

Temenos acquires partner to strengthen direct channel and increase presence in key growth markets

GENEVA, Switzerland – 18 July 2008 - Temenos Group (SWX: TEMN), a market leading provider of core banking software, today announces that it has signed an agreement to acquire the core banking assets of Informer Group for USD40.3 million in cash and shares. The transaction is expected to be accretive to adjusted EPS* by USD0.02 in 2008 and by USD0.08 in 2009.

Expected contribution from acquisition

USDm	2008	FY 2009
Licences	1.5	
Revenue	8	20
EBITDA	2.2	6.5
EPS adjusted	0.02	0.08
Amortisation	2.1	3.2

Informer SA, a listed provider of software and services for core banking, has been an authorised licensor and system integrator for Temenos in Greece, Eastern Europe, the Balkans and the Middle East since 1995. Through the acquisition, Temenos will gain an expanded footprint in these markets and also immediate entry into Romania and Egypt, where Informer already has an established presence.

Across its regions, Informer Group has a client base of approximately 15 institutions using T24/Globus. In addition to acquiring this customer base and the corresponding maintenance stream, Temenos will gain access to over 60 system implementers - who have on average 3 years experience installing T24/Globus - to support the group's rapid growth.

Temenos will also gain certain core banking intellectual property, such as local country platforms that could be used to accelerate the development of "Model Banks" for the relevant countries.

The total consideration of USD40.3m (EUR25.5m) comprises an equity component of USD20.1m (EUR12.7m or equivalent to 664,066 shares), a deferred equity component of USD1.2m (EUR0.75m payable on 31 March 2009 provided certain performance criteria are met) and a cash component of USD19m (EUR12m).

For the remainder of 2008, the acquisition is expected to contribute around USD8m to group revenues and USD0.02 to adjusted EPS*. In 2009, it is anticipated that the acquisition will contribute USD0.08 to adjusted EPS*. Informer SA is an established business and the maintenance stream acquired both underpins the valuation and ensures that the acquisition will contribute to earnings and cashflow of the enlarged group.

Management does not expect any change to the group tax rate as a result of this transaction.

Breakdown of the consideration

	EUR	USD	Notes
Cash	12m	19m	
Equity	12.7m	20.1m	664,066 shares
Deferred equity	0.75m	1.2m	Deferred until 31/3/2009
Total consideration	25.5m	40.3m	

Andreas Andreades, CEO, Temenos, says: "This acquisition satisfies many of our acquisition criteria. Firstly, it largely completes the process of establishing a wholly direct route to market. Secondly, it enables us to gain immediate entry and provides us with significant resources in very fast-growing and attractive markets. Lastly, the acquisition materially increases our installed base of T24 customers and gives us further critical mass, which in turn will enable us to improve efficiencies and invest even faster in our products."

Management will update the market on current trading at the company's Q2 results on 30 July 2008.

*Adjusted EPS adds back the amortisation of acquired intangibles.

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About Informer SA

INFORMER SA is one of the largest and most experienced suppliers of "total solutions" in Information Technology (IT Integrators) in Greece. Established in 1979 and now listed on the Greek Stock Exchange, it has extensive experience in core banking solutions and implementations across Europe and the Middle East. Informer SA has offices in Romania, Egypt and Cyprus. (www.informer.gr)

About Temenos

Founded in 1993 and listed on the Swiss Stock Exchange (SWX: TEMN), Temenos Group AG is a global provider of banking software systems in the Retail, Corporate & Correspondent, Universal, Private, Islamic and Microfinance & Community banking markets. Headquartered in Geneva with 44 offices worldwide, Temenos serves over 600 customers in more than 120 countries.

Temenos' software products provide advanced technology and rich functionality, incorporating best practice processes that leverage Temenos' experience in over 600 implementations around the globe.

Temenos' advanced and automated implementation approach, provided by its strong Client Services organisation, ensures efficient and low-risk core banking platform migrations. Temenos

annually invests around 20% of sales in R&D, significantly more than its peers, into a single fully packaged upgradeable software release, which ensures all Temenos customers benefit from modern technology and support indefinitely.

About Temenos T24

TEMENOS T24 is a functionally rich, scalable, and proven integrated banking system. It is delivered as a pre-configured Model Bank solution that incorporates industry best-practice, enabling fast and predictable implementations and immediate, measurable benefits. Temenos' Model Bank approach allows a fast ROI and a highly flexible and responsive approach to banking ensuring maximum business agility based on T24's flexible features. T24 offers integrated and comprehensive information on the institution at all times including a single customer view, and a single view of the enterprise including risk and profitability.

T24 incorporates modern technology including a comprehensive Service Orientated Architecture (SOA), fully enabled for standard, SOAP (Simple Object Access Protocol) web services, and BPEL process execution and compliant with industry leading ESBs (Enterprise Service Buses). T24 can be deployed on fully scalable, multi-server n-tier architecture. It provides a full front-to-back solution from electronic delivery channels such as mobile devices and internet banking right through to settlement, general ledger and other back office functions all in a fully integrated, reliable and cost effective environment. Temenos' total commitment to open standards enables its customers to benefit from the latest advances in technology ensuring business agility, continuity, data integrity and reduced downtime delivering a significant, immediate and ongoing return on investment.

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