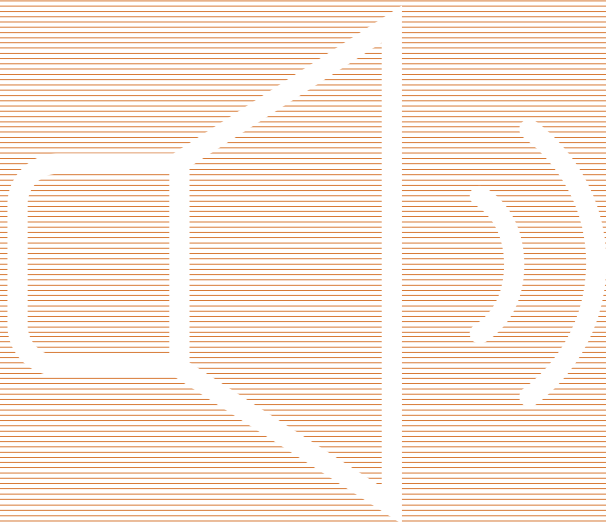
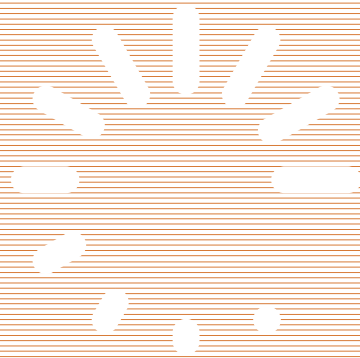




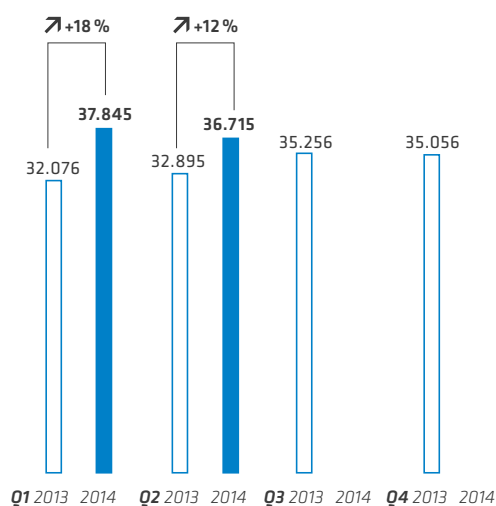
Developing adesso



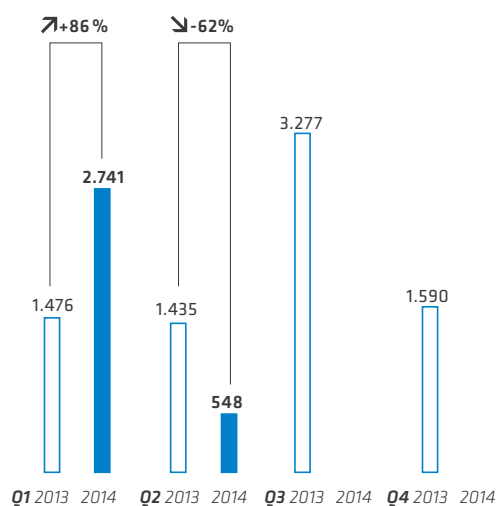
KEY FIGURES

<i>in EUR k</i>	<i>1st HY 2014</i>	<i>1st HY 2013</i>	<i>Change</i>	<i>in %</i>	<i>Q1/2014</i>	<i>Q2/2014</i>	<i>Q2/2013</i>
PROFIT SITUATION							
Sales revenues	74.560	64.971	9.589	15	37.845	36.715	32.895
domestic	61.520	53.935	7.585	14	31.262	30.258	27.150
foreign	13.040	11.036	2.004	18	6.583	6.457	5.745
EBITDA	3.289	2.911	378	13	2.741	548	1.435
EBITDA margin (in %)	4,4	4,5	-0,1	-2	7,2	1,5	4,4
Consolidated earnings	952	1.153	-201	-17	1.269	-317	439
BALANCE SHEET							
Balance sheet total	73.443	72.788	655	1	79.507	73.443	72.788
Equity	35.780	34.567	1.213	4	37.253	35.780	34.567
Equity ratio (in %)	48,7	47,5	1,2	3	46,9	48,7	47,5
Liquid assets	12.320	13.265	-945	-7	18.481	12.320	13.265
Netto-Cash position	7.931	6.744	1.187	18	13.653	7.931	6.744
EMPLOYEES							
Employees (FTE)	1.289	1.134	155	14	1.233	1.289	1.134
domestic	1.164	1.024	140	14	1.115	1.164	1.024
foreign	125	110	15	14	118	125	110
Gross profit /Employees	105	105	0	0	110	101	105
SHARE							
Number	5.763.327	5.747.716	15.611	0	5.763.327	5.763.327	5.747.716
Price at the end of the period (in EUR)	13,50	7,60	5,90	78	11,00	13,50	7,60
Market capitalisation at the end of the period (in EUR m)	77,8	43,7	34,1	78	63,4	77,8	43,7
Earnings per share (in EUR)	0,12	0,19	-0,07	-39	0,20	-0,08	0,06

GROWTH IN SALES (per quarter)

in EUR k

EBITDA-DEVELOPMENT (per quarter)

in EUR k

MISSION STATEMENT

aadesso optimises companies' core business processes with the targeted use of information technology. we offer customers expert consulting based on our in-depth industry knowledge and use our technical knowhow to develop customised software solutions. for a defined set of operational tasks adesso provides innovative solutions and products.

As an interdependent partner, we aim to help our customers make the most of their business potential while retaining flexibility in the future.

DEVELOPING ADESSO

aadesso continues to significantly invest in the future and is working intensively with employees, customers and partners on the company's development. Complementary to its core business adesso is becoming more and more a solution provider in specialised domains.

aadesso strives to recognise potential for innovative IT solutions and completely new business models, opening doors to new market segments.



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INVESTOR RELATIONS

The Share

First half of the trading year 2014 – General Conditions

After impressive growth in the previous two years, the German lead index DAX achieved a further increase of 3 % in the first half of 2014 compared to the end of the year, to the level of 9,833 points. The performance of the TecDAX was significantly better, rose by 12 %. The MDAX achieved growth of 1 % during the same period. All of the indices were able to set new all-time highs in the first six months of 2014. Equity investments remain popular due to consistently low interest rates and high levels of liquidity. While the sovereign debt crisis in the eurozone continues to create an uneven picture across individual countries, investors now see the risks facing Europe as a whole more positively. However, that did not prevent stock market volatility from increasing even further from the previous year's high level. The conflicts in Ukraine and the Middle East, and a significant cooling of East-West relations, substantially weakened the outlook from the second quarter.

Development of the adesso Share

adesso's shares performed very well in the first half of the year, gaining 28 % on their closing price from the previous year, outperforming the TecDAX by 16 percentage points. On 30 June 2014 the share closed at EUR 13.50, after having set a new high of EUR 14.49 on 12 May 2014.

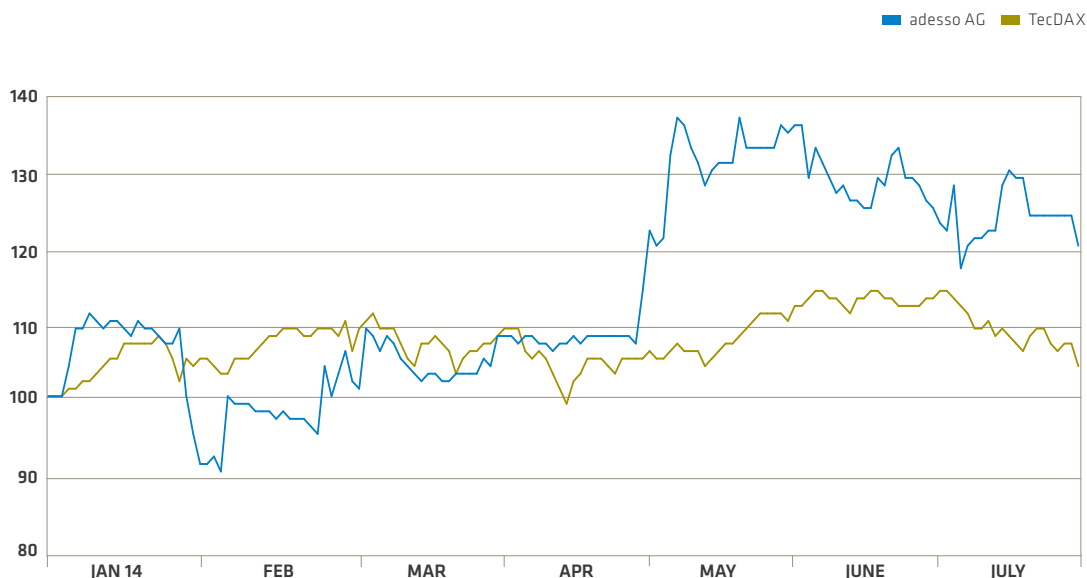
After a dynamic start to the year and a temporary increase of 11 %, the share price fell 21 percentage points from the end of January, reaching a half-year low of EUR 9.50 on 4 February 2014. This was the result of the announcement that the company's earnings could be hit by the premature termination of a key Austrian project. A number of investors took advantage of the temporary low by purchasing adesso shares. As a result of comparatively high trading volumes, the share price quickly recovered, reaching its level from the beginning of the year in a matter of

days. The share price received further positive impetus from the publication of the company's provisional financial statements at the beginning of March. They showed that adesso had achieved its forecast earnings and raised the possibility of an increased dividend. At this time, the share price was EUR 11.48, an increase of 9 % over the closing price in the previous year while the TecDAX achieved an increase of 10 %. Until the beginning of May, the company's share price developed largely in line with the TecDAX. However, adesso's subsequent presentation at a capital markets conference led to an increase in trading and price rises. Investors were positively surprised by the provisional quarterly figures published on 9 May 2014, leading to a 14 % increase in the price of the company's shares reaching a half-year high within the space of two days' trading of which an increase of 9 percentage points was achieved on the day of publication. At that time, adesso's share price had increased by 37 %, while the TecDAX had achieved an increase of just 7 %. Without further positive impetus, and as a result of profit taking, the adesso share then lost the ground it had previously made, losing 21 percentage points by the end of June, while the positive outlook of some of the index' biggest names led to further increases in the TecDAX. As at 30 June 2014, adesso's shares still had a lead of 16 percentage points against the benchmark index.

adesso's market capitalisation therefore increased considerably in the first half of 2014, from EUR 60.8 million at the end of 2013 to EUR 77.8 million. The average monthly volume of adesso shares traded in the first half of the year was EUR 1 million, an increase of 21 % in trading volume compared to 2013 as a whole. In the first half of the year, an average of 3,903 shares were traded each day, a drop of 11 % compared to 2013. On average, the number of shares traded per month amounted to 81,306.

Market sentiment deteriorated at the beginning of the second half of the year, primarily due to the expected economic effects of the worsening relationship between Russia and the West, and the possibility of interest rate increases. The price of adesso's shares was unable to fully avoid the significant decreases

DEVELOPMENT OF THE ADESSO SHARE COMPARED TO THE TECDAX

indexed

affecting the rest of the market even after taking into account that a number of investors took advantage of the price decrease to buy adesso shares. Against the backdrop of a falling market, this led to countervailing development in the price of the company's shares until mid-July. While on 31 July the DAX and MDAX were below their closing levels from 2013, the TecDAX had made a gain of 4 % and adesso's share price had risen by 20 %.

Capital Measures

In July, share capital increased by 0.4 % from EUR 5,763,327 to EUR 5,786,425 after stock options from the company's stock option programme were exercised.

Dividends

The Annual Shareholders' Meeting of 26 May 2014 approved the proposal of the Executive Board and Supervisory Board regarding the appropriation of net income and distributed a higher dividend of EUR 0.21 per share, an increase of 17 %. That corresponds to a pay-out ratio of 44 %,

based on consolidated net income (previous year: 149 %). The dividend was credited to shareholders' custodian accounts from 27 May 2014. The dividend yield amounted to 2.0 % based on the 2013 closing share price.

Shareholder Structure

The largest shareholder of adesso AG, with 29.7 % of the voting rights, is Prof Dr Volker Gruhn, who holds his shares indirectly via the Setanta GmbH investment company. Prof Dr Volker Gruhn is the Chairman of the Supervisory Board of adesso AG and its co-founder. The other co-founder, former member of the Executive Board Rainer Rudolf, who has been a member of the Supervisory Board since 2013, holds the second-largest share of the voting rights – 18.9 %. adesso AG's Supervisory Board holds 48.9 % of the company's share capital, while its Executive Board holds 1.9 % of the share capital. The majority of the assigned voting rights, 81.1 %, are held by private investors. A further 5.8 % are held by institutional investors. The remaining 13.1 % of the company's shares cannot be clearly assigned to a specific class of

investor. According to Deutsche Börse AG's definition, the free float is 36.4 %. This figure has increased by a total of 0.3 percentage points compared to the value as at 31 December 2013. The reason for the increase is the exercising of options from the company's stock option programme.

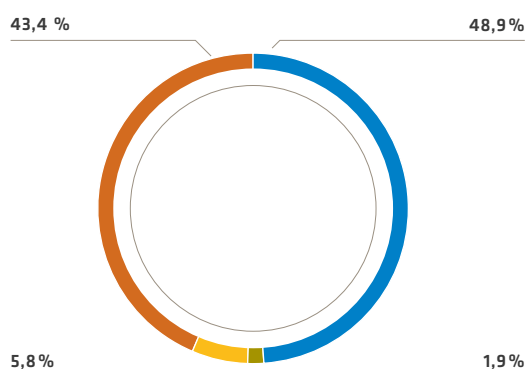
Investor Relation Activities

Our investor relations activities are dedicated to active communication and ensure that our business activities are transparent. We not only strive to offer ultimate transparency and readily available access to information, but also actively seek dialogue with institutional and private investors, analysts and the financial press. In doing so, we regularly present the development of the company in the course of one-to-one meetings or roadshows. We also take advantage of numerous investor conferences to present adesso AG and enhance our contact to the capital market.

In the first half of 2014, adesso AG and its equity story was presented at three capital markets conferences in Germany. Relations with analysts and professional investors were also strengthened in numerous one-to-one meetings. Two further conferences are planned in the second half of 2014. adesso will again be presented at the German Equity Forum (Eigenkapitalforum) in Frankfurt/Germany in 2014, a privilege usually reserved for companies listed in the Prime Standard. A roadshow with investor meetings in Luxembourg is also planned in September.

SHAREHOLDERS

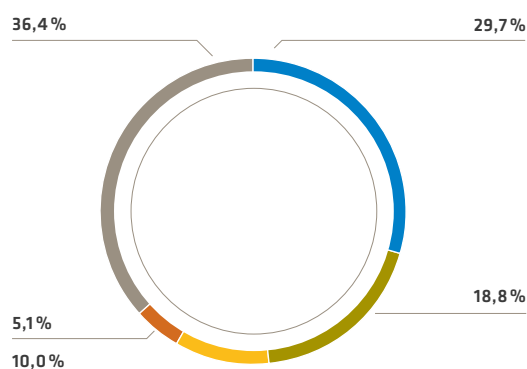
in %



■ Supervisory Board ■ Executive Board
■ Institutional Investors ■ Other

SHAREHOLDER STRUCTURE

in %



■ Prof. Dr. Volker Gruhn (Setanta GmbH)* ■ Rainer Rudolf*
■ Ludwig Fresenius ■ Michael Hochgürtel (MIH GmbH) ■ Freefloat
* Supervisory Board (Chairman)

Analyses/ Research

Since May 2012, adesso AG's shares have been regularly assessed through studies and updates by WGZ BANK AG and since May 2013 also by the independent analysts of SMC Research. The latest analyses were published in August and May 2014. Both gave adesso's shares a "buy" rating (WGZ Bank, 12 August 2014: price target EUR 16.50 / SMC Research, 19 May 2014: price target EUR 15.70).

Since the beginning of 2011, trading of the adesso share has been supported by Close Brothers Seydler Bank AG, the designated sponsoring market leader.

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GROUP MANAGEMENT INTERIM REPORT

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GROUP PRINCIPLES

Business Model, Targets and Strategies

In the first half of 2014, the strategy remained largely unchanged compared to the disclosures in the Annual Report as at 31 December 2013 and continued to be pursued. The company's structure and organisation did not change materially in the first half of the year, with the exception of the changes stated in "Investments and company acquisitions". There were no personnel changes to the Executive Board.

Employees, Structure and Management System

In the first half of 2014, the company's structure and management systems remained largely unchanged as compared to the disclosures in the printed Annual Report as at 31 December 2013 (page 40). Changes pertaining to headcount and the basis of consolidation are detailed in the "Economic Report" and/or the "Consolidated Notes".

Research and Development

Research and development costs are immaterial in relation to Group expenses. The company does not have a separate research and development department.

For further details, please refer to the Group management report of 31 December 2013 (printed Annual Report, page 39) which remain unchanged in the reporting period.

ECONOMIC REPORT

Macroeconomic Climate and Industry-specific Conditions

In its spring forecast, issued in mid-April, the German federal government stuck to its earlier prediction of 1.8 % annual growth in GDP in 2014, rising to 2.0 % in 2015, reflecting the view that the German economy is in a period of solid growth. Following strong economic growth in the first quarter of 2014, which was 0.8 % higher than in the same period in the previous year, negative growth of 0.2 % in the second quarter was a setback. However, the German Federal Ministry of Economics and Technology does not see this as a change in the economic trend, instead blaming the development on temporary special effects.

With growth of 0.5 % in the first quarter, the Swiss economy continued its relatively robust development – compared to other national economies – in the spring of 2014. Although the Swiss State Secretariat for Economic Affairs (SECO) continues to assume that positive economic development in Switzerland will stabilise and accelerate before 2015, its projections for the year as a whole have already been revised downwards slightly twice, compared to the previous assessment in December 2013. Due to the continued cautious development of exports, the latest forecast, from June, predicts growth of 2.0 % for 2014, rather than 2.3 %, and 2.6 % in 2015, rather than 2.7 %.

In the first quarter, Austria's economy grew by just 0.2 %, and seems to have subsequently settled at this level. Compared to forecasts made at the end of February, the outlook for year as a whole has also been revised downwards. On the basis of forecasts published by the Austrian Institute of Economic Research (WIFO) and the Institute for Advanced Studies (IHS), the Austrian Federal Ministry of Economics, Family and Youth is now anticipating Austrian GDP growth of 1.4 % to 1.5 % in 2014 and between 1.5 % and 1.9 % in 2015.

Although annual economic forecasts have deteriorated in the first six months of the year, according to the spring forecast issued in March by the industry association BITKOM, the IT market in Germany will continue to develop far more positively than the economy as a whole in 2014. It predicts that the German market for information technology will grow by 2.9 % (previous year: 1.5 %). The IT services segment, which is particularly relevant to adesso, is expected to grow by 3.2 % (previous year: 1.6 %) while growth of 5.3 % (previous year: 4.9 %) is expected in the software segment.

Meanwhile, at the end of May, analysts from IDC reduced their forecasts for global IT spending growth from 4.6 % to 4.1 %. Their reasons included the crisis in Ukraine, macroeconomic insecurity in many emerging markets and unexpectedly low growth in the mobile sector.

Although the positive economic outlook for the markets relevant to adesso has deteriorated somewhat, overall economic and industry-specific conditions affecting the company's development in the first half of the year were still seen rather positively.

Business Performance

adesso Group's year-on-year sales increased by 15 % or EUR 9.6 million in the first half of 2014, to EUR 74.6 million. All growth was generated organically. In Germany, the company increased its business activities in the IT services segment which experienced significantly higher growth than the market as a whole. That was achieved by increased sales to important existing customers and the acquisition of a large number of new customers. Business with insurance companies and banks, which is particularly important to adesso, increased. There was also a leap in sales to public sector clients. Increased activity in the automotive sector and major contracts from customers such as TÜV Rheinland and ista also generated growth beyond adesso's core industries. However, business in the energy and water management industries declined as a result of the ongoing difficult situation in the German energy supply market.

Additional growth was achieved through the extension of the company's product portfolio. It grew to include products for the outsourcing of business processes relating to the initial handling of insurance claims (HCM) and additional adesso hosting services. No significant growth has yet been achieved by the adesso Transformer, a system for the highly-automated transformation of existing applications. Sales in the area of enterprise mobility grew by 36 %, again significantly outperforming other segments. The e-commerce segment has also made a contribution to increased sales revenue.

International sales increased by 18 % or EUR 2 million due to the internationalisation of the IT solutions segment. Two larger licenses for the FirstSpirit content management system were sold in the USA in the first half of the year (previous year: none) while the largest individual license revenue since 2011 was generated in the Netherlands in the first quarter. No increase in sales was achieved by our Swiss and Austrian software development and consultancy businesses. The team in Turkey grew to ten employees who are working on a number of small software development contracts and are also involved in a development project in Germany.

The average achievable prices for the adesso Group's products and services remained largely stable or increased due to inflation.

In the first half of the year, EUR 37.8 million in sales were generated in the first quarter and EUR 36.7 million in the second quarter. The low level of sales in the second quarter was due to the lower number of working days and reduced license income from adesso's own products. Total sales of EUR 74.6 million in the first half of the year exceeded the company's own expectations, although they were partly accounted for by increased sales through external service providers. Demand for high-quality IT development and consultancy services remains high in the markets served by adesso. Particularly in Germany, growing sales and the continuing increase in the number of employees gives adesso the perfect platform to profit from that demand.

While the development of the company's business is positive in terms of volume and content, it has so far failed to produce a satisfactory positive effect on income.

Position

Earnings Situation

adesso Group achieved an operating result (EBITDA) of EUR 3.3 million in the first half of 2014, up 13 % on the previous year's figure of EUR 2.9 million. The EBITDA margin decreased slightly from 4.5 % in the first half of 2013 to 4.4 % in the reporting period. In the first half of 2013, EBITDA of EUR 2.7 million was generated in the first quarter and EUR 0.6 million in the second quarter. The fluctuation between the quarters matched the development of sales and was a result of the difference in the number of working days, high license income in the first quarter and increased costs in the second quarter, particularly those relating to projects and advance investment in new areas of business.

As in the previous year, investment in the internationalisation of products and the adesso Transformer, and establishing the Turkish subsidiary exerted downward pressure on earnings. In January, the Austrian subsidiary had to cease work on a major project, and the resulting under-utilisation meant it did not contribute to earnings, which were also negatively affected by the losses of gadiv GmbH.

The operating result of adesso AG, which is by far the biggest company in adesso Group, was EUR 0.5 million lower than in the previous year. The high proportion of sales had a negative effect on the margins of adesso Group in the first half of 2014. Utilisation is around 1 percentage point below its level in the previous year and project costs have risen. Particularly in the second quarter, costs increased due to a broad-based marketing campaign relating to adesso's New School of IT initiative and preliminary research relating to additional elements to be included in adesso insurance solutions, which are being developed as part of a comprehensive suite of solutions for insurance companies.

Earnings before taxes increased by 27 % to EUR 2.1 million (previous year: EUR 1.6 million). Consolidated earnings amounted to EUR 1.0 million (previous year: EUR 1.2 million), equating to earnings per share of EUR 0.12 (previous year: EUR 0.19).

Notes on individual items in the income statement

Other operating income amounted to EUR 0.7 million, down from EUR 1.2 million in the previous year. The decrease was, in particular, the result of lower grants for expenses. Company-produced assets of EUR 0.3 million relating to the in-house development of self-learning software for the highly efficient processing of insurance claims (HCM business model as described in the Annual Report as at 31 December 2013) were recognised in income (previous year: EUR 0.0 million). This development is scheduled to be completed in the third quarter of 2014.

The cost of materials, which primarily related to services from external providers purchased in the scope of customer projects, increased by 32 % to EUR 8.6 million, significantly exceeding the increase in sales (15 %). The gross margin therefore fell to 89 % (previous year: 90 %). The gross margin is not an actively managed key figure at adesso. The significant increase in sales with external clients in the reporting period reflects adesso's improved market position and the efforts of corporate customers to reduce the number IT providers they employ. Customers also increasingly require adesso to include third-party providers in its work. The percision services business unit has allowed adesso to maintain its professional positioning in this market environment. As an indicator of the value created by the company's employees, the 13 % increase in gross profit to EUR 66.0 million was not proportional to the growth in sales and was almost identical to the growth in employee numbers (growth in performance-relevant employee numbers: 12 %). Gross profit per employee, which is particularly relevant to operating margins, therefore maintained its annualised level of EUR 105 thousand.

Personnel costs, the most important cost item, rose by 13 % to EUR 49.6 million. The increase in personnel costs was proportional to gross profit. The average number of employees saw a year-on-year increase of 12 % to 1,253. Annual personnel costs per employee increased slightly year on year from EUR 78 thousand to EUR 79 thousand. The low 1 % increase in average personnel costs per employee is, among other things, due to low provisions for variable salary components. Other operating expenses increased by 8 % to EUR 14.1 million, below the rate of gross profit, and therefore made a positive contribution to margins.

Other operating expenses per employee decreased by 4 % to EUR 23 thousand annually. The absolute increase was due to the higher number of employees and resulting costs such as the leasing of additional office space, the rise in the number of company cars and travel expenses. The increase was typical for the business. The cost of recruitment remained at the high level seen in the previous year. adesso's recruitment costs in Germany alone included an unchanged EUR 0.7 million in external recruitment agency fees, in addition to internal costs.

Depreciation and amortisation of EUR 1.1 million (previous year: EUR 1.1 million) were comprised of EUR 0.6 million (previous year: EUR 0.7 million) in depreciation on property, plant and equipment such as factory and office equipment as well as EUR 0.2 million (previous year: EUR 0.5 million) in amortisation of intangible assets recognised within the scope of company mergers and EUR 0.2 million in amortisation of goodwill (previous year: none). Amortisation of intangible assets recognised within the scope of mergers has been decreasing continuously since the third quarter of 2012 as the last acquisition took place in spring 2012. In the following quarters, assets recognised within the scope of mergers were subject to full scheduled amortisation. Amortisation of goodwill was carried out with regard to the holding in gadiv GmbH, Much/Germany. The company's main customer has cancelled the product on which the company's business is largely based for the coming year and significantly reduced current contracts. Its business model needs to be amended rapidly.

Income from financing and investment activities remains unchanged at EUR -0.1 thousand. The financial result was primarily affected by income from the investment of free liquidity as well as interest expenses from acquisition loans. Interest rates remained very low on the asset side, compared to historical figures. Interest expenses decreased to EUR 92 thousand (previous year: EUR 156 thousand) as a result of lower financial liabilities and the higher proportion of newer, low-interest loans. Income from investment activities of EUR -54 thousand (previous year: EUR 5 thousand) relates to the investment in PSLife GmbH, which is no longer proportionally consolidated according to IFRS. Income tax expenses

totalled EUR 1.1 million (previous year: EUR 0.5 million). The effective tax rate of 54 % for the first half of 2014, calculated on the basis of earnings before taxes at EUR 2.1 million, is the result of a number of losses posted in earnings before taxes for which no deferred tax assets on usable tax loss carry-forwards had been established, particularly from international business.

Employees

Compared to the previous year, the total number of Group employees rose by 155, or 14 %, from 1,134 to 1,289 full-time equivalents. In the first half of 2014, the number of employees increased by 68 or 6 %. Due to the internationalisation of the IT solutions segment and the development of the adesso subsidiary in Turkey, the number of international employees increased from 115 to 125.

EMPLOYEE INDICATORS

	1st HY 2014	2013	1st HY 2013
Employees at year end	1,409	1,352	1,230
Full time equivalent (FTE) at the end of the period	1,289	1,221	1,134
Full time equivalent (FTE) average for	1,253	1,156	1,115
Sales per Ø FTE (in EUR k)	119	118	117
Gross profit per Ø FTE (annualized, in EUR k)	105	105	105
Personnel costs per Ø FTE (in EUR k)	79	76	78

Financial position and results of operations

As at 30 June 2014, equity decreased slightly by EUR 0.2 million from its 31 December 2013 level to EUR 35.8 million as a result of a EUR 1.2 million dividend payment and positive consolidated earnings of EUR 1.0 million. However, due to a reduction in total assets, the equity ratio increased slightly by 0.7 percentage points to 48.7 %. At the reporting date, cash and cash equivalents totalled EUR 12.3 million

(31 December 2013: EUR 21.6 million; previous year: EUR 13.3 million). The reduction in the first half of the year is in line with the development of cash and cash equivalents over a number of years and is primarily the result of the planned payment of variable salary components for the previous year, the payment of dividends in the amount of EUR 1.2 million and the payment patterns of major customers, which tend to pay an usually high proportion of their outstanding items at the end of the year. The financing and operating costs of our international business created additional expenses. Despite the 27 % increase in earnings before taxes, cash flow from operating activities amounted to EUR -5.4 million, compared to EUR -3.2 million in the previous year. That was the result of changes to net operating assets and, in particular, the increase in trade accounts receivable. Cash flow from investment activities amounted to EUR -1.1 million, compared to EUR -0.6 million in the previous year. The increase was largely due to the payment of EUR 0.1 million in capital for a newly-founded company, which was included in financial assets, and investment in the HCM software, which has been capitalised. Cash flow from financing activities was negative, amounting to EUR -2.9 million (previous year: EUR -4.2 million). That was the result of the repayment of loans totalling EUR 1.0 million, the dividend payment and the payment of

the earn-out and profit distribution amounting to EUR 0.6 million to the sellers of Arithnea GmbH. Compared to 30 June 2013, cash and cash equivalents decreased by EUR 1.0 million. As in previous years, cash and cash equivalents are expected to increase in the second half of the year on account of operating activities.

Trade accounts receivable increased by 29 % to EUR 32.0 million in the reporting period. This rise occurs regularly in the first half of the year and is due to the payment patterns of corporate customers, particularly at the end of the year. Receivables rose proportionately to sales, by 14 %, or EUR 3.9 million, compared to their level as at 30 June 2013. Customers' payment patterns remained largely unchanged.

Interest-bearing financial liabilities were reduced by EUR 1.0 million in the first half of the year, to EUR 4.4 million, as a result of the repayment of existing acquisition loans. As at the reporting date, net liquidity totalled EUR 7.9 million (31 December 2013: EUR 16.3 million) and is therefore EUR 1.2 million higher than in the previous year.

DEVELOPMENT OF LIQUIDITY

<i>in EUR k</i>	<i>30 June 2014</i>	<i>31 Dec 2013</i>	<i>30 June 2013</i>	<i>+/- 1st HY 2014</i>	<i>+/- compared to prior year</i>
Liquid assets	12,320	21,644	13,265	- 9,324	- 945
(-) Interest-bearing liabilities	4,389	5,356	6,521	- 967	- 2,132
(=) Net cash position	7,931	16,288	6,744	- 8,357	1,187
Net cash positions in relation to sales	5 %	12 %	5 %	- 7 %-pp.	+/- 0 %-pp.
Liquid assets	12,320	21,644	13,265	- 9,324	- 945
(+) Trade accounts receivable and receivables PoC	36,815	29,011	33,035	7,804	3,780
(-) Current liabilities	31,654	32,686	31,461	- 1,032	193
(=) Net cash position 2	17,481	17,969	14,839	- 488	2,642

Investments and company acquisitions

As in the previous year, investments in property, plant and equipment amounted to EUR 0.6 million and mainly comprised regular investments in factory and office equipment replacement and expansions such as IT equipment and furnishings. The company did not carry out any extraordinary or unusual investments in property, plant and equipment and there is no investment backlog. Investment volume will increase significantly in the second half of 2014 because the company is moving to new headquarters in Dortmund/Germany. The move to the purpose-built, leased premises will allow adesso to continue its present growth. Leasehold improvements including cabling, security systems, general technology and furniture will have to be made at a cost of approximately EUR 3 million. The investment was financed with a low-interest loan of EUR 2.2 million agreed after the reporting date with a period of three-to-five years and an average interest rate of 1.8 %.

No company acquisitions with a tangible effect on the net assets, financial position or results of operations took place in the reporting period. However, a company for the dedicated provision of specialists in the handling of insurance claims was founded within adesso Group. The company also participated, as a minority shareholder, in the founding of a further company for the provision of software development services to insurance companies, together with a third-party company. Additional information on the companies can be found in the "Consolidated Notes".

SUBSEQUENT EVENTS

No important events with a material effect on the adesso Group's net assets, financial position and results of operations have occurred since 1 July 2014.

FORECAST, OPPORTUNITIES AND RISK REPORTS

Forecast Report

The economic developments in Germany and Austria predicted by leading economists have been largely confirmed by events in the first half of 2014. The economies of particular importance to adesso, Germany, Austria and Switzerland, have developed positively, largely as a result of their strong domestic economies, and became more dynamic. Stabilisation of the eurozone in the wake of the sovereign debt crisis has led to a more positive economic environment in these already robust markets. New insecurities resulted from the Ukraine crisis and affected economic development from the second quarter onwards. Conflict in the Middle East and increasing East-West tension may have an additional negative effect on investor sentiment. The expected global recovery is muted, meaning there is currently little impetus for export growth. Despite the slight reported deterioration, adesso's full-year forecasts for 2014 for the overall economy and specific industries continue to apply largely unchanged after the first half of 2014. If the relationship between Russia and Europe and the USA continues to deteriorate, or if there is further escalation in the conflicts mentioned, that outlook could require rapid negative reassessment.

In the first half of 2014, business grew by 15 %, with sales continuing to increase far in excess of the market as a whole as the year progressed. Sales revenue in the first six months of 2014 was EUR 75 million, which is more than 50 % of the predicted total annual forecast – between EUR 144 million and

EUR 148 million. However, the share of sales with external clients has risen significantly. Predicted sales for 2014 have been increased to between EUR 153 million and EUR 158 million. Total operating earnings before interest, taxes, depreciation and amortisation (EBITDA) for the first half of 2014 were EUR 3.3 million, just 39 % of the lower value in the target range of EUR 8.5 million to EUR 9.0 million. Taking into account factors such as the significantly higher number of working days, the current level of capacity utilisation, the order situation and the expectation of increasing licence income in the second half of the year – from both the in-house high-end content management system FirstSpirit and solutions for the insurance industry (adesso insurance solutions) – the projected earnings forecast will be retained for the full year. Further improvement in the earnings of our Austrian subsidiary has been taken into account in this assessment. However, it seems unlikely the operating EBITDA margin will reach a level above the 6 % target for 2014.

A further increase in sales and improvement in operating results is expected in 2015.

Opportunities and Risk Report

adesso Group continued to establish and develop new areas of business and locations in the first half of 2014. These activities will provide additional growth opportunities. In addition to increased international engagement, they include establishing a new core industry and building up an in-house portfolio of products and solutions for the insurance industry. adesso is pursuing a clear strategy of organic growth. Most of the core industries serviced by adesso offer a wide range of prospects for growth. The company's own financial funds and existing loan agreements with banks also make it possible to carry out further acquisitions.

adesso is subject to a number of risks that could have a negative impact on financial development. They arise from its business activities, in view of the Group's increasing size and complexity and as a result of its increasing activities in foreign countries. Please refer to the explanations in the Group management report of 31 December 2013 for a description of all risks and the applied risk-management methods (printed Annual Report, starting on page 50). Group-wide risks from economic developments are explained in the forecast report of this interim report. The risk of military conflict and further deterioration of the relationship between Russia and Europe and the USA have increased, and present a real risk to the business activities of the adesso Group.

We did not identify any further material systemic risks in the first six months of financial year 2014, except those stated in the Annual Report 2013 and the forecast report of this interim report. As at the reporting date, one customer situation (previous year: two) in which additional project-related expenses have led, or will foreseeably lead, to disputed receivables on the part of adesso were of relevance. The additional costs could also lead to the termination of a project, which would, at least in the short term, lead to a significant reduction in capacity utilisation in Germany. The possible financial effects from this category of risk are, however, considered to be lower than at the same point in the previous year. The reduction in the net cash position compared to 31 December 2013 increases the financial risk profile. Overall, the company assesses the risks from operating activities as unchanged. The cost of the termination of a project in Austria was largely absorbed in the first half of 2014. In the USA, two important licence sales were made, which significantly reduced the risk of the latent unsaleability of FirstSpirit in the most important individual market. However, the risk relating to the attainment of sales targets in the area of licenses has risen. The sales pipeline for the second half of the year includes fewer opportunities for sales than at the same point in the previous year. The

significant leverage effect of income from licences on the development of earnings has led to increased risk with regard to the attainment of targets. We estimate the total risk profile of adesso Group to have risen slightly compared to 31 December 2013, taking into consideration the above-stated factors. The increased uncertainty with regard to the attainment of targets relating to license income in the second half of the year is a key factor in this regard. Additional risks not yet known to us, as well as risks that we do not currently deem to be material, could also have a negative effect on company developments. We do not expect, however, risks to occur that could pose a danger to the company as a going concern in the remaining months of the financial year.



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CONSOLIDATED BALANCE SHEET

OF ADESSO GROUP AS OF 30 JUNE 2014 ACCORDING TO IFRS

ASSETS

<i>in EUR k</i>	<i>30 June 2014</i>	<i>31 Dec 2013</i>	<i>1 Jan 2013</i>
CURRENT ASSETS			
Cash on hand and at bank	12,320	21,644	21,280
Trade accounts receivable	31,948	24,837	25,148
Receivables PoC	4,867	4,174	4,031
Receivables from income taxes	793	670	920
Financial assets	120	223	73
Other assets	1,832	1,456	1,063
	51,880	53,004	52,515
NON-CURRENT ASSETS			
Goodwill	12,992	13,191	13,970
Intangible assets	1,052	921	1,666
Property, plant and equipment	1,994	1,981	1,990
Equity method investments	144	78	75
Financial assets	346	379	451
Receivables from income taxes	37	37	49
Deferred taxes	4,998	5,538	5,756
Other assets	0	0	321
	21,563	22,125	24,278
TOTAL ASSETS	73,443	75,129	76,793

EQUITY AND LIABILITIES

<i>in EUR k</i>	<i>30 June 2014</i>	<i>31 Dec 2013</i>	<i>1 Jan 2013</i>
CURRENT LIABILITIES			
Financial liabilities	1,640	2,567	4,482
Trade accounts payable	6,102	5,469	4,999
Liabilities PoC	1,874	1,794	2,148
Liabilities from income taxes	232	540	1,660
Provisions	2,540	3,034	3,086
Other current liabilities	19,266	19,283	17,220
	31,654	32,687	33,595
NON-CURRENT LIABILITIES			
Financial liabilities	2,854	3,524	5,877
Pensions and similar liabilities	695	690	697
Provisions	1,284	1,007	676
Other non-current liabilities	228	283	383
Deferred tax liabilities	948	894	1,102
	6,009	6,398	8,735
EQUITY			
Subscribed capital	5,763	5,763	5,748
Capital reserve	10,482	10,473	11,457
Other retained earnings	16,835	15,265	15,482
Reserve for currency conversion	459	452	501
Consolidated earnings	952	3,028	0
Minority share	1,289	1,063	1,275
	35,780	36,044	34,463
TOTAL EQUITY AND LIABILITIES	73,443	75,129	76,793

CONSOLIDATES INCOME STATEMENT

OF ADESSO GROUP AS OF 30 JUNE 2014 ACCORDING TO IFRS

<i>in EUR k</i>	<i>30 June 2014</i>	<i>30 June 2013</i>
Sales revenues	74,560	64,971
Other operating income	735	1,248
Own work capitalised	286	0
TOTAL INCOME	75,581	66,219
Costs of material	-8,574	-6,475
Personnel costs	-49,573	-43,695
Other operating expenses	-14,145	-13,138
EARNINGS BEFORE INTEREST, TAXES, DEPRECIATION AND AMORTISATION (EBITDA)	3,289	2,911
Depreciation on property, plant and equipment as planned	-876	-1,143
Amortisation of goodwill	-198	0
EARNINGS BEFORE INTEREST AND TAXES (EBIT)	2,215	1,768
Income from investments	-54	5
Interest income and similar income	19	26
Interest expenses and similar expenses	-92	-156
INCOME FROM ORDINARY ACTIVITIES (EBT)	2,088	1,643
Income taxes	-1,136	-490
CONSOLIDATED EARNINGS	952	1,153
of which attributable to minority interests	288	48
of which attributable to shareholders of adesso AG	664	1,105
Number of shares at the end of the period	5,763,327	5,747,716
EARNINGS PER SHARE (BASIC, IN €)	0.12	0.19

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

<i>in EUR k</i>	<i>30 June 2014</i>	<i>30 June 2013</i>
Net profit	952	1,153
ASSETS NOT TRANSFERRED TO THE INCOME STATEMENT SUBSEQUENTLY		
Actuarial gains and losses	0	0
Deferred taxes on actuarial gains and losses	0	0
ASSETS TRANSFERRED TO THE INCOME STATEMENT SUBSEQUENTLY FOR CERTAIN REASONS		
Measurement of financial instruments		
Changes not effecting net income	-2	-7
Changes effecting net income	0	11
Deferred taxes	1	2
Currency translation differences	0	57
TOTAL OTHER COMPREHENSIVE INCOME	-1	62
TOTAL INCOME	951	1,216
of which attributable to shareholders of the parent company	663	1,168
of which attributable to other shareholders	288	48

Consolidated Income Statement
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CONSOLIDATED CASH FLOW STATEMENT

OF ADESSO GROUP AS OF 30 JUNE 2014 ACCORDING TO IFRS

<i>in EUR k</i>	<i>30 June 2014</i>	<i>30 June 2013</i>
EARNINGS BEFORE TAX	2,088	1,643
Income from financing and investment activities	127	125
Depreciation and amortization on property, plant and equipment and intangible assets	1,074	1,143
Non-cash income / expenses	-3	13
Change in pension provisions	5	4
Change in other provisions	-217	-246
Tax payments	-904	-2,271
Change to net operating assets	-7,525	-3,606
CASH FLOW FROM OPERATING ACTIVITIES	-5,355	-3,195
Change in cash and cash equivalents from initial consolidation / deconsolidation	25	71
Payments for investments in financial assets	-120	0
Payments for investments in property, plant and equipment	-583	-586
Payments for investments in intangible assets	-435	-54
CASH FLOW FROM INVESTMENT ACTIVITIES	-1,113	-569
Dividend payments	-1,233	-1,077
Repayment of financial liabilities	-1,620	-3,055
Interest paid	-60	-93
Interest received	37	20
CASH FLOW FROM FINANCING ACTIVITIES	-2,876	-4,205
Currency differences	20	-46
CHANGE IN CASH AND CASH EQUIVALENTS	-9,324	-8,015
Cash and cash equivalents at the beginning of the period	21,644	21,280
Cash and cash equivalents at the end of the period	12,320	13,265

CONSOLIDATED SHAREHOLDERS EQUITY STATEMENT

OF ADESSO GROUP AS OF 30 JUNE 2014 ACCORDING TO IFRS

<i>in EUR k</i>	<i>Share capital</i>	<i>Capital reserves</i>
01 JANUARY 2013	5,748	11,457
Share-based compensation	0	10
Effects from the acquisition of additional shareholdings in subsidiaries	0	-1,146
Effect from the first-time consolidation of subsidiaries	0	0
Other comprehensive income for the period	0	0
Consolidated profit/loss	0	0
Total comprehensive income	0	0
Dividend payment	0	0
30 JUNE 2013	5,748	10,321
01 JANUARY 2014	5,763	10,473
Share-based compensation	0	9
Effects from the acquisition of additional shareholdings in subsidiaries	0	0
Effect from the first-time consolidation of subsidiaries	0	0
Other comprehensive income for the period	0	0
Consolidated profit/loss	0	0
Total comprehensive income	0	0
Dividend payment	0	0
30 JUNE 2014	5,763	10,482

Consolidated Shareholders
Equity Statement

Cumulated other results of the financial period						
	<i>Currency translation differences</i>	<i>Derivatives</i>	<i>Retained earnings / Balance Sheet Profit</i>	<i>Equity of adesso AG shareholders</i>	<i>Other shareholders</i>	<i>Total Equity</i>
	501	-6	16,273	33,973	490	34,463
	0	0	0	10	0	10
	0	0	0	-1,146	1,146	0
	0	0	22	22	49	71
	-58	5	0	-53	0	-53
		0	1,105	1,105	48	1,153
	-58	5	1,105	1,052	48	1,100
	0	0	-1,035	-1,035	-42	-1,077
	443	-1	16,365	34,022	1,691	34,567
	452	-1	18,045	34,732	1,312	36,044
	0	0	0	9	0	9
	0	0	0	0	0	0
	0	0	0	0	0	0
	7	1	0	8	0	8
	0	0	664	664	288	952
	7	1	664	672	288	960
	0	0	-1,210	-1,210	-23	-1,233
	459	0	17,499	34,203	1,577	35,780

CONSOLIDATED NOTES

OF THE CONSOLIDATED INTERIM STATEMENT FOR THE FIRST HALF OF 2014

GENERAL INFORMATION AND ACCOUNTING PRINCIPLES

The adesso Group (hereinafter referred to as adesso) is an IT service provider independent of manufacturers focusing on Consulting and software development. On behalf of its customers, adesso provides optimised core business process design and support through the use of information technology.

This interim report relates to adesso AG and its subsidiaries. adesso AG is a corporation under German law. Its registered office is in Dortmund in the Federal Republic of Germany. The address is: adesso AG, Stockholmer Allee 24, 44269 Dortmund, Germany. The commercial register is likewise located in Dortmund (HRB 20663).

The consolidated interim report as at 30 June 2014 was prepared in accordance with IAS 34 “Interim Reporting” in the version recognised by the EU as well as under application of Section 315a of the German Commercial Code (HGB). The interim report contains all information required by this standard and in association with other International Financial Reporting Standards (IFRS). In general, the accounting and valuation methods used to prepare the consolidated financial statements as at 31 December 2013 were also applied to this interim report.

The interim report of adesso AG should be considered in association with the consolidated financial statements as at 31 December 2013, as the interim report does not contain all information to the full extent.

The consolidated interim report was not audited or assessed according to Section 317 HGB.

Financial reporting standards that were applied for the first time or amended

The same financial reporting standards were applied, unchanged, to the abbreviated consolidated interim report as were used for the consolidated financial statements as at 31 December 2013. This does not apply to the standards to be applied for the first time as at 1 January 2014:

- > IFRS 10 replaces IAS 27 (Separate Financial Statements) and SIC-12 (Consolidation – Special Purpose Entities). The standard defines which companies must be included in the consolidated financial statements as subsidiaries. Accordingly, a company must be included in the consolidated financial statements of the parent company if the parent company has control over the subsidiary. Control is deemed to exist if the company has power over another company (power over the investee), the company is exposed to variable returns from the investee and/or has a right to the same, and the company can use its power over the investee to influence the variable returns. IFRS 10 also contains further regulations, for example for accounting for shares of third-party companies or reporting after a loss of control.
- > IFRS 11 replaces IAS 31 (Interests in Joint Ventures) and SIC-13 (Jointly Controlled Entities – Non-Monetary Contributions by Venturers). The standard contains regulations for accounting for joint agreements, which are divided into two groups – jointly controlled entities and joint ventures. While in the case of a jointly controlled entity, each company has to record the corresponding assets, liabilities, income and expenses, interests in joint ventures have to be accounted for using the equity method according to IAS 28 in the future. The first-time application of IFRS 11 will not have any significant impact on the consolidated financial statements of adesso. PSLife GmbH was included in the consolidated financial statements as at 31 December 2013 using proportional consolidation according to the accounting policy choice offered by IAS 31. According to IFRS 11, the shares in PSLife GmbH are to be accounted for using the equity method. The previous year’s figures have been adjusted. The impact on the balance sheet is shown in the following table:

<i>in EUR k</i>	<i>31 Dec. 2013</i>	<i>1 Jan. 2013</i>
Cash on hand and at bank	-121	-88
Trade accounts receivable and other assets	-167	-137
Investments recognised at equity	78	75
Property, plant and equipment	-3	-2
Trade accounts payable	-185	-137
Other liabilities	-28	-15

> IFRS 12 replaces disclosure requirements of IAS 27 (Separate Financial Statements), IAS 28 (Investments in Associates and Joint Ventures) and IAS 31 (Interests in Joint Ventures).

The following amendments to standards to be applied starting in financial year 2014 will not have a material impact on the consolidated financial statements:

- > Amendments to IAS 39 (Novation of Derivatives and Continuation of Hedge Accounting (2013))
- > Amendments to IFRS 10, IFRS 12 and IAS 27 (Investment Companies (2012))
- > Amendments to IFRS 10, IFRS 11 and IFRS 12 (Consolidated Financial Statements, Joint Arrangements and Disclosures of Interests in Other Entities: transitional provisions (2012))
- > Amendments to IAS 32 (Financial Instruments: Presentation (2011))
- > IAS 27 (Separate Financial Statements (2011))
- > IAS 28 (Investments in Associates and Joint Ventures (2011))

No other new or amended standards or interpretations which have been published but are not yet obligatory have been applied early by the Group.

Mergers / initial consolidation of companies

adesso insurance solutions GmbH was included in the consolidated financial statements for the first time during the reporting period. The company commenced business activities during the current financial year. The company is wholly owned by adesso AG. Within adesso Group, the company produces individual components for contract administration systems in the insurance business, brokerage and similar industries and further develops them. adesso is expanding its own portfolio by additional services in insurance in order to enlarge the value chain.

phb services GmbH was established on 12 March 2014 and was consolidated for the first time during the current financial year. The Dortmund-based company is wholly owned by adesso. In order to meet its growing personnel requirements, phb services GmbH is specialised in recruiting and placing professionals in the insurance industry, in particular the legal insurance sector.

As part of the acquisition of Arithnea GmbH, adesso concluded an earn-out deal with the shareholders of Arithnea in 2012. Litigation involving a customer of Arithnea led to a precautionary write-down on receivables for the earn-out period. The underlying legal dispute was resolved in favour of the company in financial year 2014. The additional earn-out of EUR 362 thousand was recorded under other operating expenses through profit or loss. As part of the purchase price allocation of the company, adesso did not rate the earn-out agreement as likely.

In the current financial period, adesso founded Wuppertal-based company Barmenia IT+ GmbH. adesso owns 24 % of the shares. The company adds IT services with a focus on health insurance systems to the portfolio. The company is recognised at equity.

Information regarding the previous year

percision Schweiz AG was included in the consolidated financial statements for the first time during the previous reporting period. The company commenced business activities in 2013. The company is wholly owned by adesso AG. The placement and assignment of employees and specialised personnel in the area of computer science and telecommunications, as well as the rendering of consulting services and other services tailored to the Swiss market, round out adesso's portfolio in Switzerland. The company's registered office is in Zurich/Switzerland.

adesso hosting services GmbH was consolidated for the first time in 2013. The company was founded on 15 December 2012. adesso holds 51 % of shares in the company. With the new company's portfolio of individual and complex hosting and cloud services solutions, adesso is in a position to optimally serve the entire software development value chain. The company's registered office is in Dortmund/Germany.

Basis of consolidation

Next to the parent company adesso AG, Dortmund/Germany, all 17 material subsidiaries (31 December 2013: 15) were included in the consolidated interim statement as at 30 June 2014 as fully consolidated subsidiaries. phb services GmbH and adesso insurance solutions GmbH were included in the consolidated financial statements for the first time in the reporting period.

One company was included in the consolidated interim statement as at 30 June 2103 on a pro-rata basis. Since 1 April 2014, voting rights are no longer included on a pro-rata basis and the company is now valued at equity. The adjustment has been carried out retroactively. Two companies are recognised at equity as at 30 June 2014, one of which was acquired in 2014 (Barmenia IT+ GmbH).

Consolidation method

In the consolidated financial statements according to IFRS, the consolidated companies are presented as though they were a single economic unit. All intragroup relationships between the consolidated companies therefore have to be eliminated. As part of the consolidation of investments in subsidiaries, participations in subsidiaries are offset against the pro-rata equity of the respective subsidiary. Obligations between the Group companies are eliminated in the course of debt consolidation.

Currency conversion principles

The functional currency for the companies included in the adesso consolidated financial statements corresponds to the respective currency of the country where the company has its registered office. Conversion of the financial statements prepared in the national currency of companies whose functional currency is not the Euro is performed according to the modified closing rate method (IAS 21.39).

EXCHANGE RATE IN REALTION TO THE EURO

	<i>Stichtagskurs</i>		<i>Durchschnittskurs</i>	
	<i>30 June 2014</i>	<i>30 June 2013</i>	<i>1st HY 2014</i>	<i>1st HY 2013</i>
Swiss franc (CHF)	0.822639	0.810504	0.822710	0.813107
British pound (GBP)	1.247661	1.166589	1.248000	1.174863
US dollar (USD)	0.732172	0.764526	0.732550	0.761344
Turkish Lira (TRY)	0.345197	n/s	0.344860	n/s

SELECTED INFORMATION ON THE BALANCE SHEET

Intangible assets

In the current reporting period, own work capitalised of EUR 286 thousand was recognised for the production of software for the highly efficient, self-learning processing of claims for insurance companies (HCM).

Goodwill

The recoverability of goodwill is reviewed once a year (31 December). It is reviewed when circumstances suggest the value could be diminished. The basic assumptions for determining the recoverable amount for the various cash-generating units were explained in the consolidated financial statements as at 31 December 2013. Goodwill of EUR 198 thousand was calculated and recognised for a cash-generating unit in the "IT-Solutions" segment.

Financial liabilities

The following table presents the composition and maturity structure of the financial liabilities as at 30 June 2014:

1ST HY 2014

<i>in EUR k</i>	<i>Total</i>	<i>Remaining term up to one year</i>	<i>Remaining term 1 to 5 years</i>
Loans	4,389	1,535	2,854
Other financial liabilities	104	104	0
TOTAL	4,493	1,639	2,854

1ST HY 2013

<i>in EUR k</i>	<i>Total</i>	<i>Remaining term up to one year</i>	<i>Remaining term 1 to 5 years</i>
Loans	6,518	2,316	4,202
Other financial liabilities	829	727	102
TOTAL	7,347	3,043	4,304

Deferred taxes

No deferred taxes were recognised on tax loss carry-forwards in the amount of EUR 208 thousand (31 December 2013: EUR 130 thousand) or foreign loss carry-forwards of EUR 4,129 thousand (31 December 2013: EUR 2,877 thousand). Except for loss carry-forwards from Swiss subsidiaries (which can be carried forward for seven years) and the Turkish subsidiary (which can be carried forward for five years), loss carry-forwards can be carried forward perpetually.

Information regarding the previous year

The Annual Shareholders' Meeting approved the profit transfer agreements between adesso AG and the subsidiaries e-Spirit AG and adesso mobile solutions GmbH. adesso AG estimates that the deferred tax assets may be able to be used from adesso AG's loss carry-forwards earlier than previously expected.

Distribution of dividends

The Annual Shareholders' Meeting of adesso AG on 4 June 2014 approved a distribution of dividends for the financial year 2013 in the amount of EUR 0.21 (previous year: EUR 0.18) per share entitled to dividend distribution. The distribution amounted to EUR 1,210 thousand in the reporting period.

Equity

Authorised capital

The Executive Board is authorised to increase the share capital until 3 June 2018 with the consent of the Supervisory Board in the amount of up to EUR 2,873,858.00 by issuing 2,873,858 new no-par bearer shares, on one or more occasions, in exchange for cash contributions and /or contributions in kind (authorised capital 2013). Shareholders are generally entitled to subscription rights. The new shares may be assumed by one or more banks with the obligation to offer subscription rights to the shareholders. The Executive Board – with the consent of the Supervisory Board – has the right to exclude shareholder subscription rights one or more times, a) as far as necessary in order to exclude fractional amounts from shareholder subscription rights, b) as far as the new shares are issued in exchange for contributions in kind, particularly in the form of companies, parts of companies and investments in companies, licence rights or other receivables, c) as far as new shares are issued in exchange for cash contributions and the total proportional amount of share capital corresponding to the new shares does not exceed the total amount of EUR 574,771.00, or if this amount is lower, 10 % of the share capital at the effective date and at the date this authorisation to exclude subscription rights is first exercised (maximum amount) and the issue price of the new shares is not significantly lower than the market price of equivalent shares already listed on the stock market.

Share capital allocated to each share is to be taken into account for the maximum amount, which has been or will be used to satisfy bonds with conversions or share options, which has been or will be issued after 4 June 2013 pursuant to Section 186 (3) Sentence 4 of the German Stock Corporation Act (AktG) under exclusion of subscriptions rights, or which will be sold after 4 June 2013 under application of Section 186 (3) Sentence 4 AktG. This is not taken into consideration as far as authorisations are newly issued by the Annual Shareholders' Meeting regarding the issue of bonds with conversions or share options according to Section 221 (4) Sentence 2, Section 186 (3) Sentence 4 AktG or the sale of treasury shares according to Section 71 (1) Number 8, Section 186 (3) Sentence 4 AktG after such authorisation is exercised. The Executive Board also has the right to establish additional details of the capital increase and its realisation with the consent of the Supervisory Board. The Supervisory Board is authorised to amend Article 3 of the bylaws after the increase in share capital is realised in full or in part according to the respective utilisation of the authorised capital and, if the authorised capital is not or not fully utilised by 3 June 2018, after the end of the authorisation period. The company's share capital was increased by EUR 142,858.00 by issuing up to 142,858 no-par bearer shares conditionally (conditional capital I). This conditional capital increase serves exclusively to fulfil option obligations, which were granted until 15 December 2009 by authorisation of the Annual Shareholders' Meeting of 25 July 2006. The conditional capital increase will only be conducted insofar as the holders of the issued options exercise their right to subscribe to the shares of the company and the company does not grant any

of its own shares to fulfil the option obligations. The new shares participate, through the exercising of the options, in the profit from the beginning of the financial year. Conditional capital I amounted to EUR 214 as at 30 June 2013.

The company's share capital was increased by EUR 428,572.00 by issuing up to 428,572 no-par bearer shares conditionally (conditional capital II). This conditional capital increase serves exclusively to fulfil option obligations, which were granted until 15 December 2013 by authorisation of the Annual Shareholders' Meeting of 29 May 2009. The conditional capital increase will only be conducted insofar as the holders of the issued options exercise their right to subscribe to the shares of the company and the company does not grant any of its own shares to fulfil the option obligations. The new shares participate, through the exercising of the options, in the profit from the beginning of the financial year. Conditional capital II amounted to EUR 72,186 as at 30 June 2014.

Provisions for pensions

As at 30 June 2014, a new actuarial analysis had not been prepared to value the pension obligations. The expense included in the income statement was determined on the basis of the actuarial analysis as at the end of financial year 2013. Actuarial gains and losses were thus not determined.

Selected information on the income statement

Other operating income

Other operating income is comprised as follows:

<i>in EUR k</i>	<i>1st HY 2014</i>	<i>1st HY 2013</i>
Income from the release of provisions	108	262
Income from the redemption of other obligations	152	237
Income from sub-leasing	38	23
Income from trade accounts receivable written off	232	26
Income from translation difference	49	12
Grants for expenses	56	326
Insurance recoveries	7	5
Commissions and other subsidies	38	202
Other	55	155
TOTAL	735	1.248

Own work capitalised

adesso is expanding its services in insurance and is developing a self-learning software for the highly efficient processing of claims (HCM). Expenses for the reporting period amount to EUR 286 thousand.

Personnel costs

Personnel costs are comprised as follows:

<i>in EUR k</i>	<i>1st HY 2014</i>	<i>1st HY 2013</i>
Wages and salaries	42,443	37,526
Social security contributions	7,130	6,169
TOTAL	49,573	43,695

The increase in personnel costs is largely due to the organic growth of adesso AG.

Depreciation and amortisation

Scheduled depreciation and amortisation of non-current assets is EUR 1,074 thousand for the financial year (previous year: EUR 1,143 thousand). Of this amount, EUR 238 thousand (previous year: EUR 465 thousand) is accounted for by scheduled amortisation of intangible assets capitalised in the course of mergers and EUR 198 thousand is accounted for by the ad-hoc impairment test on goodwill amortisation in the "IT-Solutions" segment.

Selected information on the cash flow statement

Cash flows from operating activities increased by EUR 2,161 thousand to EUR 5,355 thousand and is largely attributable to the rise in trade accounts receivable and receivables PoC. Cash outflows for investment activities rose by EUR 543 thousand to EUR 1,113 thousand. Investments in internally-generated intangible assets of EUR 286 thousand and financial assets of EUR 120 thousand are key factors. The EUR 4,205 thousand decline in cash outflows from financing activities in the previous year to EUR 2,876 thousand (change: EUR 1,329 thousand) is largely due to the decline in the scheduled repayments of loans and other financial liabilities.

Segment Reporting

SEGMENT REPORTING IN THE FIRST HALF OF 2014

<i>in EUR k</i>	<i>IT-Services</i>	<i>IT-Solutions</i>	<i>Reconciliation</i>	<i>Consolidated</i>
Sales revenues	70,654	11,576	-7,670	74,560
Changes in inventories	827	-77	-750	0
Own work capitalised	0	0	286	286
Other operating income	3,022	569	-2,856	735
Cost of materials	-15,917	-1,387	8,730	-8,574
Personnel costs	-43,551	-7,720	1,698	-49,573
Other operating expenses	-11,735	-2,614	205	-14,145
EBITDA	3,300	347	-358	3,289
Depreciation and amortisation	-526	-110	-240	-876
Amortisation of goodwill	-1,100	-133	1,035	-198
EBIT	1,674	105	438	2,217
Financial result	-218	34	57	-127
Earnings before tax	1,456	138	494	2,088
Amortisation of goodwill	1,100	133	-1,035	198
EBT before amortisation of goodwill	2,556	271		

SEGMENT REPORTING IN THE FIRST HALF OF 2013

<i>in EUR k</i>	<i>IT-Services</i>	<i>IT-Solutions</i>	<i>Reconciliation</i>	<i>Consolidated</i>
Sales revenues	61,806	9,042	-5,877	64,971
Changes in inventories	544	197	-741	0
Other operating income	2,841	597	-2,190	1,248
Cost of materials	-12,008	-1,081	6,614	-6,475
Personnel costs	-38,670	-6,691	1,666	-43,695
Other operating expenses	-11,511	-2,240	613	-13,138
EBITDA	3,002	-175	84	2,911
Depreciation and amortisation	-535	-139	-469	-1,143
Amortisation of goodwill	-1,089	-133	1,222	0
EBIT	1,378	-447	837	1,768
Financial result	-28	46	-143	-125
Earnings before tax	1,350	-401	694	1,643
Amortisation of goodwill	1,089	133		
EBT before amortisation of goodwill	2,439	-268		

	Sales with external clients by client's place of business		Non-current assets	
in EUR k	1. Hj. 2014	1. Hj. 2013	1. Hj. 2014	1. Hj. 2013
Germany	60,922	53,827	12,233	13,044
thereof goodwill			9,440	9,303
Austria	3,567	2,569	3,632	4,388
thereof goodwill			3,552	4,331
Switzerland	6,771	6,881	273	305
Other	3,300	1,694	45	21

In the reporting periods 2014 and 2013 no customer accounted for more than 10 % of the sales generated by adesso.

The segmenting and the reporting of segment results are subject to the same principles applied in the consolidated financial statements as at 31 December 2013. adesso insurance solutions GmbH is allocated to the segment "IT-Solutions" and phb services GmbH is assigned to the "IT-Services" segment.

SUPPLEMENTARY INFORMATION

Information on hedging transactions

A variable interest loan amounting to EUR 3 million was taken out to finance the acquisition of adesso Austria GmbH in 2009. The interest risk arising from the variable interest loan was secured by means of an interest rate swap. The hedging relationship is classified as a cash flow hedge in accordance with IAS 39. Both legal transactions were properly concluded in the first quarter of 2014.

Executive Board

The adesso Supervisory Board prematurely extended the contract with CFO Christoph Junge, which would otherwise have expired at the end of the year, by three years. By extending the contract early, the Supervisory Board ensures continuity in the Executive Board division responsible for Finance, Human Resources, Administration, Legal Affairs and Mergers & Acquisitions for the coming years. The contract renewal is also an expression of the trust in Dortmund-based adesso Group's ability to meet its challenging targets.

Long-term remuneration

In May 2014, Christoph Junge was granted more than 40,000 virtual shares for a term of six years and eight months. The weighted average share price is EUR 11.98. The valuation is based on the assumptions described in the Annual Report 2013.

Total remuneration of the virtual shares granted to the Executive Board amounted to EUR 233 thousand during the reporting period.

Related party disclosures

adesso maintains ordinary business relationships with associated non-consolidated companies and other related parties at market terms and conditions. Loans were not issued to members of the Executive Board or Supervisory Board.

As at 30 June 2014, there were no significant changes to the related party disclosures included in the consolidated financial statements as at 31 December 2013.

Contingent liabilities and other financial obligations

adesso entered into purchase obligations amounting to some EUR 2.5 million for plant, property equipment, leasehold improvements, etc., relating to the furnishing of its new offices in Dortmund/Germany. This is expected to be implemented in the second half of 2014. The total volume is estimated at around EUR 3.0 million.

Information on risks

Identified risks and their potential impact are described in the Management Report.

Earnings per share

As at 30 June 2014, 32,018 outstanding options under the employee participation plan had to be taken into account in calculating the diluted earnings per share.

EARNINGS PER SHARE

1st HY	2014	2013
Proportion of consolidated earnings allocated to adesso AG shareholders (in EUR k)	664	1,103
Average number of shares issued and outstanding	5,763,327	5,747,716
Undiluted earnings per share (in EUR)	0.12	0.19
Average number of shares issued and outstanding, including the dilution effect of outstanding options	5,795,345	5,761,815
Diluted earnings per share (in EUR)	0.11	0.19

Employee option programme

Expenses relating to the employee option programme amounted to EUR 9 thousand during the reporting period.

Other disclosures

The Executive Board and Supervisory Board found approval of their actions at the Annual Shareholders' Meeting on 26 May 2014. DOSU AG Wirtschaftsprüfungsgesellschaft, Dortmund/Germany was appointed by the Annual Shareholders' Meeting as auditor of the annual financial statements and consolidated financial statements for financial year 2014.

Events after the balance sheet date

In July 2014, 24,385 stock options under the employee participation plan were converted into 23,098 shares. The difference between the face value of the shares and the issue price (EUR 125 thousand) will be added to capital reserve. Share capital of adesso AG rose by EUR 23,098 to EUR 5,786,425 (previously: EUR 5,763,327). As a result of the increase, the company received EUR 147 thousand in liquid assets.

There were no further significant events for adesso AG.

STATEMENT OF THE LEGAL REPRESENTATIVES

We confirm that the Consolidated Interim Statement, in accordance with the applicable accounting principles in observation of the principles of proper accounting and to the best of our knowledge, present a true and fair view of the group's net assets, financial position and results of operations, and that the consolidated interim management report presents a true and fair view of the group's results of operations and position in addition to describing the material opportunities and risks for the expected development of the group over the remaining course of the financial year.

Dortmund, August 2014

adesso AG

The Executive Board



Michael Kenfenheuer



Dr. Rüdiger Striemer



Christoph Junge

FORWARD-LOOKING STATEMENTS

This interim report contains forward-looking statements that pertain to the business, financial position and income of adesso AG. Forward-looking statements are not historical facts and are indicated by a number of terms, including “believe”, “expect”, “predict”, “intend”, “forecast”, “plan”, “estimate”, “endeavour”, “foresee”, “assume”, “pursue the goal” and other similar expressions. Forward-looking statements are based on current plans, estimates, forecasts and expectations and are therefore subject to risks and elements of uncertainty that could result in significant deviations between actual developments, income and performance and the developments, income and performance explicitly stated or implicitly supposed in the forward-looking statements.

Readers are advised not to place undue faith in these forward-looking statements, which are valid solely at the moment at which they are made. adesso AG does not intend to publish an update of these forward-looking statements to take into account events or circumstances that take place or arise after the date of publication of this interim report and does not assume any liability for doing so.

FINANCE CALENDAR 2014

<i>Date</i>	<i>Event</i>
12.02.14	Small & Mid Cap Conference of Close Brothers Seydler Bank AG, Frankfurt/Main
28.03.14	Publication of the 2013 annual report, financial press / analyst conference, Dortmund
05.05.14	SCF_Small Cap Forum/Frühjahrskonferenz 2014, Frankfurt/Main
15.05.14	Interim announcement of the group within the 1st half-year
20.05.14	17th MKK – Münchner Kapitalmarktkonferenz, Munich
26.05.14	Regular ASM, Dortmund
27.05.14	Dividend payment
28.08.14	Publication of the 2014 half-year figures
16.09.14	Roadshow, Luxemburg
05.11.14	WGZ BANK Small Cap Conference, Duesseldorf
13.11.14	Interim announcement of the group within the 2nd half-year
26.11.14	German Equity Forum/One-on-Ones, Frankfurt/Main

IMPRINT

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