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Aldata in brief

Aldata is one of the global leaders in supply chain management software for retail and logistics companies. The company's comprehensive range of Supply Chain Management and In-Store solutions enable its 300 customers across 50 countries to enhance their productivity, profitability, performance, and competitiveness. Aldata develops and supports its software through more than 500 Aldata professionals and a global partner network. Aldata is a public company quoted on the Helsinki Stock Exchange with the identifier ALD1V.

Mission statement

Aldata's mission is to provide its customers with predominant solutions that enhance their productivity, profitability, performance, and competitiveness.

Strategy

- Customer focus on retail, wholesale, and logistics companies
- Product focus on supply chain management and in-store solutions
- Growth through international expansion and enhanced product offering
- Leverage by partnering with leading vendors

Jan 2005

Ireland's largest pharmacy group, Unicare Pharmacy Ltd., and one of the leading Dutch chains of drugstores, Dynadro, select Aldata G.O.L.D.

Feb 2005

New management organization.

Two new significant projects signed in South-Eastern Europe.

March 2005

The company wins new customers and continues to build up its presence in Central Europe.

April 2005

The Annual General Meeting of Aldata Solution Oyj elects three new members to the Board.

May - June 2005

Albertsons, one of the largest retailers in the US, selects Aldata G.O.L.D.

Aldata G.O.L.D. to be supplied to Musgrave in Ireland.

The year 2005 in brief

Aldata Group

Net sales, EUR million	76.0
EBIT, EUR million	5.2
Profit for the financial period, EUR million	3.4
Net cash flow, EUR million	2.9
Personnel, 31 December 2005	580

July 2005

René Homeyer appointed President and CEO.

The company raises its financial guidance for 2005.

Aug 2005

An agreement to supply Aldata G.O.L.D. to Intermarché-Interex in the Balkans.

Sept 2005

The Extraordinary General Meeting of Aldata Solution Oyj decides to increase the number of the members of the Board of Directors from four to seven.

International retail chain Carrefour to deploy Aldata G.O.L.D. in twelve new countries.

Oct 2005

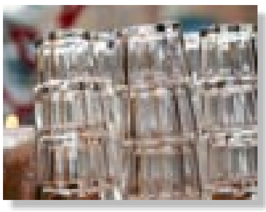
US retailer chain Giant Eagle selects Aldata G.O.L.D.

Nov 2005

UK-based Yorkshire Purchasing Organisation selects Aldata G.O.L.D.

Values

Aldata's values - passion, profit, respect and openness - form the basis for all of its activities.



Dear Reader,

For Aldata, 2005 was, in software terminology, the year of the roll-out. We have been aggressively executing our strategy by integrating our product offering around the core G.O.L.D. platform, further expanding our geographical presence, and focusing our efforts on serving clients in the retail and logistics verticals. As the roll-out continued during the year, we could also reap the financial benefits. Our net sales increased each quarter and totalled EUR 76 million, which represents more than 27% comparable growth from the previous year. In addition, we exceeded our targets in terms of profit and cash flow.

After a number of challenging years, the market conditions for application software improved in 2005. In the retail and logistics verticals, where we have our focus, developments have been even more positive. All signs indicate that market conditions will continue to improve in 2006. This view is strongly supported by the change in the attitude of retailers to standardized software solutions. An increasing number of retail chains are considering a move from proprietary IT systems to packaged solutions. In this move, Aldata, with its leading product offering, can support all retailers from the largest global companies to smaller local chains.

The improvement in the demand for solutions in the retail vertical has also attracted large software companies, which has resulted in a consolidation among our competitors and peers.
We are, however, confident that we can continue to succeed in this changed environment, as well. Our key competitive edge over the diversified software providers and new entrants lies in our in-depth knowledge of retail solutions and our strong track record in successful implementations with the world's leading retailers.

Our goal is to maintain our dedicated focus on the retail and logistics markets. We strive to constantly create value for our customers by supporting them with products that offer technological leadership and with a service team that has years of experience of working hands-on, together with a wide range of retail and logistics companies.

In 2006, exciting new additions to our product portfolio provide us with the opportunity to penetrate both new and existing segments. Our international operations will grow and the weight of business outside of Europe will continue to increase. We expect to see success in emerging markets such as the Middle East, Latin America, China, Russia, and India. We will enter many of these areas with existing strategic customers, to support them in their own internationalization processes. We have decided to focus completely on the retail and logistics verticals, but within these verticals, we will be a leading actor globally. From where we are today, we have outstanding opportunities for growth and further success.

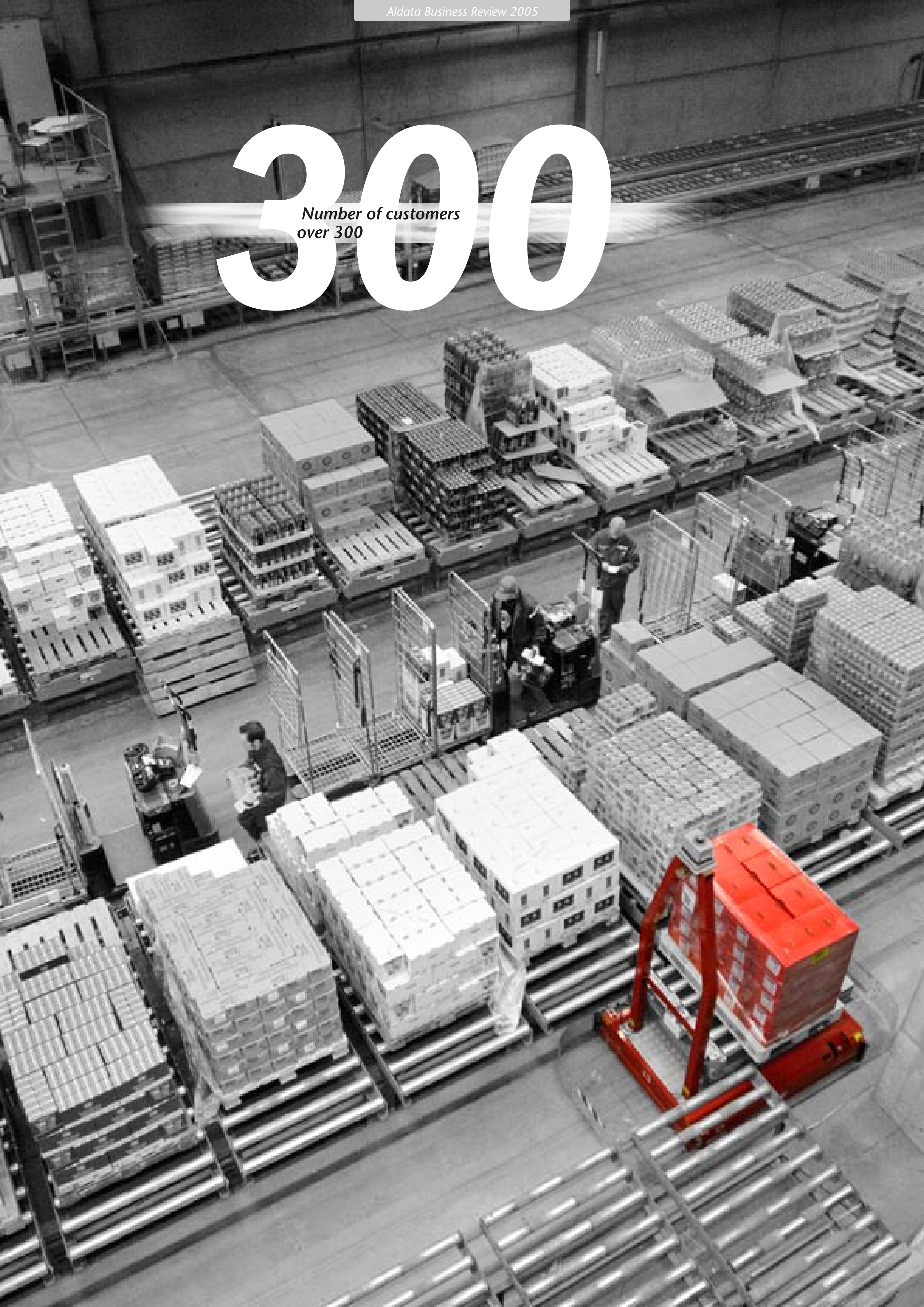
Finally, I would like to extend my warmest thanks to all our customers, partners, and shareholders for their co-operation. Many special thanks to all Aldata employees for their efforts and commitment. I look forward to continuing working with you in the years ahead as successfully as we have to date!

Paris, February 2006
René Homeyer, President and CEO


27%
Increase in
net sales

300

Number of customers
over 300



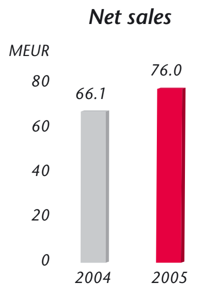
Products

Aldata provides standardized software packages for retail and logistics companies. Aldata G.O.L.D. is a software family of integrated application modules that ensures effective real-time control of the complete supply chain. Aldata G.O.L.D. consists of solutions for three areas in the supply chain: head office, store operations and logistics.

G.O.L.D. for Head office

For head office operations, the integrated application modules are G.O.L.D. Central for central buying and merchandise management and G.O.L.D. Topase for optimizing stock replenishment.

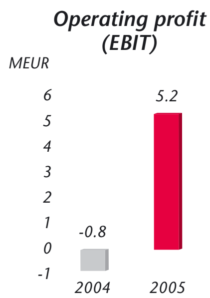
G.O.L.D. Central is the application module of the Aldata G.O.L.D. software family that provides effective control of the supply chain for the retail and distribution sector. It covers the complete management of head office operations and includes reference and master data management, purchasing, replenishment, assortment, price execution, promotion, sales, and flow management. G.O.L.D. Topase ensures optimal stock replenishment throughout the logistics network. It enables future sales to be predicted and operational stock to be optimized, ensuring adequate service levels, and the speculative stock to be optimized using buying price modifications.



G.O.L.D. for Store operations

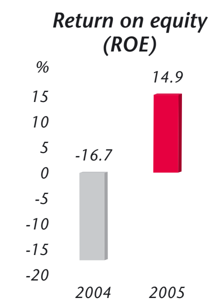
Aldata's G.O.L.D. Store Execution is a purpose-built software solution for the retail store environment. It consists of G.O.L.D. Shop for store back-office, G.O.L.D. Mobile for mobility in the store and G.O.L.D. POS, an in-store point-of-sale system.

G.O.L.D. Shop is the commercial tool for efficiently managing the back-office of all types of sales outlets. Its inbuilt simulation system calculates the profits and margins per product and management of the system can be centralized to give corporate control or decentralized for autonomous operations. G.O.L.D. Mobile provides real-time mobility and connectability to back-office systems. It is dedicated to mobile shop-floor operations in the store environment. G.O.L.D. POS is a point-of-sales system designed especially for the needs of the daily goods sector. It can efficiently handle large numbers of transactions and includes comprehensive tools for measuring and reporting sales.

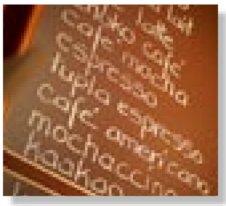


G.O.L.D. for Logistics

A family of integrated application modules ensures effective control and optimization of logistics operations for retailers, wholesalers, industrial groups, and logistics service providers. The modules are G.O.L.D. Stock for warehouse management; G.O.L.D. Vocal, a voice recognition system for hands-free warehouse operations; and G.O.L.D. Radio for real time control of all warehouse operations.



G.O.L.D. Stock is software for the management, control, execution and processing of logistics operations in warehouses. It manages all physical and information flows, controls processes and executes them, and can cover one or more warehouses within a logistics network. G.O.L.D. Vocal enables warehouse operations utilizing modern voice recognition technology. G.O.L.D. Vocal is a tool for carrying out hands-free quality inspection, cross-docking, goods reception, order picking, and cycle counting. It significantly improves logistics performance, quality of delivery, and warehousing productivity.



Other products

For specialty retailers Aldata offers Aldata Profix and Aldata Megadisc store systems. Both products are designed for the needs of specialty goods stores, comprising everything from cash terminals, logistics, and chain management to integrating with e-commerce and head office functions for store chains. These products are in use in approximately 4,000 specialty stores mainly in Finland and Sweden. For restaurant operators, Aldata offers RIS point-of-sale software: a fast, versatile, and reliable solution designed specifically for restaurant use.

Aldata also has a competence centre for Smart Card and RFID technologies. This unit focuses on technologically advanced loyalty and payment solutions. Its customers include public authorities and companies in commerce and industry.

Research and Development

Aldata's focus in retail and logistics and specifically on the supply chain is a factor that differentiates Aldata from large, diversified software vendors. Aldata's goal is to provide its customers with predominant solutions that enhance their productivity, profitability, performance, and competitiveness. Aldata continually puts a large amount of effort into this goal. The only way to reach this goal is with superior products, developed by a knowledgeable, experienced, and efficient research and development team.

In 2005, Aldata developed Store Execution, a next generation in-store system that seamlessly integrates Aldata's new point-of-sale solution, G.O.L.D. POS, with the other G.O.L.D. modules. This solution allows retailers to manage the whole supply chain, from the supplier's factory floor to the store front office.

Part of the Store Execution offering is the newly developed G.O.L.D. Mobile. The module simplifies in-store operations by providing mobility to the execution of G.O.L.D. transactions. Based on advanced web technology (XML, Web Services), the module is directly connected to the central database. G.O.L.D. Mobile provides real-time mobility and connectability to G.O.L.D. Central/Shop. It is dedicated to mobile shop floor operations in the environment.

Another new application is G.O.L.D. Topase, which ensures optimal stock replenishment. Topase makes it possible to forecast future sales, at the same time ensuring service levels and speculating on price modifications.

Aldata continued to supply G.O.L.D. Version 5 to customers during 2005. Version 5 will remain the core platform in upcoming years. Major functional extensions and additional technological facilities were integrated with the G.O.L.D. software application. Aldata's G.O.L.D. development platform, a complete development toolset for Aldata customers and partners to build complementary business processes around G.O.L.D, was commercially released in 2005. Aldata also focuses on the specialty goods segment and is continuously developing new functionality for this market segment.

210

Number of employees involved in R&D activities over 210

Professional Services

A key element in the success of Aldata G.O.L.D. is its complete offering, consisting of leading software solutions and a full range of supporting services. With its experienced professional services team, Aldata provides services that come equipped with both software expertise and services that support business users, ensuring that the software can be used to its full advantage.

Aldata has established a full range of professional service packages to help customers and partners appreciate, understand, and obtain value from the Aldata G.O.L.D. software solution. Based on Aldata's veteran pedigree in delivering end-to-end retail and supply chain solutions, Aldata Professional Services are grounded in business practices.

Aldata Professional Services are provided by both Aldata and Aldata Partners, the global network of Aldata G.O.L.D. certified partners. All Aldata and Aldata Partner Professional Service resources are formally certified and professional service personnel are required to attend training sessions regularly. Aldata is continually developing, tuning, and refining Professional Services to support changing customer needs. At the moment, 268 of Aldata's employees concentrate on this area.

Global network

In 2005, Aldata set up a global network that tracks all G.O.L.D. certified professionals. The network enables Aldata to allocate the right resources to the right project at the right time. This makes projects run smoothly and provides customers with the best knowledge available.

260

Number of Aldata employees in the network over 260

30

Number of Aldata G.O.L.D. language versions over 30

Markets and customers

In 2005, Aldata increased its market presence in all of its operational territories. The Group also gained new market ground in Asia, Latin America, the Middle East, and South-Eastern Europe. Significant progress was made in the US and the UK, with Aldata signing major deals in both markets. 2005 was when Aldata grew rapidly.

In the US, Aldata's position continued to improve significantly and major deals were concluded with the leading retail chains of Albertsons, Giant Eagle, and in early January, 2006 with United Supermarkets. During 2005, the Group continued its successful growth, with Unicare Pharmacy, Musgrave and Yorkshire Purchasing Organisation being the flagship signatures in the UK and Ireland. In the Nordic region, the major project with Finnish alcohol retail chain Alko continued throughout the year. The project will result in the first joint implementation of G.O.L.D. POS and G.O.L.D. supply chain modules.

Aldata also saw strong growth in South-Eastern Europe with new countries and customers being gained in the Balkans area. Elsewhere, the company increased its market share and continued its progressive growth in winning new and recurrent business, notably in Western and Central Europe. In Latin America, the Middle East and Central Europe, Aldata's partners improved their sales and support services, strengthening Aldata's presence.

Today, Aldata G.O.L.D. is used by more than 260 customers in 46 countries and is available in more than 30 language versions.

Partners

Following its strategy, Aldata strengthened its partnerships further and increased its offering in education and training for partners in 2005. The Aldata Partner Community intensified its co-operation and collaboration with resources and skills transfers being implemented to provide superior support to customers.

Partner support was increased with Aldata setting up its Global Professional Services network for the Aldata community. This network improves the communication and resource allocation between the parties. Aldata's partner network includes such global leaders as BearingPoint, EDS, IBM, and UNISYS.

Education services were also fully operational, with partners and customers being certified and re-certified for the latest evolutions of Aldata G.O.L.D. Aldata's commitment to develop its education and training services capacity will continue and increase the number of G.O.L.D. professionals significantly in 2006. Active co-operation with partners will serve Aldata´s growth targets.

As well as integrating new market requirements and business processes into Aldata G.O.L.D., the company works in a hand-in-hand partnership with the G.O.L.D. User Association (GUA), i.e. the worldwide association of Aldata customers. GUA provides advice and ideas based on business requirements.


12%
Increase in personnel
in 2005 over 12%

The basis of Aldata's success lies with its skilled, competent, and motivated employees. The multicultural Aldata team, representing more than 20 nationalities, supports customers in approximately 50 countries.

Human Resources

Aldata places high priority on the continuous education of its personnel

Human resources development is based on the company's strategy and business targets. The strategy prioritizes education and training for personnel. Aldata offers both in-house and external training to its personnel with a goal of having the best skilled team of professionals in the industry.

The Group's values – passion, profit, respect, and openness – form the basis for how Aldata manages HR issues. The goal is to create a stimulating, productive work community in which employees feel motivated and respected.

The international approach is visible in everyday work

Aldata is truly a multicultural company, with employees representing more than twenty nationalities. The company supports customers in approximately 50 countries worldwide, which creates both challenges and opportunities, but is also very rewarding.

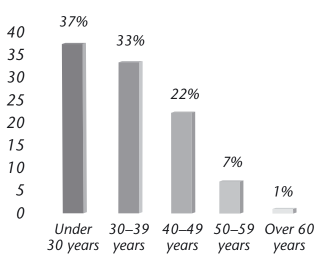
Growth in personnel

In 2005, Aldata Group employed 580 people, which is 66 employees more than the year previously. Most of the employees are based in Paris, France and Vantaa, Finland. The biggest growth was in the US, where the number of personnel grew by 178% in 2005.

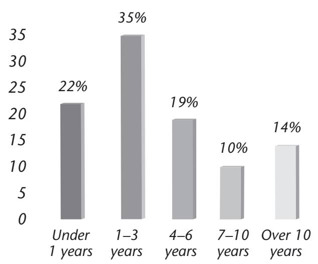
Personnel	**2005**	**2004**
On 31 Dec.	580	514
Average	547	525
Net Sales/person (EUR) *)	13 8877	12 5821

*) Calculated from average personnel

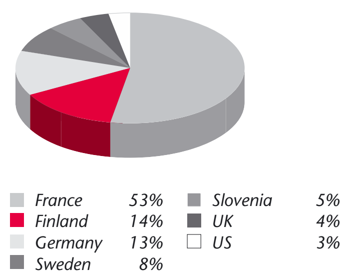
Personnel by age 31 Dec. 2005



Personnel by years of service 31 Dec. 2005



Personnel by country 31 Dec. 2005



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Shareholder information

Investing in Aldata Solution Oyj

More information about investing in Aldata can be found for example from the following banks and brokerage firms:
Carnegie
Enskilda
Evli
FIM
Handelsbanken
Kaupthing Sofi
Mandatum
Nordea
Opstock
Osaketieto

Interim reports 2006

Aldata will publish quarterly interim reports during 2006 on the following dates:
Interim report for January-March at 9.00 am on Thursday 4 May 2006
Interim report for January-June at 9.00 am on Thursday 3 August 2006
Interim report for January-September at 9.00 am on Thursday 2 November 2006.

Contact details

Thomas Hoyer, CFO
Tel. +358 45 670 0491
thomas.hoyer@aldata-solution.com

Aldata Solution Oyj
P.O. Box 266
FI-00101 Helsinki, Finland
(Rauhankatu 13 A 1, FI-00170 Helsinki)
Tel. +358 9 5422 5500
Fax +358 9 5422 5054.

Annual General Meeting 2006

The Annual General Meeting of Aldata Solution will be held on Thursday April 6, 2006, starting at 10 am (EET) in Rake-Sali, (address: Erottajankatu 4 C, 3. floor) Helsinki, Finland.

In order to attend the meeting, shareholders must be registered in the company's shareholders register maintained by the Finnish Central Securities Depository Ltd no later than on March 27, 2006.

Shareholders wishing to attend the Annual General Meeting are required to inform the company by 4.00 pm. (EET) on April 3, 2006, either

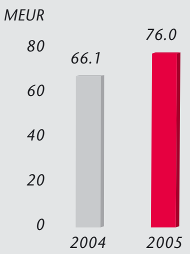
by e-mail registration@aldata-solution.com or
by telephone +358 9 5422 5147/ Johanna Hölli-Koskipirtti or
by mail Aldata Solution Oyj
Johanna Hölli-Koskipirtti
P.O. Box 266, FI-00101 Helsinki
Finland.

All shareholders registering to attend the Annual General Meeting are required to provide their name, address, telephone number and date of birth.

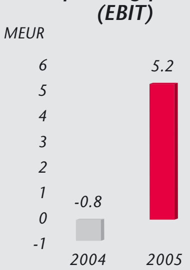
Letters containing authorization to vote by proxy at the meeting should reach the company at the above address before the end of the notification period.

Report by the Board of Directors

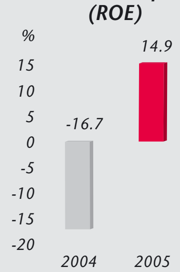
Net sales



Operating profit (EBIT)



Return on equity (ROE)



January 1 – December 31, 2005

Market overview

During 2005, an improvement in the application software market became more visible. Companies are investing in tools to improve their efficiency and the demand for business software has steadily increased.

In the retail and logistics verticals, where Aldata's focus is, the penetration of standard application software is still at a low level. An increasing number of retail chains and logistics companies are contemplating a move from proprietary IT systems to packaged solutions. Aldata, being one of the very few suppliers of such solutions, is to benefit strongly from this trend.

The increased activity in the retail and logistics verticals has attracted also large, diversified software vendors to enter the area. This has resulted in a consolidation among Aldata's competitors and peers. However, Aldata's long experience and deep knowledge within these verticals and strong track-record of successful implementations with the world's leading retailers, give confidence for the future.

In 2005 Aldata grew significantly faster than its competitors and peers. Aldata expects to continue gaining market share in all its markets.

Net sales and profitability

Aldata's net sales were EUR 76.0 million (EUR 66.1 million, comparable EUR 59.8 million), which represents organic growth of 27% over the previous year's comparable net sales (comparable figures exclude Aldata Industries Oy, which was divested in December 2004). The growth was strongest in the US and the UK. France and Finland were the largest geographical markets, representing 31% and 13% of total net sales.

Product sales, which include licenses on standard products, licenses on customer specific developments and maintenance revenues, accounted for 42% (35%). Consulting services, which include project work, integration and training services accounted for 51% (49%). Third party licenses and hardware accounted for 7% (16%).

The Group's gross profit was EUR 63.1 million (comparable EUR 46.5 million), which represents an 83% (78%) gross margin. The increase in the gross margin is attributable to an improved sales mix.

Operating profit, EBIT, totaled EUR 5.2 million (comparable EUR -4.7 million), which represents a 6.9% operating margin. The strong growth in operating profit proves that Aldata's business model brings significant scale benefits as the net sales increase.

Pre-tax profit was EUR 5.5 million (EUR -1.0 million), net profit was EUR 3.4 million (EUR -4.0 million) and earnings per share, EPS, were 0.050 euros (-0.059 euros).

Research and developments costs in the financial year totaled EUR 16.4 million (EUR 15.2 million), of which EUR 0.6 million (EUR 0.4 million), or 3.9%, were capitalized. The depreciation on capitalized development costs was EUR 0.1 million (EUR 0.0 million). Before 2004 all development costs were booked as expenses.

Costs related to stock options were EUR 0.5 million (EUR 0.2 million).

The operating costs also include a EUR 0.4 million non-recurring item related to the change of Aldata Group's President and CEO.

Taxes for the financial year were EUR 2.0 million (EUR 3.0 million) and tax rate was 36%.

Aldata's reported order backlog includes product and third party product sales, which will be recognized as revenues during the following twelve months. At year-end 2005 Aldata's order backlog was EUR 20.7 million (EUR 18.0 million at the end of 2004 and EUR 18.9 million at the end of Q3 2005).

Finance

At the end of 2005 Aldata Group's cash, cash equivalents and marketable securities amounted to EUR 9.4 million (EUR 6.5 million at the end of 2004) and the balance sheet total stood at EUR 48.5 million (EUR 40.6 million). The Group had EUR 0.3 million interest-bearing debt (EUR 0.2 million) and interest-bearing net liabilities totaled EUR -8.7 million (EUR -6.0 million). Short-term receivables totaled EUR 26.9 million (EUR 22,2 million). The Group's solvency ratio was 54.1% (54.0%), gearing was -34.4% (-27.6%), and shareholders' equity per share was EUR 0.372 (EUR 0.317).

The Group's capital expenditure on hardware and software purchases amounted to EUR 1.3 million (EUR 1.1 million). A total of EUR 0.6 million (EUR 0.4 million) development costs were capitalized during the period.

There were no changes in 2005 made to the reserves related to the dispute with GrandVision. In 2004 Aldata made a reserve covering open receivables related to the project.

Business units

Net sales of the Supply Chain Management (SCM) Software business unit grew by 35% to EUR 64.1 million (EUR 47.3 million). The gross profit was EUR 53.8 (EUR 32.6) million and the operating profit, EBIT, was EUR 7.0 (EUR -2.9) million. The positive development of the business unit is attributable to a number of successful Aldata G.O.L.D. implementations and to the launch of a number of new G.O.L.D. modules. The unit has been very successful in its international expansion and the strongest growth has taken place in the US and the UK. There is a continued focus on international expansion and the strongest growth in 2006 is expected from the growing markets of Asia, Middle-East, Russia, China and the US. Parallel to the international expansion the unit is launching new products, to fulfill the ever increasing requirements by its customers. All new products are based on Aldata G.O.L.D. technology and are integrated modules of the G.O.L.D. suite, which already today represents the most comprehensive offering on the market for supply chain execution.

Net sales of the In-Store Software business unit decreased to EUR 11.9 million (EUR 12,5 million). The gross profit was EUR 9.3 million (EUR 9.7 million) and the operating profit, EBIT, was EUR 0.0 (EUR 0.1) million. In Finland, the In-Store unit has been significantly increasing its sales and has further strengthened its leading position as a supplier of point-of-sales solutions for Finnish retail chains. Also in terms of profitability, the Finnish unit has performed very well and restructuring measures taken at the end of 2004 have significantly improved the efficiency of the unit. However, performance in rest of the Nordic region has been weaker than expected, but towards the end of 2005, the performance in this area has improved as well.

According to IFRS unallocated expenses are reported separately from segment reporting. In 2005 Aldata Group's unallocated expenses totaled EUR 1.8 million (EUR 1.9 million).

Personnel

Aldata Group employed 580 (514) persons at the end of 2005 and on average had 547 (525) employees during the year. The personnel growth rate was 20% in the Supply Chain Management Software business unit, whereas the number of personnel declined by 4% in the In-Store Software business unit. Geographically, the growth was strongest in Aldata subsidiaries in the US and the UK.

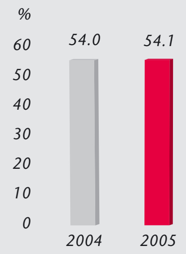
By Business Units	Dec 31, 2005		Dec 31, 2004	
	Persons	%	Persons	%
SCM Software	471	81	394	77
In-Store Software	99	17	104	20
Group administration	10	2	16	3
Total	580	100	514	100

Approximately 53% of personnel were employed by Aldata companies in France, 14% in Finland, 13% in Germany, 8% in Sweden, 5% in Slovenia, 4% in the US and 3% in the UK.

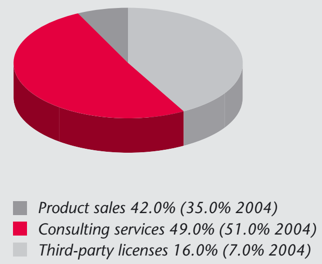
Share performance, foreign ownership and changes in ownership in 2005

The highest price of the Aldata Solution Oyj share during January - December 2005 was 2.07 EUR and the lowest price 1.07 EUR. The average price was 1.56 EUR and the closing price 1.85 EUR. The trading volume on the Helsinki Stock Exchange was EUR 69.3 million and altogether 44.2 million shares were traded, which represents 65.6% of the shares. Aldata Solution Oyj has 67.4 million shares outstanding. The number has remained unchanged during the period.

Solvency ratio



Split of net sales year 2005



Earnings per share (EPS)

The number of shareholders was 5886 and the free float was 99.7% of the share capital at the end of September 2005. A total of 51.7% of Aldata Solution Oyj's shares were nominee registered at the end of the period.

Risk Management

Aldata's financial risk management is described in the financial statement on page 31. The general risk management practitices are described in the Corporate Governance section of the Annual Report.

The company's most significant business risks are large project deliveries and their schedules, quality of services and products supplied by third parties, and key personnel. Managing business risks is a key target of the operational management. The business risks are monitored by the President and CEO and in this duty he is closely assisted by the CFO, the General Counsel and the General Managers of Aldata's subsidiaries. Also the Audit Committee is actively taken part in developing the company's risk management processes.

The Board of Directors and CEO

The annual general meeting decided in April 2005 that the Board of Directors would have four members. The following ordinary members were elected: Mr. Pekka Vennamo, Mr. Ilkka Hollo, Mr. Kimmo Alkio and Mr. Peter Titz, until the end of the following Annual General Meeting. The Chairman was elected to be Pekka Vennamo.

In June 2005, the Board of Aldata Solution Oyj appointed René Homeyer as the CEO and President.

The extraordinary General Meeting decided to increase the number of the members of the Board of Directors from four to seven.

The meeting decided to elect to the Board of Directors consisting of Mr. Kimmo Alkio, Mr. Ilkka Hollo, Mr. Peter Titz and Mr. Pekka Vennamo following new members: Mr. Hervé Defforey, Mr. Peter Ekelund and Mr. Klaus-Dieter Laidig.

Mr. Pekka Vennamo continued as Chairman of the Board of Directors. Mr. Kimmo Alkio was elected as Vice Chairman of the Board.

Management Team

Aldata divided its Executive Management Team in February 2005 into a Corporate Management Team ("CMT"), which is located in Paris, France, and Management Council ("MC"), which includes CMT members, area managers and functional managers.

The members of the CMT were Matti Hietala, CEO and President (until 7th July 2005); Rene Homeyer, Executive Vice President and COO (CEO and President from 8th July 2005 onwards); Dominique Chambas, Senior Vice President, International Sales; Thomas Hoyer, CFO and Markus Kivimäki, Vice President, Legal affairs. The members of the CMT report to CEO.

The members of the MC were the CMT members plus Manfred Alt, General Manager, Germany; Patrik Bullet, Vice President, R&D; Albert Cherbit, Vice President, Presales & Consulting; Mark Croxton, General Manager, UK; Ivan Gutzelj, General Manager, Slovenia; Henrik Lindström, General Manager, Sweden; Thierry Seguin, Vice President, Professional Services; Neil Thall, General Manager, US and Jorma Tukia, General Manager, Finland.

Auditors

Ernst & Young Oy acted as Aldata group's auditor, under the supervision of principal auditor Tomi Englund (APA).

Group structure, changes and business transactions during the period

In spring 2005, Aldata's French subsidiary, Aldata Solution S.A., established a subsidiary that has business operations, Aldata Solution (Thailand) Co Ltd and a holding company, Aldata Solution Holding Co Ltd, to Bangkok, Thailand. Both companies are consolidated to Group figures starting from June 2005.

Aldata Solution Oyj is Aldata Group's parent company. It has a branch office in Paris, France. At the end of 2005, the following Aldata Group's subsidiaries operated:
Aldata Solution Finland Oy (100%) and Aldata Smart Card Oy (100%) in Finland
Aldata Solution AB (100%) in Sweden
Aldata Solution S.A. (97.3%) in France
Aldata Retail Solutions GmbH (98.7%) in Germany

Aldata Solution d.o.o. (81.2%) in Slovenia
Aldata Solution Inc. (100%) in the US
Aldata Solution UK Ltd. (100%) in the UK
Aldata Solution (Thailand) Co Ltd. (100%) in Thailand

Board authorizations

The Annual General Meeting did not grant any of the authorizations proposed by the Board.

IFRS reporting

Aldata transferred to reporting according to International Financial Reporting Standards (IFRS) in 2005. The comparative 2004 full-year figures in this report are according to IFRS. Preliminary information of the changes was published on January 31st, 2006. Profit and loss figures in 2005 and 2004 according to IFRS and FAS:

	2005 FAS	2005 Adj.	2005 IFRS	2004 FAS	2004 Adj.	2004 IFRS
Net sales	75.6	0.4	76.0	66.0	0.1	66.1
Gross Profit	63.0	0.1	63.1	53.9	-0.1	53.8
Operating Profit, EBIT	4.5	0.7	5.2	-1.5	0.7	-0.8
Profit before taxes, EBT	4.8	0.7	5.5	-1.6	0.6	-1.0
Net Profit	3.1	0.3	3.4	-4.8	0.8	-4.0

The essential differences between FAS and IFRS are in presenting the net sales, handling of the financial leasing agreements, capitalization of product development expenses, share option expenses and goodwill amortization.

Net sales has increased EUR 0.4 (EUR 0.1) million as items previously recorded under other operating income are in IFRS accounting recorded as net sales.

The capitalization of development costs were EUR 0.6 (EUR 0.4) million and the depreciation of these expenses was EUR 0.1 (0.0) million.

The impact of share option expenses is included in personnel expenses in the profit and loss statements and it reduces the 2005 operating profit EUR 0.5 (EUR 0.2) million.

The amount of scheduled amortization in FAS has been adjusted in the IFRS-compliant profit and loss account and it improves the operating profit EUR 0.7 (EUR 0.8) million. The company's goodwill is regularly tested according to IFRS impairment test guidelines.

Events after the review period

On January 2nd 2006, Aldata announced an agreement with Carrefour, the second largest retailer worldwide, regarding the supply of the Aldata G.O.L.D. software suite to Carrefour's 179 hypermarkets in France.

On January 9th 2006, Aldata announced an agreement with the United Supermarkets from the US, regarding the supply of the full suite of Aldata G.O.L.D. applications for its stores in North and West Texas.

On February 14th 2006, Aldata reached an agreement with STIME, the IT department of Intermarché, on the supply of G.O.L.D. software. Intermarché decided to implement G.O.L.D. Topase, Aldata's replenishment optimization solution for its replenishment operations.

The Board of Directors' dividend proposal

The Board of Directors will propose to the Annual General Meeting on April 6th that no dividend shall be distributed. The Board's opinion is that profits should be re-invested in Aldata's business operations, where they can generate high returns and support an aggressive growth strategy. Also, financial flexibility opens up opportunities for Aldata in the currently very fast developing and actively consolidating retail software market.

Outlook for 2006

Aldata expects its good financial performance, strong growth in net sales and increased profitability, to continue also in 2006. The growth on net sales is supported by new product launches, the improved market environment and increased presence in Asia, Latin-America, Middle East and in the US. The increase in profit margins is supported by Aldata's business model, where significant scale benefits are realized as net sales increase.

Consolidated Income Statement (IFRS)

	Note	EUR 1 000 1.1.-31.12.05	EUR 1 000 1.1.-31.12.04
Net sales	**1**	**75 966**	**66 056**
Other operating income	4	705	4 448
Material and services		-13 526	-16 744
Personnel expenses	6	-41 047	-35 599
Depreciations and impairments	7	-1 111	-1 177
Impairment of goodwill	7	0	-749
Other operating expenses	5	-15 771	-17 054
Operating result		5 215	-819
Financial items	9	294	-138
Result before taxes and minority interest		5 509	-957
Income taxes	10	-1 998	-2 977
Minority interest		-110	-51
Result for the year		**3 401**	**-3 984**
Result for the year continuing operations		3 401	-3 878
Result for the year discontinuing operations	2	0	-106
Result for the year		**3 401**	**-3 984**
Earnings per share		0,050	-0,059
Earnings per share diluted		0,050	-0,059

Consolidated Cash Flow Statement (IFRS)

	Note	EUR 1 000 2005	EUR 1 000 2004
Cash flow from operating activities			
Operating result		5 215	-819
Adjustment to operating result	31	1 721	-394
Change in working capital	31	-2 809	-1 652
Interest received		480	354
Interest and charges paid		-78	-597
Taxes paid		-54	-745
Net cash from operating activities		4 475	-3 853
Cash flow from investing activities			
Group companies acquired		-121	-385
Group companies sold		0	6 199
Investments in tangible and intangible assets		-1 287	-759
Loans granted		-81	37
Net cash used in investing activities		-1 489	5 092
Cash flow before financing activities		**2 986**	**1 239**
Cash flow from financing activities			
Long-term loans, repayments		-47	-54
Short-term loans, repayments		-16	-3 388
Dividends paid		0	-278
Net cash used in financing activities		-63	-3 720
Net cash flow, total		2 923	-2 481
Change in cash and cash equivalents		**2 923**	**-2 481**
Cash and cash equivalents 1 Jan.		6 512	8 993
Net change in cash and cash equivalents		2 923	-2 481
Exchange gains and losses		-2	0
Cash and cash equivalents 31 Dec.		**9 437**	**6 512**

Consolidated Balance Sheet (IFRS)

	Note	EUR 1 000 31.12.2005	EUR 1 000 31.12.2004
ASSETS			
NON-CURRENT ASSETS			
Goodwill	12	8 506	8 385
Capitalized development costs	12	931	367
Intangible assets	12	124	260
Tangible assets	13	1 656	1 509
Investments	14	47	47
Other long-term assets	15	423	342
Deferred tax assets	18	451	224
NON-CURRENT ASSETS TOTAL		12 138	11 135
CURRENT ASSETS			
Inventories	16	117	118
Accounts receivable	17	16 200	13 637
Loans receivable	17	58	100
Prepayments and accrued income	17	9 720	7 142
Other short-term receivables	17	881	1 961
Cash and cash equivalents	19	9 437	6 512
CURRENT ASSETS TOTAL		36 412	29 471
ASSETS TOTAL		**48 550**	**40 606**

Consolidated Balance Sheet (IFRS)

	Note	EUR 1 000 31.12.2005	EUR 1 000 31.12.2004
SHAREHOLDERS' EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
Share capital	20	674	674
Share premium fund	20	17 002	17 002
Translation difference	20	-75	126
Retained earnings	20	7 476	3 559
Equity holders of the parent company		25 078	21 361
MINORITY INTEREST		368	247
SHAREHOLDERS' EQUITY TOTAL		25 446	21 608
NON-CURRENT LIABILITIES			
Long-term loans	24 ,25	424	302
Other provisions	22, 23	1 357	678
Other long-term loans	24	110	157
NON-CURRENT LIABILITIES TOTAL		1 891	1 137
CURRENT LIABILITIES			
Short-term loans	24, 25	269	239
Advances received	27	1 526	585
Accounts payable	27	4 288	4 080
Accrued expenses and prepayments	27	9 187	8 937
Other provisions	23	59	28
Other short-term loans	27	5 884	3 990
CURRENT LIABILITIES TOTAL		**21 213**	**17 860**
LIABILITIES TOTAL		23 104	18 997
EQUITY AND LIABILITIES TOTAL		**48 550**	**40 606**

Consolidated Statement of Changes in Equity

	Share capital	Share premium fund	Translation difference	Retained earnings	Total
EQUITY 31 Dec. 2003	674 339,42	17 166 963,81	-335 400,82	7 597 029,83	25 102 932,24
Effects of adopting IFRS	0,00	0,00	335 400,82	-280 947,65	54 453,17
Adjusted equity 1 Jan. 2005	674 339,42	17 166 963,81	0,00	7 316 082,18	25 157 385,41
Translation difference	0,00	0,00	125 647,32	0,00	125 647,32
Result of the financial year	0,00	0,00	0,00	-3 984 278,24	-3 984 278,24
Change in group structure	0,00	-164 613,42	0,00	0,00	-164 613,42
Total	0,00	-164 613,42	125 647,32	-3 984 278,24	-4 023 244,34
Share based payments recognised against equity	0,00	0,00	0,00	227 223,86	227 223,86
EQUITY 31 Dec. 2004	674 339,42	17 002 350,39	125 647,32	3 559 027,80	21 361 364,93
Translation difference	0,00	0,00	-200 565,14	0,00	-200 565,14
Result of the financial year	0,00	0,00	0,00	3 400 723,89	3 400 723,89
Total	0,00	0,00	-200 565,14	3 400 723,89	3 200 158,75
Share based payments recognised against equity	0,00	0,00	0,00	516 394,01	516 394,01
EQUITY 31 Dec. 2005	674 339,42	17 002 350,39	-74 917,81	7 476 145,69	25 077 917,69

Basic Company Information and Guidelines for Drafting the Consolidated Financial Statement

Basic company information

Aldata is an internationally operating Finnish consolidated company and one of the leading global providers of retail software solutions. The product range includes supply chain management software, in-store software, and smart card solutions.

Aldata has subsidiaries in eight countries, in addition to which software is supplied through a worldwide partner network. Aldata's software is used by more than 300 clients in about 50 countries.

The group's parent company is Aldata Solution Oyj, a Finnish public limited company domiciled in Helsinki.

The consolidated financial statement is available in electronic form on the web page: www.aldata-solution.com

Basis for drafting

Aldata's first IFRS consolidated financial statement has been drafted according to the International Financial Reporting Standards, and the IAS, IFRS, SIC, and IFRIC interpretations valid on 31 December 2005 have been observed. International financial reporting standards are considered, in the Finnish Bookkeeping Act and legal provisions specified on the basis of this Act, as standards accepted as applicable according to the procedure prescribed in EU regulation (EC) No. 1606/2002, as well as interpretations of these standards.

During 2005, the group has proceeded to observe international practices regarding financial statements and has applied the IFRS 1 "First-time Adoption of International Financial Reporting Standards" standard to the transition. The date of transition to IFRS standards was 1 January 2004.

Differences due to the adoption of IFRS standards are presented in balancing calculations on page 52.

The consolidated financial statement is drafted based on the original purchase costs except for other available-for-sale items, which have been assessed at their current value, if the current value could be reliably defined. Stock-based payments are entered at their current value at the time of granting. Regarding the integration of business activities that have taken place before 2004, the business value corresponds to the book value according to earlier financial statement standards, which has been used as the presumed purchase cost according to the IFRS. The classification or processing in financial statements of these purchases has not been adjusted during the drafting of the group's opening IFRS balance sheet.

Financial statement information is presented in thousands of euro.

Guidelines for drafting the consolidated financial statement

The consolidated financial statement covers Aldata Solution Oyj and all its subsidiaries that the group controls. Acquired subsidiaries are included in the consolidated financial statement starting from the moment that the group gained control thereof, and assigned subsidiaries until the moment when the group relinquishes control.

Mutual shareholding is eliminated using the acquisition cost method. Internal business activities, mutual receivables, liabilities, unrealized internal profits, and internal distribution of profits have been eliminated in the financial statement. Unrealized losses are not eliminated when they originate from depreciations. Minority holdings are separated from the group result and shareholders' equity and presented as a separate item in the consolidated profit and loss account and balance sheet. The minority share of losses is entered in the consolidated financial statement at most according to the amount of investment.

Use of estimates

In the drafting of a financial statement, estimates and assumptions about the future must be made (e.g. in connection with write-down tests and provisions), although what is actually realized may differ from the estimates and assumptions. These estimates affect the assets and liabilities in the balance sheet, contingent liabilities and presentation of possible funds in the financial statement, and the revenue and costs of the accounting period.

Business activities in foreign currencies

Figures related to the result and financial position of the group's units are measured in the currency valid for the main operating environment of each unit. The consolidated financial statement is presented in euro, which is the operating and presentation currency of the group's parent company.

Business transactions in foreign currencies are entered in the operating currency using the going exchange rate for the day of transaction; in practice, the rate used corresponds approximately to the rate on the day of transaction. Rate differences related to normal business operation are processed as adjustments to sales and purchases. Rate profits and losses generated by loans and other conversions of monetary items are included in financial income and costs.

The profit and loss accounts of foreign consolidated companies have been converted into euro according to the monthly average rate published by the European Central Bank, and balance sheets have been converted according to the monthly ending rate. Rate differences generated by conversions are presented under shareholders' equity as translation differences. According to the exception allowed by the IFRS 1 transitional standard, cumulative translation differences accrued at the moment of transition are entered under accrued yield, and they are not entered as affecting the result later when the subsidiary is assigned.

When a foreign unit is assigned, conversion differences included in shareholders' equity related to the unit are entered as affecting the result when the profit or loss from assignment is entered.

Goodwill

The goodwill corresponds to the portion of purchase costs that exceeds, at the moment of purchase, the group's share of the current value of the net assets of a company acquired after 1 January 2004. Earlier business activities have been integrated with business values by applying the IFRS 1 transitional standard, according to which the business value corresponds to the book value in accordance with earlier financial statement practices, which has been used as the presumed purchase cost. The classification and processing in financial statements of these purchases has not been adjusted in the drafting of the group's opening IFRS balance sheet.

For the business value, ordinary depreciations are not entered, but they are tested annually for possible write-downs. For this purpose, the business value is focused on the units producing cash flow. The business value is assessed at the original purchase cost minus depreciations. The amount of money that can be accrued in business activities has been defined on the basis of the use value in the write-down tests.

Research and development costs

Research costs are entered in the financial statement as expenditure. Development costs due to the designing of new products are capitalized in the balance sheet according to the IAS 38 Intangible Assets standard. Development costs are capitalized in the balance sheet starting from the moment when the new product or option is technically feasible, can be utilized commercially, can be expected to produce economic benefit, and has a purchase cost that can be defined reliably. Product development costs that have been entered as expenditure earlier are not capitalized later.

Product development costs consist mainly of personnel costs and external services. Depreciations on commodities are entered starting from the moment when the commodity is ready for use. Unfinished commodities are tested annually for write-downs. The economic lifetime for capitalized development costs is 3 to 5 years, during which capitalized commodities are entered as expenditure on a straight-line basis.

Other intangible assets

Other intangible assets consist of software licenses, which are assessed according to original purchase costs and depreciated during their economically limited lifetime. Intangible assets are entered on the balance sheet only when the asset's purchase cost is defined reliably.

Tangible fixed assets

Tangible fixed assets consist mainly of machinery and equipment. They are capitalized as direct purchase costs minus planned depreciations and possible write-downs. According to group policy, planned depreciations are calculated as straight-line depreciations from the original purchase costs over their economic lifetime.

Repair and maintenance costs are entered as affecting the result after they have been realized.

Tangible fixed assets are removed from the balance sheet when the asset is assigned or when no equivalent economic benefit can be expected from the asset. The generated profit or loss is entered as affecting the result.

The following depreciation periods are used:

Product development costs	3-5 years
Other intangible assets	3-5 years
Machinery and equipment	3-5 years
Other tangible assets	3-5 years

Write-downs

The group assesses asset items on each closing date in order to recognize possible write-downs. If there are indications of a write-down, the accruable amount of money for the asset item in question is assessed to be the net sale price or a higher use value. The use value is considered as the estimated net cash flow produced by an asset item or a cash-flow producing unit, discounted at its present value. The write-down is entered in the financial statement if the book value exceeds the accruable amount of money. If the write-down loss focuses on a cash-flow producing unit, it is first directed to decrease the business value allocated to the cash-flow producing unit, and after this to the other asset items of the unit.

Write-down loss is cancelled in the book value, from which at most the asset's depreciations are deducted, if there are significant changes in the circumstances and if the amount of money accruable from the asset has changed significantly since the date of entering the write-down loss. The write-down entered for a business value is not cancelled in later periods.

Leases

Rental agreements in which the group holds a significant part of the risks and benefits related to ownership are presented under tangible assets. According to the IAS 17 standard, these rental agreements are classified as financial leasing agreements and entered on the balance sheet as assets and liabilities. An asset item acquired by financial leasing is entered on the balance sheet under assets at the time when rental starts at the asset's current value or a lower present value for minimum rent. Depreciations for the asset are made according to the group's depreciation plan or a shorter rental period, and possible write-down losses are entered. The paid leasing rent is divided into financial costs and debt amortizations in such a way that the amount of debt left at the end of each accounting period has an equally high interest rate. Rental obligations are presented under liabilities in connection with loans.

Rental agreements in which the risks related to ownership remain with the lessor are treated as other rental agreements. Rents paid on the basis of other rental agreements are entered as costs in the financial statement during the rental period.

Inventories

Inventories are valued at purchase costs or a lower net realization value. Purchase costs are defined by using the weighted average price method. The net realization value is the estimated price for the asset, from which the costs related to completing the asset and selling it are subtracted. Inventories consist of acquired products. Inventory value is decreased for obsolescent assets.

Share-based payments

The group has applied the IFRS 2 Share-based Payments standard to all option schemes granted after 7 November 2002. Costs for earlier option schemes are not presented in the financial statement. Share-based payments are entered as costs in the financial statement by allocating the related costs to the period between the granting date and the right-of-use date. The cost based on the financial statement is based on the current value of the granted option and its counterparty is shareholders' equity.

Provisions

A provision is entered when the group has acquired a legal or actual obligation based on an earlier event, the amount of the obligation can be estimated reliably, and the realization of the obligation to pay is probable. The most significant provisions are related to pension schemes.

Pension obligations

The group's pension schemes are based on each country's local legislation. The group has both payment-based and benefit-based schemes. Pension security in Finland is managed through the TEL scheme by insurance companies and classified as a payment-based scheme. In addition to payment-based schemes, the group's foreign subsidiaries have benefit-based schemes in Germany and France. Pension schemes are managed by local insurance companies. Authorized actuaries have drafted the actuarial calculations for the benefit-based pension schemes. The Group does nor apply the so-called corridor method in this. Instead, the actuarial gains and losses are entered in the income statement of the financial year.

Financial assets and liabilities

The group's financial assets are classified according to the purpose of procurement into loans and other receivables and available-for-sale financial assets. Purchases and sales of financial assets are entered on the trading day.

Loans receivable include loans and other receivables and financial assets in which money, products, or services have been delivered to the debtor. They are assessed at the periodized acquisition cost and included in current and non-current financial assets.

Available-for-sale financial assets consist of shares and they are assessed at current value. Changes to the current value of available-for-sale financial assets are marked in the shareholders' equity of the current value fund. When an investment is sold or its value decreases, changes to the current value are moved to the financial statement.

Financial assets are removed from the balance sheet only when the group has significantly externalized risks and profits or lost an agreement-based right to financial assets.

Financial assets include cash in hand and at banks and other assets with a maturity of less than three months. Credit limits and leasing loans are included under loans on the balance sheet.

Financial liabilities are entered at current value based on the compensation received. Transaction costs are included in the original entry for the financial liabilities. Costs for current liabilities are entered as expenditure for the accounting period in which they originated. Financial liabilities are removed from the balance sheet only when the obligation defined in the agreement has been fulfilled, annulled, or invalidated.

Available-for-sale asset items and terminated business activities

Available-for-sale asset items are assessed at their book value or current value minus costs related to selling.

Segment reporting

The group's primary form of segment reporting is according to business segments. Geographical segments are reported as secondary segments. The segments presented are based on the group's internal organizational structure and reporting.

Income tax and deferred taxes

The taxes for the consolidated financial statement include, from each company's net result, accrual-based taxes based on each country's local legislation, adjustments to the taxes of earlier accounting periods, and changes to deferred taxes.

Deferred tax claims and liabilities are entered for temporary differences between the book value and taxable value of asset and debt items. The tax rates specified by the closing date are used for entering deferred taxes. The most significant temporary differences are due to provisions, confirmed losses and depreciation differences. Deferred tax claims are entered up to the amount to which taxable income, for which the temporary tax can be utilized, is likely to be generated in the future.

Guidelines for entry as income

Turnover includes profits from the sale of products and services, adjusted with sales adjustments and rate differences of sales in other currencies. Profits from the sale of products are entered as income at the moment that the significant risks and benefits related to ownership are transferred to the owner. Generally this means the time of delivery. Fixed-price long-term projects are entered as income according to the stage of production, assuming that the stage of production and the project's profits and losses can be defined reliably. The stage of production is defined based on how the work progresses and how costs are generated. Delivered long-term projects consist of services and licenses. If the total costs of the project exceed the total profits, the expected loss is entered as expenditure immediately. The sale of services is entered as income for the accounting period during which the service was rendered and the profits could reliably be defined. Maintenance profits are periodized by time.

Financial risk management:

Risk management

Risk management is an essential part of the group's internal supervision, for which the group's top executives are responsible. In the group's risk management process, risks are divided into financial risks and operational risks. The management of financial risks aims to minimize the adverse effects of changes in the financial market on the group's result and to ensure sufficient finances for the group. The general guidelines for risk management are approved by the Board of Directors and they are implemented by the group's financial department together with business units.

Liquidity

The group ensures the sufficiency of liquid assets with efficient cash management solutions. To minimize financial costs and to ensure the acquisition of assets, the group needs to have unassigned credit limits to cover planned financial needs. Extra assets are placed in short-term bank deposits.

Currency risk

The group operates on the international market and has operations in various countries. The currency risk consists of sales and purchases in foreign currencies, transactions and financing of foreign subsidiaries, and assets in foreign currencies. If necessary, individual transactions in foreign currencies are protected and investments are funded with local currencies, if this is possible and economically profitable.

Notes to the Financial Statements 31 December 2005
EUR 1 000

1. SEGMENT INFORMATION

BUSINESS SEGMENTS

Supply Chain Management
Supply Chain Management business unit provides solutions for retail and wholesale companies, and logistics sector. Aldata G.O.L.D. SCM has been supplied globally and it is used to manage and optimize the entire value chain from the supplier to the end customer.

In-Store
Profits of the segment consist of the In-Store Software for daily and speciality stores.
In-Store Software support the business processes, planning and predictability of the daily grocery store.
The software can be integrated with SCM software.

There is no internal sales between Group's business segments. Unallocated items include mainly tax and financial items as well as Group's shared items netted. Assets and liabilities that the segments use in their business are allocated to them.

INCOME STATEMENT 2005

EUR 1 000	**Supply Chain**	**In-Store**	**Eliminations**	**Total**
Net sales to external customers	64 072	11 893	0	75 966
Operating result, continuing operations	7 067	-19	0	7 048
Unallocated items				-1 833
Operating result				5 215
Financial income and expenses				294
Result before taxes and minority interest				5 509
Taxes				-1 998
Minority interest				-110
Result from continuing operations				3 401
Result for the financial period				3 401

BALANCE SHEET 2005

Segment assets	34 845	2 822	-107	37 560
Unallocated assets				10 990
Total	34 845	2 822	-107	48 550
Segment liabilities	17 078	2 258	-107	19 230
Unallocated liabilities				3 874
Total	17 078	2 258	-107	23 104
Capital expenditures	-1 439	-397	0	-1 837
Unallocated capital expenditures				-106
Total	-1 439	-397	0	-1 942
Depreciations	-803	-202	0	-1 005
Unallocated depreciations				-106
Total	-803	-202	0	-1 111

INCOME STATEMENT 2004 EUR 1 000	Supply Chain	In-Store	Discontinuing Operations	Eliminations	Total
Net sales to external customers	47 136	12 480	6 440	0	66 056
Operating profit, continuing operations	-2 832	150	0	0	-2 682
Operations profit, discontinuing operations	0	0	3 796	0	3 796
Unallocated items					-1 933
Operating profit					-819
Financial income and expenses					-138
Result before taxes and minority interest					-957
Taxes					-2 977
Minority interest					-51
Result for the financial period					-3 984
Result from continuing operations					-7 674
Result from discontinuing operations					3 690
Result for the financial period					-3 984

BALANCE SHEET 2004					
Segment assets	29 166	3 610	0	-824	31 951
Unallocated assets					8 654
Total	29 166	3 610	0	-824	40 606
Segment liabilities	14 966	2 527	0	-824	16 669
Unallocated liabilities					2 329
Total	14 966	2 527	0	-824	18 997
Capital expenditures	1 128	127	110	0	1 365
Unallocated capital expenditures					79
Total	1 128	127	110	0	1 444
Exceptional expenses without payment transactions	-1 675	0	0	0	-1 675
Depreciations	-807	-169	-91	0	-1 067
Unallocated depreciations					-109
Total	-807	-169	-91	0	-1 177
Impairments	0	-749	0	0	-749

Discontinuing operations
In comparable figures 2004 the sales of Aldata Industries Oy is presented as a discontinuing operation. In December 2004 Aldata sold the entire share capital of tis subsidiary Aldata Industries Oy. The sales of Aldata Industries Oy 3,9 MEUR is allocated to discontinuing operations. Result from discontinuing operations without sales profit is -0,1 MEUR.

Geographical Segments

The net sales of geographical segments are presented by the customer's location. The assets and investments are presented by the geographical location of assets.

	2005	2004
Net sales to external customers by geographic area		
Nordic region	14 036	19 391
France	23 377	16 943
Germany, Austria, Switzerland	9 289	8 421
UK, Eire	6 527	2 455
USA, Canada	8 223	4 357
Rest of the world	14 513	14 488
Total	75 966	66 056
Segment assets by geographic area		
Nordic region	5 191	7 281
France	30 524	25 699
Germany, Austria, Switzerland	6 569	6 303
UK, Eire	3 623	267
USA, Canada	1 763	434
Rest of the world	879	622
Total	48 550	40 606
Capital expenditure		
Nordic region	633	354
France	944	818
Germany, Austria, Switzerland	223	190
UK, Eire	32	18
USA, Canada	71	45
Rest of the world	39	20
Total	1 942	1 444

2. AVAILABLE-FOR-SALE ASSETS AND DISCONTINUING OPERATIONS

The divestment of Aldata Industries Oyj in December 2004 is presented as a discontinuing operation in comparative figures 2004. The assets of the divested company comprised primarily goodwill, software licenses, finance leases, inventories and accounts receivable. The liabilities include accounts payable and other liabilities. The assets and liabilities presented are measured at book values.

	2005	2004
Income statement		
Income	0	6 440
Expenses	0	6 546
Result before taxes	0	-106
Result after taxes	0	-106
Result from discontinuing operations	0	-106
Balance sheet		
Intangible asset	0	552
Tangible asset	0	271
Inventories	0	625
Receivables	0	1 761
Total asset	0	3 209
Accounts payable and other payables	0	1 144
Total Liabilities	0	1 144

	2005	2004
Cash flow statement		
Cash flow from operating activities	0	496
Cash flow from investing activities	0	-3
Cash flow from financing activities	0	-790
Net increase in cash and cash equivalents	0	-297

3. PERCENTAGE OF COMPLETION	2005	2004
Net sales of contraction projects in progress	15 565	11 863
Total net sales of contraction projects recognised during the period	33 457	21 278

Receivables for on-going long-term projects totalling EUR 1.5 million (2004: EUR 2.1 million) and pre-payments totalling EUR 1.5 million (2004: EUR 0.6 million) were recorded in the balance sheet.

4. OTHER OPERATING INCOME	2005	2004
Sales of business operations and tangible assets	0	3 741
Government grants	19	29
Rent income	88	267
Other income	598	411
Total	705	4 448

5. OTHER OPERATING EXPENSES	2005	2004
Losses on sales of tangible assets	0	5
Rent costs	2 748	3 101
Travel cost	3 863	3 058
Non-recurring expenses (GrandVision)	0	1 675
Other expenses	9 159	9 215
Total	-15 771	-17 054

Other non-recurring expenses in 2004 were made up of an one-time item, a provision related to GrandVision SA.

6. PERSONNEL EXPENSES	2005	2004
Wages and salaries	29 572	26 258
Pension expenses, defined benefit plans	568	89
Pension expenses, defined contribution plans	2 629	2 916
Other social expenses	6 163	5 794
Profit sharing plans	816	210
Share options	516	227
Other personnel expenses	782	105
Total	-41 047	-35 599
Salaries and fees, incl. benefits paid to management:		
Presidents and Board of Directors	2 622	1 801
Personnel on average	547	525

Information concerning the CEO, management and other related parties are shown in Note 29. The salaries paid in 2005 include the compensation paid for terminating the contract of the previous CEO.

7. DEPRECIATIONS AND IMPAIRMENTS	2005	2004
DEPRECIATION ACCORDING TO PLAN BY ASSET CATEGORY		
Intangible assets		
Capitalized development costs	78	0
Intangible rights	1	1
Other intangible assets	226	303
Total	-305	-304
Tangible assets		
Machinery and equipment	659	737
Other tangible assets	147	136
Total	-807	-873
IMPAIRMENTS BY ASSET CATEGORY		
Goodwill	0	749
Total	0	-749

8. RESEARCH AND DEVELOPMENT EXPENSES	2005	2004
Research and development expenses in income statement	15 731	14 837

9. NET FINANCIAL INCOME AND EXPENSES	2005	2004
Interest income	74	70
Other financial income	73	37
Currency exchange gains	333	391
Interest expenses	41	128
Other financial expenses	4	33
Currency exchange losses	141	475
Net financial income and expenses	294	-138

10. TAXES

Reconciliation between the taxes are presented in the income statement and the tax according to the income tax rate of 26% prevailing in the Group's domicile country in 2005 (2004: 29%):

	2005	2004
Income taxes		
Income tax on operations	-2 201	-740
Tax for previous financial periods	0	-5
Deferred tax	203	-2 231
Total	-1 998	-2 977
Profit before tax	5 509	-957
Income taxes used parent company's tax rate	1 432	-277
Tax difference based on subsidiaries tax rates	664	68
Non-taxable income	-85	-33
Non-deductible expenses	253	133
Impairment of goodwill	0	195
Temporary differences (unrecognised deferred taxes)	3	575
Income taxes from previous financial periods	0	5
Usage of unrecognised tax losses	-245	-30
Other	-23	2 341
Total	1 998	2 977

The company has losses carried forward amounting to EUR 12.9 million, for which no deferred tax assets have been recognised. The losses were primarily incurred in countries where possibilities for utilising the tax in the future are uncertain. In 2004, Others item includes utilisation of deferred tax assets based on losses carried forward totalling EUR 2.0 million.

11. EARNINGS PER SHARE	2005	2004
Net result for the financial period	3 401	-3 984
Number of weighted average shares	67 434	67 434
Diluted weighted average number of shares	67 434	67 434
Earnings per share	0,050	-0,059
Diluted earnings per share	0,050	-0,059

The undiluted result is calculated by dividing the net result belonging to shareholders by the weighted average of the amount of shares outstanding during the financial period. The diluted result per share is calculated by dividing the diluted net result belonging to shareholders by the weighted average of the diluted amount of shares outstanding during the financial period. The diluting effect of external options has been taken into account in the calculation of the diluted result per share.

12. INTANGIBLE ASSETS	2005	2004
Goodwill		
Acquisition cost 1 Jan.	9 134	9 492
Additions 1 Jan. - 31 Dec.	121	364
Disposals 1 Jan. - 31 Dec.	0	-722
Acquisition cost 31 Dec.	9 255	9 134
Accumulated amortizations and impairments 1 Jan.	-749	0
Impairments	0	-749
Accumulated amortizations and impairments 31 Dec.	-749	-749
Book value 1 Jan.	8 385	9 492
Book value 31 Dec.	8 506	8 385

The group's goodwill, 8506 TEUR, is focused on the Supply Chain Management Software business segment and the geographic segments of France and Germany.

The goodwill is focused on the cash-flow producing units that are based on the group's reporting structure. The accruable amount of money specified for each cash-flow producing unit is based on the value-in-use calculations. The cash-flow expectations in value appraisement calculations are based on the 5-year predictions accepted by group management and on growth predictions for the field from external sources. Cash flows following the predicted period, accepted by the management, have been estimated by using a cautious 2% growth factor that reflects the management's estimate of the industry's long-term average growth.

The discount rate of interest is based on a weighted average of 10-year government bonds. Bond interest is adjusted according to the general market risks and the business risks of cash-flow producing units. Discount rates of interest used in the calculations vary between 10.14 and 12.35% in 2005 (10.28 and 12.35% in 2004).

According to the management's estimate, a reasonable change in the central factors would not lead to a situation where the accruable amount of money would fall below the book value.

Testing the goodwill did not indicate impairment in value in 2005. In 2004, the year of comparison, a loss of 749 TEUR due to impairment was entered. The impairment of goodwill was associated with the In-Store Software business segment.

	2005	2004
Capitalized development costs		
Acquisition cost 1 Jan.	367	0
Additions 1 Jan. - 31 Dec.	641	367
Acquisition cost 31 Dec.	1 009	367
Amortizations	-78	0
Accumulated amortizations and impairments 31 Dec.	-78	0
Book value 1 Jan.	367	0
Book value 31 Dec.	931	367
Intangible rights		
Acquisition cost 1 Jan.	2	1
Additions 1 Jan. - 31 Dec.	7	1
Acquisition cost 31 Dec.	9	2
Accumulated amortizations and impairments 1 Jan.	-1	-1
Amortizations	-1	-1
Accumulated amortizations and impairments 31 Dec.	-2	-1
Book value 1 Jan.	1	1
Book value 31 Dec.	7	1
Other intangible assets		
Acquisition cost 1 Jan.	2 790	2 740
Additions 1 Jan. - 31 Dec.	85	54
Disposals 1 Jan. - 31 Dec.	-4	-4
Acquisition cost 31 Dec.	2 871	2 790
Accumulated amortizations and impairments 1 Jan.	-2 531	-2 225
Amortizations	-226	-303
Disposals	4	-3
Accumulated amortizations and impairments 31 Dec.	-2 754	-2 531
Book value 1 Jan.	259	515
Book value 31 Dec.	117	259

13. TANGIBLE ASSETS	2005	2004
Machinery and equipment		
Acquisition cost 1 Jan.	4 337	4 834
Additions 1 Jan. - 31 Dec.	812	549
Disposals1 Jan. - 31 Dec.	-307	-1 046
Acquisition cost 31 Dec.	4 843	4 337
Accumulated depreciations and impairments 1 Jan.	-3 090	-3 064
Depreciations	-651	-737
Impairments	0	108
Disposals	159	603
Accumulated depreciations and impairments 31 Dec.	-3 582	-3 090
Book value 1 Jan.	1 247	1 770
Book value 31 Dec.	1 261	1 247
Other tangible assets		
Acquisition cost 1 Jan.	1 068	960
Additions 1 Jan. - 31 Dec.	276	108
Disposals 1 Jan. - 31 Dec.	-142	0
Acquisition cost 31 Dec.	1 202	1 068
Accumulated depreciations and impairments 1 Jan.	-806	-670
Depreciations	-147	-136
Impairments	146	0
Accumulated depreciations and impairments 31 Dec.	-807	-806

	2005	2004
Book value 1 Jan.	262	290
Book value 31 Dec.	395	262
Value of financial leased assets in tangible assets		
Machinery and equipment	665	503
Total	665	503

14. INVESTMENTS	2005	2004
Available-for-sale assets		
Other shares 1 Jan.	47	46
Additions	0	6
Disposals	-1	-5
Acquisition cost 31 Dec.	47	47

The investments available for sale include both listed and non-listed shares. The non-listed shares are recognised at cost because it has not been possible to determine their fair value in a reliable manner.

15. OTHER NON-CURRENT ASSETS	2005	2004
Long-term loans receivable	0	1
Other long-term receivables	423	341
Total	423	342

Other long-term receivables consist of rent deposits.

16. INVENTORIES	2005	2004
Finished goods	117	118
Total	117	118

17. RECEIVABLES	2005	2004
Accounts receivable	16 200	13 637
Loans receivable		
Other loan receivables	58	100
Prepaid expenses and accrued income		
Other receivable from construction projects	1 474	2 141
Other prepaid expenses and accrued income	8 245	5 001
Prepaid expenses and accrued income, total	9 720	7 142
Other receivable		
Income tax receivable	581	1 238
VAT receivable	82	456
Other	218	268
Other receivables, total	881	1 961
Total	26 858	22 841

18. DEFERRED TAX ASSETS AND LIABILITIES	2005	2004
Deferred tax asset recognised in balance sheet		
Tax losses carried forward	11	0
Untaxed reserves	287	177
Capitalized development costs	-276	-128
Other temporary differences	426	176
Exchange differences	3	0
Total	451	224

19. CASH AND CASH EQUIVALENT	2005	2004
Cash and cash equivalents in balance sheet		
Cash and bank	9 437	6 512
Total	9 437	6 512

20. SHAREHOLDERS' EQUITY	2005	2004
Share capital 1 Jan.	674 339,42	674 339,42
Share capital 31 Dec.	674 339,42	674 339,42
Share premium fund 1 Jan.	17 002 350,39	17 166 963,81
Increase in share premium fund	0,00	-164 613,42
Share premium fund 31 Dec.	17 002 350,39	17 002 350,39
Translation differences 1 Jan.	125 647,32	0,00
Change in translation differences	-200 565,14	125 647,32
Translation differences 31 dec.	-74 917,81	125 647,32
Retained earnings from previous financial periods 1 Jan.	3 559 027,80	7 316 082,18
Share based payments recognised against equity	516 394,01	227 223,86
Result for the financial period	3 400 723,89	-3 984 278,24
	7 476 145,69	3 559 027,80
Shareholders' Equity 31 Dec.	25 077 917,69	21 361 364,93
Distributable funds		
Retained earnings	4 075 421,81	7 543 306,04
Result for the financial period	3 400 723,89	-3 984 278,24
Non-distributable funds	-180 699,60	-176 061,48
Distributable funds	7 295 446,10	3 382 966,32
Number of shares 1 Jan.	67 433 942	67 433 942
Number of shares 31 Dec.	67 433 942	67 433 942

The funds that in certain countries are transferred, pursuant to local legislation, from profit for the period to a reserve, are presented as non-distributable funds.

21. OPTION SCHEMES

Aldata has three valid stock option schemes, the objective of which is to encourage motivation and commitment among key personnel of the Group. The share options have been granted to the Group's key personnel and Board members. Option scheme II / 2000 matured during the 2004 accounting period. No share subscriptions were made on the basis of this option scheme.

The IFRS 2 Standard requires companies to recognise share-based payments granted to employees or other entities as costs in their profit and loss account by periodizing their related costs across the period between the option grant date and the date of coming into force of the right of usufruct of the option.

The cost to be recognised through profit and loss is based on the current market value of the granted equity instrument which is estimated by applying an option-pricing model. The cost entry in the profit and loss account is the shareholders' equity, in which case recognition of the cost does not affect the overall amount of shareholders' equity. Aldata shall apply the IFRS 2 Standard from its effective date, 1 January 2005. The comparative data for the accounting period 2004 has been adjusted in accordance with IFRS 2. According to the transitional provisions of the Standard, the cost recognition provision applies to options granted after 7 November 2002 and for which the right of usufruct has not come into force by 1 January 2005. In Aldata's 2005 financial statements this applies to the 2003 option scheme.

The introduction of the IFRS 2 Standard reduced Aldata's 2005 operating profit by 516 thousand euros and the 2004 result for the given period by 227 thousand euros. The effect on the profit and loss account of the introduction of the calculation regulation is seen in staff expenses.

Option schemes in force during the reporting period

Option scheme 2001/1

Under the 2001/1 stock option scheme, a maximum of 1,900,000 stock options were initially offered for subscription to key employees and/or wholly owned subsidiaries of Aldata Group, with deviation from the pre-emptive subscription right of the shareholders. The Annual General Meeting on 26 March 2003 took the decision to annul 1,840,000 stock options which had not been allocated. The remaining option rights may be exercised to subscribe for a maximum of 60,000 new shares of nominal value 0.01 EUR at a subscription price of 4.49 EUR per share. Of these option warrants, 30,000 are categorized according to the letter A and 30,000 according to the letter B. The subscription price will be lowered after 5 April 2001 and prior to commencement of the share subscription period by the amount of dividend distributed by the company on each dividend settlement date. The share subscription price shall nevertheless always amount to at least the nominal value of the share. On the basis of these subscriptions the company's share capital may increase at most by 600 EUR. The share subscription period for A warrants is between 1 April 2003 and 31 December 2006 and for B warrants between 1 April 2004 and 31 December 2007.

Option scheme 2001/2

Under the 2001/2 stock option scheme, 280,000 option rights may be offered for subscription to a maximum of 35 key employees of Aldata Group's French subsidiary and/or a wholly owned subsidiary, with deviation from the pre-emptive subscription right of the shareholders. The decision on the distribution of these options was taken by the Board of Directors. The grounds for deviation from the shareholders' pre-emptive rights are that the stock options are intended to form part of Aldata Group's incentive scheme for key employees. Of the total number of option warrants 115,000 were categorized according to the letter A and 165,000 according to the letter B. All of these option rights were subscribed by the end of the subscription period, 31 October 2001. The option rights may be exercised to subscribe for at most 280,000 new company shares of nominal value 0.01 EUR per share for a price which equals, in the case of A warrants, the weighted average share price on the Helsinki Exchanges between 1 January and 31 March 2000 (subscription price 8.98 EUR) and, in the case of the B warrants, the weighted average share price on the Helsinki Exchanges between 1 January and 31 March 2001 (subscription price 4.49 EUR). The subscription price will be lowered after 10 October 2001 and prior to share subscription by the amount of dividend distributed on each dividend settlement date. The share subscription price shall nevertheless always amount to at least the nominal value of the share. The company's share capital may increase at most by 2,800 EUR on the basis of these subscriptions. The share subscription period for A warrants is between 1 November 2005 and 30 November 2007 and for B warrants between 1 April 2006 and 31 April 2008.

Option scheme 2003

Stock option scheme 2003 consists of 4,500,000 option rights which may be offered to the key personnel and wholly owned subsidiaries of Aldata Group as defined by the Board of Directors, with deviation from the pre-emptive subscription right of the shareholders. The distribution of these options is taken by the Board of Directors. The grounds for deviation from the shareholders' pre-emptive rights are that the stock options are intended to form part of Aldata Group's incentive scheme for key employees.

Of the total number of option warrants, 1,125,000 will be categorized as 2003A, 1,125,000 with 2003B, 1,125,000 with 2003C and 1,125,000 with 2003D. The option rights may be exercised to subscribe for a maximum of 4,500,000 new company shares of nominal value 0.01 EUR per share for a price which in the case of 2003A warrants equals 1.55 EUR, in the case of 2003B warrants equals the Aldata Solution share trading weighted average share price on the Helsinki Exchanges between 1 April and 30 April 2003 (subscription price 1.03 EUR), in the case of 2003C warrants equals the Aldata Solution share trading weighted average share price on the Helsinki Exchanges between 1 April and 30 April 2004 (subscription price 1.91 EUR) and in the case of 2003D warrants equals the Aldata Solution share trading weighted average share price on the Helsinki Exchanges between 1 April and 30 April 2005.

The share subscription price of the stock options shall, as per the dividend record date, be reduced by the amount of the dividend decided after the start of the period for determination of the subscription price and before the share subscription. The share subscription price shall nevertheless always amount to at least the nominal value of the share. The company's share capital may increase at most by 45,000 EUR on the basis of these subscriptions. The share subscription periods for warrants are: for 2003A warrants from 1 October 2005 to 30 April 2007, for 2003B warrants from 1 October 2006 to 30 April 2008, for 2003C warrants from 1 October 2007 to 30 April 2009 and for 2003D warrants from 1 October 2008 to 30 April 2010.

1. The basic data of the stock option schemes is shown for each scheme in the table below:

Option scheme	Total number of shares/ shares under option	Category	Share subscription period begins	Share subscription period ends	Share subscription price/euro/ share *	Allocation ratio
II 2000	385 000	II 2000B	1.7.2003	30.6.2004	4.49 €	01:01
III 2001	950 000	III 2001A	1.4.2003	31.12.2006	4.49 €	01:01
	950 000	III 2001B	1.4.2004	31.12.2007	4.49 €	01:01
IV 2001	115 000	IV 2001A	1.11.2005	30.11.2007	8.98 €	01:01
	165 000	IV 2001B	1.4.2006	30.4.2008	4.49 €	01:01
V 2003	1 125 000	V 2003A	1.10.2005	30.4.2007	1.55 €	01:01
	1 125 000	V 2003B	1.10.2006	30.4.2008	1.03 €	01:01
	1 125 000	V 2003C	1.10.2007	30.4.2009	1.92 €	01:01
	1 125 000	V 2003D	1.10.2008	30.4.2010	1.68 €	01:01
Total	7 065 000					

* The share subscription price is reduced in line with the amount of dividends distributed. The share subscription price shall nevertheless always amount to at least the accountable par of the share.

2. Numbers of share options and weighted average share subscription price

	Number of shares	Weighted average exercise price
Outstanding at the beginning of the reporting period 1 Jan. 2004	825 600	4.02 €
Granted during the reporting period	1 780 000	1.32 €
Forfeited during the reporting period	0	-
Exercised during the reporting period	0	-
Matured during the reporting period	204 100	4.49 €
Outstanding at the end of the reporting period 31 Dec. 2004	2 401 500	1.97 €
Granted during the reporting period	1 461 750	1.73 €
Forfeited during the reporting period	60 000	1.27 €
Exercised during the reporting period	0	-
Matured during the reporting period	0	-
Outstanding at the end of the reporting period 31 Dec. 2005	3 803 250	1.89 €
Available for share subscription 31 Dec. 2004	60 000	4.49 €
Available for share subscription 31 Dec. 2005	171 250	7.41 €

3. The ranges of exercise prices of outstanding options and remaining contractual life thereof at the end of the reporting period 31 December 2005 are as follows:

Exercise price	No. of shares	Wtd. avg. remaining contractual life (years)
1.03€ - 1.92€	3 470 750	2,5
4.49 €	221 250	2,1
8.98 €	111 250	1,9
	3 803 250	2,5

4. Methods and assumptions applied in the determination of current market value of options

The IFRS 2 compliant market value of employee share options on the option grant date has been determined using the Black & Scholes option pricing model. The implied volatility used in the valuation is based on the realised volatility during the one year period preceding the grant date. The weighted average assumptions used in the valuation are as follows:

	2005	2004
Share subscription price	1.73 €	1.32 €
Share market price	1.86 €	1.25 €
Implied volatility	37 %	37 %
Risk-free interest yield	2.49%	2.57%
Expected life of option (years)	3.8	3.0
Dividend yield	0,00 %	0,00 %

The weighted market value of granted options on the option grant date was 0.66 euros in 2005 and 0.35 euros in 2004.

22. DEFINED BENEFIT PLANS	2005	2004
Reconciliation of assets and liabilities recognised in balance sheet		
Present value of unfunded obligations	1 138	561
Expenses recognised in the income statements		
Current service cost	49	69
Interest cost	23	19
Acturial gains (-) and losses (+)	149	0
Past service cost	356	0
Total defined benefit expenses	577	88
Movements of defined benefit net liabilities recognised in the balance sheet		
Net liability 1 Jan.	561	473
Curtailments or settlements	577	88
Net liability 31 Dec.	1 138	561
Principal acturial assumptions		
Discount rate	4,20	4,55
Expected rates of salary increase	3,50	3,50

23. PROVISIONS	2005	2004
Social security costs for stock options		
Provision 1 Jan.	8	0
Additional provisions	132	8
Amounts used	-3	0
Exchange differences	-1	0
Provision 31 Dec.	136	8
Other provision		
Provision 1.1.	137	302
Additional provisions	27	4
Amounts used	-21	-169
Exchange differences	-1	0
Provision 31.12.	142	137
Current provisions	59	28
Non-current provisions	219	117
Total	278	145

Other provisions consist of guarantee provisions and provisions related to vacant premises.

24. LOANS	2005	2004
Non-current loans		
Finance lease liabilities	424	302
Total	424	302
Non-current loans by currency		
EUR	250	228
SEK	174	74
Total in euros	424	302
Weighted average rate (%) of non-current interest bearing liabilities at the balance sheet date, external		
Finance lease liabilities	4,23	5,28
Current loans		
Loans from financial institutions	0	16
Finance lease liabilities	269	224
Total	269	239
Current loans by currency		
EUR	188	175
SEK	81	64
Total in euros	269	239
Weighted average rate (%) of current interest bearing liabilities at the balance sheet date, external		
Finance lease liabilities	4,23	5,28
Repayments of non-current and current loans		
2006	269	239
2007	202	209
2008	175	78
2009	43	15
2010	3	0

Current loans consist of loan capital repayments during the coming period, and their carrying amounts equal their fair values.

In addition to the above, the company has other non-current liabilities amounting to EUR 110 (157) thousand.

25. FINANCE LEASES	2005	2004
Minimum payments		
In less than one year	279	227
Between one and five years	459	331
Total	738	558
Less amounts representing finance charge	-45	-32
Present value of minimum lease payments	693	526
Present value of minimum lease payments		
In less than one year	269	224
Between one and five years	424	302
Total	693	526

The fair value of finance lease liabilities was determined by discounting the future cash flows using the internal interest rate of the lease agreement.

26. OPERATING LEASES	2005	2004
Operating lease payments		
In less than one year	2 338	2 744
Between one and five years	6 214	5 689
In over five years	2	1 113
Total	8 518	9 546
Value of lease and sublease recognised in expense for the period	2 282	1 995
Total of future minimum lease payments	8 554	9 546

Lease agreements consist of premises lease agreements and other lease agreements. The term of lease agreements varies between 1 to 5 years. The rent for premises is linked to commonly applied cost indices. When an agreement is terminated mid-term, all costs incurred by the lessee are immediately recorded as expenses.

27. ACCOUNTS PAYABLE AND OTHER LIABILITIES	2005	2004
Advances received	1 526	585
Accounts payable	4 288	4 080
Accrued liabilities and deferred income	9 187	8 937
Other short-term liabilities / Income tax	1 661	834
Other short-term liabilities	4 223	3 156
Total	20 884	17 593

Other short-term liabilities include mainly value added tax liability, tax deduction liabilities and social security payment liabilities.

28. PLEDGES GIVEN AND CONTINGENT LIABILITIES	2005	2004
Mortgages	5 432	5 432
Leasing liabilities	8 554	9 546
Guarantees on behalf of Group company debt	198	115
Guarantees on behalf of others	0	2 700

29. RELATED PARTY

Group companies	% of shares / votes Company	% of shares / votes Group
Aldata Solution Finland Oy, Vantaa, Finland	100,0	100,0
Aldata Solution Silvola Oy, Vantaa, Finland	100,0	100,0
Aldata Smart Card Oy, Vantaa, Finland	100,0	100,0
Aldata Solution Ab, Täby, Sweden	100,0	100,0
Aldata Solution S.A, Paris, France	97,3	97,3
Aldata Solution d.o.o., Trinz, Slovenia	81,2	81,2
Aldata Retail Solutions GmbH, Stuttgart, Germany	51,0	98,7
Aldata Solution UK ltd, London, UK	100,0	100,0
Aldata Solution Inc. Ashburn, VA, USA	100,0	100,0
Aldata Holding Co. Ltd, Bangkok, Thailand	0,0	47,6 / 87,9
Aldata Solution (Thailand) Co. Ltd, Bangkok, Thailand	0,0	100,0

Transactions with directors and executive officers	2005	2004
Salaries and other short-term benefits	3 335	2 277
Post-employmentship benefits	10	0
Total	3 345	2 277

The company's related parties include Board of Directors, the company's CEO, the Corporate Management Team, and the managing directors of subsidiaries as well as their controlled corporations. The remuneration of the CEOs and the Board are shown in Note 6, Personnel expenses.

The salaries paid in 2005 include the compensation paid for terminating the contract of the previous CEO.

The total number of shares held by the related parties and their controlled corporations is 858 924 shares, or 1.27% of all shares. On the basis of share option schemes, they hold a total of 1 591 000 option rights, corresponding to 2.36% of the total number of shares adjusted for share emission and dilution effects.

30. EVENTS AFTER BALANCE SHEET DATE

2 January 2006 Aldata reach an agreement with Carrefour, the second largest retailer worldwide, on supply of G.O.L.D. software to Carrefour's domestic operations. The agreement covers 179 hypermarkets in France.

9 January 2006 Aldata reached an agreement with the United Supermarkets, Ltd. On supply of G.O.L.D. software to 47 stores of the American chain. The project will begin during the first quarter of 2006 and its first phase of implementation is to be complete by late 2006.

14 February 2006 Aldata reached an agreement with STIME, the IT department of Intermarche on supply of G.O.L.D. software. Intermarche will implement also Aldata's new G.O.L.D. Topase, which is designed to optimize the quantity of goods and stocks.

31. NOTES TO CASH AND CASH EQUIVALENTS	2005	2004
Expenses and income without payment transactions		
Adjustments to operating result:		
Depreciations and write-downs	1111	1925
Gains on disposal of fixed assets	0	-3901
Change in provisions	590	1555
Other adjustments	20	27
Total	1721	-394
Change in working capital		
Change in accounts receivable and other receivables	-3896	1769
Change in inventories	-1	421
Change in accounts payable and other liabilities	1088	-3842
Total	-2809	-1652

Shares and Shareholders

Aldata Solution Oyj's principal shareholders on 31 December 2005 in order of number of votes:

Shareholders	Number of shares	% of shares and votes
Ilmarinen Mutual Pension Insurance Company	6 540 061	9,70
FIM Forte Investment Fund	1 738 200	2,58
Tapiola Mutual Pension Insurance Company	1 400 000	2,08
FIM Fenno Investment Fund	1 310 800	1,94
Evli-Select Equity Fund	1 066 200	1,58
Aktia Secura Placeringsfond	700 000	1,04
Aktia Capital Placeringsfond	650 900	0,97
Royal Skandia Life Assurance Limited	650 400	0,96
Nordea Life Insurance Finland Oy	594 100	0,88
Fondita Nordic Small Cap Placeringsfond	580 000	0,86
Placeringsfonden Gyllenberg Finlandia	550 000	0,82
Etra-Invest Oy AB	500 000	0,74
FIM Securities Ltd	481 300	0,71
Oy Herttakuutonen AB	391 850	0,58
Hietala Matti Juhani	350 060	0,52
Sampo European Balanced Investment fund	300 100	0,45
Homeyer Rene	268 924	0,40
Alfred Berg Finland Investment Fund	258 750	0,38
Veikko Laine Oy	236 300	0,35
Hoyer Thomas Karl Stig	218 000	0,32
Nominee register accounts:		
Nordea Pankki Suomi Oyj	33 975 657	50,38
Svenska Handelsbanken AB	791 928	1,17
HSS/Skandinaviska Enskilda Banken AB	71 090	0,11
OKO Osuuspankkien Keskuspankki Oyj	57 150	0,08

Shares /shareholder	No. of shareholders	% of shares	No. of shares	% of shares
1-500	2 484	42,20	661 473	0,98
501-1000	1 232	20,93	1 107 122	1,64
1001-5000	1 715	29,14	4 314 335	6,40
5001-10000	247	4,20	1 930 033	2,86
10001-50000	158	2,68	3 246 724	4,82
50001-100000	19	0,32	1 416 245	2,10
Over 100 000	31	0,53	54 758 010	81,20
Total	5 886	100,00	67 433 942	100,00
Number of shares issued			67 433 942	100,00

Shareholder groups on 31 Dec 2005

Group	No. of shareholders	No. of shares	% of shares
Households	5 412	10 981 924	16,29
Companies	388	4 247 867	6,30
Foreign	35	1 289 291	1,91
Financial and insurance institutions	20	40 979 675	60,77
Public organizations	11	8 118 485	12,04
Non-profit institutions	20	1 816 700	2,69
Total	5 886	67 433 942	100,00
Nominee registrations, total		34 908 043	51,77

Shares and shareholders

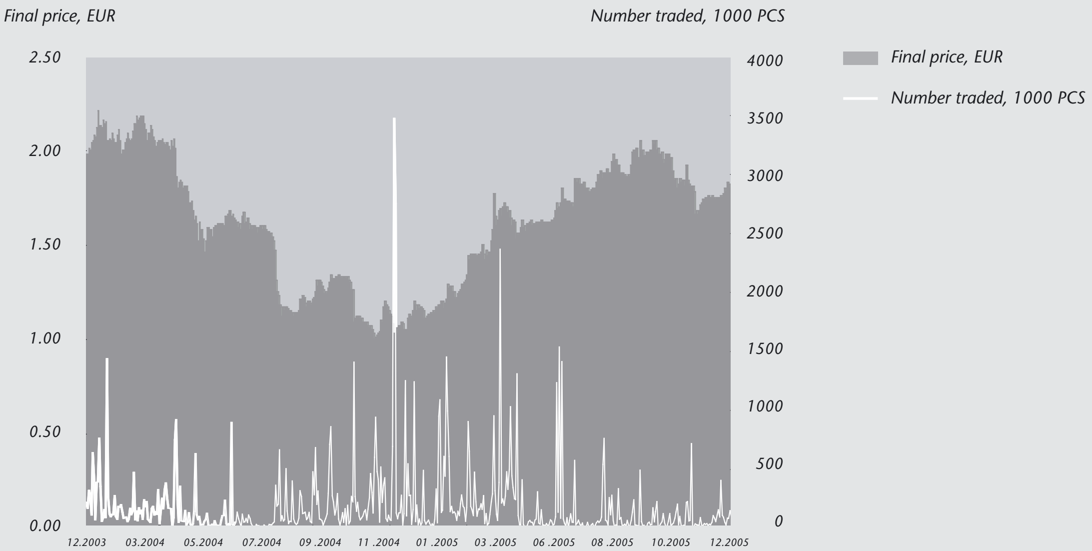
Information about shares
Aldata Solution Oyj has one share series and at the end of the financial period the company had 67,433,942 shares with a nominal value of EUR 0.01 each. All the company's shares carry equal voting and dividend rights. The company's shares are quoted on the main list of the Helsinki Exchanges and the share's trading code is ALD1V. Aldata's share belongs to the book-entry system managed by the Finnish Central Securities Depository Ltd and is traded in lots of 100 shares. The company did not own any of its own shares at 28th February 2006.

Foreign ownership
A total of 55.2 % of Aldata's shares are nominee-registered on 28 February 2006.

Free float
The free float of Aldata shares was 99.7% of the company's share stock at the end of 2005.

Market capitalization
The company's market capitalization at the end of 2004 was 75 MEUR and at the end of 2005 was 125 MEUR. More details about key figures for the shares and other key figures are on page 49.

Trading price and volume of Aldata's share 31 Dec. 2003- 31 Dec. 2005



Key Figures

	IFRS 2005	IFRS 2004	FAS 2004	FAS 2003	FAS 2002	FAS 2001
SCOPE OF OPERATIONS						
Net sales, MEUR	76,0	66,1	66,0	75,3	65,6	67,6
Average number of personnel	547	525	525	470	448	451
Gross capital expenditure, MEUR	1,9	1,4	0,8	7,6	7,4	1,7
Gross capital expenditure, % of net sales	2,6	2,2	1,1	10,1	11,2	2,5
PROFITABILITY						
Operating profit , MEUR	5,2	-0,8	-1,5	3,4	4,7	4,6
Operating profit, % of net sales	6,9	-1,2	-2,3	4,6	7,1	6,9
Profit before taxes and minority interest, MEUR	5,5	-1,0	-1,6	2,3	2,3	6,2
Profit before taxes and minority interest, % of net sales	7,3	-1,4	-2,4	3,1	3,5	9,2
Return on equity, % (ROE)	14,9	-16,7	-20,5	1,5	9,8	14,9
Return on investment, % (ROI)	23,5	-1,2	-4,0	13,8	20,1	21,9
FINANCIAL STANDING						
Quick ratio	1,7	1,6	1,6	1,4	1,6	2,1
Current ratio	1,7	1,7	1,7	1,6	1,8	2,2
Equity ratio, %	54,1	54,0	53,0	48,2	51,7	57,1
Interest-bearing net debt, MEUR	-8,7	-6,0	-6,3	-5,4	-7,2	-9,8
Gearing, %	-34,4	-27,6	-30,8	-21,2	-28,8	-41,1

PER SHARE DATA	IFRS 2005	IFRS 2004	FAS 2004	FAS 2003	FAS 2002	FAS 2001
Earnings per share, EUR (EPS)	0,050	-0,059	-0,070	0,004	0,028	0,042
Earnings per share, EUR (EPS), adjusted for dilution effect	0,050	-0,059	-0,070	0,004	0,027	0,042
Shareholders' equity per share, EUR	0,372	0,317	0,301	0,372	0,359	0,352
Dividend/share, EUR	0,00	0,00	0,00	0,00	0,00	0,00
Dividend/earnings, %	0,0	0,0	0,0	0,0	0,0	0,0
Effective dividend yield, %	0,0	0,0	0,0	0,0	0,0	0,0
Price/earnings ratio	37	-	-	485	32	49
Share performance (EUR)						
Share price on 31 Dec, EUR	1,85	1,11	1,11	1,94	0,88	2,07
Share issue-adjusted average share price, EUR	1,56	1,49	1,49	1,58	1,38	2,64
Share issue-adjusted lowest share price, EUR	1,07	1,00	1,00	0,86	0,43	0,73
Share issue-adjusted highest share price, EUR	2,07	2,24	2,24	2,19	2,72	7,18
Market capitalization, MEUR	125	75	75	131	58	135
No. of shares traded during the financial period, (during the period of quotation in 1999)	44 229 797	51 724 278	51 724 278	53 101 752	53 655 506	263 710 407
% of the company's average number of shares	66	77	77	79	81	404
Number of shares	67 433942	67 433 942	67 433 942	67 433 942	66 145 742	65 206 221
Share issue-adjusted number of shares annual average	67 433 942	67 433 942	67 433 942	66 490 002	65 783 016	64 202 118
Share issue-adjusted number of shares at the end of the financial period	67 433 942	67 433 942	67 433 942	67 433 942	66 145 742	65 206 221
Share issue-adjusted number of shares annual average, adjusted for dilution effect	67 433 942	67 433 942	67 433 942	66 857 022	66 229 368	65 445 876
Share issue-adjusted number of shares at the end of the financial period, adjusted for dilution effect	67 433 942	67 433 942	67 433 942	67 436 122	66 567 535	66 237 889

Adoption of IFRS Reporting

Since 1st January 2005, Aldata applies IFRS (International Financial Reporting Standards) and prepares its first IFRS-based financial statements for the financial period ending on 31 December 2005.

From the beginning of 2006, the company will apply its interim reports according to IFRS.

The reconciliation due to adoption of IFRS, the opening balance according to IFRS as of 1 January 2004, the Group profit and loss account and balance sheet for 2004, as well as a description of the impact the new standards will have, are presented in the following pages.

The most essential effects on the financial performance, balance sheet and key indicators for 2004 due to starting to use IFRS reporting are related to the capitalization of product development expenses, employee benefits and finance leasing agreements. The impact of IFRS-related changes on the opening balance of 1 January 2004 increases the amount of equity by TEUR 54. In the financial statements for 2004, the IFRS-related changes increase the net profit for the period by TEUR 792, while the accumulative IFRS amendments increase equity by TEUR 1,071.

The changeover to IFRS reporting has not affected the company's practice for revenue recognition.

Key effects on the opening balance and financial performance in 2004:

1. Deferred taxes (IAS 12)
The company has previously recognized deferred tax liabilities and assets resulting from temporary differences and combinations. In accordance with the IFRS principles, the deferred tax liabilities have been set off against deferred tax assets in cases where the receiving tax authority is the same. The effect of IFRS adjustments will reduce the amount of equity in the opening balance by TEUR 54.

2. Finance leases (IAS 17)
According to IAS 17 (Finance leases), the finance lease agreements are recognized in the balance sheet as assets and liabilities, and they are amortized during their economical life. Finance lease expenses are divided into financial expenses and amortization items. Finance lease entries increase the balance sheet total by TEUR 731 and reduce the equity in the opening balance by TEUR 16.

3. Employee benefits (IAS 19)
The pension arrangements of Group companies are in line with local legislation and practices in their respective countries.

Defined benefit pension arrangements are in use in the company's foreign subsidiaries in France and Germany, and the related liabilities have been calculated in compliance with the standard and on the basis of the calculations presented by the providers of these arrangements. On the basis of these calculations, the pension provision in the opening balance has been reduced by TEUR 73. Other pension arrangements in the Group are classified as defined contribution pensions.

4. Provisions (IAS 37)
When applying IFRS, the company analyzed the prerequisites for provisions. Not all of the provisions drawn up in accordance with FAS were in compliance with the requirements of IAS 37, which is why the total amount of provisions has been adjusted. The adjustments reduce the amount of equity in the opening balance by TEUR 40.

5. Product development expenses (IAS 38)
Previously, product development expenses were not capitalized in the balance sheet. The company has developed an IFRS-compliant system for monitoring product development expenses. On the transition date of 1 January 2004, the company did not have a standards-compliant reliable monitoring system for establishing the product development expenses to be capitalized yet, which is why the product development expenses are not shown in the opening balance.

Product development expenses were first capitalized in 2004 to a total of TEUR 367. Product development at Aldata is based on both customer-driven and its own development initiatives. Aldata has capitalized in balance sheet only that part of its own development initiatives which must be capitalized according to IFRS. The conditions for amortization of the capitalized costs were not met during 2004, which is why they have not been amortized.

6. Goodwill amortization (IFRS 3)
Previously, goodwill was subject to scheduled amortization according to FAS.

The amount of scheduled amortization in 2004, TEUR 840, has been adjusted in the IFRS-compliant profit and loss account. Goodwill has been tested for impairment in the manner prescribed by IFRS for the opening balance; no need for impairment has been found. An impairment charge was made on the basis of testing carried out in 2004; its impact on the financial results of 2004 is TEUR 749.

7. Foreign currency translation (IFRS 1)
The foreign currency translation, accumulated in previous years and amounting to TEUR 335, has been zeroed in the opening balance and moved to retained earnings in keeping with the exception allowed for in the transitional standard.

8. Share option schemes (IFRS 2)
IFRS 2 requires that the company should recognize share-based payments to employees or other counterparties as expense by allocating the related costs to the period between the date of issuing the option rights and the date on which they can be first executed.

The expense recorded in the profit and loss account is based on the fair value of the issued instrument, estimated using a share options pricing model. The counter-item of the expenses recognized in the profit and loss account is equity, which means that recording this expense has no effect on the total amount of equity.

Aldata applies the IFRS 2 standard from the date it entered into force, i.e., 1 January 2005. The comparison data of 2004 has been adjusted to be compliant with IFRS 2.

In accordance with the transitional regulations, the standard-compliant recording of expenses applies to those option rights that were issued after 7 November 2002 and which could not be executed on or before 1 January 2005. In Aldata's financial statements from 2005, this applies to the 2003 share option scheme.

Introduction of the IFRS 2 standard reduces the 2004 financial results of the company by TEUR 227. The impact of introducing the accounting rules is included in personnel expenses in the profit and loss account.

9. Differences due to grouping

The assets and liabilities in the balance sheet have been regrouped for reasons of harmonized compliance with IFRS regulations.

10. Revenue recognition practice

The introduction of IFRS will not result in any changes to the earlier revenue recognition practice of Aldata. Invoiced items recorded under other operating income have been moved under net sales in compliance with IFRS. The impact of this amendment on 2004 figures is TEUR 51.

Consolidated Statement of Changes in Equity

	Share capital	Share premium fund	Translation difference	Retained earnings	Total
EQUITY 31 Dec. 2003	674 339,42	17 166 963,81	-335 400,82	7 597 029,83	25 102 932,24
Effects of adopting IFRS	0,00	0,00	335 400,82	-280 947,65	54 453,17
Adjusted equity 1 Jan. 2004	674 339,42	17 166 963,81	0,00	7 316 082,18	25 157 385,41
Translation difference	0,00	0,00	125 647,32	0,00	125 647,32
Result of the financial year	0,00	0,00	0,00	-3 984 278,24	-3 984 278,24
Change in group structure	0,00	-164 613,42	0,00	0,00	-164 613,42
Total	0,00	-164 613,42	125 647,32	-3 984 278,24	-4 023 244,34
Share based payments recognised against equity	0,00	0,00	0,00	227 223,86	227 223,86
EQUITY 31 Dec. 2004	674 339,42	17 002 350,39	125 647,32	3 559 027,80	21 361 364,93

Effects of adopting IFRS by standards on 1 Jan. 2004

	Share capital	Share premium fund	Translation difference	Retained earnings	Total
EQUITY 31 Dec. 2003	674 339,42	17 166 963,81	-335 400,82	7 597 029,83	25 102 932,24
IAS 12 - Income taxes	0,00	0,00	0,00	-53 612,47	-53 612,47
IAS 17 - Leases	0,00	0,00	0,00	-15 697,00	-15 697,00
IAS 19 - Employee benefits	0,00	0,00	0,00	72 526,33	72 526,33
IAS 37 - Provisions, contingent liabilities and assets	0,00	0,00	0,00	40 000,00	40 000,00
IFRS 1 - Translation difference	0,00	0,00	335 400,82	-335 400,82	0,00
IFRS 2 - Share based payments	0,00	0,00	0,00	-21 007,20	-21 007,20
Other IFRS adjustments:					
Minority interest	0,00	0,00	0,00	11 236,31	11 236,31
Share based payments	0,00	0,00	0,00	21 007,20	21 007,20
TOTAL	0,00	0,00	335 400,82	-280 947,65	54 453,17
EQUITY 1 Jan. 2004	674 339,42	17 166 963,81	0,00	7 316 085,18	25 157 385,41

Comparative IFRS data
EUR 1 000

Consolidated Balance Sheet (Opening)

	Note	FAS 31.12.2003	Effects of adopting IFRS	IFRS 1.1.2004
ASSETS				
NON-CURRENT ASSETS				
Goodwill		9 492	0	9 492
Intangible Assets		518	0	518
Tangible assets	2	1 329	731	2 060
Investments	9	394	-348	46
Other long-term assets	9	33	348	380
Deferred tax assets	1, 9	2 510	-55	2 454
NON-CURRENT ASSETS TOTAL		14 275	676	14 951
CURRENT ASSETS				
Inventories		1 164	0	1 164
Accounts receivable	9	19 847	-45	19 803
Loans receivable		63	0	63
Prepayments and accrued income		4 800	0	4 800
Other short-term receivables	9	3 504	-190	3 314
Cash and cash equivalents		8 993	0	8 993
CURRENT ASSETS TOTAL		38 372	-235	38 138
ASSETS TOTAL		**52 647**	**442**	**53 088**

Comparative IFRS Data

EUR 1 000

Consolidated Balance Sheet (Opening)

	Note	FAS 31.12.2003	Effects of adopting IFRS	IFRS 1.1.2004
SHAREHOLDERS’ EQUITY AND LIABILITIES				
SHAREHOLDERS’ EQUITY				
Share capital		674	0	674
Share premium fund		17 167	0	17 167
Translation difference	7	-335	335	0
Retained earnings	1-4, 6-8	7 597	-281	7 316
Equity holders of the parent company		25 103	54	25 157
MINORITY INTEREST		286	-11	275
SHAREHOLDERS’ EQUITY TOTAL		25 389	43	25 433
NON-CURRENT LIABILITIES				
Long-term loans	2	211	312	524
Other provisions	3,4,9	827	-110	717
Other long-term loans		0	196	196
NON-CURRENT LIABILITIES TOTAL		1 038	398	1 437
CURRENT LIABILITIES				
Short-term loans	2	3 404	239	3 643
Advances received		25	0	25
Accounts payable	9	5 432	15	5 448
Accrued expenses and prepayments	9	10 221	-367	9 854
Other provisions	9	0	44	44
Other liabilities	9	7 137	69	7 207
CURRENT LIABILITIES TOTAL		26 219	0	26 219
LIABILITIES TOTAL		27 258	398	27 656
EQUITY AND LIABILITIES TOTAL		**52 647**	**442**	**53 088**

Consolidated Balance Sheet

	Note	FAS 31.12.2004	IFRS-adjustments	IFRS 31.12.2004
ASSETS				
NON-CURRENT ASSETS				
Goodwill	6	7 739	645	8 385
Capitalized development cost	5	0	367	367
Intangible assets	9	279	-19	260
Tangible assets	2	1 006	503	1 509
Investments	9	388	-341	47
Other long-term assets	9	1	341	342
Deferred tax assets	1	135	89	224
NON-CURRENT ASSETS TOTAL		9 549	1 586	11 135
CURRENT ASSETS				
Inventories	9	553	-435	118
Accounts receivable		13 637	0	13 637
Loans receivable		100	0	100
Prepayments and accrued income	9	6 707	435	7 142
Other short-term receivables	9	1 927	34	1 961
Cash and cash equivalents		6 512	0	6 512
		29 436	34	29 471
CURRENT ASSETS TOTAL		29 436	34	29 471
ASSETS TOTAL		**38 985**	**1 621**	**40 606**

Comparative IFRS Data
EUR 1 000

Consolidated Balance Sheet

	Note	FAS 31.12.2004	IFRS-adjustments	IFRS 31.12.2004
SHAREHOLDERS' EQUITY AND LIABILITIES				
SHAREHOLDERS' EQUITY				
Share capital		674	0	674
Share premium fund		17 002	0	17 002
Translation difference	7	-133	259	126
Retained earnings	1-10	2 747	812	3 559
Equity holders of the parent company		20 291	1 071	21 361
MINORITY INTEREST		249	-2	247
SHAREHOLDERS' EQUITY TOTAL		20 539	1 069	21 608
NON-CURRENT LIABILITIES				
Long-term loans	2,9	157	145	302
Other provisions	3,4	652	26	678
Other long-term loans	9	0	157	157
NON-CURRENT LIABILITIES TOTAL		809	328	1 137
CURRENT LIABILITIES				
Short-term loans	2	16	224	239
Advances received	9	33	552	585
Accounts payable	9	5 079	-998	4 080
Accrued expenses and prepayments	9	8 645	292	8 937
Other provisions	9	0	28	28
Other liabilities	9	3 864	126	3 990
CURRENT LIABILITIES TOTAL		17 636	223	17 860
LIABILITIES TOTAL		18 446	551	18 997
EQUITY AND LIABILITIES TOTAL		**38 985**	**1 621**	**40 606**

Consolidated Income Statement

	Note	FAS 1.1.-31.12.04	IFRS-adjustments	IFRS 1.1.-31.12.04
Net sales	10	66 005	51	66 056
Other operating income	6,9,10	4 687	-239	4 448
Material and services	5	-16 881	137	-16 744
Personnel expenses	5,8,9	-35 516	-83	-35 599
Depreciations and impairments	2	-948	-229	-1 177
Impairments of goodwill	6	-1 589	840	-749
Other operating expenses	2,4,9	-17 259	205	-17 054
Operating result		-1 501	683	-819
Finance income and expenses	2	-101	-38	-138
Result before taxes and minority inters	1	-1 602	645	-957
Taxes on income from operations	1	-3 131	155	-2 977
Minority interest		-43	-8	-51
Result for the year		**-4 776**	**792**	**-3 984**
Result for the year from continuing operations				-3 878
Result for the year from discontinuing operations				-106
Result for the year				**-3 984**
Earnings per share		-0,070		-0,059
Earnings per share diluted		-0,070		-0,059

Calculation of Key Figures and Ratios

Effective dividend yield, %

$$= \frac{\text{Dividend per share}}{\text{The last trading price on the last trading day of the financial period}} \times 100$$

Price-earnings ratio (P/E)

$$= \frac{\text{The last trading price on the last trading day of the financial period}}{\text{Earnings per share (EPS)}}$$

Interest-bearing net debt

= Interest-bearing liabilities - cash in hand and at banks and securities

Cash flow from operations

= Operating profit + adjustments to operating profit +/- change in working capital + interest received - interest and charges paid + dividends received - taxes

Current ratio

$$= \frac{\text{Current assets}}{\text{Current liabilities}}$$

Quick ratio

$$= \frac{\text{Receivables + cash in hand and at banks and securities}}{\text{Current liabilities}}$$

Gearing

$$= \frac{\text{Interest-bearing liabilities - cash in hand and at banks and certificates of deposit}}{\text{Shareholders' equity + minority interest}} \times 100$$

Shareholders' equity per share

$$= \frac{\text{Shareholders' equity}}{\text{Share-issue-adjusted number of shares on closing day}}$$

Return on equity %, (ROE)

$$= \frac{\text{Profit before taxes - taxes}}{\text{Shareholders' equity + minority (average)}} \times 100$$

Solvency ratio, %

$$= \frac{\text{Shareholders' equity + minority interest}}{\text{Balance sheet total - advances received}}$$

Dividend / share

$$= \frac{\text{Dividend proposed by the Board}}{\text{Share-issue-adjusted number of shares on closing day}}$$

Payout ratio, %

$$= \frac{\text{Dividends per share}}{\text{Earnings per share}} \times 100$$

Return on investment %, (ROI)

$$= \frac{\text{Profit before taxes + interest and other financing expenses}}{\text{Balance sheet total - non-interest bearing debt (average)}} \times 100$$

Earnings per share

$$= \frac{\text{Net income attributable to the shareholders of the parent company}}{\text{Average number of shares outstanding}}$$

Earnings per share diluted

$$\frac{\text{Diluted net income attributable to the shareholders of the parent company}}{\text{Average fully diluted number of shares outstanding}}$$

Parent Company Income Statement (FAS)

	Note	EUR 1000 1.1.-31.12.05	EUR 1000 1.1.-31.12.04
Net sales		4719	3 469
Other operating income	2	506	5 060
Personnel expenses			
Salaries and fees	3	2 562	1 376
Pension expenses	3	243	399
Other employee-related expenses	3	313	205
		-3 118	-1 980
Depreciations and write-downs:			
Fixed assets and other long-term expenditure	4	76	94
		-76	-94
Other operating expenses		-3 217	-4 012
Operating result		-1 185	2 442
Financial items			
Financial income	5	624	3 717
Financial expenses	5	-12	-616
		612	3 101
Result before extraordinary items, provisions and taxes		-573	5 543
Extraordinary items			
Extraordinary income		720	0
		720	0
Result before taxes		147	5 543
Income taxes		-121	0
Result for the year		**26**	**5 543**

Consolidated Balance Sheet (FAS)

		EUR 1 000 31.12.2005	EUR 1 000 31.12.2004
ASSETS			
NON-CURRENT ASSETS			
Intangible assets			
Other long-term expenditure	7	5	38
		5	38
Tangible assets			
Machinery and equipment	8	20	52
Other tangible assets	8	65	1
		85	54
Investments			
Shares in subsidiaries	9	15 729	15 729
Other shares and holdings	9	40	41
Loan receivables	9	1 366	1 161
		17 136	16 931
NON-CURRENT ASSETS TOTAL		17 226	17 022
CURRENT ASSETS			
Short-term receivables			
Accounts receivable	10	1 555	1 219
Loans receivable	10	6 266	4 910
Prepaid expenses and accrued income	10	997	703
Other receivables	10	75	0
		8 893	6 832
Cash and cash equivalents		350	2 422
CURRENT ASSETS TOTAL		9 243	9 253
ASSETS		**26 469**	**26 276**

Consolidated Balance Sheet (FAS)

		EUR 1 000	EUR 1 000
		31.12.2005	31.12.2004
SHAREHOLDERS' EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
Share capital	11	674	674
Share premium fund	11	17 002	17 002
Retained earnings	11	7 233	1 689
Profit for the financial period	11	26	5 543
SHAREHOLDERS' EQUITY		24 935	24 909
PROVISIONS			
Other provisions	12	317	104
PROVISIONS		317	104
LIABILITIES			
Short-term liabilities			
Loans from financial institutions	13	0	16
Accounts payable	13	134	158
Accrued expenses and prepaid income	13	956	1 071
Other short-term liabilities	13	128	19
		1 218	1 263
LIABILITIES		1 535	1 367
SHAREHOLDERS' EQUITY AND LIABILITIES		**26 469**	**26 276**

Parent Company Cash Flow Statement (FAS)

	EUR 1000 *2005*	*EUR 1000* *2004*
Cash flow from operating activities		
Operating result	-1 185	2 442
Adjustment to operating result	289	-4 348
Change in working capital	-1 164	-8 941
Interest received	279	213
Interest and charges paid	-12	-265
Dividends received	0	8 479
Net cash from operating activities	-1 794	-2 421
Cash flow from investing activities		
Group companies acquired	0	-270
Group companies sold	0	6 187
Other investments	1	0
Investments in tangible and intangible assets	-58	5
Transfer prices of tangible and intangible assets	0	5
Loans granted	-205	-923
Net cash used in investing activities	-262	5 004
Cash flow before financing activities	**-2 056**	**2 583**
Cash flow from financing activities		
Long-term loans, repayments	0	-16
Short-term loans, repayments	-16	-3 388
Group contribution received	0	1 930
Net cash used in financing activities	-16	-1 474
Net cash flow, total	**-2 072**	**1 109**
Change in cash and cash equivalents	-2 072	1 109
Cash and cash equivalents 1 Jan.	2 422	1 313
Cash and cash equivalents 31 Dec.	350	2 422

Parent Company
Notes to the Financial Statements 31 December 2005, EUR 1 000

1. ACCOUNTING PRINCIPLES

The parent company financial statement is prepared according to generally accepted accounting principals in Finland (Finnish GAAP). The accounting principals of parent company is presented in accounting principals of Aldata Group. The essential differences is related to finance lease, capitalized development costs and goodwill.

	2005	2004
2. OTHER OPERATING INCOME		
Sales of business operations and fixed assets	0	4 116
Income from Group companies	410	573
Other	96	371
Total	506	5 060
3. PERSONNEL EXPENSES		
Salaries and fees, incl. benefits in kind, paid to management:		
Presidents and Board of Directors	1 331	533
Personnel on average	13	16

The monthly salary and the target bonus paid in 2005 to CEO of the group, René Homeyer, was 421 thousand euros. The bases for the target bonus are: increase in net sales, result and cash flow. CEO owns 268.924 Aldata Solution Oyj's shares on 31st December 2005 and he has the following options:
Option scheme 2001/2 50.000 B-options
Option scheme 2003, 120.000 A-options, 120.000 B-options, 100.000 C-options, 50.000 D-options.
The retirement age of CEO has not been agreed.
The termination period of the CEO agreement is 24 months, no compensation for termination.

The salaries paid in 2005 include the compensation paid for terminating the contract of the previous CEO.

4. DEPRECIATION ACCORDING TO PLAN	2005	2004
Depreciation for the financial period:		
Other long-term expenditure	-33	-42
Machinery and equipment	-35	-49
Other tangible assets	-8	-4
Total	-76	-94
5. FINANCIAL INCOME AND EXPENSES		
Dividend income from Group companies	0	3 504
Dividend income, total	0	3 504
Financial income from Group companies	263	171
Other interest and financial income	361	42
Interest and other financial income, total	624	213
Interest expenses to Group companies	0	43
Other interest and financial expenses	12	574
Interest and other financial expenses, total	-12	-617
Financial income and expenses, total	612	3 101
Other interest and financial income includes an exchange rate profit/loss (net).	268	-117

6. TAXES	2005	2004
Income tax on operations	121	0
Total	121	0

7. INTANGIBLE AND TANGIBLE ASSETS		
INTANGIBLE ASSETS		
Other long-term expenditure:		
Acquisition cost 1 Jan.	451	451
Decreases 1 Jan. - 31 Dec.	-65	0
Acquisition cost 31 Dec.	386	451
Accumulated depreciation according to plan 31 Dec.	-380	-413
Book value 31 Dec.	5	38

8. TANGIBLE ASSETS		
Machinery and equipment		
Acquisition cost 1 Jan.	1 820	1 824
Increases 1 Jan. - 31 Dec.	0	15
Decreases 1 Jan. - 31 Dec.	-67	-20
Acquisition cost 31 Dec.	1 753	1 820
Accumulated depreciation according to plan 31 Dec.	-1 733	-1 767
Book value 31 Dec.	20	52
Other tangible assets:		
Acquisition cost 1 Jan.	170	170
Increases 1 Jan. - 31 Dec.	56	0
Acquisition cost 31 Dec.	226	170
Accumulated depreciation according to plan 31 Dec.	-161	-169
Book value 31 Dec.	65	1

9. INVESTMENTS		
Group companies		
Subsidiary shares	15 729	15 729
Loan receivables		
Loan receivables others	0	1
Loan receivables from Group companies	206	206
Capital loans receivable from Group companies	1160	954
	17 095	16 890
Other shares 1 Jan.	41	46
Decrease 1 Jan. - 31 Dec.	-1	-5
Other shares 31 Dec.	40	41

The terms and conditions of the subordinated loan are in accordance with Chapter 5 of the Companies Act:
If the company is dissolved or becomes bankrupt, the capital, interest or other compensation may only be paid after preference is given to all other liabilities.
The capital may otherwise be repaid only if the company's restricted equity and other non-distributable funds shown in financial statements adopted for the latest financial period remain fully covered.
No interest is payable for the loan, nor is it guaranteed by any collateral.

	2005	2004
10. CURRENT RECEIVABLES		
Accounts receivable		
Accounts receivable from Group companies	1 555	1 219
	1 555	1 219
Loan receivables		
Loan receivable from Group companies	6 266	4 910
	6 266	4 910

	2005	2004
Prepaid expenses and accrued income		
From Group companies	793	323
From others	204	381
	997	703
Other receivables		
From others	75	0
	75	0
Current receivables total	8 893	6 832

11. SHAREHOLDERS' EQUITY

Share capital 1 Jan.	674 339,42	674 339,42
Share capital 31 Dec.	674 339,42	674 339,42
Share premium fund 1 Jan.	17 002 350,39	17 002 350,39
Share premium fund 31 Dec.	17 002 350,39	17 002 350,39
Profit from previous financial periods 1 Jan.	7 232 518,94	1 689 304,15
Retained earnings 31 Dec.	7 232 518,94	1 689 304,15
Result for the financial year	25 600,24	5 543 214,79
Shareholders' equity total 31 Dec.	24 934 808,99	24 909 208,75
Calculation of distributable funds:		
Retained earnings	7 232 518,94	1 689 304,15
Result for the financial period	25 600,24	5 543 214,79
Distributable funds	7 258 119,18	7 232 518,94

12. PROVISIONS

Retirement indemnity provision	234	0
Other provision	83	104
Total	317	104

13. SHORT-TERM LIABILITIES

Loans from financial institutions	0	16
Accounts payable from Group companies	30	0
Accounts payable from others	104	158
Accrued liabilities and deferred income from Group companies	0	425
Accrued liabilities and deferred income from others	956	646
Other liabilities	128	19
Total	1 218	1 263

14. PLEDGES GIVEN AND CONTINGENT LIABILITIES

Mortgages	5 432	5 432
Leasing liabilities	482	887
Guarantees on behalf of Group company debt	118	35
Guarantees on behalf of others	0	2 700
Maturity of leasing liabilities		
During the following year	346	64
After the following year	100	80

Auditors´ Report

To the shareholders of Aldata Solution Oyj

We have audited the accounting records, the report of the Board of Directors, the financial statements and the administration of Aldata Solution Oyj for the financial year 2005. The Board of Directors and the Managing Director have prepared the consolidated financial statements, prepared in accordance with International Financial Reporting Standards as adopted by the EU, as well as the report of the Board of Directors and the parent company's financial statements, prepared in accordance with prevailing regulations in Finland, containing the parent company's balance sheet, income statement, cash flow statement and notes to the financial statements. Based on our audit, we express an opinion on the consolidated financial statements, as well as on the report of the Board of Directors, the parent company's financial statements and the administration.

We conducted our audit in accordance with Finnish Standards on Auditing. Those standards require that we perform the audit to obtain reasonable assurance about whether the report of the Board of Directors and the financial statements are free of material misstatement. An audit includes examining on a test basis evidence supporting the amounts and disclosures in the report and in the financial statements, assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. The purpose of our audit of the administration is to examine whether the members of the Board of Directors and the Managing Director of the parent company have complied with the rules of the Companies Act.

Consolidated financial statements

In our opinion the consolidated financial statements, prepared in accordance with International Financial Reporting Standards as adopted by the EU, give a true and fair view, as defined in those standards and in the Finnish Accounting Act, of the consolidated results of operations as well as of the financial position. The consolidated financial statements can be adopted.

Parent company's financial statements, report of the Board of Directors and administration

In our opinion the parent company's financial statements and the report of the Board of Directors have been prepared in accordance with the Finnish Accounting Act and other applicable Finnish rules and regulations. The parent company's financial statements and the report of the Board of Directors give a true and fair view of the parent company's result of operations and of the financial position. The report of the Board of Directors is consistent with the consolidated financial statements.

The parent company's financial statements can be adopted and the members of the Board of Directors and the Managing Directors of the parent company can be discharged from liability for the period audited by us. The proposal by the Board of Directors regarding the disposal of distributable funds is in compliance with the Companies Act.

Helsinki, March 8, 2006

ERNST & YOUNG OY
Authorized Public Accountant Firm

Tomi Englund
Authorized Public Accountant

Proposal by the Board of Directors

The parent company's net profit for the financial year is 25 600.24 EUR and the retained earnings 7 232 518.10 EUR. The Group's distributable funds are 7 295 446.10 EUR.

Aldata Solution Oyj's Board of Directors will propose to the Annual General Meeting on 6th April 2006 that no dividend be distributed on the financial year 2005 and the result for the year be carried forward to the retained earnings account.

Helsinki, March 8, 2006

Aldata Solution Oyj
Board of Directors

Pekka Vennamo
Chairman

Kimmo Alkio

Hervé Defforey

Peter Ekelund

Ilkka Hollo

Klaus-Dieter Laidig

René Homeyer
President and CEO

Corporate Governance

Aldata Solution Oyj is a Finnish public listed company. Its corporate governance practices are based on Finnish company, accounting and securities market legislation and the regulations of the Helsinki Exchanges. In accordance with this description of Corporate Governance, Aldata is applying the Corporate Governance recommendations for public listed companies approved by OMX Exchanges Oy, the Central Chamber of Commerce of Finland and the Confederation of Finnish Industry and Employers as from 1 July 2004.

Administrative bodies

The administrative bodies exercising the highest authority at Aldata Solution Oyj and in the Group it comprises, are the General Meeting of Shareholders, the Board of Directors and the President and CEO. The main tasks and responsibilities of these bodies are defined in accordance with the Finnish Companies Act.

General Meeting of Shareholders

According to the Articles of Association of Aldata Solution Oyj, the General Meeting of Shareholders is the company's supreme decision-making body. The General Meeting of Shareholders of Aldata Solution Oyj convenes at least once a year. The Annual General Meeting of Shareholders (AGM) is to be held on a date to be decided by the Board of Directors but no later than at the end of June. At the AGM, the shareholders of Aldata Solution Oyj resolve on the issues defined for annual general meetings in the Finnish Companies Act and the Articles of Association. These include approving the financial statements, deciding on the distribution of dividend, discharging the company's Board of Directors and President and CEO from liability for the financial year, and appointing the members of the Board and the auditors and deciding on their remuneration.

Under the Articles of Association, notice of a General Meeting must be published in at least two daily newspapers chosen by the Board of Directors and commonly distributed in Finland no earlier than two months and no later than 17 days prior to the meeting. Aldata also posts its notices of General Meetings on its Internet website.

Board of Directors

Tasks and responsibilities

The tasks and responsibilities of the Board of Directors are primarily defined in accordance with the Finnish Companies Act and the Articles of Association of Aldata Solution Oyj. The Board guides and supervises the company's operational management.

The Board of Directors is responsible for the administration of the Group and for the proper organization of its operations. The Board supervises the company's operations, decides on policies, goals and strategies of major importance, confirms the annual budget and action plan, and approves the annual and interim financial statements, the corporate structure, and major corporate restructuring and capital expenditure. The Board approves and confirms the principles for risk management, appoints and dismisses the President and CEO and decides on the terms of employment for the President and CEO. The Board decides also the appointments and remuneration and remuneration schemes of the senior management.

The principles applied by the Board in its regular work are set out in the Working Charter approved by the Board. The Board annually evaluates its operations and working procedures by self-assessment.

The Board meets regularly at least 10 times a year and otherwise as necessary. Board meetings can also be held as telephone conferences if necessary. The Board met 15 times during 2005 and the average participation percentage of the members was 94.

Board meetings are convened by the secretary at the request of the chairman. The language used at Board meetings is English. The minutes of the meetings are drawn up in Finnish and English. The Board makes decisions on the basis of written proposals made by company management.

Board members

In accordance with the Articles of Association, the AGM elects a minimum of three (3) and maximum of seven (7) members to the Board of Directors of Aldata Solution Oyj. The term of office for Board members is one year and it ends at the close of the subsequent AGM after they have been elected.

Shareholders are informed of nominations for Board members either with the notice of AGM or in a separate release prior to the AGM.

The Board chooses among its members a chairman for a one year period.

The AGM of Aldata Solution Oyj on 14 April 2005 decided that the Board would have four members.

Pekka Vennamo (chairman), Kimmo Alkio, Ilkka Hollo and Peter Titz were appointed to the Board.

The Extraordinary General Meeting held on 9 September decided that the Board would have seven members. The meeting strengthened the board by appointing Hervé Defforey, Klaus-Dieter Laidig and Peter Ekelund to the Board after which the board has had seven members. More than half of the members of the Board are independent of the company and of the most significant shareholders of the company.

Board committees

As The Extraordinary General Meeting held on 9 September increased the number of board members to seven, the Board decided to set up an audit committee and a compensation committee. Peter Ekelund and Ilkka Hollo were appointed to the audit committee and Kimmo Alkio, Hervé Defforey and Klaus-Dieter Laidig to the compensation committee.

Management of Aldata

President and CEO

The Board of Directors of Aldata Solution Oyj appoints a President and CEO for the company. The Board decides on the terms of employment for the President and CEO and these are defined in a written contract of employment. The President and CEO is responsible for implementing in Aldata Group the targets, plans, policies and goals set by the Board. The President and CEO prepares matters for consideration by the Board and carries out the decisions of the Board.

Until July 7, 2005 The President and CEO of Aldata Solution Oyj was Matti Hietala, MSc (Eng.) and after that René Homeyer, MSc (Eng.).

Corporate Management Team and Management Council

The task of the Corporate Management Team ("CMT") is to support the President and CEO in his work. The CMT monitors the development of the business operations and implements the company's strategy, initiates measures, and strengthens the company's operating principles and procedures in accordance with the guidelines given by the Board of Directors. In addition, the CMT supports the company's subsidiaries mainly in sales, legal and finance.

The CMT meets regularly and at least 12 times a year. Members of the CMT are:

René Homeyer, born 1946, M.Sc. (Eng.)
President and CEO
Dominique Chambas, born 1958, Engineer
Senior Vice President, International Sales
Thomas Hoyer, born 1974, M.Sc. (Econ.)
CFO
Markus Kivimäki, born 1973, Master of Laws
Vice President, Corporate Legal Affairs,
Secretary of the Board of Directors

The Management Council ("MC") meets at least four times a year. In addition to the members of the CMT the MC includes:

Manfred Alt, born 1949, Dr. Eng.
General Manager, Germany
Patrick Buellet, born 1963, M.SC. (Eng.)
Vice President, R&D
Albert Cherbit, born 1960, Engineer
Vice President, Presales & Consulting
Mark Croxton, born 1957, B.Sc. (Zoology)
General Manager, UK and Ireland
Ivan Guzelj, born 1961, B.Sc. (Econ.)
General Manager, Slovenia
Henrik Lindström, born 1962, M.Sc. (Math)
General Manager, Sweden
Thierry Seguin, born 1962, Business & IT College
Vice President, Professional Services
Neil Thall, born 1946, B.Sc. (Eng.), MBA
General Manager, USA and Canada
Jorma Tukia, born 1950, M.Sc (Math.)
General Manager, Finland

Remuneration

Aldata Solution Oyj's remuneration schemes are based on motivating senior management and personnel to achieve the business targets. In addition to the monthly salary, the remuneration schemes include target-related bonuses and stock option schemes.

Fees of the members of the Board of Directors

The Annual General Meeting decides on the fees paid to the Board of Directors. The fees are reported for each year and for each Board member on Aldata's Internet site under Board of Directors and in the company's Annual Report.

The 2004 AGM decided that the Chairman of the Board is paid a fee of EUR 3500.00 a month and other Board members EUR 2500.00 a month.

Remuneration of President and CEO and other corporate management

The Board of Directors determines the remuneration of the President and CEO and other senior management.

In addition to the monthly salary, the remuneration system for the President and CEO includes a target bonus with terms determined by the Board of Directors.

In 2005 the remuneration of President and CEO, including benefits in kind and target bonus, totalled TEUR 1 172. This amount includes the compensation paid to former President and CEO Matti Hietala and to René Homeyer.

The retirement age of President and CEO has not been agreed on. Compensation paid to the President and CEO if he is dismissed by the company corresponds to 24 months' salary.

The remuneration of the senior management of the Group includes monetary salary, target related bonus schemes and stock-option schemes.

Internal audit and risk management

The Board of Directors of Aldata Solution Oyj is responsible for arranging internal auditing. The parent company's Board of Directors has ultimate responsibility for the company's vision, strategic goals and the operational goals that are based on these, as well as for supervising the accounting and financial administration and for the appropriate arranging of operations. The Board approves common guidelines for the internal supervision of the entire Group. The Board assesses at least once a year the state of the Group's internal auditing.

Aldata Solution Oyj applies operating principles for internal supervision confirmed by the company's Board of Directors. The task of internal supervision is to ensure that the company's operations are efficient and productive, the financial information produced is reliable, and its operations conform to legislation and the operating principles.

The auditors are responsible for the external audit and the company's senior management is responsible for the internal audit. The internal audit and how it is put into practice is described below.

Risk management is an integral part of the Group's internal supervision. Through risk management the company aims to ensure that the key risks to which business operations are exposed are identified and monitored. The risk management system is based on monthly reporting and on the President and CEO's review presented at Board meetings, when a summary of developments in business operations and related risks is also given. In Aldata's risk management process, the company's risks are divided into financing and business risks.

Some of the main factors when monitoring financial risks are liquidity, credit and currency risks. These risks are monitored by the company's finance department in cooperation with the senior management and Board of Directors.

The most significant business risks are: Project deliveries and their schedules, operational costs, services and products supplied by third parties, the competitive situation and key personnel. The business risks are monitored within the company by the President and CEO and the area vice presidents, who are each responsible for their own area and report to the President and CEO.

The internal audit

The task of the internal audit is to ensure the efficiency of the different operations of Aldata Group and the validity of financial and operational reporting, and to make sure that operations comply with legal requirements. In addition, the task of the internal audit is to ensure that the Group's financial position is secured. The internal audit monitors all Aldata Group business units and functions. The internal audit focuses primarily on functions that have a key impact on the reliability of operations.

The internal audit examines and assesses internal monitoring systems and that risk management functions comply with legal requirements and are appropriate. It examines and assesses the effective and economical use of resources and the reliability of the information used in managing the company and in decision making. In addition, the internal audit aims through its activities to promote the development of risk management in the company's different operations.

Internal audit services are purchased from Tuokko Tilintarkastus Oy (PKF International), Authorized Public Accountants, an external, independent service provider chosen by the Board of Directors of Aldata Solution Oyj.

Company's insiders

The company applies the Guidelines for Insiders published by the Helsinki Exchanges and the Company's own guidelines for insiders.

The Company has three types of insider registers: a public register of permanent insiders, a non-public register of permanent insiders and project specific registers, which are non-public and non-permanent.

Public Insider Register

The Company is obliged to maintain a public register of permanent insiders listed in the Securities Markets Act. On the basis thereof, the following persons are considered as public insiders of the Company:

Members of the Board of Directors, President and CEO, CFO Senior Vice President, Sales, Vice President, Corporate Legal Affairs and the Auditor.

The activities of the persons in the public register are controlled by the Finnish Financial Supervision (Rahoitustarkastus).

Company's Internal Insider Register

In addition to the persons notified to the official register, there are employees who have a regular access to insider information based on their position or work assignments. For their part the Company maintains an internal register of permanent insiders. The Company maintains the list itself and supervises the relevant activities of the said persons. The Internal Register of Permanent Insiders is not public but the Company may publish the information on the registered person's consent.

Project Specific Insiders

The Company maintains, when deemed necessary, also a case-by-case register on projects which are individualizable issues or arrangements subject to confidential preparation which, when realized, are likely to have a material effect on the value of the Company's stock.

The persons listed therein must notify the Company about their intention to sell or acquire Company stocks either themselves, through their family members or institutions controlled by them.

The external audit

The task of the statutory audit is to verify that the financial statements give a true and fair view of the Group's result and financial position in the financial period. In addition to this, the auditors report to the Board of Directors on the continuous audit of administration and operations.

The Annual General Meeting on 14 April 2005 appointed Ernst & Young Oy to continue as the company's auditors. Fees totalling TEUR 252 were paid to the auditors during 2005, and TEUR 166 of this was for auditing activities. A total of TEUR 86 was paid for consulting and other services not related to auditing.

Communication

Aldata Solution Oyj is a Finnish public listed company and its corporate governance and the information it publishes concerning this are based on Finnish company, accounting and securities market legislation and on the regulations of the Helsinki Exchanges.

The objective of Aldata Group's investor communications is to provide true, sufficient and up-to-date information impartially to all market parties to enable them to determine the value of the company's share.

Every year Aldata Group publishes the annual financial statements, the annual report and three interim reports. The Company publishes stock exchange and press releases to inform investors whenever the situation so requires. These releases and other material used in investor presentations are also published on the company's website at http://www.aldata-solution.com.







1 2 3 4
5 6 7

Board of Directors

1. Mr Pekka Vennamo
Born 1944, Student in Technology, CEO of Sijoitus Oy, Chairman of the Aldata Board. From 1989 to 1999 he held the position of CEO in Sonera Oyj and its predecessors Posti-Tele and Suomen PT. At the moment he is the chairman of the Board at Sijoitus Oy, Plusdial Oy, Soprano Oyj and Saunalahti Group Oyj as well as a member of the Board of Teleste Oyj. Member and Chairman of the Aldata Board since 2002. Mr. Vennamo owns directly and indirectly together 50 000 Aldata shares. No options (31.12.2005). Permanent insider.

2. Mr Kimmo Alkio
Born 1963, BBA, MBA, Vice President, Systems Integration, Nokia Networks. During 2000-2005 Alkio acted as vice president of F-Secure Oyj. Has been a member of the Aldata Board since April 2005 and a vice chairman from September 2005 onwards. Owns no Aldata shares nor options (31.12.2005). Permanent insider.

3. Mr Hervé Defforey
Born 1950, Partner, GRP Partners, UK. Has worked previously as CFO of Carrefour S.A. His current board memberships include IFCO Systems, PrePay Technologies, and ULTASalon, Cosmetics & Fragrance. Member of the Aldata Board since September 2005. Owns no Aldata shares nor options (31.12.2005).

4. Mr Peter Ekelund
Born 1954, Managing Director, Novestra AB, Sweden. Has been the Chairman of the Board of Framfab AB and one of the B2 Bredband AB founders. Member of the Aldata Board since September 2005. Owns no Aldata shares nor options (31.12.2005).

5. Mr Ilkka Hollo
Born 1944, Graduate of Military Academy and War College, Lieutenant General (r). He was the vice chairman of the Board of EASYkm Ltd. in 2000-2004, member of the Board of Patria Industries Ltd. in 2000-2001, member of the Board of Senaatti Kiinteistöt in 2002, member of the Board of Copterline Ltd. in 2004-2005, member of the Board of Postin Autopalvelu Ltd. in 2000-2005. Member of the Aldata Board since April 2005. Owns no Aldata shares nor options (31.12.2005). Permanent insider.

6. Mr Klaus-Dieter Laidig
Born 1942, MBA, Management Consultant, Laidig Business Consulting GmbH, Germany. He has meny Board memberships in Germany, Switzerland and in the US. Member of the Aldata Board since September 2005. Owns no Aldata shares nor options (31.12.2005).

7. Mr Peter Titz
Born 1953, MSc. (Eng.), MSc. (Econ.), Director, P. Titz Supersonic Consulting AG, Switzerland. Mr. Titz has been earlier in the international retail chain Metro as a Director and in Chase Manhattan Bank leading German operations. He has served on several international boards. Member of Aldata Board in October 2001 - April 2004 and from April 2005 onwards. Owns 79 000 Aldata shares (31.12.2005).
No options (31.12.2005). Permanent insider.




8 9 10 11

Corporate Management Team (CMT)

8. Mr René Homeyer
Born 1946, M.Sc. (Eng.), President, CEO. Has worked for Aldata since 2000. Member of the Corporate Management Team or its predecessor since 2000. Owns 268 924 Aldata shares and 50 000 B-options of the year 2001/2 option scheme and 120 000 A-options, 120 000 B-options, 100 000 C-options, 50 000 D-options of the year 2003 option scheme (31.12.2005) Permanent insider.

9. Mr Dominique Chambas
Born 1958, M.Sc. (Eng), Senior Vice President, International Sales. Has worked for Aldata since 2000. Member of the Corporate Management Team or or its predecessor since 2003. Owns 66 700 Aldata shares (31.12.2005). Owns 8000 A-options and 8 000 B-options of the year 2001/2 option scheme and 60 000 A-options, 60 000 B-options, 50 000 C-options and 25 000 D-options of the year 2003 option scheme (31.12.2005). Permanent insider.

10. Mr Thomas Hoyer
Born 1974, M.Sc. (Econ.), CFO. Has worked for Aldata since 2004. Member of the Corporate Management Team or its predecessor since 2004. Owns 218 000 Aldata shares and 60 000 A-options, 60 000 B-options, 50 000 C-options, 25 000 D-options of the year 2003 option sheme (31.12.2005). Permanent insider.

11. Mr Markus Kivimäki
Born 1973, Master of Laws, Vice President, Corporate Legal Affairs. Has worked for Aldata since 2003. Member of the Corporate Management Team or its predecessor since 2003. Owns 71 200 Aldata shares and 50 000 A-options, 50 000 B-options, 50 000 C-options, 25 000 D-options of the year 2003 option sheme (31.12.2005). Permanent insider.

Management Council (MC)

Mr Manfred Alt
Born 1949, Dr Eng. Vice President, German speaking countries and Managing Director of Aldata's German subsidiary, Aldata Retail Solutions GmbH. Has worked for Aldata since 2000. Member of the Management Council since 2000.

Mr Patrick Buellet
Born 1963, M.Sc. (Eng.), Vice President, R&D. Has worked for Aldata since 2000. Member of the Management Council since 2005.

Mr Albert Cherbit
Born 1960, M.Sc. (Eng.). Vice President, Presales and Consulting. Has worked for Aldata since 2000. Member of the Management Council since 2005.

Mr Mark Croxton
Born 1957, B.Sc. (Zoology). Vice President, UK and Ireland and Managing Director of Aldata's UK subsidiary, Aldata Solution UK Ltd. Member of the Corporate Management Team or its predecessor since 2003. Has worked for Aldata since 2004. Member of the Management Council since 2004.

Mr Ivan Guzelj
Born 1961, B.Sc. (Econ.), Vice President, Southern Central Europe and Managing Director of Aldata's Slovenian subsidiary, Aldata Solution d.o.o. Has worked for Aldata since 2002. Member of the Management Council since 2004.

Mr Henrik Lindström
Born 1962, M.Sc. (Math). Vice President, Sweden, Norway and Denmark, Managing Director of Aldata Solution AB. Has worked for Aldata since 2002. Member of the Management Council since 2004.

Mr Neil Thall
Born 1946, B.Sc. (Eng.), MBA. Vice President, USA and Canada and CEO of Aldata's US subsidiary, Aldata Solution, Inc. Has worked for Aldata since 2004. Member of the Management Council since 2004.

Mr Jorma Tukia
Born 1950, M.Sc. (Math), Vice President, Finland, the Baltic countries and Russia, Managing Director of Aldata Solution Finland Oy. Has worked for Aldata since 2004. Member of the Management Council since 2004.

Mr Thierry Seguin
Born 1962, Graduate of Business and IT College. Vice President, Professional Services. Has worked for Aldata since 2000. Member of the Management Council since 2005.

Contact details

Aldata Solution Oyj
P.O.Box 266
FI-00101 Helsinki
Finland
(Rauhankatu 13 A 1, FI-00170 Helsinki)
Tel. +358 9 5422 5500
Fax +358 9 5422 5054

Aldata Solution Oyj
83 Boulevard Exelmans
75016 Paris
France
Tel. +33 1 4648 2800
Fax +33 1 47 43 92 37

Aldata Solution Finland Oy
P.O.Box 1312
FI-00101 Helsinki
Finland
(Vetotie 3, FI-01610 Vantaa)
Tel. +358 9 5422 5500
Fax+ 358 9 5422 5052

Aldata Smart Card Oy
P.O.Box 1312
FI-00101 Helsinki
Finland
(Vetotie 3, FI-01610 Vantaa)
Tel. +358 9 5422 5500
Fax+ 358 9 5422 5143

Aldata Solution AB
Enhagsslingan 2
S-18740 Täby
Sweden
Tel. +46 8 503 007 00
Fax +46 8 768 88 09

Aldata Solution S.A.
37, rue du Colonel Pierre Avia
F-75508 Paris Cedex 15
France
Tel. +33 1 46 48 28 00
Fax +33 1 46 48 28 01

Aldata Solution S.A.
Rue Guglielmo Marconi
F-44812 St Herblain Cedex
France
Tel. +33 2 51 80 16 00
Fax +33 2 51 80 72 22

Aldata Retail Solutions GmbH
Ruppmannstrasse 33a
D-70565 Stuttgart
Germany
Tel. +49 711 78 72 0
Fax +49 711 78 72 10

Aldata Retail Solutions GmbH
Josef-Lammerting Allee 7-13
D-50933 Köln
Germany
Tel. +49 221 48 5560
Fax +49 221 48 556 480

Aldata Retail Solutions GmbH
Obernstrasse 33a
D-31655 Stadthagen
Germany
Tel. +49 5721 9796 0
Fax +49 5721 9796 50

Aldata Solution d.o.o.
Motnica 5
SI-1236 Trzin
Slovenia
Tel. +386 1 58 87 280
Fax +386 1 58 87 281

Aldata Solution UK Ltd.
Marble Arch Tower
55 Bryanston Street
London W1H 7AJ
United Kingdom
Tel. +44 870 774 3632
Fax +44 870 774 3635

Aldata Solution, Inc.
1800 Peachtree Street, Suite 720
Atlanta, GA 30309
US
Tel. +1 404 355 3220
Fax +1 404 355 9956

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