RIB Software SE continues strong revenue growth in first half of 2019

Increase of Guidance: Revenues € 200 million to € 220 million *(previously: € 180 million to € 200 million)* **and operating EBITDA € 45 million to € 50 million** *(previously: € 36 million to € 46 million)*

- Group revenues grow by 48.2% in the investment phase to € 92.5 million (previous year: € 62.4 million)
- Recurring revenues (ARR) grow by 87.0% to € 51.8 million (previous year: € 27.7 million)
- Cloud and software revenues increase by 80.2% to € 44.5 million (previous year: € 24.7 million)
- The EBITDA margin in the iMTWO segment remains at a high level of 25.2%
- The number of MTWO/iTWO 4.0 platform users grows by 145.4% compared to Q1 2019 to 20,726 users

CONSOLIDATED FIGURES - OVERVIEW

€ million unless otherwise indicated	2nd quarter 2019	2nd quarter 2018	change	6 months 2019	6 months 2018	change
Revenue	46.1	30.9	49.2%	92.5	62.4	48.2%
Software ARR	26.3	12.5	110.4%	51.8	27.7	87.0%
Software NRR	9.6	9.8	-2.0%	19.4	17.5	10.9%
Services	7.8	6.2	25.8%	16.6	12.7	30.7%
E-commerce	2.4	2.4	0.0%	4.7	4.5	4.4%
EBITDA	**8.7**	**9.0**	**-3.3%**	**21.5**	**18.8**	**14.4%**
as % of revenue	18.9%	29.1%		23.2%	30.1%	
EBITDA adjusted for IFRS 16	**7.3**	**9.0**	**-18.9%**	**18.9**	**18.8**	**0.5%**
as % of revenue	15.8%	29.1%		20.4%	30.1%	
EBT adjusted for PPA amortisation	**4.6**	**6.2**	**-25.8%**	**13.5**	**13.1**	**3.1%**
as % of revenue	10.0%	20.1%		14.6%	21.0%	
Expenses from purchase price allocations (PPA amortisation)	2.5	1.2	108.3%	4.8	2.2	118.2%
Cash flows from operating activities				26.4	21.7	21.7%
Group liquidity*				185.9	238.2	-22.0%
Equity ratio**				77.9%	83.6%	
Average number of employees				1,411	942	49.8%

* Cash and cash equivalents, time deposits and available-for-sale securities. Previous year as of 31 December 2018
** Previous year as of 31 December 2018

RIB Software SE
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RIB running together

INTERIM GROUP MANAGEMENT REPORT
REPORT ON EARNINGS, FINANCIAL POSITION AND NET WORTH

RECURRING REVENUES (ARR) GROW BY 87.0% TO € 51.8 MILLION
CLOUD REVENUES INCREASE ABOVE AVERAGE BY 243.8% TO € 25.1 MILLION (PREVIOUS YEAR: € 7.3 MILLION)
GROUP REVENUES INCREASE BY 48.2% TO € 92.5 MILLION
iTWO 4.0/MTWO USERS GROW BY 145.4% TO 20,726 USERS

The strong growth during the investment phase with an average annual growth rate of 30-60% until 2022 continued in the first half of 2019 after the successful Q1 2019. Group revenues increased by 48.2% to € 92.5 million (previous year: € 62.4 million). Recurring revenues (ARR) grew by 87.0% to € 51.8 million (previous year: € 27.7 million). Cloud and software revenues increased by 80.2% to € 44.5 million (previous year: € 24.7 million). As in the first quarter of 2019, service revenues developed extremely positively by 30.7% to € 16.6 million (previous year: € 12.7 million) due to the high number of projects. Adjusted for acquisitions, growth of 5.3% was in the range we had planned during the investment phase and was essentially influenced by the gradual conversion of the business model from license sales to subscription. Adjusted for this effect, organic growth in H1 2019 would have been 9.5%.

EBITDA INCREASES BY 14.4% TO € 21.5 MILLION

EBITDA rose by 14.4% year-on-year to € 21.5 million (previous year: € 18.8 million). The EBITDA margin of 23.2% during the investment phase was in the expected range of 20-30%. Adjusted for IFRS 16, EBITDA grew to € 18.9 million (previous year: € 18.8 million), corresponding to a margin of 20.4%. Operating EBITDA increased from € 18.9 million to € 20.4 million. At € 4.8 million, depreciation from purchase price allocation (PPA-amortisation) was higher than in the previous year (€ 2.2 million).

R&D expenses in the first half of 2019 rose by € 1.5 million to € 9.2 million (previous year: € 7.7 million). This increase is mainly due to the inclusion of the companies acquired in the reporting period (€ 0.8 million) and a scheduled increase in personnel development capacities in the iTWO 4.0 area. General administrative expenses rose from € 6.4 million to € 9.7 million, while sales and marketing expenses rose significantly to € 20.0 million (previous year: € 11.1 million). The increase in sales and marketing expenses was mainly due to the acquisition of new companies (€ 6.1 million) and increased depreciation from purchase price allocations (€ 2.1 million).

The average number of employees changed by 49.8% to 1,411 (previous year: 942 employees).

CASH FLOW FROM OPERATING ACTIVITIES GROWS BY 21.7% TO € 26.4 MILLION

Net cash flow from operating activities rose by 21.7% to € 26.4 million (previous year: € 21.7 million). At € -35.8 million, net cash flow from investing activities was significantly lower than in the previous year (€-5.6 million). This is mainly due to payments for the acquisition of consolidated companies. At € -32.7 million, net cash flow from financing activities was significantly lower than in the previous year (€ 116.9 million) due to the capital increase of € 131.2 million carried out in the previous year.

As of June 30, 2019, the Group had cash and cash equivalents including available-for-sale securities and time deposits of € 185.9 million (December 31, 2018: € 238.2 million). Equity amounted to € 427.3 million (31.12.2018: € 445.8 million). The equity ratio fell slightly to 77.9% (31.12.2018: 83.6%).

Trade payables increased to € 13.5 million (31.12.2018: € 10.1 million). Trade receivables increased to € 39.2 million (31.12.2018: € 37.8 million).

DEVELOPMENT OF THE SEGMENTS

In 2019, segment reporting was adjusted and simplified to reflect our business performance. In future, we will present two reporting segments:

iMTWO comprises our software business and is further subdivided into the business segments ARR, NRR and Services.

xYTWO comprises the operation of web-based platforms for the electronic mapping of business processes. The reporting segment comprises the two business segments xTWO (E-Commerce) and YTWO (SCM).

In the future, revenues will be divided into **recurring revenues (ARR)** and **non-recurring revenues (NRR)**. ARRs are revenues from Cloud Services, Support Services and Managed Services. The NRR includes license revenues as well as service revenues and E-commerce revenues.

iMTWO

Total revenues in the iMTWO segment rose by 51.1% to € 87.5 million (previous year: € 57.9 million). Recurring revenues (ARR) increased by 85.9% to € 51.5 million (previous year: € 27.7 million). Non-recurring revenues (NRR) grew by 10.9% to € 19.4 million (previous year: € 17.5 million). Despite start-up costs, the segment EBITDA rose by 17.6% to € 22.0 million (previous year: € 18.7 million), the EBITDA margin reached 25.2% and thus met our expectations during the investment phase.

The number of users of our new cloud-based MTWO and iTWO 4.0 platforms grew by 145.4% compared to Q1 2019 from 8,447 users to 20,726 users, exceeding our expectations. For 2019, we plan to increase the total number of users from 3,000 in 2018 to 30,000 in 2019, and then, as already announced, to reach 100,000 in 2020. The users will be won partly through new customer acquisition and partly through the migration of 500,000 existing users within our group.

In 2019, the focus will continue to be on building a worldwide partner network to create the basis for the future worldwide marketing of iMTWO. In the iMTWO segment (95% of the RIB business), the EBITDA margin was 25.2%. Approximately half of the Group‘s revenues from Phase II deals were generated through subscription.

xYTWO

In the xYTWO segment, total revenues grew by 11.1% to € 5.0 million (previous year: € 4.5 million). The increase is mainly due to the continued positive business development in the xTWO segment.

The segment EBITDA amounted to € -0.6 million and continues to be strongly influenced by start-up costs in the YTWO area.

Due to the strong demand for iTWO 4.0 and MTWO, we have decided not to expand the YTWO customer base and to concentrate on MTWO, iTWO 4.0 and the integration of new business units in the first half of 2019. As planned, xYTWO will provide positive impulses in the medium term.

REVENUE DEVELOPMENT IN THE REGIONS

Revenues abroad grew by 73.2% to € 54.2 million (previous year: € 31.3 million). Domestic revenues increased by 23.2% to € 38.3 million (previous year: € 31.1 million). The international share of total revenues thus amounted to 58.6% (previous year: 50.2%).

In the EMEA region (Europe, Middle East and Africa, excl. Germany) revenues grew by 31.9% to € 23.1 million (previous year: € 17.5 million), in North America by 77.2% and in the APAC region (Asia Pacific) by 192.9%.

OPPORTUNITY AND RISK REPORT

With respect to the principal opportunities and risks associated with the expected development of the RIB Group, we refer to the opportunities and risks described in the Group management report as of December 31, 2018 and at the Annual General Meeting and published on the RIB website.

OUTLOOK - FISCAL YEAR 2019

The Microsoft partnership is on course. We are focusing on converting our USER base to the MTWO platform and investing in AI (McTWO) and IoT software for the iMTWO and xYTWO segments. Investments in MSP‘s are also on track and we expect to complete the RIB direct sales and consulting network in 2019. The positive effects of the transition from license to subscription will be reflected in strong EBITDA margins in the near future.

The CEO‘s employment contract ends in 2022 and Tom Wolf (age 62) has informed that he will not renew his contract as Managing Director. It remains to be seen whether he will continue to be a member of the Administrative Board. In the next 12 - 24 months a succession plan for the position of CEO is to be worked out.

Based on the business development of the first six months and a very strong development in July as well as a continued strong M&A pipeline, RIB has raised its revenue Guidance from € 180 million - € 200 million to € 200 million - € 220 million (Group revenue 2018: € 136.9 million). At the same time, RIB has raised its operating EBITDA Guidance from € 36 million - € 46 million to € 45 million - € 50 million.

The Administrative Board develops a strategy for the years 2020 - 2030 to ensure the long-term success of the company. The goal of the strategy is to establish and sustainably expand RIB‘s position as the global market leader for cloud-based BIM enterprise software. In addition to the stand-alone option, the company also takes advantage of discussion opportunities from potential strategists and financial investors about opportunities to engage in the Company in the interests of the Group, our shareholders and our customers. No concrete results are therefore available.

OTHER INFORMATION

We invite our shareholders to visit our Investor Relations website, particularly our investor presentations and updated definitions, to understand our current strategy.

CONSOLIDATED INTERIM FINANCIAL STATEMENTS

CONSOLIDATED INCOME STATEMENT

For the period: 01.01.2019 to 30.06.2019

figures in € thousand, unless otherwise indicated	Note	2nd quarter 2019	2nd quarter 2018	6 months 2019	6 months 2018
Revenue	(5)	**46,063**	**30,893**	**92,547**	**62,430**
Cost of sales		-26,246	-12,938	-47,412	-25,116
Gross profit		**19,817**	**17,955**	**45,135**	**37,314**
Other operating income	(6)	1,095	1,710	3,109	2,667
Marketing and distribution costs		-8,930	-5,970	-20,009	-11,131
General administrative expenses		-4,892	-3,308	-9,712	-6,357
Research and development expenses		-4,628	-4,038	-9,235	-7,690
Other operating expenses	(7)	-599	-404	-1,083	-2,017
Financial income		374	135	762	216
Finance costs		-102	-73	-242	-161
Share of profit and losses of investments accounted for using the equity method		-35	-1,016	-35	-1,936
Profit before tax		**2,100**	**4,991**	**8,690**	**10,905**
Income taxes		-1,360	-1,813	-4,129	-4,074
Profit after tax		**740**	**3,178**	**4,561**	**6,831**
Profit attributable to non-controlling interests		286	72	173	72
Profit attributable to owners of the parent company		454	3,106	4,388	6,759
Result per share on the basis of the share earnings of the shareholders of RIB Software SE:					
basic	(9)	**0.01 €**	**0.06 €**	**0.09 €**	**0.14 €**
diluted	(9)	**0.01 €**	**0.06 €**	**0.09 €**	**0.14 €**

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period: 01.01.2019 to 30.06.2019

Figures in € thousand	2nd quarter 2019	2nd quarter 2018	6 months 2019	6 months 2018
Profit after tax	**740**	**3,178**	**4,561**	**6,831**
Components reclassified in subsequent periods with no effect on profit and loss:				
Revaluations	0	28	0	68
Other consolidated comprehensive income after taxes for components that are reclassified with no effect on profit and loss	**0**	**28**	**0**	**68**
Components reclassified in subsequent periods with an effect on profit and loss:				
Exchange differences	-2,913	5,737	-1,184	2,600
Other consolidated comprehensive income after taxes for components that are reclassified with an effect on profit and loss	**-2,913**	**5,737**	**-1,184**	**2,600**
Other consolidated comprehensive income after taxes	**-2,913**	**5,765**	**-1,184**	**2,668**
Total consolidated comprehensive income	**-2,173**	**8,943**	**3,377**	**9,499**
of which attributable to non-controlling interests	286	72	566	72
of which attributable to owners of the parent company	-2,459	8,871	2,811	9,427

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF 30.06.2019 AND 31.12.2018

Figures in € thousand	Note	30 June 2019	31 December 2018
Goodwill	(10)	129,439	103,266
Other intangible assets		128,896	115,451
Property, plant and equipment		19,478	19,435
Rights of use		10,897	0
Investment properties		5,525	5,548
Investments accounted for using the equity method	(11)	4,185	0
Prepaid land use lease payments		896	899
Other financial assets		7,999	779
Deferred tax assets		1,264	620
Total non-current assets		**308,579**	**245,998**
Inventories		2,130	2,796
Trade receivables		39,212	37,773
Income tax assets		2,482	3,467
Other financial assets		23,230	34,014
Other non-financial assets		8,954	4,203
Cash and cash equivalents		164,039	205,245
Total current assets		**240,047**	**287,498**
Total assets		**548,626**	**533,496**

Figures in € thousand	Note	30 June 2019	31 December 2018
Subscribed capital		51,741	51,741
Capital reserves		318,367	316,734
Retained earnings		79,017	85,246
Other equity components		1,058	2,635
Treasury shares		-37,134	-22,378
Equity attributable to owners of the parent company		**413,049**	**433,978**
Non-controlling interests	(12)	14,253	11,780
Total equity		**427,302**	**445,758**
Pension provisions		3,400	3,456
Bank liabilities		4,700	4,800
Other provisions		202	223
Other financial liabilities		5,472	5,381
Leasing liabilities		5,436	0
Deferres tax liabilities		22,654	18,772
Total non-current liabilities		**41,864**	**32,632**
Bank liabilities		542	400
Trade payables		13,455	10,137
Income tax liabilities		3,085	2,566
Other provisions		1,935	1,018
Deferred liabilities		7,902	10,858
Deferred income		33,926	12,532
Other financial liabilities		4,517	6,572
Leasing liabilities		4,468	0
Other liabilities		9,630	11,023
Total current liabilities		**79,460**	**55,106**
Total liabilities		**121,324**	**87,738**
Total equity and liabilities		**548,626**	**533,496**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period: 01.01.2019 to 30.06.2019

Figures in € thousand	Subscribed capital	Capital reserves	Retained earnings
As of 1 January 2018	**46,846**	**187,168**	**72,982**
Profit after tax	-	-	6,759
Other comprehensive income	-	-	-
Total comprehensive income	**0**	**0**	**6,759**
Disposal of treasury shares	-	7,637	-
Dividend payment	-	-	-9,064
Capital increase	4,684	123,522	-
Transactions with non-controlling interests	-	-	-
Other changes	-	-	-30
Share-based remuneration	-	694	-
As of 30 June 2018	**51,530**	**319,021**	**70,647**
As of 31 December 2018	**51,741**	**316,734**	**85,246**
Other changes (IFRS 16)	-	-	819
As of 01 January 2019	**51,741**	**316,734**	**86,065**
Profit after tax	-	-	4,388
Other comprehensive income	-	-	-
Total comprehensive income	**0**	**0**	**4,388**
Disposal of treasury shares	-	660	-
Acquisition of treasury shares	-	-	-
Dividend payment	-	-	-8,644
Capital increase	-	-	-
Transactions with non-controlling interests	-	-	-443
Acquisition of non-controlling interests with no change of control	-	-	-2,349
Share-based remuneration	-	973	-
As of 30 June 2019	**51,741**	**318,367**	**79,017**

Other equity components						
Fair value changes reserve	Currency translation reserve	Revaluation reserve	Treasury shares	Equity attributable to owners of the parent company	Non-controlling interests	Equity according to consolidated statement of financial position
0	**-3,093**	**-363**	**-9,015**	**294,525**	**0**	**294,525**
-	-	-	-	6,759	72	6,831
-	2,600	68	-	2,668	-	2,668
0	**2,600**	**68**	**0**	**9,427**	**72**	**9,499**
-	-	-	2,298	9,935	-	9,935
-	-	-	-	-9,064	-	-9,064
-	-	-	-	128,206	-	128,206
-	-	-	-	-	1,660	1,660
-	-	-	-	-30	-	-30
-	-	-	-	694	-	694
0	**-493**	**-295**	**-6,717**	**433,693**	**1,732**	**435,425**
0	**2,995**	**-360**	**-22,378**	**433,978**	**11,780**	**445,758**
-	-	-	-	819	-	819
0	**2,995**	**-360**	**-22,378**	**434,797**	**11,780**	**446,577**
-	-	-	-	4,388	173	4,561
0	-1,577	0	-	-1,577	393	-1,184
0	**-1,577**	**0**	**0**	**2,811**	**566**	**3,377**
-	-	-	1,061	1,721	-	1,721
-	-	-	-15,817	-15,817	-	-15,817
-	-	-	-	-8,644	-	-8,644
-	-	-	-	-	-	-
-	-	-	-	-443	3,280	2,837
-	-	-	-	-2,349	-1,373	-3,722
-	-	-	-	973	-	973
0	**1,418**	**-360**	**-37,134**	**413,049**	**14,253**	**427,302**

CONSOLIDATED STATEMENT OF CASH FLOWS

For the period: 01.01.2019 to 30.06.2019

Figures in € thousand	6 months 2019	6 months 2018
Cash flows from operating activities:		
Profit before tax	**8,690**	**10,905**
Adjustments for:		
Depreciation of property, plant and equipment and rights of use	3,155	610
Amortisation of intangible assets	9,896	5,350
Depreciation of investment property	122	88
Changes in valuation allowances for trade receivables	5	160
Other non-cash items	-2,909	3,103
Share of profit and loss of associates	35	0
Interest expense and other finance cost	242	161
Financial income	-762	-216
	18,474	**20,161**
Working capital adjustments:		
Increase/decrease(-) in provisions and deferred liabilities	-2,746	-2,278
Increase(-)/decrease in receivables and other assets	1,647	-6,663
Increase/decrease(-) in received prepayments	982	741
Increase/decrease(-) in liabilities from trade payables and other liabilities	12,093	13,225
Cash generated from operations	**30,450**	**25,186**
Interest paid	-29	-73
Interest received	739	136
Income taxes paid	-4,759	-3,560
Net cash flows from operating activities	**26,401**	**21,689**
Purchase of property, plant and equipment	-515	-247
Purchase/production of intangible assets	-5,052	-4,506
Payments made for the aquisition of consolidated companies less cash acquired	-30,353	-2,450
Payments made for the acquisition of shares in associated companies and joint ventures	-3,963	0
Purchase(-)/sale of available-for-sale securities	-14	0
Payments for loans and advances granted	-7,039	0
Payments received from financial investments as part of current treasury management	11,100	19,289
Payments made for financial investments as part of current treasury management	0	-17,715
Net cash flows from investing activities	**-35,836**	**-5,629**
Payments received from capital increase	0	131,167
Payments made for capital increase expense	0	-4,263
Dividends paid	-8,644	-9,064
Payment made for the acquisition of non-controlling interests	-443	0
Payments made for redeeming other financial liabilities	-59	-782
Payments made for the repayment of bank loans	-914	-200
Payments made for lease liabilities	-3,171	0
Payments made for the acquisition of treasury shares	-19,511	0
Net cash flows used in financing activities	**-32,742**	**116,858**
Change in cash and cash equivalents impacting cash flow	**-42,177**	**132,918**
Cash and cash equivalents at the beginning of the period	205,245	100,459
Currency-related change in cash and cash equivalents	971	1,523
Cash and cash equivalents at the end of the period	**164,039**	**234,900**
Composition of cash and cash equivalents:		
Liquid funds, unrestricted	160,780	232,568
Liquid funds, restricted	3,259	2,332
Total	**164,039**	**234,900**

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

This condensed consolidated interim financial statement of RIB Software SE (the “Company”) and its subsidiaries (collectively the “Group”) was drawn up according to the regulations of the International Financial Reporting Standards (IFRS). It complies in particular with the IAS 34 regulations “Interim reporting”.

The condensed consolidated interim financial statement has not been subjected to auditing inspection or a general audit.

Our business activity is in some respects subject to seasonal fluctuations.

In the past the revenue in the fourth quarter tended to be higher than in the individual preceding quarters. The interim results can therefore only be regarded as an indicator for the results of the entire financial year.

This condensed and unaudited consolidated interim financial statement should be read with the audited IFRS consolidated financial statements of RIB Software SE as of 31 December 2018.

Due to the representation of the numbers in € thousands, rounding differences may arise in individual items.

2. ACCOUNTING POLICIES

In drawing up the consolidated interim financial report the same accounting policies and calculation methods were used as in the consolidated financial statements as of 31 December 2018, with the exception of the new standards **IFRS 16 “Leasing”** which became mandatory on 01 January 2019. Please refer to our explanations in section (3) in the consolidated financial statement as of 31 December 2018.

IFRS 16 regulates the treatment of lease arrangements and replaces the previously valid IAS 17 as well as the three leasing-related interpretations IFRIC 4, SIC-15, and SIC-27.

3. CONSOLIDATED GROUP

Compared to the consolidated financial statements as of 31 December 2018, the scope of consolidation as of 30 June 2019 has changed as follows:

In the reporting period the Group acquired 60% of the shares in the Levtech Group (hereinafter: Levtech Group), together with its parent company Levtech Consulting DMCC, Dubai, United Arab Emirates. Please see our disclosures in the following section (4). The Levtech Group was fully consolidated for the first time in the interim financial statement as of June 30, 2019

In the reporting period the Group acquired 60% of the shares in Building Systems Design Inc., Atlanta/USA (hereinafter: BSD). BSD was fully consolidated for the first time in the interim financial statement as of June 30, 2019. Please see our disclosures in the following section (4).

In the reporting period, 20% of the shares in the associated company Cadline Limited, Staines-Upon-Thames/England, (hereinafter: Cadline), were acquired. Please see our disclosures in the following section (11).

YTWO Limited, Cayman Islands, was renamed EMC Invest Ltd., Cayman Islands, in the reporting period.

The company deltus 32. AG, Frankfurt, which was previously not consolidated due to its inessentially, was renamed SGTWO AG, Stuttgart, and included in the consolidated financial statements as a joint venture (50%) according to the equity method.

4. BUSINESS COMBINATIONS

a) Levtech

By agreement dated February 17, 2019, the Group acquired 60% of the shares in the Levtech Group (hereinafter: Levtech) with its parent company Levtech Consulting DMCC, Dubai/United Arab Emirates. The acquisition date was April 4, 2019. Due to the proximity of the acquisition described below to the reporting date of these interim financial statements, the fair values attributable to the identified assets and liabilities could only be determined preliminary. We also refer to our comments in Note (7 G.) in the notes to our consolidated financial statements as of December 31, 2018.

The consideration for the acquisition of the shares amounts to approximately € 1,195 thousand. This is a cash purchase price to be paid by transferring cash and cash equivalents. Of the cash purchase price, a partial amount of € 1,005 thousand was paid by transferring cash and cash equivalents. The remaining amount of € 190 thousand is not due for payment until contractually agreed conditions have been met or agreed warranty periods have expired.

For reasons of simplification, the purchase price allocation was based on the value ratios as of 31 March 2019. The transactions between 01.04. and 04.04.2019 were of minor significance. Furthermore, there were no material changes in the value ratios during this period.

The fair values of Levtech's identifiable assets and liabilities are as follows:

Figures in € thousand	**Fair value**
	31 March 2019
Intangible assets	623
Property, plant and equipment	249
Other financial assets	575
Other non-financial assets	1,344
Trade receivables	2,104
Cash and cash equivalents	133
	5,028
Deferred income	98
Other liabilities	3,295
	3,393
Net assets	**1,635**

The goodwill has been recognised as follows:

Figures in € thousand	
Consideration transferred	1,195
Non controlling interests	654
Subtotal	1,848
Less net assets	-1,635
Goodwill	**214**

The non-controlling interests are measured as the proportion of the current ownership instruments of the amounts recognised for the identifiable net assets of the acquiree.

At the acquisition date, there was no difference between the gross amount of contractual trade receivables and their fair value.

The intangible assets totaling € 623 thousand relate to existing customer contracts and the associated customer relationships.

Goodwill is not deductible for tax purposes. In particular, it reflects expected synergy effects from the company acquisition and the know-how of the acquired workforce.

Levtech is a Microsoft Certified Gold Partner headquartered in Dubai, United Arab Emirates, and provides world-class business solutions and industry-specific consulting services from international technology companies. The Levtech Group also has offices in Singapore, Qatar, Saudi Arabia and India.

With the investment of the Levtech Group, RIB continues the MTWO initiative. To this end, Levtech‘s Microsoft Dynamics based industry solutions are to be integrated into the MTWO platform. It is also planned to transfer Levtech users to the MTWO platform and train Levtech consultants in iTWO 4.0 implementation to support international RIB customers.

As a result of the transaction, Group revenues increased by around € 2,072 thousand in the reporting period and EBITDA fell by around € 73 thousand.

b) BSD

By agreement dated June 5, 2019, the Group acquired 60% of the shares in Building Systems Design Inc., Atlanta/USA (hereinafter: BSD). Due to the proximity of the acquisition described below to the reporting date of these interim financial statements, the fair values attributable to the identified assets and liabilities could only be determined provisionally. The consideration for the acquisition of the shares amounts to € 30,399 thousand and was settled by transferring cash and cash equivalents. The acquisition date was June 5, 2019. For reasons of simplification, the purchase price allocation was based on the value conditions as of June 4, 2019. The transactions between June 4 and June 5, 2019 were of minor significance. Furthermore, the value situation did not change significantly during this period.

In course of the acquisition, the Group extended loans totalling € 7,030 thousand to the parties remaining as shareholders of BSD. The granting of the loans was accounted for as a separate transaction from the acquisition. Loan receivables are reported under other financial assets as of the balance sheet date.

The fair values of BSD's identifiable assets and liabilities are as follows:

Figures in € thousand	**Fair value**
	04 June 2019
Intangible assets	17,629
Property, plant and equipment	120
Other financial assets	20
Other non-financial assets	286
Trade receivables	2,340
Cash and cash equivalents	918
	21,314
Deferred income	9,608
Other liabilities	1,028
Deferred tax liabilities	4,447
	15,083
Net assets	**6,231**

The goodwill has been recognised as follows:

Figures in € thousand	
Consideration transferred	30,399
Non controlling interests	2,492
Subtotal	32,891
Less net assets	-6,231
Goodwill	**26,660**

The non-controlling interests have been measured as the proportion of the current ownership instruments of the amounts recognised for the identifiable net assets of the acquiree.

At the time of acquisition, there was no difference between the gross amount of the contractual trade account receivables and their fair value.

BSD offers a leading cloud software platform for building specifications together with data and analytics solutions for North American building product manufacturers. BSD provides thousands of American architects, engineers, project developers, investors, and building materials suppliers with a cloud data platform for the development of technical building specifications and the definition of products and construction services. Manufacturers can add their products to the building catalog in the cloud. In the future, the two products SpecLink and SpecLive are to be integrated on the MTWO cloud platform and expanded to include Managed Services (MSP) for enterprise customers.

The intangible assets of € 17,629 thousand mainly relate to the software products developed by BSD (€ 14,834 thousand) and to existing customer contracts and related customer relationships (€ 2,270 thousand).

The Goodwill is generally not deductible for tax purposes. It reflects, in particular, expected synergy effects arising from the acquisition as well as the know-how of the acquired employee base.

As a result of the transaction, Group revenues increased by around € 816 thousand and EBITDA fell by around € 44 thousand in the reporting period

c) CCS

By agreement dated on 28 June 2019, the Group acquired 70 % of the shares in the Construction Computer Software Group (hereinafter: CCS) with parent company Construction Computer Software (Pty) Ltd., Johannesburg/ South Africa. At the time of the release of these interim financial statements, the contract had not yet been legally executed. We assume that the acquisition can be completed soon and that CCS will subsequently be included in our consolidated financial statements from August 2019.

The compensation for the acquisition of the shares has not yet been finally determined. We assume that it will amount to around € 28,500 thousand. The purchase price will be payable in cash and cash equivalents. The amount of the final purchase price depends on CCS generating a contractually agreed minimum result in the financial year from 01 August 2018 to 31 July 2019. If this result is not achieved, the purchase price will be reduced. Further adjustments to the purchase price will result from a balance sheet of CCS as of the balance sheet date still to be prepared.

With regard to the remaining 30% stake, we have agreed mutual call and put options with the remaining shareholders, which can be exercised in 2023. Thereafter, we have the right to acquire the shares in 2023 at the agreed option price. At the same time, we are obliged to acquire further shares if the remaining shareholders exercise their put option. The option prices will be based on the enterprise value of CCS as of 31 December 2022, which is to be calculated using a multiplier method based on CCS‘s earnings. The payment obligations for RIB resulting from the exercise of the put option were limited to a maximum amount of approximately € 15,817 thousand ($ 18,000 thousand).

It has not yet been possible to present the company acquisition using the purchase method. For this reason, we are not yet in a position to disclose the allocation of the consideration to the acquired assets and liabilities or the amount of the fair values of these assets and liabilities.

The investment in CCS is the RIB Group‘s next acquisition in the MTWO area. CCS offers specialized software solutions for the construction and engineering industries. The CCS complete solution combines the software products Candy (Construction Management Software Suite for controlling construction projects) and BuildSmart (ERP solution for integrating cost accounting, project accounting and group accounting).

5. REVENUE

Revenue breaks down as follows:

Figures in € thousand	6 months 2019	6 months 2018
Software ARR	51,835	27,709
Software NRR	19,413	17,491
Services	16,583	12,687
E-commerce	4,716	4,543
Total revenue	**92,547**	**62,430**

6. OTHER OPERATING INCOME

Other operating income mainly includes income from currency translation in the amount of around € 1,317 thousand, rental income from investment property in the amount of € 402 thousand and subsidy income of € 250 thousand.

7. OTHER OPERATING EXPENSES

Other operating expenses mainly include foreign currency expenses from cash and cash equivalents in the amount of approximately € 203 thousand.

8. EXPENSES FOR EMPLOYEE BENEFITS AND NUMBER OF EMPLOYEES

Expenses for employee benefits

Figures in € thousand	6 months 2019	6 months 2018
Wages and salaries	40,384	24,526
Social security and pension costs	6,622	4,130
Total	**47,006**	**28,656**

Average number of employees

	6 months 2019	6 months 2018
General administration	185	125
Research & development	392	378
Sales & marketing	260	169
Support & Consulting	574	270
Total	**1,411**	**942**

9. EARNINGS PER SHARE – BASIC AND DILUTED

Earnings per share are calculated on the basis of the profit share of the shareholders in RIB Software SE as shown in the following table:

figures in € thousand	6 months 2019	6 months 2018
Profit share of the shareholders of RIB Software SE – basic and diluted	4,388	6,759

figures in thousand shares	6 months 2019	6 months 2018
Weighted average of shares in circulation - basic	48,094	48,767
Dilution effect	898	714
Weighted average of shares in circulation - diluted	48,992	49,481

Results per share in €	6 months 2019	6 months 2018
basic	0.09	0.14
diluted	0.09	0.14

The average commercial value of the Company's shares used to calculate the dilution effect of existing share options is based on the quoted market prices for the period in which the options were in circulation.

10. GOODWILL

Figures in € thousand	30 June 2019	31 December 2018
Business segment ARR	*81,777*	*55,779*
Business segment NRR	*29,156*	*29,032*
Business segment Services	*11,600*	*11,579*
Reporting segment iMTWO	122,533	96,390
Business segment YTWO (SCM)	*2,263*	*2,255*
Business segment xTWO (E-commerce)	*689*	*689*
Reporting segment xYTWO	2,952	2,944
GZ TWO development entity	3,060	3,038
Arriba Finance	894	894
Total	**129,439**	**103,266**

The change in carrying amounts by a total of € 26,173 thousand includes € 26,874 thousand from additions from the business combinations described under Note (4). Currency adjustments recognized directly with no effect on profit or loss from the translation of goodwill carried in local foreign currencies had the opposite effect. These resulted in a reduction of the carrying amounts by a total of € 701 thousand.

11. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Figures in € thousand	Cadline	SGTWO	**Total**
Carrying amounts as of 31 December 2018	0	0	**0**
Additions	2,739	1,500	**4,239**
Profit/loss attributable to the group recognized in the consolidated income statement	-16	-19	**-35**
Profit/loss attributable to the group recognized in the consolidated comprehensive income	-19	0	**-19**
Carrying amounts as of 30 June 2019	**2,704**	**1,481**	**4,185**

By agreement dated 24 April 2019, the Group acquired 20% of the shares in Cadline Limited, Staines-Upon-Thames/England (hereinafter: Cadline). Cadline is an established and renowned reseller of software products for the construction sector in Great Britain and the Netherlands, with more than 30 years of experience and 30,000 users in this sector. As part of the MTWO implementation strategy, Cadline will focus on the distribution of the MTWO solution.

The company deltus 32. AG, Frankfurt, which was previously not consolidated due to its immateriality, was renamed SGTWO AG, Stuttgart, (hereinafter: SGTWO) in the reporting period and included in the consolidated financial statements as a joint venture (50%) according to the equity method. SGTWO combines Saint-Gobain‘s expertise in innovative building solutions with RIB‘s 5D-BIM and AI technologies. The aim of the joint venture is to improve modular construction and planning quality through an enhanced 5D-BIM solution.

12. ACQUISITION OF NON-CONTROLLING INTERESTS

In April 2019, the Group acquired an additional 24% stake in Datengut GmbH. This increased the stake from 51% to 75%. The carrying amount of the net assets of Datengut in the Group at the acquisition date was € 5,720 thousand.

figures in € thousand	
Carrying amount of non-controlling interests acquired	1,373
Purchase price paid for non-controlling interests	-3,722
Decrease in equity of the owners of the parent company	**-2,349**

13. SEGMENT INFORMATION

In 2019, segment reporting was adjusted and simplified to reflect business development. The Group reports the two segments iMTWO and xYTWO:

The reporting segment **iMTWO** comprises our software business and is further subdivided into the business segments ARR, NRR and Services.

The reporting segment **xYTWO** comprises the operation of web-based platforms for the electronic mapping of business processes. The reporting segment comprises the two business segments xTWO (E-commerce) and YTWO (SCM).

Revenues are divided into **recurring revenues (ARR)** and **non-recurring revenues (NRR)**. The ARRs are Cloud, Support and Managed Services revenues. The NRR includes license revenues as well as service revenues and E-commerce revenues.

The revenues and results of the Group's reporting segments are presented below:

	6 months 2019		
Figures in € thousand	iMTWO	xYTWO	Total
Revenue, external	**87,539**	**5,008**	**92,547**
SW-ARR	**51,543**	**292**	**51,835**
Cloud	24,830	292	25,122
Support	21,483	-	21,483
Managed Services	5,230	-	5,230
SW-NRR	**19,413**	**0**	**19,413**
Licenses	19,413	-	19,413
Services	**16,583**	**-**	**16,583**
E-commerce	**0**	**4,716**	**4,716**
Production costs	**-41,623**	**-5,789**	**-47,412**
SW-ARR	-20,261	-1,497	-21,758
SW-NRR	-7,134	-	-7,134
Services	-14,228	-209	-14,437
E-commerce	-	-4,083	-4,083
Research and development expenses	**-9,130**	**-105**	**-9,235**
SW-ARR	-4,465	-105	-4,570
SW-NRR	-4,665	-	-4,665
Services	-	-	0
E-commerce	-	-	0
Distribution and marketing costs	**-19,227**	**-782**	**-20,009**
General administrative expenses	**-9,143**	**-569**	**-9,712**
Other operating income and expenses	**2,043**	**-17**	**2,026**
EBIT segment	**10,459**	**-2,254**	**8,205**
Financial result			485
thereof profit shares from investments accounted for using the equity method	-16	-19	-35
Income taxes			-4,129
Consolidated net profit			**4,561**
EBITDA segment	**22,025**	**-559**	**21,466**
EBITDA-margin	25.2%	-11.2%	23.2%
Other segment information:			
Amortisation and adjustments	**11,566**	**1,695**	**13,261**

	6 months 2018		
Figures in € thousand	iMTWO	xYTWO	Total
Revenue, external	**57,887**	**4,543**	**62,430**
SW-ARR	**27,709**	**0**	**27,709**
Cloud	7,253	-	7,253
Support	20,440	-	20,440
Managed Services	16	-	16
SW-NRR	**17,491**	**0**	**17,491**
Licenses	17,491	0	17,491
Services	**12,687**	**-**	**12,687**
E-commerce	**0**	**4,543**	**4,543**
Production costs	**-21,215**	**-3,901**	**-25,116**
SW-ARR	-5,066	-	-5,066
SW-NRR	-6,280	0	-6,280
Services	-9,869	0	-9,869
E-commerce	-	-3,901	-3,901
Research and development expenses	**-7,690**	**0**	**-7,690**
SW-ARR	-3,778	-	-3,778
SW-NRR	-3,912	-	-3,912
Services	-	-	0
E-commerce	-	-	0
Distribution and marketing costs	**-10,497**	**-634**	**-11,131**
General administrative expenses	**-6,076**	**-281**	**-6,357**
Other operating income and expenses	**334**	**316**	**650**
EBIT segment	**12,743**	**43**	**12,786**
Financial result			-1,881
thereof profit shares from investments accounted for using the equity method	0	-1,936	-1,936
Income taxes			-4,074
Consolidated net profit			**6,831**
EBITDA segment	**18,677**	**119**	**18,796**
EBITDA-margin	32.3%	2.6%	30.1%
Other segment information:			
Amortisation and adjustments	**5,934**	**76**	**6,010**
Carrying amount of participation in the former joint venture YTWO accounted for using the equity method	**0**	**30,477**	**30,477**

The Managing Directors as the chief operating decision-makers do not request submission of any regular details of segment assets and segment liabilities.

Geographic information

Revenues by region (based on customer locations) are analyzed below:

Figures in € thousand	6 months 2019	6 months 2018
EMEA (Europe, Middle East and Africa)	61,433	48,641
APAC (Asia and Pacific region)	16,908	5,773
North America	14,206	8,016
Total revenue	**92,547**	**62,430**

14. FINANCIAL INSTRUMENTS - FAIR VALUE

Classifications and fair values

The following table shows the book values and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not contain any information on the fair value of financial assets and financial debts that are not assessed at fair value if the book value is an appropriate approximation of the fair value.

I. Financial assets

Figures in € thousand			Fair value			
Business model	**Hold**	**Hold and Sell**	**Level 1**	**Level 2**	**Level 3**	**Total**
As of 30 June 2019						
Measured at fair value through profit or loss						
Cash market and investment funds	-	85	85	-	-	85
Corporate Bonds	-	16	16	-	-	16
Total	**-**	**101**	**101**	**-**	**-**	**101**
Measured at amortized cost						
Trade receivables	39,212	-	-	-	-	-
Other receivables	8,922	-	-	-	-	-
Time deposit	21,807	-	-	-	-	-
Other financial assets	398	-	-	-	-	-
Cash and cash equivalents	164,039	-	-	-	-	-
Total	**234,378**	**-**	**-**	**-**	**-**	**-**

Figures in € thousand			Fair value			
Business model	**Hold**	**Hold and Sell**	**Level 1**	**Level 2**	**Level 3**	**Total**
As of 31 December 2018						
Measured at fair value through profit or loss						
Cash market and investment funds	-	86	86	-	-	86
Corporate Bonds	-	1	1	-	-	1
Total	**-**	**87**	**87**	**-**	**-**	**87**
Measured at amortized cost						
Trade receivables	37,773	-	-	-	-	-
Other receivables	1,515	-	-	-	-	-
Time deposit	32,907	-	-	-	-	-
Other financial assets	284	-	-	-	-	-
Cash and cash equivalents	205,245	-	-	-	-	-
Total	**277,724**	**-**	**-**	**-**	**-**	**-**

II. Financial liabilities

	Carrying amount	**Fair value**			
Figures in € thousand		**Level 1**	**Level 2**	**Level 3**	**Total**
As of 30 June 2019					
Measured at fair value through profit or loss					
Derivatives	6,789	-	-	6,789	6,789
Measured at amortized cost					
Trade payables	13,455	-	-	-	-
Other financial liabilities	11,571	-	-	-	-
Bank loans*	5,242	-	-	-	-
Leasing liabilities	9,904				
Other liabilities**	916	-	-	-	-
Total	**47,877**	**-**	**-**	**6,789**	**6,789**

*Banks loans have a remaining term of 13 years and are to be repaid in equal quarterly instalments.

**This item does not include other liabilities in the amount of € 8,714 thousand, which are not financial liabilities.

	Carrying amount	Fair value			
Figures in € thousand		Level 1	Level 2	Level 3	Total
As of 31 December 2018					
Measured at fair value through profit or loss					
Derivatives	6,613	-	-	6,613	6,613
Measured at amortized cost					
Trade payables	10,137	-	-	-	-
Other financial liabilities	5,340	-	-	-	-
Bank loans*	5,200	-	-	-	-
Other liabilities**	108	-	-	-	-
Total	**27,398**	**-**	**-**	**6,613**	**6,613**

*Banks loans have a remaining term of 13 years and are to be repaid in equal quarterly instalments.

**This item does not include other liabilities in the amount of € 10,915 thousand, which are not financial liabilities.

Determination of the fair values

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments:

Level 1:

fair values measured based on quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2:

fair values measured based on valuation techniques for which any inputs which have a significant effect on the recorded fair value are not observable, either directly or indirectly

Level 3:

fair values measured based on valuation techniques for which any inputs which have a significant effect on the recorded fair value are not observable, either directly or indirectly

In determining the time when re-groupings are to be deemed to have occurred between different levels, we refer to the date of the event or the change in the circumstances that caused the regrouping.

The financial liabilities measured at fair value are derivative financial liabilities from company acquisitions.

The derivatives assigned to level 3 relate to liabilities from option agreements in connection with the acquisitions of RIB SAA, IMS and ICS.

In the financial year 2015, the Group acquired 75% of the shares in **RIB SAA**. At the same time, mutual call and put option agreements were concluded with the sellers regarding the transfer of the outstanding shares of 25%. The writer position under the put option agreement results in a financial liability for the Group with a fair value of € 2,632 thousand as calculated at the time of acquisition. Of this amount, a partial amount of € 1,582 thousand was allocated to the company acquisition and a partial amount of € 1,050 thousand to a separate transaction in the form of a compensation agreement.

Based on our updated calculations, we assume that the operating profit after taxes of RIB SAA at the time of the option will be in the range of between approx. € 0.7 million and approx. € 1.0 million. Taking into account the estimated probabilities of the occurrence of alternative future scenarios and the contractual upper and lower price limits, we assume that, at the date of the option, a purchase price of € 3,068 thousand will be payable for the currently outstanding 25% of the shares. Of this, a partial amount of € 1,797 thousand is attributable to the company acquisition. This financial liability is measured by discounting this partial amount to the balance sheet date using a term-appropriate, risk-adjusted interest rate of 1.25%. The personnel expenses attributable to the reporting period amount to € 109 thousand. The compounding of financial liabilities resulted in an interest expense of € 19 thousand.

The Group acquired 80% of the shares in **IMS** Gesellschaft für Informations- und Managementsysteme mbH (hereinafter: IMS) by way of a purchase and assignment agreement dated 27 July 2018.

Additional agreements have been made in the share purchase agreement regarding the acquisition of the outstanding shares of 20%. Accordingly, the Group has a purchase option for the remaining shares and the sellers have been granted a put option. For both options, the exercise price is calculated according to a contractually agreed formula as the multiplier of the average EBITDA of IMS in fiscal years 2020 and 2021. In addition, a price floor and upper limit have been agreed so that the exercise price of the option will range between € 1,600 thousand and € 3,200 thousand. The exercise price for this option can be paid in cash, in treasury shares or a combination of both, at the Group‘s discretion.

A financial liability of € 2,333 thousand was recognized for the written put option. The financial liability is measured by discounting the expected exercise price of € 2,408 thousand at the balance sheet date using a risk-commensurate interest rate of 0.85% commensurate with the term to maturity. The compounding of the financial liability results in an interest expense of € 6 thousand. The expected value of the purchase price obligation was determined taking into account the estimated probabilities of occurrence of alternative future scenarios as well as the contractual lower and upper price limits.

By agreement dated August 22, 2018, the Group acquired 40% of the shares in Integrated Computer Systems Support, Inc., Redmond/USA, (hereinafter: **ICS**). In addition, the Group is contractually obliged to acquire the outstanding 60% of the shares within a period of 36 months. The outstanding shares may be acquired at any time during this period at our discretion.

On the basis of our calculations, we assume that the purchase price for the acquisition of the outstanding shares will amount to approximately € 1,376 thousand. It is calculated according to a contractually agreed formula as a multiplier of the EBITDA of ICS for the past twelve months until the end of the month preceding the share purchase. In addition, a lower and upper price limit has been agreed so that the exercise price of the option will range between € 1,310 thousand (approx. USD 1,500 thousand) and € 2,620 thousand (approx. USD 3,000 thousand). Of the purchase price, a partial amount of up to € 1,747 thousand (approx. USD 2,000 thousand) is to be paid by transferring liquid funds. Any remaining amount may be paid in cash, in treasury shares or a combination of both, at the discretion of the Group.

The financial liability was valued at € 1,401 thousand as of the balance sheet date by discounting the expected purchase price to the balance sheet date using a risk-commensurate interest rate of 0.85% commensurate with the term to maturity and an offsetting effect from currency translation as of 30 June 2019. The expected value of the purchase price obligation was determined taking into account the estimated probabilities of occurrence of alternative future scenarios and the contractual price caps and floors.

For a description of the techniques used in the assessment of this liabilities as well as the input factors used in the calculation of the fair values, please refer to our explanations in section (38) in the consolidated financial statement as of 31 December 2018.

In the reporting period, there were no transfers between levels one and two and no transfers into or out of level three.

The financial liabilities valued at fair value developed as follows in the reporting period:

Figures in € thousand	2019
As of 1 January	**6,613**
Changes with effect on profits	
Expenses from the subsequent valuation of purchase price liabilities (other operating expenses)	32
Personnel expenses from the accumulation of purchase price liabilities (production costs)	108
Expenses from the interest accrued on purchase price liabilities (finance expenses)	36
	176
As of 30 June	**6,789**

Material valuation parameters were subjected to a sensitivity analysis for measuring the financial liabilities on level three. The calculations carried out for this purpose by the Group were undertaken separately for the valuation parameters classified as material. An increase or decrease in the material assumptions would have had the following effects on the carrying amounts of the financial liabilities on level three of € 6,789 thousand:

Figures in € thousand	Sensitivity	Carrying amount
Discounting interest rate used for the discounting period	+ 1 %-point	6,643
Discounting interest rate used for the discounting period	- 1 %-point	6,933
Growth rate in the budgeted revenues in the budget period	+ 10.0 %	7,043
Growth rate in the budgeted revenues in the budget period	- 10.0 %	6,508

15. ACCOUNTING FOR LEASES IN ACCORDANCE WITH IFRS 16

As of June 30, 2019, rights of use amounting to € 10,897 thousand were recognized in the consolidated balance sheet. This was offset by lease liabilities of € 9,948 thousand recognized under current and non-current financial liabilities.

In contrast to the previous disclosure of expenses from operating leases, depreciation on rights of use and interest expenses from the compounding of the lease liability have been recognised since the beginning of the financial year. Depreciation in the first half of 2019 amounted to € 2,355 thousand, the interest component to € 81 thousand. As a result of the change described, the cash inflow from operating activities increased by € 3,171 thousand and the cash outflow from financing activities decreased by € 3,171 thousand. Retained earnings increased by € 819 thousand as a result of the first-time application of IFRS 16 as of January 1, 2019.

16. DIVIDENDS

At the Annual General Meeting on 15 May 2019, the dividend proposal of € 0.18 per share was adopted and € 8,644 thousand was distributed to shareholders. A dividend of € 0.18 per share was paid in the previous year.

17. TREASURY SHARES

In the period from January 1, 2019 to March 31, 2109, the Company repurchased a total of 1,314,000 treasury shares. The repurchase took place within the price range set by the Administrative Board of € 8.88 to € 15.00 per share. The total acquisition costs amounted to € 15,817 thousand. 106,272 treasury shares were used to increase the stake in Datengut.

18. MATERIAL EVENTS AFTER THE BALANCE SHEET DATE

In July 2019, the Group acquired a 15% interest in the Winjit Group (hereinafter: Winjit), together with its parent company Winjit Technologies Private Limited, Nashik/India. The investment volume for the acquisition of the stake amounts to approximately € 1.8 million. In addition to the acquisition of the 15% stake, call options have been agreed which give the Group the right to increase its stake in Winjit in several steps up to 100% in the period until 2023. If the Group exercises its option rights, the option prices will be based on the respective enterprise value of Winjit, which will be calculated using a multiplier method based on Winjit‘s results.

Winjit is an AI platform engineering company that has developed and implemented technologically innovative AI solutions, including use cases with complex machine learning, computer vision with neural networks, and distributed deep learning platforms. The products and expertise of Winjit's staff are a valuable addition to the RIB Group's existing software solutions and competencies. Our involvement in Winjit also gives us the opportunity to build a global, India-based IT delivery center.

DECLARATION OF THE LEGAL REPRESENTATIVES

‘’We hereby confirm that to the best of our knowledge, the interim consolidated financial statements give a true and fair view of the net assets, financial position and results of operations of the Group and the interim Group management report gives a true and fair view of the business performance, including the results of operations and the situation of the Group, and describes the main opportunities and risks and anticipated development of the Group in the remaining financial year, in accordance with the applicable framework for interim financial reporting.”

Stuttgart, 31 July 2019

RIB Software SE

The Managing Directors

Thomas Wolf Michael Sauer Mads Bording Rasmussen

FURTHER INFORMATION

The Interim Report and all information contained therein are unaudited.

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Translation of the original German version:
The English version of the Interim Report is a translation of the original German version; in the event of variances, the German version shall take precedence over the English translation.

FINANCIAL CALENDAR 2019

30 April 2019	15 May 2019
Quarterly Statement (January - March 2019) Analyst Conference Call	Annual General Meeting

31 July 2019	30 October 2019
Interim Report (January - June 2019) Analyst Conference Call	Quarterly Statement (January - September 2019) Analyst Conference Call

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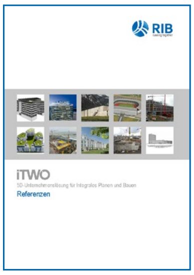
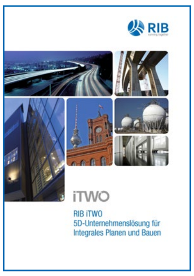
Internet: **www.rib-software.com/en/group/career/**

Product information and References





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