ASX RELEASE

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TechnologyOne today issues clarification to Full Year Guidance

Guidance given on 22 May 2018 on the ASX under the heading 'TechnologyOne Announces Half Year Results' stated that "TechnologyOne is on track to deliver profit growth of between 10% to 15% over the full year". As was the case in previous years, this guidance refers to Net Profit After Tax growth on the previous year.

To clarify, TechnologyOne did not provide guidance for 'underlying profit growth'. This was because it was not TechnologyOne's intention to continue to report 'underlying profit growth' for the 2018 full year. 'Underlying profit growth' was reported in 2017 because the company missed its guidance, and did so to highlight the abnormal items that it had experienced.

To clarify, if TechnologyOne was to once again report 'underlying profit growth' for the 2018 full year this is forecast to also show 10% to 15% growth because of significant abnormal items.

The Half Year results included significant abnormal items as follows: restructure costs of the consulting business, significant investment in the UK consulting business and reduction in Annual Licence Fees.

It is important to note that it is not TechnologyOne's intention to continue to report 'underlying profit growth' going forward.

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About TechnologyOne

TechnologyOne (ASX:TNE) is Australia's largest enterprise software company and one of Australia's top 200 ASX-listed companies, with offices across six countries. We create solutions that transform business and make life simple for our customers. We do this by providing powerful, deeply integrated enterprise software that is incredibly easy to use. Over 1,200 leading corporations, government departments and statutory authorities are powered by our software.

We participate in only eight key markets: government, local government, financial services, education, health and community services, asset intensive industries, project intensive industries and corporates. For these markets we develop, market, sell, implement, support and run our preconfigured solutions, which reduce time, cost and risk for our customers.

For over 30 years, we have been providing our customers enterprise software that evolves and adapts to new and emerging technologies, allowing them to focus on their business and not technology. Today, our software is available on TechnologyOne SaaS and across smart mobile devices.