

*Interim Report for the first three quarters of the Financial Year
01.04.-31.12.2008*

*Strong growth in market share
under challenging conditions*

Q.I-III

Revenue Q.I-III +17.1%

Gross profit Q.I-III +18.5%

EBITDA Q.I-III (5.5%)





PC-WARE is recognised as one of the leading manufacturer-independent ICT providers in Europe. Our core business is centred around the licensing of standard software, licence management and software asset management. In addition, we are able to offer our customers an extensive range of products, solutions and services for Windows and Open Source platforms in client/server environments as well as high-performance data centres.

Key figures in € million	Q.III 01.10.–31.12.			Q.I–III 01.04.–31.12.		
	2008/09	2007/08	Change	2008/09	2007/08	Change
Sales revenue	297.9	266.9	+11.6%	693.9	592.4	+17.1%
Gross profit	42.9	38.2	+12.3%	105.6	89.1	+18.5%
EBITDA	8.9	8.8	+0.9%	13.5	14.2	(5.5%)
EBIT	7.5	7.5	+0.6%	9.5	10.7	(11.7%)
EBT	7.4	7.5	(1.0%)	9.0	10.7	(15.8%)
Net profit for the period before minority interests	4.3	5.2	(18.2%)	5.4	7.5	(28.9%)
Net profit for the period after minority interests	4.1	4.8	(14.0%)	5.3	7.3	(27.3%)
DVFA/SG earnings	4.1	7.0	(40.9%)	4.9	7.0	(29.4%)
Earnings per share* (in €)	0.50	0.79	(36.5%)	0.78	1.19	(34.9%)
Earnings per share* (adjusted, in €)	0.68	0.79	(27.1%)	0.87	1.19	(13.3%)

* In the third quarter, 2,218,000 no-par-value shares were issued in accordance with the provisions of a capital increase, as a result of which comparability with the previous year's EPS is not possible. Adjusted figures are presented pro-forma.

in € million	31.12.2008	31.03.2008	Change
Balance sheet total	385.1	261.7	+47.1%
Shareholders' equity	108.8	71.5	+52.2%
Cash position	69.6	27.4	+153.9%
Number of employees	1,535	1,456	+5.4%

CONTENTS

Letter to Shareholders	1
Performance	2
PC-WARE share	3
Management Report	4
Financial Statements	14

Minor differences in the disclosure of individual amounts within the report may occur due to rounding differences.

Letter to Shareholders



Dear Shareholders,

Operating against the backdrop of global economic weakness and the more tangible effects of the capital market crisis on European businesses, we managed to achieve very solid revenue growth of 17.1% in the first nine months, taking sales to €693.9 million. What is more, having attracted a new strategic investor in Austrian-based Raiffeisen Informatik GmbH, we can look to the future with a continued sense of optimism.

As in the first six months of the financial year, revenue growth in the third quarter was driven by both of the Group's business segments. With a year-on-year gain of 41.3%, the most significant growth rate was achieved in the Value Business segment, which includes all revenue streams (€103.8 million) generated by Comparex. At the same time, however, the Volume Business segment (software and hardware reselling) also developed well – buoyed in particular by our software licensing business – and grew by 11.3%. Given the recent contraction of the hardware market, we are encouraged by this performance.

The share of foreign sales rose to 59.5% in the first nine months (Q.I-III 2007/08: 54.9%), which is attributable to the more dynamic growth rates achieved by our foreign subsidiaries in relation to business operations in our domestic market of Germany. Within this context, the principal growth drivers were the Czech Republic (+67.8%), Sweden (+41.7%) and Italy (+25.2%).

The more intense pressure on margins within a market environment impacted by recessionary trends proved detrimental to earnings, with EBITDA contracting by 5.5% year on year to €13.5 million in the first nine months.

On October 13, 2008, Raiffeisen Informatik GmbH, a company within the Austrian-based Raiffeisen banking group, declared its intention to acquire a strategic interest in PC-WARE. Under the terms of an immediate capital increase by PC-WARE, Raiffeisen Informatik Group subsequently injected €36.6 million into PC-WARE via its subsidiary "PERUNI" Holding GmbH. Furthermore, on November 27, 2008, PC-WARE shareholders were made a voluntary public takeover offer via "PERUNI" Holding GmbH, Vienna, stipulating a price of €16.50 per share in cash. The acceptance period commenced on November 28, 2008, and ended on January 9, 2009. The further acceptance period ended on January 29, 2009. Both we and the Supervisory Board reviewed this offer and were of the opinion that the proposed price was appropriate. In view of this, we issued a recommendation to shareholders in December 2008, suggesting that they accept the takeover offer. The total number of PC-WARE shares held by "PERUNI" Holding GmbH now corresponds to a proportion of 72.67% of PC-WARE's current share capital.

After the first nine months of the financial year, during which we managed to drive business forward and gain additional market share, while by contrast having to contend with a slight contraction of earnings, we anticipate moderate growth for the fourth quarter, despite prevailing recessionary concerns and the crisis affecting capital markets. In the coming months we shall continue to channel all our efforts towards the attainment of the medium- and short-term goals we have set ourselves. At the same time, we have our focus firmly set on the objectives specified for the 2008/09 financial year as a whole. Given the current economic situation, however, we believe that it would be inappropriate for us to issue detailed forecasts.

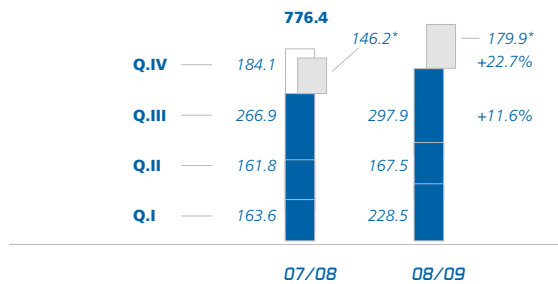
Dr. Knut Löschke and Dr. Tillmann Blaschke

Management Board of PC-Ware Information Technologies AG

Performance Q.I–III

Revenue

in € million

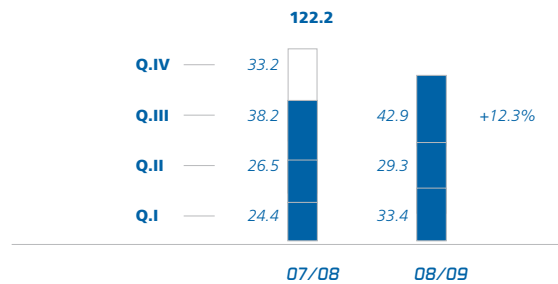


Against the backdrop of challenging market conditions impacted heavily by recessionary trends, the *growth in revenue* achieved over the course of the first nine months was driven by both business segments, with Value Business proving particularly buoyant.

With minor exceptions, our foreign subsidiaries produced encouraging growth rates in the period under review, with subsidiaries in the Czech Republic (+67.8%), Sweden (+41.7%) and Italy (+25.2%) performing particularly well.

Gross profit**

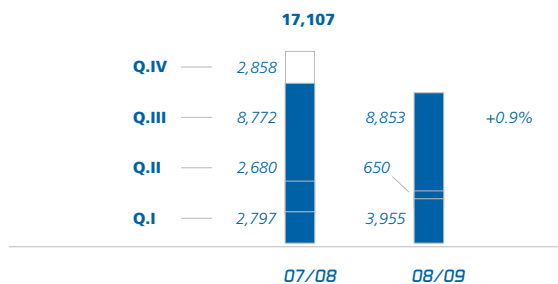
in € million



The *slightly more pronounced increase in gross profit relative to sales revenue* was attributable to the larger proportion of Value Business, which is associated with higher profit margins, as well as the more expansive volume of direct Enterprise Agreements within the Microsoft category.

EBITDA

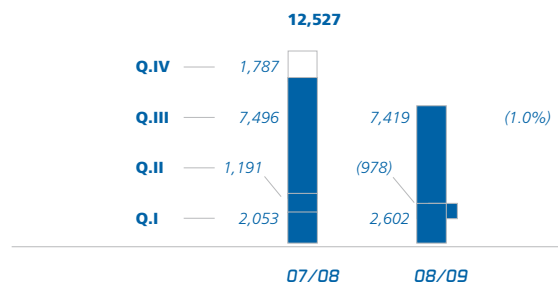
in €'000



Higher staff costs (+23.8% to €68.6 million) and more extensive other operating expenses (+17.0% to €27.7 million), which include lower net income from foreign currency transaction, had a tangible impact on operating profit for the first nine months, which was reflected in the year-on-year contraction of 5.5%.

EBT

in €'000



Earnings before taxes receded by 15.8% in the first nine months. Within this context, higher depreciation/amortisation as well as more pronounced interest expenses had a particularly strong impact on EBT. The rise in interest expenses was attributable to the payment of the earn-out component to the original shareholders of Comparx.

* Net-invoiced revenue from direct Enterprise Agreements

** Gross profit = revenue + work performed by the enterprise and capitalised – cost of materials

PC-WARE share

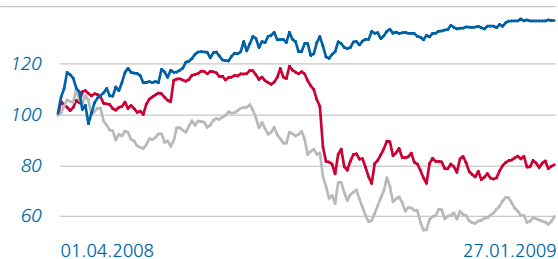
Key figures per share

			Q.I-III	
			01.04.-31.12.	
Xetra figures			2008/09	2007/08
Share capital	(31.12.)	€	8,342,335	6,124,335
Market capitalisation	(31.12.)	€ million	136.23	84.7
Number of shares	(31.12.)	shares	8,342,335	6,124,335
Share price at beginning of FY	(01.04.)	€	12.00	13.26
Closing price 9-month	(31.12.)	€	16.33	13.83
9-month high	(01.04.-31.12.)	€	16.33	16.65
9-month low	(01.04.-31.12.)	€	11.45	12.65
52-week high	(01.01.-31.12.)	€	16.60	16.70
52-week low	(01.01.-31.12.)	€	11.00	12.65
Avg. daily trading volume	(01.10.-31.12.)	shares	22,011	6,923
Earnings per share*	(01.04.-31.12.)	€	0.78	1.19
Earnings per share* (adjusted)	(01.04.-31.12.)	€	0.87	1.19

* In the third quarter, 2,218,000 no-par-value shares were issued in accordance with the provisions of a capital increase, as a result of which comparability with the previous year's EPS is not possible. Adjusted figures are presented pro-forma.

Share price

Index: 01.04.2008 = 100



€12.00	■ PCW	€16.52
801.69	■ TecDAX	475.49
7,576.77	■ Prime Software	6,047.43

Designated sponsor:	Close Brothers Seydler AG
Security identity number:	691 090
ISIN:	DE0006910904
Reuters:	PCWG.DE
Bloomberg:	PCW:GR

Management Report

Downturn in global economy

As a result of the mortgage crisis and the associated problems affecting the financial sector, the global economy is now faced with considerable challenges. The palpable slowdown in economic growth witnessed from mid-2008 onwards has persisted, as a consequence of which all economic regions within the global arena are having to contend with recessionary trends – even the emerging economies have been affected. On the back of what was a consistent rise in global production over recent years, the Kiel Institute for the World Economy is now projecting growth of just 0.4% for 2009 and 1.9% for 2010.

Recession in the euro area

The euro area is expected to see a decline in real GDP of 2.7% in the current year, with the economic malaise infecting all major countries in Europe. This trend is a direct result of the downturn in the global economy as a whole, which has had a detrimental effect on exports. In addition, the outlook is that investment spending will collapse in response to more downbeat expectations regarding sales volumes and earnings, a situation that is likely to be compounded by more restrictive terms and conditions in the field of corporate financing. Against this backdrop, some economies within the euro area are also likely to experience a contraction in private consumption as a result of rising unemployment and lower asset prices. For 2010, the Kiel Institute for the World Economy has forecast a tentative improvement in the general economic climate and slight growth of 0.1%.

Challenging economic conditions in Germany

The German economy is also in the grips of a recession. Almost all economic indicators have been revised downwards in recent months. The Kiel Institute for the World Economy, for example, adjusted its forecast for real GDP from +0.2% to -2.7% for 2009. By contrast, 2010 is expected to produce a slight increase in GDP of +0.3%.

Conservative outlook for European ICT market

The European Information Technology Observatory (EITO) adjusted its forecast for global IT market growth in 2009 to just 2.7% (April 2008 forecast: 5.6%) as a reflection of the downturn triggered by the financial crisis.

Western Europe is expected to grow by 2.0%, with Austria (3.0%), Sweden (2.7%) and Switzerland (2.7%) performing slightly above average.

Dampened spirits in German ICT sector

Despite the quarter-on-quarter dip of 40 points recorded by BITKOM's confidence barometer for the winter months of 2008, 46% of the ICT companies surveyed are anticipating revenue growth in 2009 regardless of the recession, while 21% of those interviewed believe that sales revenue will remain unchanged.

According to the most recent BITKOM forecast, the German ICT market will grow by 0.2% to approx. €133 billion in 2009. However, the three principal ICT markets are expected to develop along different lines: while sales are projected to fall in the segments of telecommunications and digital consumer electronics, information technology as a whole is likely to record growth irrespective of the current economic gloom. Within this context, the latter is expected to progress in a manner comparable to last year's performance: while software (+2.0%) and services (+3.7%) are forecast to produce forward momentum, the hardware market is likely to contract (-2.4%).

Sources: *IfW Kiel, EITO, BITKOM*

MODERATE GROWTH IN SALES REVENUE

Against the backdrop of an anaemic global economy and the more visible signs of the capital market crisis in Europe, we managed to achieve extremely solid revenue growth of 17.1% in the first nine months of the financial year, taking this figure to €693.9 million. The final quarter of the calendar year, which is generally associated with more dynamic business within our industry as a whole, provided enough momentum to lift revenue by 11.6% year on year to €297.9 million in the period from October to December. In the first nine months, the Comparex Group contributed revenue of €103.8 million.

Growth over the course of the first nine months was driven by both business segments, with Value Business generating the more significant push forward at +41.3%. This segment includes all revenue streams from Comparex. Having said that, Volume Business – buoyed in particular by our activities within the field of software licensing – also performed well in the period under review, producing organic growth of 11.3% – an impressive performance when one considers the general downturn experienced in the hardware market. For the reasons outlined earlier, the situation in the third quarter was as follows: revenue within the Volume Business segment rose slightly by 3.5% to €213.6 million, while the Value Business segment recorded an upward surge of 39.1% to €84.3 million.

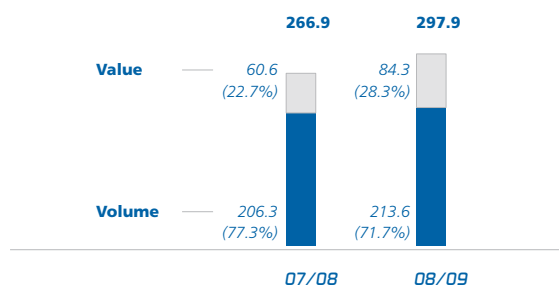
Volume Business: Revenue Q.I-III +11.3% to €530.0 million

The Volume Business segment, which includes our core activities in the field of software licensing, benefited from solid market growth within the area of software. By contrast, business in the hardware subsegment was impacted by a challenging trading environment. Despite this bifurcated performance, revenue increased by 11.3% year on year to €530.0 million in the first nine months. In the third quarter, too, we saw growth in both subsegments, as a result of which Volume Business as a whole expanded slightly by 3.5%.

Performance in the first nine months of the financial year was boosted in particular by solid gains within the area of **software**, led first and foremost by the company's domestic market, Germany. In parallel, the majority of our foreign subsidiaries achieved solid results in the Volume Business segment, with many regions posting double- or triple-digit percentage growth – a performance that is reflected in the sales revenue generated by the respective regional entities. Driven by a more dynamic market, business in the third quarter developed at a faster pace, as a result of which we recorded a slight increase in revenue by 3.1% to €202.5 million in the software subsegment.

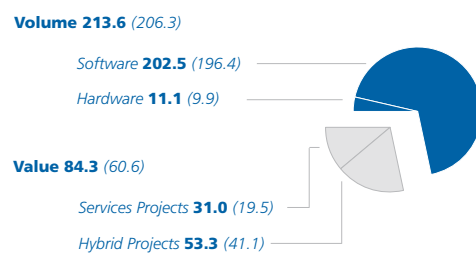
Revenue by business segment Q.III

in € million (share of total revenue in brackets)



Segment revenue Q.III 2008/09 by area

in € million (Q.III 2007/08 in brackets)



The overall volume of *direct Microsoft Enterprise Agreements* (EA – licence agreements concluded directly between Microsoft and customers, for which we receive a consulting fee that is accounted for directly in gross profit) continued to rise over the first nine months, up 20.5% year on year to €189.7 million (Q.I-III 2007/08: €157.4 million); in the third quarter business attributable to EA was up 1.7% to €64.8 million (Q.III 2007/08: €63.7 million).

The share of Group revenue attributable to Microsoft products declined slightly in the first nine months due to the higher volume of direct Enterprise Agreements (which are not accounted for in revenue but are included in gross profit) and stood at 40.1% (Q.I-III 2007/08: 41.7%), while the proportion of revenue generated by other manufacturers rose by 8.3 percentage points to 59.9%. The third quarter produced a similar trend, with the share of Microsoft products falling to 24.9% of total revenue (Q.III 2007/08: 38.3%) and that of other manufacturers rising by 13.9 percentage points to 75.1%.

Owing to the challenging market environment, as anticipated the *hardware subsegment* performed less favourably on a nine-month (-9.2% to €32.3 million), despite the fact that we were able to generate revenue growth in the third quarter (+12.1% to €11.1 million). Given the current economic climate and the official forecasts published for the hardware sector as a whole, the next quarter is unlikely to produce any forward momentum.

Adjusted* *segment EBIT* attributable to Volume Business fell by 23.8% year on year to €11.3 million in the first nine months. This was attributable to the continuing erosion of margins witnessed in both the hardware and software categories over the course of the third quarter, as a result of which adjusted earnings before interest and taxes contracted by 30.4% to €5.6 million.

Value Business: Revenue Q.I-III +41.3% to €163.8 million

The *Value Business* segment achieved significant revenue growth in the first nine months, up 41.3% to €163.8 million, driven in particular by services within the area of mainframe activities, which are provided by our Compaq subsidiaries. Both subsegments produced significant growth rates – Hybrid +29.3%, Service +61.7%. Business was also extremely buoyant in third quarter, expanding by 39.1% compared with the same period a year ago.

Adjusted segment EBIT rose by 159.4% to €4.6 million in the first nine months of the financial year. Performance in the third quarter was also extremely positive, with adjusted EBIT surging by 127.2% to €4.0 million. Year-on-year growth within this area was not driven not only by acquisitions but also by organic efficiency gains.

Share of foreign sales rises to 59.5%

Foreign sales accounted for 59.5% of total sales in the first nine months (Q.I-III 2007/08: 54.9%). The year-on-year rise was attributable to the more pronounced growth in sales at our foreign subsidiaries relative to the forward momentum generated in the domestic German market.

Central Region

The 5.2% increase in domestic revenue in the first nine months, taking the figure to €280.9 million for *Germany*, was driven mainly by the Volume Business segment, with Microsoft and network business generating significant forward momentum. The overall volume of business expanded by 12.7% compared with the same period a year ago. Again, this was attributable to the significant rise in the quantity of Microsoft Enterprise Agreements concluded within the software subsegment, which are not accounted for in revenue but are reflected in gross profit. The contraction in third-quarter revenue (-10.0% to €114.0 million) was attributable to the factors outlined earlier with regard to the software subsegment as well as declining hardware business.

* PC-WARE assesses the performance of the respective segments by referring to EBIT adjusted for acquisition-specific depreciation/amortisation effects (e.g. amortisation of acquired customer base, brands or order backlog).

Sales by region	Q.III			Q.I-III		
	2008/09	2007/08	Change	2008/09	2007/08	Change
in €'000						
Central Region						
Germany	114,035	126,644	(10.0%)	280,869	266,925	+5.2%
Switzerland	15,251	13,610	+12.1%	37,756	39,154	(3.6%)
Italy	10,297	9,504	+8.3%	26,242	20,961	+25.2%
Austria	20,036	14,417	+39.0%	34,471	28,726	+20.0%
South Africa	1,279	490	+161.0%	1,753	777	+125.6%
Western Region						
Benelux	43,332	38,201	+13.4%	106,774	93,417	+14.3%
France	11,850	9,694	+22.2%	23,494	22,411	+4.8%
Spain	17,699	8,511	+108.0%	35,192	16,371	+115.0%
Northern Region						
Denmark	15,987	8,541	+87.2%	26,639	25,896	+2.9%
United Kingdom	4,835	6,042	(20.0%)	18,600	16,264	+14.4%
Sweden	4,834	4,470	+8.1%	14,883	10,502	+41.7%
Finland	2,926	3,528	(17.1%)	12,295	9,958	+23.5%
Norway	2,885	2,198	+31.3%	7,325	6,008	+21.9%
Eastern Region						
Czech Republic	13,887	11,811	+17.6%	36,121	21,521	+67.8%
Slovakia	3,585	2,399	+49.4%	5,170	3,549	+45.7%
Hungary	4,529	2,874	+57.6%	8,925	4,005	+122.8%
Poland	8,967	2,529	+254.6%	11,924	3,620	+229.4%
Slovenia	323	741	(56.4%)	748	861	(13.1%)
Romania	0	395	(100.0%)	372	687	(45.9%)
Russian Federation	826	214	+286.0%	3,103	429	+623.3%
China*	554	121	+357.9%	1,216	313	+288.5%

* As from Q.I 2008/09, China is allocated to the Eastern Region.

Sales by region Q.III 2008/09

in %



- **Central** (D, CH, I, A, ZA) **54.0%**
- **Western** (B, NL, L, F) **24.4%**
- **Northern** (DK, S, FIN, N, UK) **10.6%**
- **Eastern** (CZ, RO, RUS, SK, SLO, HUN, PL, RC) **11.0%**

Revenue from our *Swiss enterprises*, which are under joint management, fell by 3.6% to €37.8 million in the first nine months. Despite increasingly difficult market conditions, however, we recorded an increase in third-quarter revenue of 12.1% to €15.3 million. While Volume Business continued to contract slightly, we managed to propel revenues generated via IT services and solutions (Value Business) by a double-digit percentage figure, thus driving forward our activities within the area of Value Business. Growth within this category is expected to remain strong in the coming quarter.

In *Italy* revenue was lifted by 25.2% to €26.2 million in the first nine months. In the third quarter, revenue grew by 8.3%, which is all the more impressive when one considers that the market as a whole took a downward plunge amid rising recessionary fears.

In *Austria* revenue increased by 20.0% to €34.5 million in the first nine months of the current financial year. This solid performance is to be seen against the backdrop of two diametrically opposed trends, which also had an effect on business in the third quarter, when revenue grew by 39.0%: while the Volume Business segment – particularly with regard to hardware sales within the client/server environment – fell short of expectations, the Value Business segment progressed very well.

In *South Africa* revenue surged by 125.6% year on year to €1.8 million in the first nine months, driven chiefly by growth in the third quarter (+161.0% to €1.3 million). Within this context, our BEE* status proved advantageous. At the same time, we are increasingly being approached as a »trusted advisor«, particularly since the expansion of our strategic partnerships and the implementation of targeted measures to position ourselves within the market. The coming quarters are expected to develop along similar lines.

Western Region

The *Benelux* region saw a 14.3% rise in sales revenue compared to the first nine months of the previous year, taking the total to €106.8 million. While the second quarter was relatively lacklustre, the third quarter produced solid growth in revenue (+13.4% to €43.3 million). Despite growing recessionary fears throughout Europe, we are confident that this region will continue to develop favourably.

France recorded an increase in revenue over the nine-month period (+4.8% to €23.5 million), with Q.III producing particularly strong growth of 22.2%, taking third-quarter revenue to €11.9 million. This figure bears testimony to the success of our marketing campaigns and the exceptional level of motivation displayed by our team, proving that economic crises do not necessarily preclude »record-breaking quarterly performances«.

* »Black Economic Empowerment«: a programme launched by the South African government, the aim being to create equal opportunities within the job market.

In *Spain* the first nine months saw the conclusion of several projects, mainly within the financial sector, with revenue climbing to €35.2 million. Despite the fallout from the financial crisis, business performance in the third quarter remained positive.

Northern Region

On the back of a relatively weak first half, which had been distorted by the postponement of several large-scale deals, the overall picture for the nine-month period is more representative of our business performance in *Denmark*. The first nine months of the financial year saw revenue edge up by around 3% year on year to €26.6 million. This was attributable principally to several major contracts that had been postponed from the second to the third quarter in view of current market conditions. However, the impressive surge in revenue achieved in the third quarter (+87.2% to €16.0 million) should not detract attention from the fact that the global crisis has had a particularly strong impact on the Danish economy.

The *United Kingdom* was among the first countries to feel the strain of the economic crisis, a situation that is reflected in our third-quarter sales performance (-20.0% to €4.8 million). After the first three quarters we nevertheless managed to lift revenue by around 15% (to €18.6 million) year on year, which is encouraging given the current market downturn. What is more, the outlook for the fourth quarter is favourable, and we are confident that we can achieve solid results for the year as a whole – despite the adverse conditions.

In *Sweden* the positive trend witnessed in the first two quarters continued unabated. The exclusive deal signed with the City of Stockholm as well as various service-based projects helped to propel revenue by 41.7% to €14.9 million in the first nine months of the current financial year. Year-on-year revenue growth in the third quarter was relatively uninspired at 8% (to €4.8 million), but we are confident that the final three months of the financial year will produce significant forward momentum.

Our performance in *Finland* was also encouraging. Although third-quarter revenue was 17.1% down (to €2.9 million) on last year's figure, the nine-month period saw year-on-year growth of around 24%. Regardless of the intense competition we are having to contend with in the Finnish market, we remain confident that the annual period as a whole will produce solid results.

On the back of a good performance in the first half, we managed to maintain our momentum in *Norway* and lift third-quarter revenue by 31.3% to €2.9 million. Thus, growth for the nine-month period as a whole stood at 22% year on year (to €7.3 million), a trend that was attributable to solid business within the Novell and Microsoft environment.

Eastern Region

Our subsidiaries in the *Czech Republic* remained very much on track, generating revenue of €36.1 million in the first nine months. At +17.6% (to €13.9 million), revenue growth in the third quarter was not quite as dynamic as in the two preceding quarters. However, with a customer base that covers the banking and communications sectors as well as the aviation industry and the public sector, we have now established a solid platform for future growth in this regional market.

In *Slovakia* revenue for the nine-month period as a whole stood at €5.2 million. Having to contend with a contraction of revenue in the second quarter due to tentative spending on the part of key customers operating within the financial sectors, we managed to lift revenue by a respectable 49.4% year on year in the third quarter.

In *Hungary*, our strong focus on customer service and retention provided a solid basis for market expansion, with revenues growing to €8.9 million. Buoyed by the seasonal dynamics of our industry in the third quarter, we managed to generate revenue of €4.5 million in the quarter just ended, which corresponds to a year-on-year increase of 57.6%. Given the fact that our local business model is centred around customers in the banking and associated sectors, who have responded to the financial crisis by taking a more conservative investment approach, we anticipate a slowdown in growth for the coming quarter within this sector.

The overall sales performance of our subsidiary in *Poland* in the course of the first nine months of the financial year was affected by our activities within the area of services, which are generally more profitable but generate less revenue, as well as the lack of qualified personnel within the local labour market. Despite this situation, we produced a very respectable performance, with revenue totalling €11.9 million in the nine-month period and €9.0 million in the third quarter. We are committed to extending our partnerships with producers and focusing more intensely on our services business.

In *Slovenia* we had to contend with a decline in revenue of €748 thousand in the first nine months of the financial year. This was attributable to the as yet small customer base of this fledgling company, which – in relative terms – has a significant impact on business performance as a whole. The postponement of even a single order to the following quarter can have substantial repercussions, as evidenced by our sales performance in Slovenia in the third quarter, which was very much dominated by the challenges facing the local IT market (-56.4% to €323 thousand).

In *Romania* revenue fell by 45.9% to €372 thousand year on year. Here, too, the decline was due to the small regional customer base, with unpredictable purchasing patterns causing severe fluctuations in revenue. This trend became even more noticeable in the third quarter, when revenue plummeted by 100%, albeit from a very low base.

Our *Russian subsidiaries* developed very well indeed over the course of the first nine months, with revenue up from €2.7 million to €3.1 million. Having opened a third office in Russia – in Saint Petersburg – at the beginning of the financial year and having completed a successful first half, we managed to achieve triple-digit percentage growth in revenue over the course of the third quarter despite the adverse effects of the financial crisis. Working from a solid regional base, we shall continue to raise our profile within the Russian market. In fact, our order intake is expected to be very good indeed in the coming quarters.

In *China* revenue grew to €1.2 million in the first nine months, a triple-digit percentage rise. Within this context, the third quarter provided a strong stimulus, with revenue increasing to €554 thousand. The level of order intake remains encouraging, although there is evidence to suggest that the global recession will soon also envelop the Chinese IT market, as a result of which corporate budget cuts are a strong possibility.

EARNINGS PERFORMANCE

Gross profit Q.I–III +18.5%

Gross profit (+18.5%) rose faster in relation to revenue (+17.1%) over the course of the first nine months. This was attributable to two opposite trends: the more severe pressure on margins – particularly in the hardware market –, which had a detrimental effect on performance, in contrast to the more expansive volume of Enterprise Agreements (€189.7 million, +20.5% year on year) and the larger share of revenue generated in the more profitable area of services, which had a positive impact on earnings. The third quarter also produced an increase in gross profit (+12.3%) that exceeded that of revenue (+11.6%) – for the same reasons outlined above.

EBITDA Q.I–III -5.5%

More expansive staff costs (+23.8% to €68.6 million) together with an increase in other operating expenses (+17.0% to €27.7 million), which include lower net income from foreign-currency transactions, had a negative impact on *EBITDA* in the first nine months, prompting a year-on-year decline by 5.5% to €13.5 million. This effect for the nine-month period as a whole was dominated by developments in the second quarter (-75.7%), which were partially offset by our performance in the third quarter (+0.9%) and a buoyant first quarter (+41.4%). The increase in costs was attributable to staff recruitment within the area of sales and service as well as in-year wage increases. Additionally, foreign currency movements in the wake of the capital market crisis had an adverse effect.

EBIT Q.I–III -11.7%

In the first nine months of the financial year *earnings before interest and taxes* (EBIT) contracted by 11.7% year on year to €9.5 million, mainly as a result of lower EBITDA and a simultaneous rise in depreciation and amortisation expense. The increase in depreciation and amortisation expense was attributable chiefly to the full inclusion of the Comparex enterprises in the consolidated group, which had not been the case in the same period a year ago. In the third quarter, depreciation and amortisation (+2.6%) rose at a slower rate than gross profit, as a result of which EBIT edged up slightly by 0.6% to €7.5 million.

<i>Earnings performance</i>	Q.III			Q.I-III		
	2008/09	2007/08	Change	2008/09	2007/08	Change
in €'000						
Sales revenue	297,918	266,934	+11.6%	693,873	592,355	+17.1%
Work performed by the enterprise and capitalised	695	792	(12.2%)	2,497	2,163	+15.4%
Total turnover and operating revenue	298,613	267,726	+11.5%	696,370	594,518	+17.1%
Cost of purchased materials and services	(255,729)	(229,550)	+11.4%	(590,817)	(505,443)	+16.9%
Gross profit	42,884	38,176	+12.3%	105,553	89,075	+18.5%
Other operating income	2,660	1,605	+65.7%	4,177	4,310	(3.1%)
Staff costs	(25,154)	(21,745)	+15.7%	(68,647)	(55,433)	+23.8%
Other operating expenses	(10,953)	(9,143)	+19.8%	(27,169)	(23,496)	+15.6%
Foreign exchange gains/(losses)	(584)	(121)	+382.6%	(455)	(207)	+119.8%
EBITDA	8,853	8,772	+0.9%	13,459	14,249	(5.5%)
Depreciation of property, plant and equipment, and amortisation of intangible assets	(1,317)	(1,284)	+2.6%	(3,969)	(3,506)	+13.2%
EBIT	7,536	7,488	+0.6%	9,490	10,743	(11.7%)
Interest income/(expenses)	(117)	8	-	(445)	(3)	-
EBT	7,419	7,496	(1.0%)	9,045	10,740	(15.8%)
Income tax	(3,152)	(2,280)	+38.2%	(3,682)	(3,192)	+15.4%
Consolidated net profit/(loss)	4,267	5,216	(18.2%)	5,363	7,548	(28.9%)
- of which attributable to minority shareholders	122	394	(69.0%)	73	275	(73.5%)
- of which attributable to shareholders of PC-Ware Information Technologies AG (consolidated net result)	4,145	4,822	(14.0%)	5,290	7,273	(27.3%)

EBT Q.I-III -15.8%

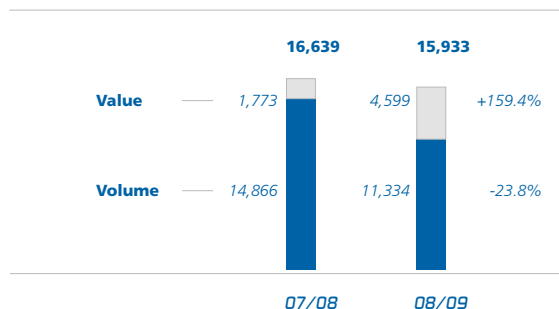
Earnings before taxes fell by 15.8% year on year to €9.0 million in the first nine months. Alongside lower EBIT, this was due to higher interest expenses in the second quarter, which in turn were attributable to the earn-out component payable to the original shareholders of Comparex. It was not until December that we managed to counterbalance these items through cash proceeds associated with the issuance of shares. Against this backdrop, third-quarter EBT fell by just 1.0% year on year to €7.4 million.

Profit for the period Q.I-III -27.3%

Profit for the period (after minority interests) stood at €5.3 million after the first nine months of the financial year, 27.3% down on the figure posted for the same period a year ago. This was due to the decline in EBT as well as the higher Group tax rate (40.7%; prev. year: 29.7%) as a result of the tax implications associated with the change in ownership. Our third-quarter performance was similar, with profit for the period contracting by 14.0% to €4.1 million; the Group tax rate stood at 42.5% (prev. year: 30.4%).

Adjusted Segment Results (EBIT)*

in €'000



* The presentation of the business segments does not include the General Area. The latter contributed -€5,690 thsd. (Q.III 2007/08: -€5,113 thsd.) to adjusted EBIT before Group reconciliation.

SIGNIFICANT EVENTS DURING THE THIRD QUARTER

On October 13, 2008, Raiffeisen Informatik GmbH, a company within the Austrian-based Raiffeisen banking group, declared its intention to acquire a strategic interest in PC-WARE. Under the terms of an immediate capital increase by PC-WARE, Raiffeisen Informatik Group subsequently injected €36.6 million into PC-WARE via its subsidiary "PERUNI" Holding GmbH. Furthermore, on November 27, 2008, PC-WARE shareholders were made a voluntary public takeover offer via "PERUNI" Holding GmbH, Vienna, stipulating a price of €16.50 per share in cash. The acceptance period commenced on November 28, 2008, and ended on January 9, 2009. The further acceptance period ended on January 29, 2009. Both the Management Board and the Supervisory Board reviewed the offer; the proposed price was deemed appropriate. In view of this, the Management Board and Supervisory Board issued a recommendation to shareholders in December 2008, suggesting that they accept the takeover offer.

EMPLOYEES

Higher staffing levels

The number of people employed at PC-WARE increased from 1,456 to 1,535 since the beginning of the financial year.

RISK REPORT

The overall risk assessment for PC-WARE outlined in the annual report for the 2007/08 financial year was equally applicable to the third quarter, and thus from our current perspective the evaluation of opportunities and risks for the remaining months remains unchanged.

However, an analysis of our overall risk exposure in terms of risk and opportunity as two discrete categories reveals certain changes that are inconsistent with each other, particularly from a temporal perspective, and whose actual effects cannot be gauged at this moment in time. The significant downturn in the economy throughout Europe may have a negative impact on business development, at least in the short term.

Having said that, our assessment of this factor is that it is neither long term in nature nor jeopardising to the group as a going concern. By contrast, we have seen significant and lasting changes in regard to the opportunities presented to us: in Raiffeisen Informatik, we have attracted a powerful strategic partner who has improved our growth prospects by a considerable degree, particularly relative to our competitors.

We intend to publish a detailed report on the opportunities and risks associated with PC-WARE's business performance as part of our annual report for the 2008/09 financial year.

EVENTS AFTER THE REPORTING DATE

As already outlined in the section »Significant Events during the Third Quarter«, the further acceptance period for the takeover offer submitted by Raiffeisen Informatik GmbH via "PERUNI" Holding GmbH ended after the third-quarter reporting date. On February 2, 2009, the details of the voting rights held by "PERUNI" Holding GmbH were disclosed in accordance with Section 23(1) sentence 1 no. 3 of the Securities Acquisition and Takeover Act (WpÜG).

The total number of PC-WARE shares for which the takeover bid was accepted in accordance with the applicable deadlines amounted to 1,561,979 PC-WARE shares. Including the shares already held by "PERUNI" Holding GmbH (4,450,867) and the treasury shares of PC-WARE (49,124), this corresponds to 72.67% of the current share capital and voting rights of PC-Ware Information Technologies AG.

OUTLOOK: MODERATE PROSPECTS

Against the backdrop of a third quarter that was dominated by recessionary fears and developed relatively sluggishly compared to what is generally considered a dynamic year-end period, we currently anticipate moderate growth for the coming quarter. In attracting the Raiffeisen Informatik Group, with the Austrian Raiffeisen banking group operating in the background, PC-WARE has gained a strategic investor with a long-term view – an investor who has already strengthened the company's capital base and will provide significant impetus for the continued growth of PC-WARE. The Raiffeisen bank-

ing group has established an extensive network of strategic investments in various sectors, all of which have been operating successfully within the business arena for many years. On this basis, the future partnership of both companies will unlock immense opportunities when it comes to attracting new customers and capturing new markets with the help of an extended portfolio of services.

PC-WARE will continue to operate as a separate brand and, indeed, an independent company. There is hardly any overlap between the product portfolios held by the two operating entities, Raiffeisen Informatik and PC-WARE, as a result of which both complement each other perfectly, as do the regional market structures of the two companies.

Our outlook for software licensing within the *Volume Business* segment points to moderate growth. By contrast, the hardware market is likely to remain challenging, and with this in mind we currently anticipate stagnation in this area.

The *Value Business* segment is expected to develop favourably, and we believe that we can expand our market share both within the client/server and within the mainframe environment. The Comparex enterprises are expected to make solid contributions.

In the coming months we shall continue to channel all our efforts towards the attainment of the medium- and short-term goals we have set ourselves. At the same time, we have our focus firmly set on the objectives specified for the 2008/09 financial year as a whole. In view of the current economic climate, however, we believe it would be inappropriate for us to issue detailed forecasts.

PC-Ware Information Technologies AG

Consolidated Balance Sheet

in accordance with IFRS as of 31 December 2008

Assets

in €'000

	31.12.2008	31.03.2008
A. Non-current assets		
I. Goodwill	57,545	57,166
II. Other intangible assets	21,178	17,513
III. Property, plant and equipment	12,921	12,368
IV. Financial assets	118	36
V. Current finance lease receivables	83	191
VI. Other non-current assets	584	370
VII. Deferred tax assets	2,587	2,860
Total non-current assets	95,016	90,504
B. Current assets		
I. Cash and cash equivalents	68,883	26,580
II. Marketable securities	676	803
III. Trade receivables and other receivables	189,454	117,343
IV. Non-current finance lease receivables	317	542
V. Inventories	12,345	11,171
VI. Work in progress	4,035	1,069
VII. Other current assets	11,584	8,896
VIII. Tax receivables	2,763	4,815
Total current assets	290,057	171,219
Total assets	385,073	261,723

Equity and liabilities

in €'000

	31.12.2008	31.03.2008
A. Equity		
I. Issued capital	8,342	6,124
II. Capital reserves	78,577	44,622
III. Revenue reserves	1,090	1,090
IV. Treasury shares	(588)	(218)
V. Unappropriated surplus	20,884	18,632
VI. Currency translation reserve	(1,626)	(688)
VII. Minority interests	2,158	1,983
Total equity	108,837	71,545
B. Non-current liabilities		
I. Provisions for post-employment benefits and similar obligations	1,469	1,392
II. Non-current provision	0	3,131
III. Long-term borrowings and finance lease obligations	13,718	9,135
IV. Deferred revenue	905	0
V. Other non-current liabilities	517	652
VI. Deferred tax liabilities	5,085	4,630
Total non-current liabilities	21,694	18,940
C. Current liabilities		
I. Current provisions	19,609	30,027
II. Income tax payable	3,783	2,873
III. Short-term borrowings and current portion of long-term borrowings as well as finance lease obligation	8,076	3,415
IV. Trade payables and other payables	190,698	109,714
V. Advance payments received	3,540	2,347
VI. Deferred revenue	4,891	5,291
VII. Other current liabilities	23,945	17,571
Total current liabilities	254,542	171,238
Total equity and liabilities	385,073	261,723

PC-Ware Information Technologies AG

Consolidated Income Statement

in accordance with IFRS for the period from 1 April to 31 December 2008

in €'000	Q.III		Q.I-III	
	2008/09	2007/08	2008/09	2007/08
Revenue	297,918	266,934	693,873	592,355
Work performed by the enterprise and capitalised	695	792	2,497	2,163
Total turnover and operating revenue	298,613	267,726	696,370	594,518
Cost of purchased materials and services	(255,729)	(229,550)	(590,817)	(505,443)
Gross profit	42,884	38,176	105,553	89,075
Other operating income	2,660	1,605	4,177	4,310
Staff costs	(25,154)	(21,745)	(68,647)	(55,433)
Other operating expenses	(10,953)	(9,143)	(27,169)	(23,496)
Foreign exchange gains/(losses)	(584)	(121)	(455)	(207)
EBITDA	8,853	8,772	13,459	14,249
Depreciation of property, plant and equipment, and amortisation of intangible assets	(1,317)	(1,284)	(3,969)	(3,506)
EBIT	7,536	7,488	9,490	10,743
Interest income/(expense)	(117)	8	(445)	(3)
EBT	7,419	7,496	9,045	10,740
Taxes on income	(3,152)	(2,280)	(3,682)	(3,192)
Consolidated net profit/(loss)	4,267	5,216	5,363	7,548
– of which attributable to minority shareholders	122	394	73	275
– of which attributable to shareholders of PC-Ware Information Technologies AG (consolidated net result)	4,145	4,822	5,290	7,273
Average number of shares outstanding	8,293,211	6,124,335	6,820,612	6,105,370
Earnings per share* (in €)	0.50	0.79	0.78	1.19
Earnings per share* (adjusted, in €)	0.68	0.79	0.87	1.19
DVFA/SG earnings	4,139	7,004	4,944	7,004
DVFA/SG earnings/share (in €)	0.50	1.14	0.72	1.15

* In the third quarter, 2,218,000 no-par-value shares were issued in accordance with the provisions of a capital increase, as a result of which comparability with the previous year's EPS is not possible. Adjusted figures are presented pro-forma.

PC-Ware Information Technologies AG
Statement of Recognised Income and Expense

in accordance with IFRS for the period from 1 April to 31 December 2008

in €'000	Q.I-III	
	2008/09	01.04.-31.12. 2007/08
Change in currency translation difference attributable to foreign subsidiaries	(836)	83
Gains from disposal of treasury shares recognised in equity	0	21
Deferred taxes on income and expenses offset directly in equity	0	(7)
Income and expense recognised directly in equity	(836)	97
Consolidated net profit	5,363	7,548
Aggregate of consolidated net profit/(loss) and income and expense for the period recognised directly in equity	4,527	7,645
– of which attributable to minority shareholders	175	243
– of which attributable to shareholders of PC-Ware Information Technologies AG	4,352	7,402

PC-Ware Information Technologies AG

Consolidated Statement of Cash Flows

in accordance with IFRS for the period from 1 April to 31 December 2008

in €'000	Q.I-III	
	2008/09	01.04.-31.12. 2007/08
Cash flows from operating activities		
Earnings before taxes and minority interests (EBT)	9,045	10,740
Depreciation of property, plant and equipment, and amortisation of intangible assets	3,969	3,506
Interest expense	1,082	742
Interest income	(731)	(706)
Change in long-term provisions	129	(1)
Change in short-term provisions	2,357	7,719
Change in inventories	(1,154)	427
Change in trade receivables and other receivables	(78,688)	(61,776)
Change in trade payables and other liabilities	87,122	93,667
Interest paid	(440)	(346)
Interest received	731	706
Income tax paid	(247)	(1,412)
Net cash from/(used in) operating activities	23,175	53,266
Cash flows from investing activities		
Acquisition of subsidiaries (less net cash acquired)	(15,808)	(14,927)
Payments for additions to intangible assets as well as property, plant and equipment	(7,966)	(5,069)
Payments for additions to financial assets	(98)	(15)
Proceeds from disposal of property, plant and equipment, as well as financial assets	250	263
Net cash from/(used in) investing activities	(23,622)	(19,748)
Cash flows from financing activities		
Proceeds from issue of share capital	36,018	0
Cash receipts and payments regarding loans taken out by the enterprise	8,798	(2,377)
Proceeds from the issue of treasury shares	0	1,180
Interest paid	(277)	(263)
Dividend paid	(3,038)	(3,062)
Payments for purchase of treasury shares	(370)	0
Net cash from/(used in) financing activities	41,131	(4,522)
Net decrease in cash and cash equivalents	40,684	28,996
Effects of exchange rate changes	1,619	263
Other changes in value	(127)	32
Cash and cash equivalents at beginning of period	27,383	32,150
Cash and cash equivalents at end of period	69,559	61,441
Cash and cash equivalents	68,883	60,605
Marketable securities held as current assets	676	836

Selected information on results within various segments of PC-WARE

for the period from 1 April to 31 December 2008

in €'000		Q.I-III	
		External sales	01.04.-31.12. Profit from operations (adjusted EBIT)
Volume Business	2008/09	530,027	11,334
	2007/08	476,366	14,866
Value Business	2008/09	163,818	4,599
	2007/08	115,972	1,773
General Area	2008/09	28	(5,690)
	2007/08	17	(5,113)
Total for segments	2008/09	693,873	10,243
	2007/08	592,355	11,526

Reconciliation from total earnings for segments to consolidated net profit

for the period from 1 April to 31 December 2008

in €'000	Q.I-III	
	2008/09	01.04.-31.12. 2007/08
Adjusted profit from operations of the segments	10,243	11,526
Reconciliation to Group	(753)	(783)
Group EBIT	9,490	10,743
Interest income/(expense)	(445)	(3)
Taxes on income	(3,682)	(3,192)
Net profit for the period	5,363	7,548

PC-Ware Information Technologies AG

External sales classified by geographical region

in accordance with IFRS for the period from 1 April to 31 December 2008

Q.I-III

01.04.-31.12.

in €'000

External sales

Central region		
Germany	2008/09	280,869
	2007/08	266,925
Switzerland	2008/09	37,756
	2007/08	39,154
Italy	2008/09	26,242
	2007/08	20,961
Austria	2008/09	34,471
	2007/08	28,726
South Africa	2008/09	1,753
	2007/08	777
Western region		
Benelux	2008/09	106,774
	2007/08	93,417
France	2008/09	23,494
	2007/08	22,411
Spain	2008/09	35,192
	2007/08	16,371
Northern region		
Denmark	2008/09	26,639
	2007/08	25,896
United Kingdom	2008/09	18,600
	2007/08	16,264
Sweden	2008/09	14,883
	2007/08	10,502
Finland	2008/09	12,295
	2007/08	9,958
Norway	2008/09	7,325
	2007/08	6,008

Q.I-III

01.04.-31.12.

in €'000

External sales

Eastern region		
Czech Republic	2008/09	36,121
	2007/08	21,521
Slovakia	2008/09	5,170
	2007/08	3,549
Hungary	2008/09	8,925
	2007/08	4,005
Poland	2008/09	11,924
	2007/08	3,620
Slovenia	2008/09	748
	2007/08	861
Romania	2008/09	372
	2007/08	687
Russian Federation	2008/09	3,103
	2007/08	429
China	2008/09	1,216
	2007/08	313
Total	2008/09	693,871
	2007/08	592,355

Notes to Interim Report

1 Basis of presentation and accounting policies

In accordance with the provisions set out in Section 37(3) of the Securities Trading Act (Wertpapierhandelsgesetz – WpHG), the quarterly report of PC-Ware Information Technologies AG (PC-WARE) encompasses consolidated interim financial statements and an interim management report for the Group. The consolidated interim financial statements were prepared in accordance with International Financial Reporting Standards (IFRS/IAS) for interim financial reporting, as adopted by the European Union. The interim management report for the Group was prepared in accordance with the applicable provisions set out in the Securities Trading Act.

Pursuant to IAS 34, the consolidated interim financial statements as at December 31, 2008, are presented in a format that has been condensed in comparison to the consolidated financial statements for the financial year ended March 31, 2008. As regards the accounting policies applied within the context of consolidated financial reporting, please refer to the notes to the consolidated financial statements for the financial year ended March 31, 2008.

2 Changes to the consolidated group

Effects of the Comparex acquisition on the quarterly financial statements

During the last financial year, PC-WARE acquired all interests in the Comparex Central Europe and Iberia Group (Comparex), which had not been included in the consolidated group in the entire prior-year period. The Comparex enterprises accounted for sales revenue of €103,777 thousand and an adjusted profit from operations of €4,758 thousand in the first nine months of the 2008/09 financial year. Additionally, depreciation and amortisation expense amounted to €753 thousand in connection with intangible assets taken over as part of the Comparex acquisition.

Newly established entities

As at the end of the third quarter of the 2008/2009 financial year, PC-WARE established the following entities as sole owner:

- PC-Ware Information Technologies Spain, S.L., Madrid, Spain
- PC-Ware Kazakhstan Limited Liability Partnership, Astana, Republic of Kazakhstan
- PC-Ware Ukraine LLC, Kiev, Ukraine

On the grounds of materiality, these entities were not included in the consolidated financial statements as at December 31, 2008.

3 Selected notes to the Group balance sheet

Goodwill

Reported goodwill relates to goodwill acquired as part of the acquisitions of subsidiaries included in the consolidated group. The changes in relation to the reporting date of the annual consolidated financial statements are attributable mainly to foreign-currency effects and, to a small extent, subsequent ancillary costs incurred in connection with investments.

Other intangible assets

The increase in other intangible assets in the current financial year is mainly due to work performed in connection with the introduction of a Group-wide ERP system and the associated capitalisation of work performed by the enterprise as well as external services rendered.

Cash

The increase in cash resources is due to proceeds from the issuance of shares by PC-Ware Information Technologies AG in October as well as inflows from licensing business in December, which is generally considered a more buoyant period of the financial year.

Trade receivables and other receivables and payables

In December 2008 in particular, strong year-end licensing business resulted in a significant increase in revenue compared with the preceding months. Owing to factors relating to the balance sheet date, this resulted in a high level of trade and other receivables.

Material-related expenses developed in line with the growth of sales revenue during the third quarter. Here, too, the Group recorded a significant increase in the month of December and as a result of reporting-date factors this prompted a rise in the balance of trade payables and other liabilities.

Both receivables and payables are of a current nature.

Equity

Under the authority granted by the General Meeting of Shareholders on August 26, 2004, and with the approval of the Supervisory Board dated October 10, 2008, the Management Board of PC-Ware Information Technologies AG, Leipzig, unanimously decided to increase the company's share capital by €2,218,000 from €6,124,335 to €8,342,335. Within this context, the company issued 2,218,000 new individual bearer shares with a nominal value of €1.00 per share and furnished with dividend rights from April 1, 2008. The cash inflow from this capital increase is intended to strengthen the company's equity base and to finance future growth.

The new shares were offered to shareholders of PC-Ware Information Technologies AG in a ratio of 2.74 to 1 at a subscription price of €16.50. New shares not taken up by existing shareholders were offered to "PERUNI" Holding GmbH, Vienna, Austria, which forms part of the Raiffeisen Informatik Group. "PERUNI" Holding GmbH purchased those shares not taken up by existing shareholders.

On November 27, 2008, "PERUNI" Holding GmbH submitted to the shareholders of PC-Ware Information Technologies AG, Leipzig, a voluntary public takeover offer in accordance with the provisions set out in the Securities Acquisition and Takeover Act.

Following this, an offer was submitted whereby no-par value bearer shares of PC-Ware Information Technologies AG, with a notional interest in share capital of €1.00 per share and a dividend entitlement as from April 1, 2008, would be purchased at a price of €16.50 per no-par value share. The acceptance period commenced on November 28, 2008, and ended on January 9, 2009. The further acceptance period ended on January 29, 2009.

On February 2, 2009, the Raiffeisen Informatik Group announced that it holds an interest of 72.67% in PC-WARE via "PERUNI" Holding GmbH.

Income taxes

Germany's corporate tax reform 2008 came into force effective from January 1, 2008. One of the principal changes incorporated is Section 8c KStG, which prohibits the use of tax loss carryforwards after a transfer of more than 50% of ownership interests.

In view of the fact that more than 50% of the ownership interests in PC-WARE had been acquired by the Raiffeisen Informatik Group at the date of preparing the consolidated interim financial statements, the recognition of deferred tax assets within the scope of Section 8c KStG as well as corresponding non-domestic regulations was reversed with regard to tax loss carryforwards no longer realisable. Tax expense relating to this reversal amounts to €599 thousand.

Additionally, the findings of a tax audit conducted during the reporting period resulted in tax expense of €268 thousand. Adjusted for these exceptional items, the Group tax rate was approx. 31%.

4 Selected notes to the Group cash flow statement

Net cash from operating activities (€23,175 thousand) outweighed the outflow of cash for operational investments amounting to €7,814 thousand, attributable mainly to the Group's new ERP system. The largest proportion of total *net cash used in investing activities* (€23,622 thousand) relates to the payment of a variable purchase price component to the original shareholders of Comparex (€15,808 thousand)

As part of the Group's *financing activities* PC-WARE recorded a net inflow of cash from a loan of €8,798 thousand taken out by the company, while the dividend payout for the 2007/08 financial year amounted to €3,038 thousand.

A large part of the cash surplus was attributable to proceeds from the issuance of new shares by PC-WARE in October 2008 (€36,018 thousand).

Among the significant non-cash transactions during the reporting period were additions to property, plant and equipment in connection with finance lease agreements amounting to €395 thousand.

5 Selected information on results within various segments of PC-WARE

PC-WARE publishes selected quarterly financial information for the purpose of providing a more complete picture of its financial performance at Group level. In contrast to the former segmentation rules applied by the Group – Software Sales & Licensing (SSL), Professional Service (PS) and Integrated System Solutions & Support (ISS) – as from fiscal 2008/09 PC-WARE will furnish reports on the basis of the following segments:

- Volume Business
- Value Business and
- General Area

The »Volume Business« segment encompasses software licensing business, i.e. the company's competencies within the area of standard software reselling and software management for major corporations and the public sector. Additionally, this segment includes the hardware reselling activities of the IT infrastructure unit of PC-WARE.

The »Value Business« segment combines PC-WARE's IT consulting and services activities for the purpose of providing the Group's product, solution and service portfolio for Windows and Open Source platforms in the client/server environment as well as for high-performance data centres.

The General Area comprises those items that cannot be directly allocated to Volume Business or Value Business and for which no appropriate categorisation is possible. The principal items included in this area are costs attributable to central Group management and investments in internal projects associated with the Group.

The measurement principles applied to financial reporting of selected performance figures of PC-WARE are based on the International Financial Reporting Standards used in the consolidated financial statements. PC-WARE assesses the performance of the respective segments by referring to EBIT adjusted for acquisition-specific depreciation/amortisation effects (e.g. amortisation of acquired customer base, brands or order backlog) (adjusted EBIT).

The geographical allocation of external revenue is performed according to the location of the registered offices of the revenue-generating entity.

6 *Dividend payment*

At the General Meeting of Shareholders on August 28, 2008, a resolution was passed for a dividend payment of €0.50 per dividend-entitled share (total dividend payment: €3,037,605.50). The payment was made in August 2008.

7 *Events after the reporting date*

As regards the disclosure of voting rights attributable to "PERUNI" Holding GmbH, please refer to Section 3 *Selected notes to the Group balance sheet* (Equity).

8 *Contingent liabilities*

The changes to PC-WARE's contingent liabilities were insignificant when assessed in relation to those presented in the notes to the consolidated financial statements for the annual period ended March 31, 2008.

Leipzig, February 2009

PC-Ware Information Technologies AG

The Management Board

*Financial Calendar**

<i>2009-06-30</i>	<i>Publication of annual report for FY 2008/09</i>
	<i>Financial press conference and analysts' meeting</i>
<i>2009-08-27</i>	<i>Annual General Meeting, Leipzig</i>

** preliminary dates*

\\ Editor

PC-Ware Information Technologies AG
Blochstraße 1
04329 Leipzig, Germany

www.pc-ware.com

Phone +49 (0)341 25 68-000
Fax +49 (0)341 25 68-999

info@pc-ware.com

Cover:
Franziska Voellmin, PC-Ware Switzerland

\\ Investor Relations

Dr. Ingmar Ackermann

Phone +49 (0)341 25 68-148
Fax +49 (0)341 25 68-876

ir@pc-ware.com

\\ Concept, Text & Design

Impacct GmbH
Hamburg

www.impacct.de