENTS

At the end of the reporting period, Affecto's balance sheet totaled 154.2 MEUR (Q1/2007: 80.2 MEUR). Significant part of the growth is due to the acquisition of Component Software Group ASA in August 2007. Equity ratio was 42.1 (50.1%) and net gearing was 60.1% (29.9%).

The additional consideration for Intellibis AB, acquired in 2006, was determined to be 3.92 MEUR and it was paid during first quarter.

The financial loans were 46.9 MEUR as at 31 March 2008. The interest-bearing net debt was 36.4 MEUR. The dividend of 3.4 MEUR decided in AGM on 31 March 2008 is booked as non-interest bearing debt.

The company's cash and liquid assets were 10.5 MEUR (7.0 MEUR). Cash flow from operating activities for the reported period was 2.0 MEUR (2.5 MEUR) and cash flow from investments was -4.4 MEUR (-0.5 MEUR).

Investments in non-current assets excluding acquisitions were 0.8 MEUR (0.4 MEUR) during the period.

Affecto has distributed dividends of 3.4 MEUR (previous year 1.7 MEUR) from the profit of the year 2007. Dividend was paid on 10 April 2008 and has been booked as non-interest bearing debt in this interim report.

EMPLOYEES

The number of employees was 1136 persons at the end of the reporting period (778 persons). Approx. 370 persons were based in Finland, 160 in Sweden, 180 in Norway & Denmark, and 430 in Baltic countries. The average number of employees during the period was 1129 persons (767). The acquisition of Component Software last year increased the personnel by over 200 employees.

BUSINESS REVIEW

During year 2008 Affecto has continued to implement its growth strategy. The group's business is managed through four country units. Finland, Baltic, Sweden and Norway & Denmark are also the primary IFRS segments.

Finland

In 1-3/2008 net sales in Finland grew organically by approx. 20% to 11.7 MEUR (9.8 MEUR). EBIT clearly improved from last year and was 1.9 MEUR (0.9 MEUR). The business developed steadily during the period. The demand for various services was reasonably good and was increasing especially regarding BI services. The unit prices of consultant work have risen somewhat. The profitability of the Geographic Information Services (formerly Cartographic solutions) was clearly better than last year.

The growth of IT services market in Finland is rather moderate, but the growth of our specialty segments like BI is expected to exceed the average market growth. The customers' activity has continued to be good. New orders were received from, among others, Ministry of Education, Finnish Defense Forces and Nokia.

Baltic (Lithuania, Latvia, Estonia, Poland)

The Baltic business mostly consists of projects related to large customer-specific systems. Projects are typically larger and tender processes longer than in Finland or in Nordic. The business is mostly classified to Operational solutions, but also includes BI solutions.

In 1-3/2008 the Baltic net sales grew organically by approx. 20% and was 5.5 MEUR (4.6 MEUR). Baltic EBIT was weaker than last year and was 0.7 MEUR (1.0 MEUR). The profitability was weaker especially in Latvia, where the company received a negative verdict from Supreme court in the litigation mentioned in our annual report. The cost impact of approx. 0.1 MEUR was booked to Q1 result. The subsidiary in Poland, being in build-up phase, made minor loss. General wage inflation in Baltic countries is estimated to be around 15%, which also contributes to cost pressure.

The business has developed favorably, and the resource utilization rate was high in all countries. The steady continuing work on large projects has helped to keep the utilization rate very high during the whole period. The public sector entities in Baltic have continued to invest in IT systems.

The order backlog offers stable resource utilization for near future. Affecto will deliver an IT solution to Lithuanian Ministry of Education to improve processes of education institutions and an EMCS system to Latvian State Revenue Service.

Sweden

In addition of Affecto's previous Swedish operations, the segment includes the Swedish BI operations of Component Software since September 2007.

In 1-3/2008 the net sales in Sweden was 6.1 MEUR (3.3 MEUR) and EBIT 0.4 MEUR (0.4 MEUR). The reported EBIT includes approx. 0.3 MEUR IFRS3 amortization. The integration of Swedish operations and the adoption of the name "Affecto" is estimated to have caused approx. 0.2 MEUR costs in Q1. The integration work was finalized during the quarter, when the BI units in Stockholm moved to common premises.

The business in Sweden has developed positively in 2008. Prices have slightly increased and the utilization rate has remained high. The customers' activity has remained good with the exception of weakened finance sector. Demand for experienced workforce is tight. During the period new orders were received from e.g. Svenska Spel, Folksam and Astra Zeneca.

The demand for general IT services in Sweden is expected to grow by some 5%, while the BI services are expected to grow faster. Demand for experienced BI resources is high, which may increase personnel turnover in the market.

Norway & Denmark

The net sales was 10.3 MEUR in 1-3/2008 and EBIT was 0.4 MEUR. The reported EBIT was negatively affected by an IFRS3 amortization of 0.3 MEUR.

Business Intelligence business developed positively and especially the growth of consulting services was good. The price development has been mildly positive thanks to good demand for services. The Affecto name has been adopted both in Denmark and Norway. During the period, new orders were received from e.g. Bank Santander and Kredittillsynet.

The Contempus business, an ECM business reported as part of Operational Solutions, also developed steadily and grew compared to previous year. The sales efforts were increasingly aimed outside Nordic countries.

Business review by secondary segments Q1/2008

Business intelligence (BI) net sales grew by 161% to 19.4 MEUR (7.4 MEUR). The growth is explained to some extent by the acquisition of Component Software since September 2007, but also the organic growth has been good in all countries. Customers' interest is increasingly focusing on larger solutions. Customers see BI solutions as tools for improving their own efficiency and controllability.

According to Gartner's recent research, the global BI solution market is expected to grow annually by over 8% until 2012. The recent acquisitions where the largest global software companies have acquired BI software producers highlight the interest for the sector. The most recent examples are the SAP's acquisition of Business Objects and IBM's acquisition of Cognos.

Net sales of Operational Solutions grew by 36% and was 11.3 MEUR (8.3 MEUR). There was growth both in Finland and in Baltic, as large projects continued steadily. The insurance solution project in South Africa continued and may lead to a new project to the same client, and also the project in Poland continued. Affecto has established a subsidiary in Poland in order to be able to offer its insurance sector related services also there. In Finland, the demand for solutions was good and the utilization rate of project resources was good. The demand for Norwegian Contempus solutions grew moderately.

Net sales of the Geographic Information Services business was 3.0 MEUR (1.9 MEUR). The demand for digital geographic content and related services grew. Also the sales of printed map products developed well. The profitability of the unit improved from last year's level.

ASSESSMENT OF RISKS AND UNCERTAINTIES

Affecto operates in the market that is directly affected by changes in the general economic conditions and the operating environments of its customers. A general economic downturn may lead to a decrease in overall customer demand for services. The competition in market tightens continuously. This could have a negative effect on the business, operating results and financial condition of Affecto.

Affecto's continued success is very much dependent on its management team and personnel. The loss of the services of any member of its senior management or other key employee could have a negative impact on Affecto's business and the ability of the company to implement its strategy. In addition, Affecto's success depends on its ability to hire, develop, train, motivate and retain skilled professionals on its staff.

Affecto's success depends also on good customer relationship. Affecto has a well diversified customer base. Ten largest customers generated approx. 20% of group revenue in 2007.

Acquisition of Component Software in 2007 has increased the amount of (third party) licenses sold and their relative share of Affecto's net sales. This will increase the fluctuation in sales between quarters and will increase the difficulty of accurately forecasting the quarters. In 2007 Component Software's license sales totaled approx. 7 MEUR. Other parts of Affecto had license sales of approx. 6 MEUR in 2007. The license sales have mostly impact on the last month of each quarter and especially on the fourth quarter.

The damage risks of Affecto are normally related to personnel, property, processes and data processing. The realization of these risks might lead to injuries of personnel, property damages or interruption of business. In the operations the target of Affecto is to prevent these risks to realize by quality operations and anticipatory risk management actions. The realization of such risks is mainly prevented by guidelines for occupational health, work safety and information security as well as emergency plan. The damage risks, which can not be prevented by own actions, are covered with adequate insurances.

Currently, corporate tax rates in Latvia and Lithuania are below those of several other member states of the European Union, and therefore Latvia and Lithuania provide a favorable environment for commercial enterprises. Furthermore, the income tax regulation of Latvia and Lithuania allow for local businesses to structure their operations in a cost-efficient way. For example, certain software development activities are treated as so-called creative activities, which is cost beneficial for the enterprises. When joining the European Union on 1 May 2004, Latvia and Lithuania committed to the ongoing harmonization of the laws and regulations of the member states. At present, the European Union leaves regulation relating to taxation to the discretion of its member states. However, there can be no assurances that the European Union will not impose requirements on its member states to harmonize their taxation system which, in the case of Latvia and Lithuania, could result in an increase in corporate tax rates and restrictions on the opportunities of local business to structure their operations to the extent currently possible. Furthermore, there can be no assurances that Latvia and Lithuania will not independently decide to implement tax reforms or that the interpretation of current tax laws by courts or fiscal authorities will not be changed retroactively with similar effects. Harmonization imposed by the European Union or domestic tax reforms or changes in the interpretation of current tax laws by courts or fiscal authorities in Latvia and Lithuania could have a material adverse effect on the business, operating results and financial condition of Affecto.

In seeking future growth, the strategy of Affecto is partially based on expansion through acquisitions of other operators in the IT services market. The inability to find new target companies or the lower than expected profitability of acquisitions made, could have a material adverse effect on the business, operating results and financial condition of Affecto.

The board of directors and the audit committee is responsible for Affecto's internal control and risk management. Company's management is responsible for and performs practically the internal control and risk management.

ANNUAL GENERAL MEETING AND GOVERNANCE

The Annual General Meeting of Affecto Plc, which was held on March 31, 2008, adopted the financial statements for 1.1.–31.12.2007 and discharged the members of the Board of Directors and the CEO from liability. Approximately 31 percent of Affecto's shares and votes were represented in the Meeting. The Annual General Meeting decided that a dividend of EUR 0.16 per share be distributed for the year 2007.

Aaro Cantell, Pyry Lautsuo, Heikki Lehmusto, Esko Rytkönen and Haakon Skaarer were re-elected as members of the Board of Directors. Immediately after the Annual General Meeting the organization meeting of the Board of Directors was held and Aaro Cantell was re-elected Chairman of the Board. The APA firm PricewaterhouseCoopers Oy was re-elected auditor of the company with Merja Lindh, APA, as auditor in charge.

The Annual General Meeting accepted the Board's proposals for issuing stock options (Stock options 2008) and for changing the terms of the Stock options 2006. The Annual General Meeting accepted the Board's proposals for the authorisations given to the Board of Directors.

According to the Articles of Association, the General Meeting of Shareholders annually elects the Board of Directors by a majority decision. The term of office of the board members expires at the end of the next Annual General Meeting of Shareholders following their election. The Board appoints the CEO. The Articles of Association do not contain any special rules for changing the Articles of Association or for issuing new shares.

Mr. Darius Lazauskas has been appointed as a member of the group management team as of 1 February 2008.

THE AUTHORIZATIONS GIVEN TO THE BOARD OF DIRECTORS

The Board did not use the authorizations given by the previous Annual General Meeting. Those authorizations ended on 31 March 2008.

The complete contents of the new authorizations given by the Annual General Meeting held on 31 March 2008 have been published in the stock exchange release regarding the Meetings' decisions.

The Annual General Meeting decided to authorize the Board of Directors to decide to issue new shares and to convey the company's own shares held by the company in one or more tranches. The share issue may be carried out as a share issue against payment or without consideration on terms to be determined by the Board of Directors and in relation to a share issue against payment at a price to be determined by the Board of Directors. A maximum of 4 200 000 new shares may be issued. A maximum of 2 100 000 own shares held by the company may be conveyed. In addition, the authorization includes the right to decide on a share issue without consideration to the company itself so that the amount of own shares held by the company after the share issue is a maximum of one-tenth (1/10) of all shares in the company. The authorization shall be in force until the next Annual General Meeting.

The Annual General Meeting decided to authorize the Board of Directors to decide to acquire the company's own shares with distributable funds. A maximum of 2 100 000 shares may be acquired. The authorization shall be in force until the next Annual General Meeting.

SHARES AND TRADING

The company has only one share series, and all shares have similar rights. As at 31 March 2008, Affecto Plc's share capital consisted of 21 516 468 shares. The company owns 36 738 treasury shares, which corresponds to 0.2% of all shares.

In 1-3/2008, the highest share price was 4.33 euro, lowest price 3.35 euro, average price 3.79 euro and closing price 3.86 euro. Trading volume was 1.9 million shares, corresponding to 35% (annualized) of the number of shares at the end of period. The market value of shares was 82.9 MEUR at the end of the period.

SHAREHOLDERS

No flagging announcements have been published during 2008.

The company had total of 1288 owners on March 31, 2008 and the foreign ownership was 30%. The list of the largest owners can be viewed in the company's web site. Information about ownership structure and option program is included as a separate section in the financial statements. The ownership of board members, CEO and their controlled corporations totaled approx. 6.0% (5.7% shares and 0.3% options).

EVENTS AFTER THE REVIEW PERIOD

Affecto has sold its office in Vilnius, Lithuania at end of April for approx. 1.3 MEUR. The company will book a capital gain of approx. 0.6 MEUR in second quarter results. Since 31 December 2007, the property has been booked in the balance sheet under "Assets held for sale". After the sale Affecto does not own real estate property.

STRATEGIC OBJECTIVES

The company has two strong business lines: the strongest growth expectations are focused on the growing Business Intelligence market but at the same time the company wants to further strengthen its position in delivering demanding and customer specific operational IT solutions.

The company aims to be the leading Business Intelligence solution provider in the Nordic, Baltic and CEE regions. Furthermore, the company aims to be the most competent and quality focused provider of geographic information systems (GIS), enterprise content management (ECM) and other operational solutions in selected industries and regions.

The growth target for the company for 2008-2009 is that net sales exceed 160 million euros in 2009. The growth target will be reached through organic growth supplemented by acquisitions. At the same time the company seeks to be one of the most profitable IT services company within its market region.

FUTURE OUTLOOK

Positive development is expected to continue during year 2008, but the effects of the global economic developments on Affecto's business environment are hard to estimate. The company seeks to reach net sales of approx. 140 MEUR in 2008. The profitability (EBIT margin) of the whole year 2008 is expected not to materially change from 2007.

The company does not provide exact guidance for net sales or EBIT development, as single projects and timing of license sales may have large impact on quarterly sales and profit.

Affecto Plc
Board of Directors

It is possible to order Affecto's stock exchange releases to be delivered automatically by e-mail. Please visit the Investors section of the company website: www.affecto.com

A briefing for analysts and media will be arranged at 11:00 at Restaurant Savoy, Eteläesplanadi 14, Helsinki.

Financial information:

1. Income statement, balance sheet, cash flow statement and statement of changes in shareholders' equity
2. Notes
3. Key figures
4. Calculation of key figures

1. Income statement, balance sheet, cash flow statement and statement of changes in shareholders' equity

CONSOLIDATED INCOME STATEMENT

(1 000 EUR)	1-3/08	1-3/07	2007
Net sales	33 599	17 576	97 474
Other operating income	203	0	80
Changes in inventories of finished goods and work in progress	66	173	109
Materials and services	-6 020	-2 689	-19 851
Personnel expenses	-18 636	-9 518	-48 635
IFRS3 amortization	-719	-361	-2 536
Other depreciation, amortization and impairment charges	-414	-275	-1 231
Other operating expenses	-5 171	-2 900	-14 651
Operating result	2 907	2 006	10 758
Finance costs (net)	-867	-147	-1 300
Result before income tax	2 040	1 860	9 458
Income tax	-530	-422	-2 477
Result for the period	1 510	1 438	6 981
Attributable to:			
Equity holders of the Company	1 510	1 438	6 981
Minority interest	0	0	0
Earnings per share for result attributable to the equity holders of the Company (EUR per share)			
Basic	0.07	0.08	0.38
Diluted	0.07	0.08	0.38

CONSOLIDATED BALANCE SHEET

(1 000 EUR)	3/2008	3/2007	12/2007
Non-current assets			
Tangible assets	2 255	2 260	1 939
Goodwill	83 629	43 845	84 196
Other intangible assets	17 401	7 009	18 249
Deferred tax assets	2 298	634	2 297
Available-for-sale financial assets	33	57	64
Other non-current receivables	169	96	190
	105 785	53 900	106 936
Current assets			
Inventories	1 839	2 186	1 792
Trade receivables	23 723	9 799	28 848
Other receivables	10 373	5 885	9 876
Current income tax receivables	480	1 057	166
Available-for-sale financial assets	106	560	106
Financial assets at fair value through profit or loss	0	56	35
Restricted cash	645	395	659
Cash and cash equivalents	10 530	6 330	12 974
	47 697	26 267	54 455
Assets held for sale	679	0	679
Total assets	154 161	80 167	162 070
Equity attributable to equity holders of the Company			
Share capital	5 105	5 105	5 105
Share premium	25 404	25 404	25 404
Reserve of invested non-restricted equity	21 188	1 960	21 188
Other reserves	140	15	108
Treasury shares	-106	-106	-106
Retained earnings	8 795	6 025	11 265
	60 526	38 402	62 964
Minority interest	0	0	0
Total shareholders' equity	60 526	38 402	62 964
Non-current liabilities			
Borrowings	43 911	14 014	43 906
Deferred tax liabilities	4 961	1 901	5 159
Other long-term liabilities	612	2 815	532
	49 484	18 730	49 597
Current liabilities			
Borrowings	3 000	4 616	3 000
Trade payables	5 293	2 259	6 965
Financial liabilities at fair value through profit or loss	190	0	0
Other liabilities	33 563	14 771	38 138
Current income tax liabilities	2 104	1 390	1 407
	44 151	23 036	49 510
Total liabilities	93 635	41 765	99 107
Total shareholders' equity and liabilities	154 161	80 167	162 070

CONSOLIDATED CASH FLOW STATEMENT

(1 000 EUR)	1-3/2008	1-3/2007	2007
Cash flows from operating activities			
Result for the period	1 510	1 438	6 981
Adjustments to profit for the period	2 431	1 233	7 842
	3 941	2 671	14 823
Change in working capital	-964	260	-1 312
Interest and other finance cost paid	-707	-153	-1 689
Interest and dividend received	99	16	364
Income taxes paid	-324	-308	-1 751
Net cash generated by operating activities	2 045	2 486	10 434
Cash flows from investing activities			
Acquisition of subsidiaries, net of cash acquired	-3 925	-107	-26 967
Purchases of tangible and intangible assets	-760	-372	-1 410
Proceeds from sale of tangible and intangible assets	270	0	35
Sale of business/subsidiaries	0	0	44
Net cash used in investing activities	-4 415	-479	-28 299
Cash flow from financing activities			
Issue of share capital	0	0	-777
Increase of interest-bearing liabilities	0	0	48 400
Repayments of interest-bearing liabilities	0	-417	-20 531
Dividends paid to company's shareholders	0	0	-1 698
Net cash generated in financing activities	0	-417	25 394
(Decrease)/increase in cash and cash equivalents	-2 370	1 590	7 530
Cash and cash equivalents at the beginning of the period	12 974	5 485	5 485
Translation adjustment	-73	-55	-42
Cash and cash equivalents at the end of the period	10 530	7 020	12 974

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

(1 000 EUR)	Share capital	Share premium	Reserve of invested non-restricted equity	Other reserves	Treasury shares	Ret. earnings & translat. diff.	Minority interest	Total equity
Shareholders' equity 1 January 2008	5 105	25 404	21 188	108	-106	11 265	0	62 964
Translation differences						-543		-543
Share options				32				32
Result for the period						1 510		1 510
Dividends						-3 437		-3 437
Shareholders' equity 31 March 2008	5 105	25 404	21 188	140	-106	8 795	0	60 526

(1 000 EUR)	Share capital	Share premium	Reserve of invested non-restricted equity	Other reserves	Treasury shares	Ret. earnings & translat. diff.	Minority interest	Total equity
Shareholders' equity 1 January 2007	5 105	25 404	1 960	11	-106	6 717	0	39 092
Translation differences						-433		-433
Share options				3				3
Result for the period						1 438		1 438
Dividends						-1 698		-1 698
Shareholders' equity 31 March 2007	5 105	25 404	1 960	15	-106	6 025	0	38 402

2. Notes

2.1. Basis of preparation

This interim report has been prepared in accordance with the IFRS recognition and measurement principles and applying the same accounting policies as in the 2007 annual consolidated financial statements. Forthcoming standards and interpretations are presented in the accounting policies in Annual Report 2007 This interim report does not comply with all of the requirements of IAS 34 Interim Financial Reporting. The condensed interim financial report should be read in conjunction with the annual financial statements for the year 2007.

The accounting for Component Software Group ASA, acquired in August 2007, has been determined provisionally in this report. The allocation of purchase consideration to identifiable assets and liabilities has not been completed.

2.2. Segment information

Primary reporting format – geographical segments based on location of assets

Segment result:

(1 000 EUR)	1-3/08	1-3/07	1-12/07
Total sales			
Finland	11 749	9 754	41 707
Baltic countries	5 487	4 570	22 918
Sweden	6 090	3 250	17 654
Norway & Denmark	10 273	0	15 195
Eliminations	0	2	0
Group total	33 599	17 576	97 474
Segment result (operating result)			
Finland	1 920	933	4 406
Baltic countries	733	1 046	5 390
Sweden	420	398	1 468
Norway & Denmark	400	0	1 199
Group management	-566	-371	-1 705
Group total	2 907	2 006	10 758

Secondary reporting format – business segments

Segment revenue:

(1 000 EUR)	1-3/08	1-3/07	1-12/07
Total sales			
BI	19 357	7 416	48 093
Operational Solutions	11 289	8 276	39 900
Geographic Information Services	2 953	1 882	9 481
Other (incl. eliminations)	0	2	0
Group total	33 599	17 576	97 474

2.3. Contingencies and commitments

The future aggregate minimum lease payments under non-cancelable operating leases:

1 000 EUR	31.3.2008	31.12.2007
Not later than one (1) year	2 897	3 013
Later than one (1) year, but not later than five (5) years	4 706	5 197
Later than five (5) years	0	0
	7 603	8 210

Guarantees:

1 000 EUR	31.3.2008	31.12.2007
Debt secured by a mortgage		
Financial loans	47 000	47 000

The above-mentioned debts are secured by bearer bonds with capital value of 52.5 million euro. The bonds are held by Nordea Pankki Suomi Oyj and secured by a mortgage on company assets of the group companies. In addition, the shares in Affecto Finland Oy and Affecto Norway AS have been pledged to secure the financial loans above.

Other securities given on own behalf:	31.3.2008	31.12.2007
Pledges	762	855

Pledges given on own behalf consist of restricted cash of 0.2 MEUR (0.3 MEUR), time deposits of 0.3 MEUR (0.3 MEUR) and short term receivables at an amount of 0.3 MEUR (0.3 MEUR).

Derivative contracts

1 000 EUR	31.3.2008	31.12.2007
Interest rate swaps:		
Nominal value	23 500	23 500
Fair value	-190	35

3. Key figures

	1-3/08	1-3/07	2007
Net sales, 1 000 eur	33 599	17 576	97 474
EBITDA, 1 000 eur	4 040	2 642	14 525
Operating result before IFRS3 amortization, 1 000 eur	3 626	2 367	13 294
Operating result, 1 000 eur	2 907	2 006	10 758
Result before taxes, 1 000 eur	2 040	1 860	9 458
Net income for equity holders of the parent company, 1 000 eur	1 510	1 438	6 981
EBITDA, %	12.0 %	15.0 %	14.9 %
Operating profit before IFRS3 depreciation, %	10.8 %	13.5 %	13.6 %
Operating result, %	8.7 %	11.4 %	11.0 %
Result before taxes, %	6.1 %	10.6 %	9.7 %
Net income for equity holders of the parent company, %	4.5 %	8.2 %	7.2 %
Equity ratio, %	42.1 %	50.1 %	41.9 %
Net gearing, %	60.1 %	29.9 %	53.9 %
Interest-bearing net debt, 1 000 eur	36 381	11 480	33 933
Gross investment in non-current assets (excl. acquisitions), 1 000 eur	760	372	1 410
Gross investments, % of sales	2.3 %	2.1 %	1.4 %
Research and development costs, 1 000 eur	567	157	910
R&D –costs, % of sales	1.7 %	0.9 %	0.9 %
Order backlog, 1 000 eur	51 192	23 207	41 560
Average number of employees	1 129	767	897
Earnings per share, eur	0.07	0.08	0.38
Earnings per share (diluted), eur	0.07	0.08	0.38
Equity per share, eur	2.82	2.26	2.93
Average number of shares, 1 000 shares	21 480	16 980	18 533
Number of shares at the end of period, 1 000 shares	21 480	16 980	21 480

Calculation of key figures

EBITDA	=	Earnings before interest, taxes, depreciation and amortization	
Equity ratio, %	=	Shareholders' equity + minority interest / Total assets – advances received	*100
Gearing, %	=	Interest-bearing liabilities – cash, bank receivables and securities held as financial asset / Shareholders' equity + minority interest	*100
Interest-bearing net debt	=	Interest-bearing liabilities – cash and bank receivables	
Earnings per share (EPS)	=	Result for the period to equity holders of the Company / Adjusted average number of shares during the period	
Equity per share	=	Shareholders' equity / Adjusted number of shares at the end of the period	
Market capitalization	=	Number of shares at the end of period (excluding treasury shares) x share price at closing date	
