

Q3 2010 profit announcement – Netop Solutions upgrades full-year guidance.

Netop Solutions upgrades the FY 2010 EBITDA guidance to DKK 7–8 million from the previous forecast range of DKK 0–5 million. Combined with the adjusted cost levels, management's focus to bring Netop Solutions back on track for growth produced a substantial earnings improvement for 9M 2010, lifting EBITDA for the period to a DKK 5.7 million profit from a DKK 35.1 million loss in 9M 2009. Q3 2010 revenue was up by 12% over Q3 2009, and management expects further revenue growth in the fourth quarter. As a result, FY 2010 revenue is now expected at approximately DKK 90 million instead of the previous guidance of DKK 80–90 million.

- Q3 revenue amounted to DKK 23.2 million, compared with DKK 20.7 million in Q3 2009, bringing the 9M 2010 revenue to DKK 66.2 million, compared with DKK 68.3 million in 9M 2009. The drop in revenue for the 9M period was mainly due to the fact that Netop Solutions is no longer a distributor of the Communicator product.
- Administration revenue amounted to DKK 11.5 million, a 24% increase from DKK 9.3 million in Q3 2009. Our greater focus on sales to Enterprise customers was the main reason for the revenue improvement. Netop Solutions' technologically innovative products address a large number of the needs demanded by major organisations.
- Q3 Education revenue was DKK 10.7 million, as compared with DKK 9.4 million in Q3 2009. The improvement was driven mainly by improved market conditions for solutions targetting the education market and by the fact that through our sales focus and sales strategy in this market, we have managed to win orders from our nearest competitors. We believe that market conditions have improved, but there are still challenges to be addressed, especially in the US market.
- Revenue in the EMEA/APAC region was DKK 11.1 million in Q3 2010, compared with DKK 10.6 million in Q3 2009. US revenue totalled DKK 12.1 million, against DKK 10.1 million in Q3 2009.
- EBITDA was a profit of DKK 2.6 million in Q3 2010, against a loss of DKK 8.2 million in the same period of last year. EBITDA was a profit of DKK 5.7 million in 9M 2010, against a loss of DKK 35.1 million in the same period of last year. The profit for 9M 2010 included a DKK 5.0 million gain from the sale of Mobile Embedded.
- EBIT was a loss of DKK 0.4 million in Q3 2010, compared with a loss of DKK 11.2 million in the year-earlier period. The 9M 2010 EBIT was a loss of DKK 3.2 million, compared with a DKK 44.6 million loss in 9M 2009.
- Netop Solutions recorded a net loss of DKK 3.6 million in Q3 2010, against a loss of DKK 11.4 million in Q3 2009, bringing the 9M 2010 net loss to DKK 4.5 million, compared with a DKK 41.3 million loss in 9M 2009.
- Management upgrades the full-year guidance for EBITDA to DKK 7–8 million from the previous forecast range of DKK 0–5 million. FY 2010 revenue is expected to be approximately DKK 90 million, which is at the upper end of the previously guided range of DKK 80–90 million.

Contact

Kurt Bager (CEO)

Tel: +45 45 90 25 25

E-mail: kqb@netop.com

About Netop Solutions A/S

Netop develops and sells software solutions enabling swift, stable and secure transfer of video, screen images, sound and data over the Internet. The company has three core business areas: Administration, Education and Communication. Netop's unique and cost-saving Administration solutions makes work easier for IT professionals through secure remote control solutions. Netop's market-leading Education solutions for classroom management and corporate e-learning help students and teachers achieve optimum results through virtual teaching. Netop's Communication solutions allow customers, business partners and colleagues to meet easily and safely in virtual space through chat, video or voice over the Internet. Netop has 142 employees and subsidiaries in the USA, the UK, Romania and Switzerland. The company sells its solutions to public and private sector customers in more than 80 countries. Netop Solutions A/S is listed on NASDAQ OMX Copenhagen. Netop generated revenue of DKK 85.3 million in 2009. For more information, go to: www.netop.com

Netop Solutions A/S

Bregnerødvej 127

DK-3460 Birkerød

CVR 16 22 15 03

T +45 4590 2525

F +45 4590 2526

www.netop.com

Translation In the event of any inconsistency between this document and the Danish language version, the Danish language version shall be the governing version.

Financial highlights and ratios for the Netop group

DKK '000	9M 2010	9M 2009	Q3 2010	Q3 2009	2009
HIGHLIGHTS					
Income statement					
Revenue	66,197	68,312	23,247	20,662	85,287
Gross profit	65,776	67,289	23,141	20,496	84,602
Operating profit before deprec. and amortising (EBITDA)	5,676	(35,095)	2,632	(8,211)	(34,524)
Operating profit/(loss) (EBIT)	(3,185)	(44,559)	(352)	(11,155)	(67,399)
Profit/(loss) of financial items	(1,781)	(851)	(3,417)	(1,111)	(474)
Profit/(loss) before tax	(4,966)	(45,410)	(3,769)	(12,266)	(67,873)
Profit/(loss) for the period	(4,471)	(41,275)	(3,562)	(11,435)	(82,539)
Comprehensive income	(3,792)	(41,467)	(2,011)	(11,301)	(81,746)
Balance sheet					
Non-current assets	73,156	103,223			75,902
Current assets	26,948	32,840			22,220
Balance sheet total	100,105	136,063			98,121
Assets excl. cash	89,376	126,881			93,274
Share capital	24,371	21,046			21,046
Equity	65,756	104,016			63,870
Non-current liabilities	18,151	14,684			6,017
Current liabilities	16,199	17,363			34,251
Cash flow statement					
Cash flow from operating activities	846	(37,412)	3,290	(12,415)	(29,348)
Cash flow from investing activities	(13,397)	(1,112)	(11,476)	(447)	(5,499)
of which investments in property, plant and equipment	(476)	(498)	(476)	(25)	(528)
Cash flows from financing activities	18,600	(440)	0	0	(440)
Change in cash at bank and in hand	6,049	(38,964)	(8,186)	(12,862)	(43,425)
RATIOS					
Financial ratios¹⁾					
EBITDA-margin	8.6%	(51.4%)	11.3%	(39.7%)	(40.5%)
EBIT-margin	(4.8%)	(65.2%)	(1.5%)	(54.0%)	(79.0%)
Solvency ratio	65.7%	76.4%			65.1%
Return on equity	(6.9%)	(33.0%)			(78.7%)
Share ratios¹⁾					
Earnings per share	(1.0)	(9.8)	(0.7)	(10.9)	(20.2)
Diluted earnings per share, EPS-D (DKK)	(1.0)	(9.8)	(0.7)	(10.9)	(20.2)
Net asset value per share (DKK)	13.5	24.7			15.2
Price earnings ratio	0.6	0.5			0.5
P / E-value	(8.1)	(1.2)			(0.4)
Cash flow from operating activities per share	0.2	(8.9)	0.7	(2.9)	(7.0)
Dividend per share	-	-	-	-	-
Payout ratio (%)	-	-	-	-	-
Share price, end of period	7.8	12.1			7.8
Average number of shares (1,000 of DKK 5 each)	4,615	4,209	4,874	4,209	4,209
Number of shares at the end of the year (1,000 of DKK 5 each)	4,874	4,209	4,874	4,209	4,209
Ratios relating to staff					
Average no. of employees	131	146	115	152	150

1) Earnings per share and diluted earnings per share is calculated in accordance with IAS 33. Other ratios have been calculated in accordance with "Recommendations & Financial Ratios 2010" issued by the Danish Society of Financial Analysts. Reference is made to the definitions and terms applied in the section on "Accounting policies" note no. 1 in the annual report 2009.

Management's report

Business performance

In the third quarter, Netop Solutions remained focused on generating revenue growth, while exercising the necessary cost management. The result was a substantially improved performance relative to the same period of last year. Revenue for the first nine months of the year fell slightly, mainly because Netop Solutions discontinued as distributor of the Communicator product.

Our sales strategy in the Administration segment has strengthened our market position vis-à-vis our Enterprise customers, i.e. mainly major businesses. Our solutions address and solve a number of compliance- and security-related issues for these businesses, and demand is growing in this segment. This has led to a number of large orders and to existing customers expanding their existing solutions. Positioning Netop Solutions towards these Enterprise customers remains an important element of growth potential and this is something that we will devote additional attention to going forward. Technologically, we deliver more advanced solutions than the competition, and with the new product generations currently being developed at Netop Solutions, this is a growth area of the future.

The Education segment remains struck by the effects of the crisis, especially in the US market, where school sector procurement is directly correlated with the tax revenue of individual cities and municipal governments. There have been signs of improvement, and management expects improvements to continue during 2011. Netop Solutions has made a dedicated effort to enhance school loyalty, and the number of customers subscribing or resubscribing to the Netop Advantage Program (NAP) is growing. The NAP provides a large number of benefits and upgrade opportunities to subscribing customers. Customers generally subscribe to the programme for three-year periods, and many of them use the NAP to optimise their use of the Netop Solutions products. The NAP is a source of recurring income and a cross-selling opportunity for Netop Solutions.

In the Communication segment, the Live Guide product continues to experience growing demand and an increase in the number of customer leads. Communication is a strategically important business segment operating in a strongly growing market. More and more companies have started working strategically to optimise their online sales and support functions. Netop Live Guide is innovative technology superior to what the competition can offer. The Live Guide solution requires a smaller investment from our customers than if they choose a competing product, because they subscribe to hosting services from Netop Solutions, and we also provide server operations and solution maintenance.

The Netop Development Center in Romania has continually optimised our development processes during 2010, including the source code applied in Netop Solutions products. We have now enhanced the quality, speed and cost of our product development to a level where we believe that Netop Solutions is much more strongly positioned than our nearest competitors and that the skills we have built over the last couple of years can now be applied in an independent business area. We have entered into an ODC agreement to explore the opportunities for offering software development capabilities to other software businesses.

Other events

On 30 September, Netop Solutions announced the appointment of Jesper Slot as the company's new CFO. Jesper Slot is a state-authorised public accountant and joins the company from Ernst & Young, where he served a number of large corporate clients, including listed companies. Jesper Slot's appointment is a means of strengthening the financial management of Netop Solutions.

Financial review

Revenue

Netop Solutions generated a 12% revenue improvement to DKK 23.2 million in Q3 2010, compared with DKK 20.7 million in Q3 2009.

Revenue by product:

DKKm	Q3 2010	%	Q3 2009	%	2009	%
Administration	11.5	49.6	9.3	44.9	40.8	47.8
Education	10.7	46.1	9.4	45.4	36.2	42.4
Communication	1.0	4.3	0.7	3.4	3.4	4.0
Other	0.0	0.0	1.3	6.3	4.9	5.8
Total	23.2	100.0	20.7	100.0	85.3	100.0

Q3 Administration revenue was DKK 11.5 million, as compared with DKK 9.3 million in Q3 2009.

Q3 Education revenue was DKK 10.7 million, as compared with DKK 9.4 million in Q3 2009.

Revenue by geographical market:

DKKm	Q3 2010	%	Q3 2009	%	2009	%
USA	12.1	52.1	10.1	48.5	34.9	40.9
EMEA/APAC	11.1	47.9	10.6	51.5	50.4	59.1
Total	23.2	100.0	20.7	100.0	85.3	100

Note:

EMEA/APAC Europe, the Middle East, Africa and Asia

The USD-DKK exchange rate depreciated throughout the third quarter of 2010 from 607 to 546. The Q3 2010 average exchange rate of 568 was substantially higher than the Q3 2009 average exchange rate of 519, and the volatility consequently impacted US revenue favourably by around DKK 1.0 million.

Costs

Direct costs, external costs, staff costs and impairment charges totalled DKK 23.5 million in Q3 2010, a drop of DKK 8.2 million relative to Q3 2009.

Total costs amounted to DKK 74.0 million in the 9M 2010 period against DKK 111.9 million in 9M 2009.

Costs were reduced by more than 33% from 9M 2009 to 9M 2010. Among other things, this reduction was attributable to the process ongoing in Netop Solutions since the acquisitions made in the summer of 2008. As previously announced, Netop Solutions has relocated its development activities to Romania but, at the same time, the extremely cost-conscious approach of the entire Netop organisation combined with the efficiency-enhancing efforts enabled the company to achieve this major cost reduction.

External costs fell by DKK 2.4 million in the third quarter relative to the same period of 2009.

Staff costs were DKK 12.6 million in Q3 2010, compared with DKK 18.4 million in Q3 2009. Staff costs amounted to DKK 40.5 million in 9M 2010, which was DKK 23.1 million less than in the year-earlier period.

Impairment charges were DKK 3.0 million in Q3 2010, compared with DKK 3.0 million in Q3 2009.

Income

EBITDA was a profit of DKK 2.6 million in Q3 2010, against a loss of DKK 8.2 million in the same period of last year.

EBIT was a loss of DKK 0.4 million in Q3 2010, against a loss of DKK 11.2 million in the year-earlier period.

Net financial items amounted to an expense of DKK 3.4 million in Q3 2010, primarily triggered by exchange rate adjustments.

This resulted in a *loss before tax* of DKK 3.8 million in Q3 2010, compared with a DKK 12.3 million loss in Q3 2009. The pre-tax loss for the first nine months of the year was DKK 5.0 million, compared with a loss of DKK 45.4 million in 9M 2009.

Balance sheet

At 30 September 2010, total assets amounted to DKK 100.1 million, with cash accounting for DKK 10.7 million. Equity stood at DKK 65.8 million (corresponding to an equity ratio of 66%), compared with DKK 104.0 million at 30 September 2009.

Cash flows

Operating activities generated a cash inflow of DKK 3.3 million in Q3 2010 compared with an outflow of DKK 12.4 million in the year-earlier period. The Q3 2010 cash flow per share (CFPS) was an inflow of DKK 0.7, compared with an outflow of DKK 2.9 in Q3 2009. Operating activities generated a cash inflow of DKK 0.8 million in 9M 2010, compared with a cash outflow of DKK 37.4 million in 9M 2009. Accordingly, the 9M 2010 cash flow per share (CFPS) was an inflow of DKK 0.2.

Cash outflows from *investing activities* were DKK 11.4 million in Q3 2010 compared with an outflow of DKK 0.0 million in the year-earlier period, which was mainly due to an outstanding payment in respect of a company acquired in 2008.

Financing activities generated a cash flow of DKK 0.0 million in Q3 2010 against an outflow of DKK 0.4 million in Q3 2009.

Accordingly, there was a total cash outflow of DKK 8.2 million in Q3 2010 compared with an outflow of DKK 12.9 million in the year-earlier period. For 9M 2010, there was a total cash inflow of DKK 6.0 million against an outflow of DKK 39.0 million for the same period of 2009.

Outlook

Netop Solutions' primary goal for 2010 is to generate profitable operations and positive cash flows while remaining focused on building a platform from which Netop Solutions can generate satisfactory growth going forward.

In light of the revenue growth generated in the second and third quarters and the number of operational and cost-reducing initiatives Netop Solutions has implemented since the end of 2009 and during 2010, we now expect better financial results than previously guided.

Management expects FY 2010 revenue of approximately DKK 90 million, which is at the top end of the previous guidance of DKK 80–90 million.

Due to the reduced costs and the anticipated revenue growth, we now expect EBITDA of around DKK 7–8 million, up from the previous forecast range of DKK 0–5 million.

Forward-looking statements

The above forward-looking statements, including in particular the forecasts of future revenue and financial results, reflect management's current expectations for future events and are thus subject to risk. A number of factors, some of which will be beyond Netop Solutions' control, may cause actual developments and results to differ materially from the expectations expressed by the company. Such factors include general economic developments, developments in the financial markets, technology innovation, changes and amendments to legislation and regulations governing Netop Solutions' markets, changes in the demand for Netop Solutions' products, competition, and the integration of company acquisitions.

Announcements in 2010

5	February	Employee representative resigns from the Board of Directors
11	February	Incentive plans
22	February	New employee representative enters the Board of Directors in Netop Solutions
25	February	Netop Solutions announces sale of rights to Mobile Embedded
16	March	Netop Solutions A/S releasing Annual Report 2009
26	March	Changes in Management
31	March	Notice to ordinary general meeting in Netop Solutions A/S
27	April	Profit announcement for the first quarter of 2010
27	April	Proceedings at the annual general meeting of Netop Solutions A/S held on 27 April 2010
27	April	Convertible loan
17	May	Part of a convertible loan to be converted
18	May	Capital increase registered
18	May	Major shareholder announcement
15	June	Report by the Board of Directors of Netop Solutions A/S in relation to mandatory takeover bid
30	June	Change in employee representatives in the Board of Directors
30	June	Statement of share capital and voting rights
14	July	Resultat af pligtmæssigt tilbud
4	August	Change in employee representatives on the Board of Directors
17	August	Profit announcement for the second quarter and first half year of 2010
30	September	Netop Solutions appoints new CFO
30	September	Incentive plans for managers of Netop Solutions A/S
12	November	Corrective information to annual report 2009

Financial calendar 2010

31	December	End of the 2010 financial year
----	----------	--------------------------------

The consolidated financial statements of the Netop Solutions Group comprise the parent company Netop Solutions A/S, Netop Business Solutions A/S (100%), Netop Netfilter A/S, Danware Security A/S (100%), Netop Tech Ltd., Netop Tech GmbH, Netop Tech Inc. and Genevalogic Holding AG, which has the subsidiaries Genevalogic Langenthal Ltd. and Netop AG.

Statement by the Board of Directors and the Management Board

Income statement

Balance sheet

Statement of changes in equity

Cash flow statement

Notes to the financial statements

Statement by the Board of Directors and the Management Board

The Board of Directors and the Management Board today considered and approved the interim report of Netop Solutions A/S for the nine months ended 30 September 2010.

The interim report, which has neither been audited nor reviewed by the Company's independent auditors, was prepared in accordance with IAS 34 'Interim Financial Reporting' as adopted by the EU and additional Danish disclosure requirements of listed companies.

We consider the accounting policies used to be appropriate and the accounting estimates to be reasonable. In our opinion, the interim report gives a true and fair view of the group's assets and liabilities and financial position at 30 September 2010 and of the results of the group's operations and cash flows for the period 1 January – 30 September 2010.

In our opinion, the management report includes a fair review of the development and performance of the business and the financial position of the Group in general and describes the principal risks and uncertainties that the Group faces.

Birkerød, 16 November 2010

Management Board

Kurt Bager
CEO

Board of Directors

Ib Kunøe
Chairman

Max Møller

Søren Bach

Henning Hansen

Jan Elbæk

Peter Schüpbach

Marcus Kaber

CONSOLIDATED INCOME STATEMENT

DKK '000	Note	9M 2010	9M 2009	Q3 2010	Q3 2009
Revenue	2	66,197	68,312	23,247	20,662
Direct costs		(422)	(1,023)	(107)	(166)
Gross profit		65,776	67,289	23,141	20,496
Other operating income		5,000	51	-	51
External costs		(24,615)	(38,818)	(7,915)	(10,343)
Amortisation, depreciation and impairment losses		(8,861)	(9,464)	(2,984)	(2,944)
Staff costs		(40,485)	(63,617)	(12,594)	(18,415)
Operating profit (EBIT)		(3,185)	(44,559)	(352)	(11,155)
Financial income		4,156	6,624	(5,920)	241
Financial expenses		(5,937)	(7,475)	2,503	(1,352)
Profit before tax		(4,966)	(45,410)	(3,769)	(12,266)
Corporation tax		495	4,135	207	831
Profit for the period		(4,471)	(41,275)	(3,562)	(11,435)
Earning per share (EPS)					
Earning per share (EPS)		(1.0)	(9.8)	(0.7)	(10.9)
Earnings per share, diluted (EPS-D)		(1.0)	(9.8)	(0.7)	(10.9)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

DKK '000	9M 2010	9M 2009	Q3 2010	Q3 2009
Profit for the period	(4,471)	(41,275)	(3,562)	(11,435)
Other comprehensive income				
Exchange rate adjustments relating to foreign entities	679	(192)	1,551	134
Tax of other comprehensive income	-	-	-	-
Other comprehensive income after tax	679	(192)	1,551	134
Total comprehensive income	(3,792)	(41,467)	(2,011)	(11,301)

CONSOLIDATED BALANCE SHEET

	30/9 2010	31/12 2009	30/9 2009
DKK '000			
ASSETS			
Acquired licenses	6,066	7,702	13,195
Goodwill	30,785	31,022	43,978
Completed development projects	2,994	6,620	4,700
Development projects in progress	4,211	1,410	2,401
Customer relations	8,250	10,500	11,250
Software internal use	319	294	345
Intangible assets	52,624	57,548	75,869
Other fixtures and fittings, tools and equipment	883	1,611	1,939
Leasehold improvements	47	68	191
Property, plant and equipment	931	1,678	2,130
Deposits	13,058	13,132	13,426
Other receivables	4,540	1,540	-
Deferred tax	2,004	2,003	11,798
Other non-current assets	19,602	16,675	25,224
Total non-current assets	73,156	75,902	103,223
Trade receivables	13,022	14,569	20,585
Other receivables	1,350	1,352	1,121
Deferred income	1,847	1,451	1,952
Cash at bank and in hand	10,729	4,848	9,182
Total current assets	26,948	22,220	32,840
Total assets	100,105	98,121	136,063

CONSOLIDATED BALANCE SHEET

	30/9 2010	31/12 2009	30/9 2009
DKK '000			
EQUITY AND LIABILITIES			
Equity			
Share capital	24,371	21,046	21,046
Other reserves	9,026	8,348	5,722
Retained earnings	32,359	34,476	77,248
Total equity	65,756	63,870	104,016
Deferred tax	2,887	3,675	3,999
Provisions	1,311	1,311	10,000
Pension obligations	226	226	685
Convertible loan	12,921	-	-
Other liabilities	805	805	-
Total non-current liabilities	18,151	6,017	14,684
Provisions	146	10,146	-
Trade payables	2,755	3,193	2,880
Corporation tax	77	45	-
Other liabilities	8,708	10,839	9,770
Deferred income	4,514	4,011	4,713
Total current liabilities	16,199	28,234	17,363
Total liabilities	34,350	34,251	32,047
Total equity and liabilities	100,105	98,121	136,063

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

DKK '000	Share capital	Translation reserve	Retained earnings	Reserve for share based payments	Reserve total	Proposed dividends	Total
Equity at 1 January 2009	21,046	5,914	117,455	1,508	124,877	-	145,923
Changes in equity in 9M 2009							
Acquisition of treasury shares	-	-	(440)	-	(440)	-	(440)
Total comprehensive income for the period	-	(192)	(41,275)	-	(41,467)	-	(41,467)
Changes in equity in 9M 2009	-	(192)	(41,715)	-	(41,907)	-	(41,907)
Equity at 30 September 2009	21,046	5,722	75,740	1,508	82,970	-	104,016
Equity at 1 January 2010	21,046	6,708	34,476	1,640	42,824	-	63,870
Changes in equity in 9M 2010							
Capital increase	3,325	-	2,354	-	2,354	-	5,679
Total comprehensive income for the period	-	679	(4,471)	-	(3,793)	-	(3,793)
Changes in equity in 9M 2010	3,325	679	(2,117)	-	(1,439)	-	1,886
Equity at 30 September 2010	24,371	7,387	32,359	1,640	41,385	-	65,756

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

DKK '000	9M 2010	9M 2009	Q3 2010	Q3 2009
Operating profit (EBIT)	(3,185)	(44,559)	(352)	(11,155)
Adjustments for non-cash transactions:				
Unrelized currency adjustments	(733)	-	(733)	-
Adjustment provisions	-	-	2,573	-
Amortisation, depreciation and impairment losses	9,004	9,464	3,127	2,944
Gains and losses on sold intangible assets and property, plant and equipr	(143)	-	(140)	-
Adjustment deferred income	503	935	208	(422)
	5,446	(34,160)	4,683	(8,633)
Change in net working capital				
Change in receivables	(1,773)	1,948	(1,763)	(1,719)
Change in trade payables and other liabilities	(2,569)	(5,619)	465	(2,048)
Cash generated from operations	1,104	(37,831)	3,385	(12,400)
Interest paid	34	470	11	6
Interest received	(172)	(100)	(50)	(26)
Cash generated from operations activities	966	(37,461)	3,346	(12,420)
Corporation tax paid	(120)	49	(56)	5
Cash flow from operating activities	846	(37,412)	3,290	(12,415)
Purchase of intangible assets	(2,921)	(30)	(713)	(23)
Disposals of intangible assets	-	33	-	33
Purchase of property, plant and equipment	(476)	(498)	(476)	(25)
Disposal of property, plant and equipment	-	108	(287)	-
Payment for purchase of GenevaLogic in 2008	(10,000)	-	(10,000)	-
Purchase/disposal of other non-current assets	-	(256)	-	37
Purchase of associates	-	(469)	-	(469)
Cash flow from investing activities	(13,397)	(1,112)	(11,476)	(447)
Acquisition of treasury shares	-	(440)	-	-
Convertible loan, obtained	12,921	-	-	-
Capital increase	5,679	-	-	-
Cash flow from financing activities	18,600	(440)	-	-
Change in cash at bank and in hand	6,049	(38,964)	(8,186)	(12,862)
Cash at bank and in hand at beginning of period	4,848	48,146	19,357	22,044
Exchange rate adjustments	(168)	-	(442)	-
Cash at bank and in hand at end of period	10,729	9,182	10,729	9,182

NOTES

NOTE 1 GROUP ACCOUNTING POLICIES

The interim report is presented in accordance with IAS 34 'Interim Financial Reporting' as adopted by the EU and additional Danish disclosure requirements for interim reports of listed companies.

The accounting policies are unchanged from the policies applied in the Annual Report 2009, to which reference is made.

A full description of the accounting policies is contained in the annual report for 2009.

NOTE 2 SEGMENT INFORMATIONS

DKK '000

9M 2010	Admini- stration	Education	Communi- cation	Total
Segment income statement				
External revenue	36,622	27,326	2,249	66,197
Reportable segment's result before tax	20,029	11,214	923	32,166
Other segment items				
Segment assets	5,849	45,833	1,150	52,832
Segment liabilities	-	-	-	-
<hr/>				
9M 2009	Admini- stration	Education	Communi- cation	Total
Segment income statement				
External revenue	31,698	30,152	2,678	64,528
Reportable segment's result before tax	7,168	1,693	1,028	9,889
Other segment items				
Segment assets	3,796	70,975	2,650	77,421
Segment liabilities	-	10,000	-	10,000
<hr/>				
Q3 2010	Admini- stration	Education	Communi- cation	Total
Segment income statement				
External revenue	11,542	10,735	969	23,247
Reportable segment's result before tax	5,662	4,984	443	11,089
<hr/>				
Q3 2009	Admini- stration	Education	Communi- cation	Total
Segment income statement				
External revenue	9,301	9,410	700	19,411
Reportable segment's result before tax	6,683	1,244	985	8,912