temenos

PRESS RELEASE

FOR IMMEDIATE RELEASE
July 22nd, 2026

Ad hoc announcement pursuant to Art. 53 LR

Temenos announces Q2-26 results; FY-26 guidance reconfirmed

Q2-26 (growth rates are vs. Q2-25 proforma, excluding Multifonds)

- Q2-26 ARR of USD 881m, up 11% y-o-y c.c.
- Non-IFRS Q2-26 product revenue down 1% c.c.; non-IFRS H1-26 product revenue up 6% c.c.
- Non-IFRS Q2-26 subscription and SaaS down 13% c.c.; non-IFRS H1-26 subscription and SaaS down 4% c.c.
- Non-IFRS Q2-26 maintenance up 12% c.c.; non-IFRS H1-26 maintenance up 13% c.c.
- Non-IFRS Q2-26 EBIT up 4% c.c. with 1 point of margin expansion; non-IFRS H1-26 EBIT up 10%
- Non-IFRS Q2-26 EPS up 7% reported; non-IFRS H1-26 EPS up 12% reported
- Q2-26 free cash flow (FCF) of USD 74m, up 14% reported; H1-26 FCF up 17%
- Q3-26 non-IFRS subscription and SaaS growth guidance of at least 30%; FY-26 guidance and FY-28 targets reconfirmed

GRAND-LANCY, Switzerland, July 22nd, 2026 – Temenos AG (SIX: TEMN), a global leader in banking technology, today announced its second quarter 2026 results.

Commenting on the results, **Temenos CEO and interim Chief Financial Officer, Takis Spiliopoulos said:**

"We had a strong start to the quarter and a stable sales environment throughout, however we saw a small number of mainly large and new logo deals timed out at the end of the quarter, mostly in Europe. Importantly, none of these deals have been lost. I am pleased to say we have been able to sign the majority of the slipped subscription and SaaS revenue in the first three weeks of Q3-26, which gives us confidence in our pipeline conversion. These deals include one of the largest banks in Central and Eastern Europe, as well as a tier 1 European bank. As such, we are providing Q3-26 guidance of at least 30% growth in non-IFRS subscription & SaaS revenue.

We delivered double digit ARR growth driven largely by premium maintenance and growth in SaaS ACV, partly offset by the decline in Subscription and SaaS revenue, and we had a good performance on EBIT and free cash flow which was up 14%.

Looking at the regions, APAC performed particularly well, signing a large deal with a new logo and multiple deals with existing customers. We are making good progress in the US, with a regional bank signed early in Q3-26 to migrate to Temenos Core on SaaS with Azure. We have strengthened our US leadership with the hiring of Brian DuVal as President North America, and Rodrigo Silva has moved to President LATAM to focus on the significant growth opportunities we see in Brazil and other countries in this region.

We continued to invest in the business with new hires in our India and US software development teams, and I was pleased to announce the closing of the additiv acquisition which expands our Wealth offering and AI-driven orchestration capabilities. additiv is highly complementary to our existing products and we have already seen strong interest from clients across all tiers. We also made good progress on our product roadmap with multiple launches at TCF including composable core solutions for deposits and lending, as well as Intelligent Core and Intelligent Digital as part of our AI product strategy.

With a robust start to the third quarter and very good visibility driven by a strong pipeline of large and new logo deals we have reconfirmed our FY-26 guidance and FY-28 targets."

Annual Recurring Revenue (ARR)

USDm, except EPS	Q2-26	Q2-25	Change	C.C.*
Annual Recurring Revenue	880.6	790,6	11%	11%

Note: *Constant currency (c.c.) adjusts prior year for movements in currencies

temenos

PRESS RELEASE

FOR IMMEDIATE RELEASE
July 22nd, 2026

Income statement and free cash flow

	Non-IFRS							
USDm, except EPS	Q2-26	Q2-25 (proforma)	Change	C.C.*	H1-26	H1-25 (proforma)	Change	C.C.*
Subscription and SaaS	**109.0**	**124.9**	**(13%)**	**(13%)**	**196.2**	**201.7**	**(3%)**	**(4%)**
Maintenance	134.4	120.0	12%	12%	266.2	233.5	14%	13%
Services	38.1	32.8	16%	15%	72.0	62.8	15%	11%
Total revenues	**281.5**	**277.6**	**1%**	**1%**	**534.4**	**497.9**	**7%**	**6%**
EBIT	**116.1**	**111.6**	**4%**	**4%**	**198.8**	**181.1**	**10%**	**10%**
EBIT margin	41.3%	40.2%	1% pts	1% pts	37.2%	36.4%	1% pts	1% pts
EPS	**1.31**	**1.22**	**7%**		**2.20**	**1.96**	**12%**	
Free cash flow	**74.2**	**65.3**	**14%**		**133.7**	**114.1**	**17%**	

Note: Proforma excludes Multifonds in previous quarters. The sale of Multifonds was completed in Q2-25. The definition of non-IFRS adjustments is provided below. *Constant currency (c.c.) adjusts prior year for movements in currencies

Business update

- Stable sales environment throughout the quarter, however subscription and SaaS revenue below expectations due to slippage in a small number of mainly large and new logo deal signings, mostly in Europe
- Majority of slipped subscription and SaaS revenue signed in first three weeks of Q3-26, including deals with one of the largest banks in Central and Eastern Europe, and with a tier 1 European bank, with no deals lost
- APAC performed particularly well in Q2-26, signing multiple deals, with new logos and existing customers
- Momentum in US with regional bank signing to move to Temenos SaaS on Azure early in Q3-26
- Continued double-digit growth in premium maintenance signings
- Investment across the business to deliver strategic roadmap with selective senior hirings, increasing headcount in India and US software development teams and acquisition of additiv to drive wealth and orchestration
- Temenos customers across all tiers, especially tier 1 and 2, showing strong interest for additiv Wealth offering
- Growth in profitability driven by revenue and operational leverage, strong double-digit free cash flow growth
- Robust start to the third quarter and very good visibility driven by a strong pipeline of large and new logo deals
- Q3-26 guidance for non-IFRS subscription and SaaS growth of at least 30%; FY-26 guidance and FY-28 targets reconfirmed

Revenue

Non-IFRS revenue was USD 281.5m for the quarter, an increase of 1% vs. Q2-25 (proforma excluding Multifonds) which was a strong base of comparison.
Reported IFRS revenue was USD 281.5m for the quarter, a decrease of 1% vs. Q2-25.
Non-IFRS subscription and SaaS revenue for the quarter was USD 109.0m, a decrease of 13% vs. Q2-25 (proforma excluding Multifonds).
Reported IFRS subscription and SaaS revenue for the quarter was USD 109.0m, a decrease of 14% vs. Q2-25.

EBIT

Reported non-IFRS EBIT was USD 116.1m for the quarter, an increase of 4% vs. Q2-25 (proforma, excluding Multifonds).
Reported IFRS EBIT was USD 90.6m for the quarter, an increase of 16% vs. Q2-25.

Earnings per share (EPS)

Non-IFRS EPS was USD 1.31 for the quarter, an increase of 7% vs. Q2-25 (proforma, excluding Multifonds).
Reported IFRS EPS was USD 1.00 for the quarter, a decrease of 57% vs. Q2-25.

Cash flow

temenos

PRESS RELEASE

FOR IMMEDIATE RELEASE
July 22nd, 2026

USD 74.2m of free cash flow was generated in the quarter, an increase of 14% vs. Q2-25 (proforma, excluding Multifonds).

Q3-26 guidance

Temenos has given the following guidance for Q3-26:

- Subscription and SaaS growth of at least 30% c.c.

FY-26 non-IFRS guidance

Temenos reconfirms its FY-26 guidance. The guidance for FY-26 is organic, non-IFRS and in constant currencies, except for EPS and FCF which are reported. The acquisition of additiv is expected to be marginally accretive to Temenos' FY-26 ARR and non-IFRS subscription and SaaS guidance, and is expected to be neutral for Temenos' FY-26 EBIT, EPS and FCF guidance. Growth rates are versus FY-25 proforma (excluding Multifonds).

- ARR growth of c.12% c.c.
- Subscription and SaaS growth of c.9% c.c.
- EBIT growth of c.9% c.c.
- EPS growth of c.7% reported
- FCF growth of c.16% reported

FY-26 guidance includes a negative headwind on growth from the termination of one BNPL client in FY-25. There is no further headwind from this termination after FY-26. The impact is as follows:

- 3% pts on ARR
- 5% pts on subscription & SaaS
- 4% pts on EBIT and EPS

Currency assumptions for FY-26 guidance

In preparing the FY-26 guidance, the Company has assumed the following:

- EUR to USD exchange rate of 1.15;
- GBP to USD exchange rate of 1.33; and
- USD to CHF exchange rate of 0.80

The Company has also assumed the following for FY-26 guidance:

- FY-26 tax rate expected to be between 19-21%

FY-28 targets

Temenos reconfirms its FY-28 targets. These targets are organic and non-IFRS and do not include any contribution from additiv.

- ARR of at least USD 1.23bn
- EBIT of c.USD 480m
- FCF of c.USD 410m

The guidance provided above and other statements about Temenos' expectations, plans and prospects in this press release constitute forward-looking financial information and represent the Company's current view and estimates as of July 22nd, 2026. We anticipate that subsequent events and developments may cause the Company's guidance and estimates to change. Future events are inherently difficult to predict. Accordingly, actual results may differ materially from those indicated by these forward-looking statements as a result of a variety of factors. More information about factors that potentially could affect the Company's financial results is included in its annual report available on the Company's website.

Conference call and webcast

At 18.30 CET / 17.30 BST / 12.30 EST today, July 22nd, 2026, Takis Spiliopoulos, CEO and interim CFO, will host a webcast to present the results and offer an update on the business outlook. The webcast can be accessed through the following link:

Q2 2026 webcast link

temenos

PRESS RELEASE

FOR IMMEDIATE RELEASE
July 22nd, 2026

Please use the webcast in the first instance to avoid delays in joining the call. For those who cannot access the webcast, the following dial-in details can be used as an alternative. Please dial in 15 minutes before the call commences.
Switzerland / Europe: + 41 (0) 58 310 50 00
United Kingdom: + 44 (0) 203 059 58 63
United States: + 1 (1) 631 570 56 13

Non-IFRS financial information

Readers are cautioned that the supplemental non-IFRS information presented in this press release is subject to inherent limitations. It is not based on any comprehensive set of accounting rules or principles and should not be considered as a substitute for IFRS measurements. Also, the Company's supplemental non-IFRS financial information may not be comparable to similarly titled non-IFRS measures used by other companies. The Company's non-IFRS figures exclude share-based payments and related social charges costs, any deferred revenue write-down resulting from acquisitions, discontinued activities that do not qualify as such under IFRS, gain/loss from business disposals, acquisition/investment/carve out related charges such as financing costs, advisory fees and integration costs and fair value changes on investments, charges as a result of the amortization of acquired intangibles, costs incurred in connection with a restructuring program or other organizational transformation activities planned and controlled by management, or cost related mainly to advisory fees, integration, separation, carve-out costs, earn-out credits or charges and regulatory changes requiring retrospective application which may result in one-off impact to the Income Statement and adjustments made to reflect the associated tax charge relating to the above items.

Regulatory driven changes qualify only where:

- The change is externally imposed (law or regulation)
- Requires retrospective application, and
- Results in a non-recurring adjustment

Below are the accounting elements not included in the FY-26 non-IFRS guidance, which remain unchanged

- FY-26 estimated share-based payments and related social charges of c.5% of revenue
- FY-26 estimated amortisation of acquired intangibles of USD 40m
- FY-26 estimated restructuring/M&A related costs of USD 14-15m

– Ends –

About Temenos

Investor and media contacts

Investors
Adam Snyder
Director of Corporate Affairs, Temenos
Email: asnyder@temenos.com
Tel: +44 207 423 3945

International media
Conor McClafferty
FGS Global on behalf of Temenos
Email: Conor.McClafferty@fgsglobal.com
Tel: +44 7920 087 914

Swiss media
Martin Meier-Pfister
IRF on behalf of Temenos
Email: meier-pfister@irf-reputation.ch
Tel: +41 43 244 81 40

temenos

PRESS RELEASE

FOR IMMEDIATE RELEASE
July 22nd, 2026

Appendix I – Q2-26 reported income statement

Reported income statement

	Non-IFRS reported			
USDm, except EPS	**Q2-26**	**Q2-25**	**Change**	**CC***
Subscription and SaaS	**109.0**	**127.0**	**(14%)**	**(15%)**
Maintenance	134.4	125.2	7%	7%
Services	38.1	33.3	14%	13%
Total revenues	**281.5**	**285.5**	**(1%)**	**(2%)**
EBIT	**116.1**	**115.7**	**0%**	**0%**
EBIT margin	41.3%	40.5%	1% pt	1% pt
EPS	**1.31**	**1.27**	**3%**	

The definition of non-IFRS adjustments is provided below. * Constant currency (c.c.) adjusts prior year for movements in currencies

temenos

PRESS RELEASE

FOR IMMEDIATE RELEASE
July 22nd, 2026

Appendix II – Q2-26 IFRS primary statements

TEMENOS AG

All amounts are expressed in thousands of US dollars

except earnings per share

	Three months to 30 June 2026	Three months to 30 June 2025	**Twelve months to 30 June 2026**	Twelve months to 30 June 2025
Revenues				
Subscription and SaaS	**109,022**	127,024	**447,129**	471,768
Maintenance	**134,409**	125,160	**523,025**	482,643
Services	**38,054**	33,288	**137,449**	129,097
Total revenues	**281,485**	285,472	**1,107,603**	1,083,508
Operating expenses				
Sales and marketing	**(75,647)**	(81,085)	**(315,911)**	(312,221)
Services	**(30,222)**	(31,923)	**(124,849)**	(127,884)
Software development and maintenance	**(60,896)**	(70,485)	**(272,065)**	(290,225)
General and administrative	**(24,136)**	(23,660)	**(117,979)**	(102,506)
Total operating expenses	**(190,901)**	(207,153)	**(830,804)**	(832,836)
Operating profit	**90,584**	78,319	**276,799**	250,672
Other				
Gain on sale of business and contingent consideration fair value losses	**-**	136,530	**(16,250)**	136,530
Net interest expenses	**(4,425)**	(2,731)	**(12,260)**	(12,604)
Foreign exchange gain / (loss) and movement in fair value from financial instruments	**358**	(10,503)	**(11,817)**	(14,625)
Total other (expenses) / income	**(4,067)**	123,296	**(40,327)**	109,301
Profit before taxation	**86,517**	201,615	**236,472**	359,973
Taxation	**(19,295)**	(36,899)	**(42,646)**	(58,381)
Profit for the period	**67,222**	164,716	**193,826**	301,592
Earnings per share (in US$):				
basic	1.01	2.34	2.88	4.26
diluted	1.00	2.32	2.85	4.21

temenos

PRESS RELEASE

FOR IMMEDIATE RELEASE
July 22nd, 2026

TEMENOS AG

All amounts are expressed in thousands of US dollars

	30 June 2026	31 March 2026	31 December 2025	30 June 2025
Assets				
Current assets				
Cash and cash equivalents	150,774	136,674	203,536	305,364
Trade receivables	188,916	179,298	181,927	182,594
Other receivables and financial assets	108,453	114,532	108,657	124,351
Total current assets	448,143	430,504	494,120	612,309
Non-current assets				
Property, plant and equipment	44,980	45,275	46,027	50,243
Intangible assets	1,259,877	1,267,758	1,277,777	1,300,411
Trade receivables	319,593	316,331	298,962	261,864
Other long term assets	61,770	61,853	72,729	88,678
Deferred tax assets	64,657	67,883	59,638	75,101
Total non-current assets	1,750,877	1,759,100	1,755,133	1,776,297
Total assets	2,199,020	2,189,604	2,249,253	2,388,606
Liabilities and equity				
Current liabilities				
Trade and other payables	269,879	287,280	263,914	264,687
Deferred revenues	468,695	462,675	468,048	444,329
Income tax liabilities	124,665	119,247	101,561	145,556
Borrowings	16,770	20,232	16,864	297,147
Total current liabilities	880,009	889,434	850,387	1,151,719
Non-current liabilities				
Borrowings	825,414	761,394	792,084	590,566
Deferred tax liabilities	51,200	64,255	67,165	58,155
Trade and other payables	14,039	15,524	17,626	21,940
Deferred revenues	32,715	23,757	24,532	16,165
Retirement benefit obligations	23,647	20,218	19,484	16,341
Total non-current liabilities	947,015	885,148	920,891	703,167
Total liabilities	1,827,024	1,774,582	1,771,278	1,854,886
Shareholders' equity				
Share capital	211,942	236,245	236,245	236,245
Treasury shares	(115,206)	(419,516)	(396,879)	(271,115)
Share premium and capital reserves	(857,735)	(578,620)	(507,609)	(506,505)
Fair value and other reserves	(288,151)	(293,160)	(284,115)	(268,228)
Retained earnings	1,421,146	1,470,073	1,430,333	1,343,323
Total equity	371,996	415,022	477,975	533,720
Total liabilities and equity	2,199,020	2,189,604	2,249,253	2,388,606

temenos

PRESS RELEASE

FOR IMMEDIATE RELEASE
July 22nd, 2026

TEMENOS AG

All amounts are expressed in thousands of US dollars

	Three months to 30 June 2026	Three months to 30 June 2025	**Twelve months to 30 June 2026**	Twelve months to 30 June 2025
Cash flows from operating activities				
Profit before taxation	**86,517**	201,615	**236,472**	359,973
Adjustments:				
Depreciation and amortization	**27,837**	30,951	**119,940**	125,979
Gain on sale of business and contingent consideration fair value losses	**-**	(136,530)	**16,250**	(136,530)
Other non-cash and non-operating items	**10,295**	30,492	**72,515**	90,863
Changes in working capital:				
Trade and other receivables	**(5,964)**	(49,393)	**(57,784)**	(139,423)
Trade and other payables, and retirement benefit obligations	**(7,276)**	4,839	**22,409**	39,872
Deferred revenues	**15,514**	(3,288)	**41,907**	39,935
Cash generated from operations	**126,923**	78,686	**451,709**	380,669
Income taxes paid	**(22,001)**	(5,939)	**(59,926)**	(32,096)
Net cash generated from operating activities	**104,922**	72,747	**391,783**	348,573
Cash flows from investing activities				
Purchase of property, plant and equipment	**(1,459)**	(280)	**(6,374)**	(4,307)
Disposal of property, plant and equipment	**14**	-	**109**	163
Purchase of intangible assets	**(3,624)**	(383)	**(6,367)**	(2,444)
Capitalized development costs	**(13,392)**	(16,834)	**(58,766)**	(68,598)
Proceeds on sale of business, net of cash disposed	**-**	319,045	**4,000**	319,045
Settlement of financial instruments	**(380)**	(12,865)	**(12,941)**	(17,631)
Interest received	**310**	679	**2,164**	1,658
Net cash (used in) / generated from investing activities	**(18,531)**	289,362	**(78,175)**	227,886
Cash flows from financing activities				
Dividend paid	**(117,940)**	(110,549)	**(117,940)**	(110,549)
Acquisition of treasury shares	**(9,801)**	(159,553)	**(275,045)**	(346,975)
Proceeds from borrowings	**125,000**	107,574	**421,170**	391,451
Repayments of borrowings	**(55,000)**	(324,823)	**(176,172)**	(664,284)
Proceeds from issuance of bonds	**-**	281,976	**-**	281,976
Repayment of bond	**-**	-	**(273,312)**	-
Proceeds from long-term loans	**-**	-	**467**	467
Payment of lease liabilities	**(2,847)**	(3,417)	**(13,383)**	(14,331)
Interest paid	**(9,600)**	(499)	**(26,505)**	(20,422)
Settlement of financial instruments	**-**	-	**-**	(245)
Payment of other financing costs	**(118)**	(716)	**(6,598)**	(2,683)
Net cash used in financing activities	**(70,306)**	(210,007)	**(467,318)**	(485,595)
Effect of exchange rate changes	**(1,985)**	18,706	**(880)**	20,553
Net increase / (decrease) in cash and cash equivalents in the period	**14,100**	170,808	**(154,590)**	111,417
Cash and cash equivalents at the beginning of the period	**136,674**	134,556	**305,364**	193,947
Cash and cash equivalents at the end of the period	**150,774**	**305,364**	**150,774**	**305,364**

temenos

PRESS RELEASE

FOR IMMEDIATE RELEASE
July 22nd, 2026

Appendix III – reconciliation of IFRS to non-IFRS Q2-26 Income Statement

Readers are cautioned that the supplemental non-IFRS information presented in this press release is subject to inherent limitations. It is not based on any comprehensive set of accounting rules or principles and should not be considered as a substitute for IFRS measurements. Also, the Company's supplemental non-IFRS financial information may not be comparable to similarly titled non-IFRS measures used by other companies.

To compensate for these limitations, the supplemental non-IFRS financial information should not be read in isolation, but only in conjunction with the Company's consolidated financial statements prepared in accordance with IFRS.

IFRS - Non- IFRS Reconciliation	3 Months Ending 30 June						Change	
Thousands of US Dollars	2026 IFRS	Non-IFRS adjustments	2026 Non-IFRS	2025 IFRS	Non-IFRS adjustments	2025 Non-IFRS	IFRS	Non-IFRS
Subscription and SaaS	109,022	-	109,022	127,024	-	127,024	(14%)	(14%)
Maintenance	134,409		134,409	125,160		125,160	7%	7%
Services	38,054		38,054	33,288		33,288	14%	14%
Total Revenue	**281,485**	**-**	**281,485**	**285,472**	**-**	**285,472**	**(1%)**	**(1%)**
Total Operating Expenses	**(190,901)**	**25,538**	**(165,363)**	**(207,153)**	**37,346**	**(169,807)**	**(8%)**	**(3%)**
Restructuring	(5,155)	5,155	-	(16,310)	16,310	-	(68%)	
Amort of Acquired Intangibles	(9,466)	9,466	-	(10,707)	10,707	-	(12%)	
Share based payment	(10,917)	10,917	-	(10,329)	10,329	-	6%	
Operating Profit	**90,584**	**25,538**	**116,122**	**78,319**	**37,346**	**115,665**	**16%**	**0%**
Operating Margin	32%		41%	27%		41%	4.7% pts	0.7% pts
Gain on sale of business	-	-	-	136,530	(136,530)	-		
Finance Costs	(4,067)	-	(4,067)	(13,234)	9,300	(3,934)	(69%)	3%
Taxation	(19,295)	(4,674)	(23,969)	(36,899)	15,136	(21,763)	(48%)	10%
Net Earnings	67,222	20,864	88,086	164,716	(74,748)	89,968	(59%)	(2%)
EPS (USD per Share)	1.00	0.31	1.31	2.32	(1.05)	1.27	(57%)	3%