

Condensed Consolidated Interim Financial Statements
(In U.S. dollars)

CONSTELLATION SOFTWARE INC.

For the three months ended March 31, 2025 and 2024
Unaudited

CONSTELLATION SOFTWARE INC.

Condensed Consolidated Interim Statements of Financial Position

(In millions of U.S. dollars, except per share amounts. Due to rounding, numbers presented may not foot.)

Unaudited

	March 31, 2025	December 31, 2024	March 31, 2024
Assets			
Current assets:			
Cash	\$ 2,477	\$ 1,980	\$ 2,078
Accounts receivable	1,363	1,291	1,205
Unbilled revenue	406	369	361
Inventories	58	56	56
Other assets (note 6)	637	596	575
	4,942	4,293	4,276
Non-current assets:			
Property and equipment	222	223	142
Right of use assets	346	328	322
Deferred income taxes	237	219	157
Equity securities (note 5)	353	13	14
Other assets (note 6)	318	316	291
Intangible assets (note 7)	7,477	7,465	6,746
	8,954	8,565	7,671
Total assets	\$ 13,896	\$ 12,857	\$ 11,946
Liabilities and Shareholders' Equity			
Current liabilities:			
Debt with recourse to Constellation Software Inc. (note 8)	\$ 419	\$ 303	\$ 276
Debt without recourse to Constellation Software Inc. (note 9)	365	319	348
Accounts payable and accrued liabilities	1,449	1,590	1,304
Dividends payable (note 12)	21	21	21
Deferred revenue	2,511	1,967	2,272
Provisions (note 10)	23	22	8
Acquisition holdback payables	216	219	172
Lease obligations	119	115	115
Income taxes payable	130	111	135
	5,254	4,667	4,653
Non-current liabilities:			
Debt with recourse to Constellation Software Inc. (note 8)	1,865	1,855	1,832
Debt without recourse to Constellation Software Inc. (note 9)	1,687	1,689	1,470
Deferred income taxes	692	673	634
Acquisition holdback payables	145	133	105
Lease obligations	266	252	244
Other liabilities (note 6)	346	300	257
	5,001	4,903	4,542
Total liabilities	10,255	9,569	9,195
Shareholders' equity (note 12):			
Capital stock	99	99	99
Accumulated other comprehensive income (loss)	(63)	(224)	(145)
Retained earnings	3,010	2,919	2,358
Non-controlling interests (note 18)	595	493	439
	3,641	3,288	2,752
Subsequent events (notes 19)			
Total liabilities and shareholders' equity	\$ 13,896	\$ 12,857	\$ 11,946

See accompanying notes to the condensed consolidated interim financial statements.

CONSTELLATION SOFTWARE INC.

Condensed Consolidated Interim Statements of Income (loss)

(In millions of U.S. dollars, except per share amounts. Due to rounding, numbers presented may not foot.)

Unaudited

	Three months ended March 31,	
	2025	2024
Revenue		
License	\$ 96	\$ 88
Professional services	487	470
Hardware and other	74	59
Maintenance and other recurring	1,996	1,737
	2,654	2,353
Expenses		
Staff	1,412	1,293
Hardware	40	35
Third party license, maintenance and professional services	254	215
Occupancy	17	14
Travel, telecommunications, supplies, software and equipment	131	112
Professional fees	47	38
Other, net	53	50
Depreciation	46	44
Amortization of intangible assets (note 7)	272	242
	2,272	2,042
Foreign exchange loss (gain)	32	(18)
IRGA/TSS Membership liability revaluation charge	94	81
Finance and other expense (income) (note 13)	(45)	(9)
Bargain purchase gain (note 4)	-	(2)
Impairment of intangible and other non-financial assets (note 7)	3	10
Redeemable preferred securities expense (income)	-	58
Finance costs (note 13)	71	67
	154	186
Income (loss) before income taxes	227	125
Current income tax expense (recovery)	136	127
Deferred income tax expense (recovery)	(49)	(75)
Income tax expense (recovery)	87	52
Net income (loss)	140	74
Net income (loss) attributable to:		
Common shareholders of Constellation Software Inc.	115	105
Non-controlling interests (note 18)	24	(31)
Net income (loss)	140	74
Earnings per common share of Constellation Software Inc.		
Basic and diluted (note 14)	\$ 5.44	\$ 4.95

See accompanying notes to the condensed consolidated interim financial statements.

CONSTELLATION SOFTWARE INC.

Condensed Consolidated Interim Statements of Income (loss)

(In millions of U.S. dollars, except per share amounts. Due to rounding, numbers presented may not foot.)

Unaudited

	Three months ended March 31,	
	2025	2024
Net income (loss)	\$ 140	\$ 74
Items that are or may be reclassified subsequently to net income (loss):		
Foreign currency translation differences from foreign operations and other, net of tax	79	(48)
Items that will not be reclassified to net income (loss):		
Changes in the fair value of equity investments at FVOCI (note 5)	155	-
Other comprehensive income (loss), net of income tax	234	(48)
Total comprehensive income (loss)	\$ 374	\$ 25
Total other comprehensive income (loss) attributable to:		
Common shareholders of Constellation Software Inc.	161	(40)
Non-controlling interests	74	(8)
Total other comprehensive income (loss)	\$ 234	\$ (48)
Total comprehensive income (loss) attributable to:		
Common shareholders of Constellation Software Inc.	276	65
Non-controlling interests (note 18)	98	(40)
Total comprehensive income (loss)	\$ 374	\$ 25

See accompanying notes to the condensed consolidated interim financial statements.

CONSTELLATION SOFTWARE INC.

Condensed Consolidated Interim Statement of Changes in Equity

(In millions of U.S. dollars, except per share amounts. Due to rounding, numbers presented may not foot.)

Unaudited

Three months ended March 31, 2025

	Equity Attributable to Common Shareholders of CSI				Non-controlling interests	Total equity
	Capital stock	Accumulated other comprehensive income (loss)	Retained earnings	Total		
Balance at January 1, 2025	\$ 99	\$ (224)	\$ 2,919	\$ 2,795	\$ 493	\$ 3,288
<i>Total comprehensive income (loss):</i>						
Net income (loss)	-	-	115	115	24	140
<i>Other comprehensive income (loss)</i>						
Foreign currency translation differences from foreign operations and other, net of tax and changes in the fair value of equity investments at FVOCI (note 5)	-	161	-	161	74	234
Total other comprehensive income (loss)	-	161	-	161	74	234
Total comprehensive income (loss)	-	161	115	276	98	374
Transactions with owners, recorded directly in equity						
Other movements in non-controlling interests	-	-	(4)	(4)	4	(0)
Dividends paid to non-controlling interests	-	-	-	-	(0)	(0)
Dividends to shareholders of the Company (note 12)	-	-	(21)	(21)	-	(21)
Balance at March 31, 2025	\$ 99	\$ (63)	\$ 3,010	\$ 3,046	\$ 595	\$ 3,641

See accompanying notes to the condensed consolidated interim financial statements.

CONSTELLATION SOFTWARE INC.

Condensed Consolidated Interim Statement of Changes in Equity
(In millions of U.S. dollars, except per share amounts. Due to rounding, numbers presented may not foot.)

Unaudited

Three months ended March 31, 2024

	Equity Attributable to Common Shareholders of CSI				Non-controlling interests	Total equity
	Capital stock	Accumulated other comprehensive income (loss)	Retained earnings	Total		
Balance at January 1, 2024	\$ 99	\$ (99)	\$ 1,876	\$ 1,877	\$ 85	\$ 1,961
<i>Total comprehensive income (loss):</i>						
Net income (loss)	-	-	105	105	(31)	74
<i>Other comprehensive income (loss)</i>						
Foreign currency translation differences from foreign operations and other, net of tax	-	(40)	-	(40)	(8)	(48)
Total other comprehensive income (loss)	-	(40)	-	(40)	(8)	(48)
Total comprehensive income (loss)	-	(40)	105	65	(40)	25
Transactions with owners, recorded directly in equity						
Non-controlling interests arising from business combinations	-	-	-	-	(0)	(0)
Conversion of Lumine Special Shares to subordinate voting shares of Lumine and settlement of accrued dividend on Lumine Special Shares through the issuance of subordinate voting shares of Lumine	-	-	-	-	872	872
Conversion of Lumine Preferred Shares to subordinate voting shares of Lumine and settlement of accrued dividend on Lumine Preferred Shares through the issuance of subordinate voting shares of Lumine	-	(6)	400	394	(394)	-
Other movements in non-controlling interests	-	-	(1)	(1)	1	0
Dividends paid to non-controlling interests	-	-	-	-	(85)	(85)
Dividends to shareholders of the Company	-	-	(21)	(21)	-	(21)
Balance at March 31, 2024	\$ 99	\$ (145)	\$ 2,358	\$ 2,313	\$ 439	\$ 2,752

See accompanying notes to the condensed consolidated interim financial statements.

CONSTELLATION SOFTWARE INC.

Condensed Consolidated Interim Statements of Cash Flows

(In millions of U.S. dollars, except per share amounts. Due to rounding, numbers presented may not foot.)

Unaudited

	Three months ended March 31,	
	2025	2024
Cash flows from (used in) operating activities:		
Net income (loss)	\$ 140	\$ 74
Adjustments for:		
Depreciation	46	44
Amortization of intangible assets (note 7)	272	242
IRGA/TSS Membership liability revaluation charge (note 8)	94	81
Finance and other expense (income) (note 13)	(45)	(9)
Bargain purchase (gain) (note 4)	-	(2)
Impairment of intangible and other non-financial assets (note 7)	3	10
Redeemable preferred securities expense (income)	-	58
Finance costs (note 13)	71	67
Income tax expense (recovery)	87	52
Foreign exchange loss (gain)	32	(18)
Depreciation of third party costs	5	-
Change in non-cash operating assets and liabilities exclusive of effects of business combinations (note 17)	231	208
Transaction costs associated with equity securities classified as FVOCI (note 5)	(2)	-
Income taxes paid	(107)	(68)
Net cash flows from (used in) operating activities	827	737
Cash flows from (used in) financing activities:		
Interest paid on lease obligations	(4)	(3)
Interest paid on debt	(62)	(41)
Increase (decrease) in CSI facility	-	(578)
Increase (decrease) in Topicus revolving credit debt facility without recourse to CSI	31	114
Proceeds from issuance of Senior Notes	-	1,000
Proceeds from issuance of debt facilities without recourse to CSI	27	112
Repayments of debt facilities without recourse to CSI	(30)	(18)
Other financing activities	(1)	(2)
Dividends paid to non-controlling interests	(0)	(85)
Debt transaction costs	(0)	(11)
Payments of lease obligations, net of sublease receipts	(31)	(29)
Distribution to the Joday Group	-	(64)
Principal repayments to the Joday Group pursuant to the Call Notice	-	(22)
Dividends paid to common shareholders of the Company (note 12)	(21)	(21)
Net cash flows from (used in) in financing activities	(91)	351
Cash flows from (used in) investing activities:		
Acquisition of businesses (note 4)	(94)	(223)
Cash obtained with acquired businesses (note 4)	11	35
Post-acquisition settlement payments, net of receipts	(16)	(76)
Purchases of investments and other assets (note 5)	(175)	(0)
Proceeds from sales of other investments and other assets	-	4
Decrease (increase) in restricted cash	7	(11)
Interest, dividends and other proceeds received	11	5
Property and equipment purchased	(15)	(10)
Net cash flows from (used in) investing activities	(271)	(277)
Effect of foreign currency on cash	33	(17)
Increase (decrease) in cash	497	794
Cash, beginning of period	\$ 1,980	\$ 1,284
Cash, end of period	\$ 2,477	\$ 2,078

See accompanying notes to the condensed consolidated interim financial statements.

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

Notes to the condensed consolidated interim financial statements

- | | |
|---|--|
| 1. Reporting entity | 11. Income taxes |
| 2. Basis of presentation | 12. Capital and other components of equity |
| 3. Material accounting policies | 13. Finance and other expense (income) and finance costs |
| 4. Business acquisitions | 14. Earnings per share |
| 5. Equity securities | 15. Financial instruments |
| 6. Other assets and other non-current liabilities | 16. Contingencies |
| 7. Intangible assets | 17. Changes in non-cash operating assets and liabilities |
| 8. Debt with recourse to CSI | 18. Non-controlling interests |
| 9. Debt without recourse to CSI | 19. Subsequent events |
| 10. Provisions | |

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

1. Reporting entity

Constellation Software Inc. is a company domiciled in Canada. The address of Constellation Software Inc.'s registered office is 66 Wellington Street West, Suite 5300, Toronto, Ontario, Canada. The condensed consolidated interim financial statements of Constellation Software Inc. as at and for the three month period ended March 31, 2025 comprise Constellation Software Inc. and its subsidiaries (together referred to as "Constellation", "CSI", or the "Company") and the Company's interest in associates. The Company is engaged principally in the development, installation and customization of software as well as in the provisioning of related professional services and support for customers globally across over 100 diverse markets.

2. Basis of presentation

(a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34") as issued by the International Accounting Standards Board ("IASB") and using the accounting policies disclosed in Note 3 of the Company's 2024 annual consolidated financial statements, available on the System for Electronic Document Analysis and Retrieval ("SEDAR+") at www.sedarplus.com, except as disclosed herein.

These condensed consolidated interim financial statements were approved and authorized for issuance by the Board of Directors of the Company on May 12, 2025.

These condensed consolidated interim financial statements should be read in conjunction with the Company's 2024 annual consolidated financial statements.

(b) Basis of measurement

The condensed consolidated interim financial statements have been prepared on the historical cost basis except for certain assets and liabilities initially recognized in connection with business combinations, derivative financial instruments, equity securities, and contingent consideration related to business acquisitions, which are measured at their estimated fair value.

(c) Functional and presentation of currency

The condensed consolidated interim financial statements are presented in U.S. dollars, which is Constellation's functional currency.

(d) Use of estimates and judgements

The preparation of the condensed consolidated interim financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses, consistent with those disclosed in the 2024 annual consolidated financial statements and described in these condensed consolidated interim financial statements. Actual results may differ from these estimates.

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

Estimates and underlying assumptions are reviewed on an ongoing basis. Estimates are based on historical experience and other assumptions that are considered reasonable in the circumstances. The actual amount or values may vary in certain instances from the assumptions and estimates made. Changes will be recorded, with corresponding effect in profit or loss, when, and if, better information is obtained.

3. Material accounting policies

Unless otherwise noted in the condensed consolidated interim financial statements, the material accounting policies used in preparing these condensed consolidated interim financial statements are unchanged from those disclosed in the Company's 2024 annual consolidated financial statements and have been applied consistently to all periods presented in these condensed consolidated interim financial statements.

The accounting policies have been applied consistently by Constellation's subsidiaries.

4. Business acquisitions

(a) During the three-month period ended March 31, 2025, the Company completed a number acquisitions for aggregate cash consideration of \$94 plus cash holdbacks of \$26 and contingent consideration with an estimated acquisition date fair value of \$13. The total consideration resulting from the acquisitions in the three-month period ended March 31, 2025 was \$133. The contingent consideration is payable on the achievement of certain financial targets in the post-acquisition periods. The obligation for contingent consideration for acquisitions during the three-month period ended March 31, 2025 has been recorded at its estimated fair value at the various acquisition dates. The estimated fair value of the applicable contingent consideration is calculated using the estimated financial outcome and resulting expected contingent consideration to be paid and inclusion of a discount rate as appropriate. For these arrangements, which include both maximum, or capped, and unlimited contingent consideration amounts, the estimated increase to the initial consideration is not expected to exceed \$29. Aggregate contingent consideration of \$188 (December 31, 2024 - \$174) has been reported in the condensed consolidated interim statement of financial position at its estimated fair value relating to applicable acquisitions completed in the current and prior periods. Changes made to the estimated fair value of contingent consideration are included in other, net in the condensed consolidated interim statements of income (loss). An expense of \$7 has been recorded for the three months ended March 31, 2025, as a result of such changes (expense of \$11 for the three months ended March 31, 2024).

No acquisitions were deemed to be individually significant. The majority of the businesses acquired during the period were acquisitions of shares and the remainder were asset acquisitions. The cash holdbacks are generally payable over a two-year period and are adjusted, as necessary, for such items as working capital or net tangible asset assessments, as defined in the agreements, and claims under the respective representations and warranties of the purchase and sale agreements.

The acquisitions during the three-month period ended March 31, 2025 include software companies catering to the following markets: automotive, digital marketing, fashion, financial services, forestry, hospitality, human capital, information technology, lighting design, maintenance management, manufacturing, software infrastructure, supply chain management, technical service providers, travel and healthcare all of which are software businesses similar to existing businesses operated by the Company. The acquisitions have been accounted for using the acquisition method with the results of operations included in these consolidated financial statements from the date of each acquisition.

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

The goodwill recognized in connection with these acquisitions is primarily attributable to the application of Constellation's best practices to improve the operations of the companies acquired, synergies with existing businesses of Constellation, and other intangible assets that do not qualify for separate recognition including assembled workforce. Goodwill in the amount of \$0 is expected to be deductible for income tax purposes.

The gross contractual amounts of acquired receivables was \$18; however, the Company has recorded an allowance of \$3 as part of the acquisition accounting to reflect contractual cash flows that are not expected to be collected.

Due to the complexity and timing of certain acquisitions made, the Company is in the process of determining and finalizing the estimated fair value of the net assets acquired as part of the acquisitions closed during 2025 and the last three quarters of 2024. The amounts determined on a provisional basis generally relate to net asset assessments and measurement of the assumed liabilities, including acquired contract liabilities. The provisional purchase price allocations may differ from the final purchase price allocations, and these differences may be material. Revisions to the allocations will occur as additional information about the fair value of assets and liabilities becomes available. The cash consideration associated with these provisional estimates (including individually significant acquisitions) totals \$1,219.

The aggregate impact of acquisition accounting applied in connection with the aggregate of business acquisitions that are not individually significant in the period ended March 31, 2025 is as follows:

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

<hr/>		
<hr/>		
Assets acquired:		
Cash	\$	11
Accounts receivable		14
Other current assets		7
Property and equipment		3
Right of use assets		6
Other non-current assets		0
Deferred income taxes		3
Technology assets		74
Customer assets		84
		<hr/>
		202
Liabilities assumed:		
Current liabilities		17
Deferred revenue		16
Deferred income taxes		39
Long-term debt		1
Long-term lease obligations		4
Other non-current liabilities		3
		<hr/>
		81
Goodwill		12
Total consideration	\$	133
<hr/>		

The 2025 business acquisitions did not have a material impact to either the consolidated revenue or the consolidated net income (loss) for the three months ended March 31, 2025. The materiality threshold is reviewed on a regular basis taking into account the quantitative (contribution to revenue and net income (loss)) and qualitative (size and comparability with other Constellation businesses) factors of current period acquisitions on both an individual and aggregate basis.

(b) The chart below outlines the significant measurement period adjustments and adjustments to estimated holdback payables on prior year acquisitions which have been reflected on the condensed consolidated interim statement of financial position as of December 31, 2024 and March 31, 2024.

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

December 31, 2024 March 31, 2024

Current Assets:

Accounts receivable	(0)	0
Unbilled revenue	(0)	1
Inventories	(0)	(2)
Acquisition holdback receivables	0	-
Other assets	(1)	7
	(1)	6

Non-current Assets:

Property and equipment	(0)	(0)
Right of use assets	0	11
Deferred income taxes	1	(1)
Equity securities	-	-
Other assets	-	(3)
Intangible assets	(5)	12
	(4)	19

Total assets	(6)	25
--------------	-----	----

Current liabilities:

Accounts payable and accrued liabilities	1	6
Deferred revenue	(1)	6
Acquisition holdback payables	(6)	(1)
Lease obligations	0	2
Income taxes payable	(0)	0
	(5)	13

Non-current liabilities:

Deferred income taxes	(1)	1
Acquisition holdback payables	(0)	0
Lease obligations	0	9
Other liabilities	0	2
	(0)	12

Total liabilities	(6)	25
-------------------	-----	----

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

5. Equity securities

On January 31, 2025, the Company purchased 8,300,029 shares in Asseco Poland S.A. ("Asseco") representing approximately 9.99% of the issued shares in Asseco. The shares were acquired at a price of 85 PLN per share for total consideration of \$174. Asseco offers comprehensive, proprietary IT solutions for all sectors of the economy. The Company has made an irrevocable election at the time of initial recognition to present subsequent changes in fair value in other comprehensive income ("FVOCI"). The Company designated the Asseco investment as equity securities at FVOCI because the investment in Asseco represents an investment that the Company intends to hold for the long term. During the three months ended March 31, 2025, the Company recorded a gain of \$157 based on the share price as at March 31, 2025 within other comprehensive income reduced by transaction costs of \$2. The investment in Asseco has been classified as a non-current asset as at March 31, 2025 within "Equity Securities".

6. Other assets and other non-current liabilities

(a) Other assets

		March 31, 2025	December 31, 2024
Prepaid expenses and other current assets	\$	342	\$ 318
Holdback receivable		5	6
Investment tax credits recoverable		53	45
Sales tax receivable		59	62
Equity securities held for trading		11	14
Derivatives		6	-
Income tax and other receivables		161	151
Total other current assets	\$	637	\$ 596
Investment tax credits recoverable	\$	15	\$ 21
Costs to obtain a contract		95	91
Non-current trade and other receivables and other assets		193	190
Equity accounted investees		15	14
Total other non-current assets	\$	318	\$ 316

(b) Other non-current liabilities

		March 31, 2025	December 31, 2024
Contingent consideration	\$	108	\$ 97
Deferred revenue		111	89
Other non-current liabilities		127	113
Total other non-current liabilities	\$	346	\$ 300

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

7. Intangible Assets

	Technology Assets	Customer Assets	Backlog	Non-compete agreements	Trademarks	Goodwill	Total
Cost							
Balance at January 1, 2024	\$ 5,004	\$ 4,705	\$ 17	\$ 2	\$ 29	\$ 1,279	\$ 11,037
Acquisitions through business combinations	904	926	0	-	-	250	2,079
Effect of movements in foreign exchange	(173)	(144)	(0)	0	(1)	(47)	(366)
Balance at December 31, 2024	\$ 5,734	\$ 5,487	\$ 17	\$ 2	\$ 28	\$ 1,481	\$ 12,750
Balance at January 1, 2025	\$ 5,734	\$ 5,487	\$ 17	\$ 2	\$ 28	\$ 1,481	\$ 12,750
Acquisitions through business combinations	74	84	-	-	-	12	170
Effect of movements in foreign exchange and other	89	84	0	(0)	1	25	200
Balance at March 31, 2025	\$ 5,898	\$ 5,655	\$ 17	\$ 2	\$ 29	\$ 1,518	\$ 13,119
Accumulated amortization and impairment losses							
Balance at January 1, 2024	\$ 2,822	\$ 1,497	\$ 17	\$ 2	\$ 7	\$ 16	\$ 4,361
Amortization for the period	600	442	0	0	1	-	1,044
Impairment charge	10	9	-	-	-	7	26
Effect of movements in foreign exchange	(92)	(54)	(0)	0	-	-	(146)
Balance at December 31, 2024	\$ 3,340	\$ 1,894	\$ 17	\$ 2	\$ 9	\$ 23	\$ 5,284
Balance at January 1, 2025	\$ 3,340	\$ 1,894	\$ 17	\$ 2	\$ 9	\$ 23	\$ 5,284
Amortization for the period	156	116	0	(0)	0	-	272
Impairment charge	1	0	-	-	-	1	3
Effect of movements in foreign exchange	51	32	0	(0)	-	-	83
Balance at March 31, 2025	\$ 3,547	\$ 2,042	\$ 17	\$ 2	\$ 9	\$ 24	\$ 5,642
Carrying amounts							
At January 1, 2024	\$ 2,182	\$ 3,209	\$ 0	\$ (0)	\$ 22	\$ 1,262	\$ 6,675
At December 31, 2024	\$ 2,394	\$ 3,594	\$ 0	\$ -	\$ 20	\$ 1,458	\$ 7,465
At January 1, 2025	\$ 2,394	\$ 3,594	\$ 0	\$ -	\$ 20	\$ 1,458	\$ 7,465
At March 31, 2025	\$ 2,351	\$ 3,613	\$ 0	\$ (0)	\$ 20	\$ 1,494	\$ 7,477

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

8. Debt with recourse to CSI

	CSI Facility	Senior Notes	Liability of CSI under the IRGA	Debentures	Term Loan	Total
Principal outstanding at (and, except for debentures, equal to fair value)	\$ -	\$ 1,000	\$ 816	\$ 345	\$ 84	\$ 2,245
Deduct: Unamortized transaction costs included in debt balance	-	(7)	-	-	(0)	(7)
Add: Unamortized debt premium	-	-	-	47	-	47
Carrying value at March 31, 2025	-	993	816	392	84	2,285
Current portion	-	-	419	-	-	419
Non-current portion	-	993	397	392	84	1,865

CSI Facility

On January 31, 2024, the Company completed an amendment and restatement of its existing credit facility agreement (the “CSI Facility”). The facility limit was increased from \$840 to \$1,085, with a syndicate of existing and new institutions. The agreement has also moved from a secured to an unsecured facility structure, which continues to be available for general corporate purposes including acquisitions and working capital. The CSI Facility is guaranteed by certain subsidiaries of the Company. The CSI Facility bears a variable interest rate with no fixed repayments required over the term to maturity. Interest rates are calculated at standard U.S. and Canadian reference rates plus interest rate spreads based on a leverage table. The CSI Facility contains standard events of default which if not remedied within a cure period would trigger the repayment of any outstanding balance. As at March 31, 2025, \$nil (December 31, 2024 – \$nil) had been drawn from this credit facility, and letters of credit totaling \$13 (December 31, 2024 - \$13) were issued, which limits the borrowing capacity on a dollar-for-dollar basis.

Senior Notes

On February 16, 2024, the Company completed a private offering of \$500 aggregate principal amount of 5.158% senior notes due 2029 and \$500 aggregate principal amount of 5.461% senior notes due 2034 (collectively, the “Senior Notes”). The Senior Notes are senior unsecured obligations of the Company and rank equally in right of payment to all of the Company’s existing and future senior unsecured indebtedness, including the CSI Facility. The Senior Notes are guaranteed by certain subsidiaries of the Company on the same basis as such subsidiaries have guaranteed the CSI Facility. Transaction costs associated with the Senior Notes are being amortized through profit or loss using the effective interest rate method.

Liability of CSI under the terms of the IRGA/TSS Members Agreement

On December 23, 2014, in accordance with the terms of the purchase and sale agreement for the initial acquisition of Total Specific Solutions (“TSS”) by CSI, and on the basis of the term sheets attached thereto, Constellation and the sellers of TSS along with certain members of TSS’ executive management team (collectively, the “Joday Group”) among others, entered into a Members Agreement (the “TSS Members Agreement”) pursuant to which the Joday Group acquired 33.29% of the voting interests in Constellation Software Netherlands Holding Coöperatief U.A. (which was renamed to Topicus.com Coöperatief U.A., (“Topicus Coop”)), a subsidiary of Constellation and the indirect owner of 100% of TSS at the time of the acquisition. Total proceeds from this transaction was EUR 39.

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

On January 5, 2021, the TSS Members Agreement was terminated in conjunction with the acquisition of Topicus.com B.V., the reorganization of Topicus Coop and the execution of the Investors Rights and Governance Agreement ("IRGA"). The IRGA was established to create certain contractual obligations of the parties in respect of the governance of Topicus and Topicus Coop. The IRGA provides for transfer restrictions in respect of the ordinary units of Topicus Coop ("Topicus Coop Ordinary Units" or the "Topicus Coop Units").

Any time after January 5, 2021, any member of the Joday Group has the right, at their option, to sell any number of its Topicus Coop Units to CSI at a cash price per Topicus Coop Unit determined in accordance with the IRGA. Upon the exercise of such option by a member of the Joday Group, CSI will be obligated to purchase 33.33% of such Topicus Coop Units within 30 days, and an additional 33.33% on each of the first and the second anniversary of such initial purchase with the exception of certain items which have been classified as a current liability. Notwithstanding the foregoing, CSI can offer Topicus the right to purchase such Topicus Coop Units in lieu of CSI.

In the event of a change of control of CSI, any member of the Joday Group has the right, at their option, to sell all of its Topicus Coop Units to CSI at a cash price per Topicus Coop Unit determined in accordance with the IRGA. Upon the exercise of such option by a member of the Joday Group, CSI will be obligated to purchase all such Topicus Coop Units. Notwithstanding the foregoing, CSI can offer Topicus the right to purchase such Topicus Coop Units in lieu of CSI.

If CSI reduces its economic interest in Topicus by a sale or transfer of its economic interest (and not due to any additional issuance of any shares or equity by Topicus) by more than one-third (calculated on a fully converted basis in accordance with the IRGA), any member of the Joday Group has the right, at their option, to sell to CSI one-third of its Topicus Coop Units at a cash price per Topicus Coop Unit determined in accordance with the IRGA. Upon the exercise of such put option by a member of the Joday Group, CSI will be obligated to purchase all such put Topicus Coop Units. Notwithstanding the foregoing, CSI can offer Topicus the right to purchase such Topicus Coop Units in lieu of CSI. Any member of the Joday Group has a similar right to sell one-half or all of its remaining Topicus Coop Units, respectively, at its option, if CSI further reduces its remaining fully-diluted economic interest in Topicus by a sale or transfer of its economic interest by one-half and again if CSI sells its entire remaining economic interest in Topicus.

All of the Topicus Coop Ordinary Units held by the Joday Group and Ijssel B.V. (collectively, the "Topicus Coop Exchangeable Units") are exchangeable, directly or indirectly, for Topicus Subordinate Voting Shares. All of the above rights of members of the Joday Group apply to any Topicus Subordinate Voting Shares issued on an exchange of Topicus Coop Exchangeable Units.

At any time after December 31, 2023, CSI has the right, at its option, to buy all of the Topicus Coop Units and shares of Topicus held by certain members of the Joday Group (excluding Joday Investments VI B.V. ("Joday")) at a cash price per Topicus Coop Unit (or share of Topicus, as applicable) determined in accordance with the IRGA. After December 31, 2043, CSI has the same right to buy all of the Topicus Coop Units and shares of Topicus held by the remaining members of the Joday Group, including Joday.

In addition, if certain individuals affiliated with Joday are terminated from their employment with Topicus Coop or an affiliate thereof for urgent cause (as defined in the Dutch Civil Code), CSI has the right, at its option, to buy all of Topicus Coop Units held by such individuals at a cash price per Topicus Coop Unit determined in accordance with the IRGA.

The Company has continued to classify the above obligations of CSI under the terms of the IRGA as a liability. The main valuation driver in such calculation is the maintenance and other recurring revenue of Topicus. The valuation

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

of CSI's obligations under the IRGA is also impacted by the change in the net tangible assets of Topicus (as defined under the IRGA). As the net tangible assets increase (which is typically the result of net profits in the applicable period), the valuation of CSI's obligations under the IRGA increases. Maintenance and recurring revenue of Topicus for the trailing twelve months on a pro-forma basis determined at the end of the current reporting period was used as the basis for valuing the interests at each redemption date. Any increase or decrease in the value of such liability is recorded as an expense or income in the consolidated statements of income (loss) for the period.

Debentures

On October 1, 2014 and November 19, 2014, the Company issued debentures with a total principal value of C\$96 for total proceeds of C\$91. On September 30, 2015, the Company issued another tranche of debentures (collectively with the 2014 issuances called the "Debentures") with a total principal value of C\$186 for total proceeds of C\$214.

On October 6, 2023, a total of C\$213 principal amount of debentures ("2023 Debentures") were issued at a price of C\$133.00 per C\$100.00 principal amount of 2023 Debentures purchased representing proceeds to the Company of C\$283 which was used by the Company to pay down indebtedness under its existing credit facility. The 2023 Debentures were issued as an additional tranche of, and will form a single series with, the outstanding C\$282 aggregate principal amount of Debentures.

The Debentures have a maturity date of March 31, 2040 (the "Maturity Date").

The interest rate from and including:

- March 31, 2023 but excluding March 31, 2024 is 13.3%
- March 31, 2024 but excluding March 31, 2025 is 10.4%
- March 31, 2025 but excluding March 31, 2026 is 8.9%

Subsequent from and including March 31, 2026 to but excluding the Maturity Date, the interest rate applicable to the Debentures will be reset on an annual basis on March 31 of each year, at a rate equal to the annual average percentage change in the All-items Consumer Price Index during the 12-month period ending on December 31 in the prior year (which amount may be positive or negative) plus 6.5%. Notwithstanding the foregoing, the interest rate applicable to the debentures will not be less than 0%. The Company may, subject to certain approvals, elect the Payment in Kind election ("PIK Election"), in lieu of paying interest in cash, to satisfy all or any portion of its interest obligation payable on an interest payment date by issuing to each Debenture holder PIK Debentures equal to the amount of the interest obligation to be satisfied. The PIK Debentures will have the same terms and conditions as the Debentures and will form part of the principal amount of the Debentures. If, on any interest payment date, the Company fails to pay the amount of interest owing on the Debentures in full in cash, the Company will not (A) declare or pay dividends of any kind on the Common Shares, nor (B) participate in any share buyback or redemption involving the Common Shares, until the date on which the Company pays such interest (or the unpaid portion thereof) in cash to holders of the Debentures; however, where the Company has issued PIK Debentures in respect of all or a portion of the amount of interest owing on the Debentures on an interest payment date, the Company may resume declaring or paying dividends of any kind on the Common Shares and participating in any share buyback or redemption involving the Common Shares beginning on the next earlier of (i) the interest payment date of which the Company pays the amount of interest owing on the Debentures in full in cash and (ii) the date on which the Company repays all amounts owing under the PIK Debenture. All payments in respect of the Debentures will be subordinated in right of payment to the prior payment in full of all senior indebtedness of the Company.

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

The Debentures will be redeemable in certain circumstances at the option of the Company or the holder. During the period beginning on March 16 and ending on March 31 of each year, the Company will have the right, at its option, to give notice to holders of Debentures of its intention to redeem the Debentures, in whole or in part, on March 31 in the year that is five years following the year in which notice is given, at a price equal to the principal amount thereof plus accrued and unpaid interest up to but excluding the date fixed for redemption. During the period beginning on March 1 and ending on March 15 of each year, holders of Debentures will also have the right, at their option, to give notice to the Company of their intention to require the Company to repurchase (or to “put”) the Debentures, in whole or in part, on March 31 in the year that is five years following the year in which notice is given, at a price equal to the principal amount thereof plus accrued and unpaid interest up to but excluding the date fixed for repurchase.

During the year to date periods ended March 31, 2025 and December 31, 2024, no notices for redemption of the Debentures were received or given by the Company.

The fair value of the debentures as at March 31, 2025 was \$411 (December 31, 2024 - \$410).

Term Loan

One of CSI's subsidiaries has entered into a GBP 65 term debt facility with a financial institution for which CSI has guaranteed the debt. The facility bears a fixed rate of interest. The term loan contains events of default that, if not remedied, allow the loan note holder to require repayment of the loan principal and interest. The loan is due in 2028.

9. Debt without recourse to CSI

Certain of CSI's subsidiaries have entered into term debt facilities and revolving credit facilities with various financial institutions. CSI does not guarantee the debt of these subsidiaries, nor are there any cross-guarantees between subsidiaries. The credit facilities are collateralized by substantially all of the assets of the borrowing entity and its subsidiaries. The credit facilities typically bear interest at a rate calculated using an interest rate index plus a margin. The financing arrangements for each subsidiary typically contain certain restrictive covenants, which may include limitations or prohibitions on additional indebtedness, payment of cash dividends, redemption of capital, capital spending, making of acquisitions and sales of assets. In addition, certain financial covenants must be met by those subsidiaries that have outstanding debt.

In conjunction with the acquisition of Optimal Blue, the Company had entered into a promissory note agreement (“Promissory Note”). The Promissory Note accrues interest at a rate of 7% per annum, is compounded annually and is payable in arrears. The first cash interest and principal payment under the Promissory Note is due on the day prior to the fifth anniversary and thereafter interest and principal payments will be due annually on the subsequent anniversaries of that date. The Promissory Note matures in 2063, subject to earlier optional prepayment.

Debt without recourse to CSI comprises the following:

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

	Topicus Revolving Credit Facility	Debt Facilities	Promissory Note	Total
Principal outstanding (and equal to fair value)	\$ 271	\$ 1,294	\$ 500	\$ 2,064
Deduct: Carrying value of transaction costs included in debt balance	(2)	(10)	-	(13)
Carrying value at March 31, 2025	268	1,284	500	2,052
Current portion	268	97	-	365
Non-current portion	-	1,187	500	1,687

The annual minimum repayment requirements for the debt facilities without recourse to CSI (excluding the Topicus Revolving Credit Facility and the Promissory Note) are as follows:

Year	Debt Facilities
2025	82
2026	170
2027	622
2028	285
2029	131
2030	2
2031	1
2032	-
	1,294

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

The annual minimum repayment requirements for the Promissory Note are as follows:

Year	March 31, 2025
2025 - 2029	\$ 7
2030- 2063	493
Total	\$ 500

10. Provisions

At January 1, 2025	\$ 32
Reversal	(1)
Provisions recorded during the period	8
Provisions used during the period	(6)
Effect of movements in foreign exchange and other	1
At March 31, 2025	\$ 33
Provisions classified as current liabilities	23
Provisions classified as other non-current liabilities	10

The provisions balance is comprised of various individual provisions for onerous contracts and other estimated liabilities of the Company of uncertain timing or amount.

11. Income taxes

Income tax expense is recognized based on management's best estimate of the actual income tax rate for the interim period applied to the pre-tax income of the interim period for each entity in the consolidated group. As a result of foreign exchange fluctuations, acquisitions and ongoing changes due to intercompany transactions amongst entities operating in different jurisdictions, the Company has determined that a reasonable estimate of a weighted average annual tax rate cannot be determined on a consolidated basis. The Company's consolidated effective tax rate in respect of continuing operations for the three months ended March 31, 2025 was 38% (41% for the three months ended March 31, 2024).

Constellation is subject to tax audits in the countries in which the Company does business globally. These tax audits could result in additional tax expense in future periods relating to historical filings. Reviews by tax authorities generally focus on, but are not limited to, the validity of the Company's intercompany transactions, including financing and transfer pricing policies which generally involve subjective areas of taxation and a significant degree of judgment. If any of these tax authorities are successful with their challenges, the Company's income tax expense may be adversely affected and Constellation could also be subject to interest and penalty charges.

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

12. Capital and other components of equity

	Common Shares	
	Number	Amount
March 31, 2025	21,191,530	\$ 99
December 31, 2024	21,191,530	\$ 99

Dividends and other distributions to shareholders

During the three months ended March 31, 2025, the Company declared a \$1.00 per share dividend to all common shareholders of record at close of business on March 28, 2025. The dividend declared in the quarter ended March 31, 2025 representing \$21 was paid and settled on April 15, 2025.

The dividend declared in the quarter ended December 31, 2024 representing \$21 was paid and settled on January 10, 2025.

13. Finance and other expense (income) and finance costs

	Three months ended March 31,	
	2025	2024
Interest income on cash	\$ (11)	\$ (6)
(Increase) decrease in the fair value of equity securities	3	3
Share in net (income) loss of equity investee	0	0
(Increase) decrease in the fair value of derivative and other finance income	(5)	-
Finance and other income	(32)	(6)
Finance and other expense (income)	\$ (45)	\$ (9)
Interest expense on debt and debentures	\$ 59	\$ 55
Interest expense on lease obligations	4	3
Amortization of debt related transaction costs	1	2
Amortization of debenture discount (premium)	(1)	(1)
Other finance costs	8	7
Finance costs	\$ 71	\$ 67

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

14. Earnings per share

Basic and diluted earnings per share

	Three months ended March 31,	
	2025	2024
Numerator:		
Net income (loss) attributable to common shareholders of CSI	\$ 115	\$ 105
Denominator:		
Basic and diluted shares outstanding	21,191,530	21,191,530
Earnings per share		
Basic and diluted	\$ 5.44	\$ 4.95

15. Financial instruments

Fair values versus carrying amounts

The carrying values of cash, accounts receivable, accounts payable, accrued liabilities, dividends payable, the majority of the acquisition holdbacks, and the CSI Facility, approximate their fair values due to the short-term nature of these instruments. The carrying value of the debt without recourse to CSI approximate their fair values as the debt is subject to market interest rates. The carrying value of the Senior Notes, IRGA liability and the Term Loan with recourse to CSI approximates fair value.

Fair value hierarchy

The table below analyzes financial instruments carried at fair value, by valuation method.

- level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- level 2 inputs are inputs other than quoted prices included in level 1 that are observable for the asset or liability either directly (i.e. prices) or indirectly (i.e. derived from prices); and
- level 3 inputs are inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

In the table below, the Company has segregated all financial assets and liabilities that are measured at fair value into the most appropriate level within the fair value hierarchy based on the inputs used to determine the fair value at the measurement date.

Financial assets and financial liabilities measured at fair value as at March 31, 2025 and December 31, 2024 in the condensed consolidated interim financial statements are summarized below. The Company has no additional financial liabilities measured at fair value after initial recognition other than those recognized in connection with business combinations.

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

	March 31, 2025				December 31, 2024			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Assets:								
Equity securities	\$ 364	\$ -	\$ -	\$ 364	\$ 27	\$ -	\$ -	\$ 27
Derivatives	-	-	6	6	-	-	-	-
	364	-	6	370	27	-	-	27
Liabilities:								
Contingent consideration	-	-	188	188	-	-	174	174
	-	-	188	188	-	-	174	174

There were no transfers of fair value measurement between level 1, 2 and 3 of the fair value hierarchy in the periods ended March 31, 2025 and December 31, 2024.

The following table shows a reconciliation from the beginning balances to the ending balances for fair value measurements in level 3 of the fair value hierarchy.

Contingent Consideration

Balance at January 1, 2025	\$ 174
Increase from business acquisitions	13
Cash payments	(13)
Charges (recoveries) through profit or loss	9
Foreign exchange and other movements	6
Balance at March 31, 2025	188
Contingent consideration classified as current liabilities	80
Contingent consideration classified as other non-current liabilities	108

Estimates of the fair value of contingent consideration are performed by the Company on a quarterly basis. Key unobservable inputs include revenue/profitability growth rates and the discount rates applied (7% to 11%). The estimated fair value increases as the annual revenue/profitability growth rate increases and as the discount rate decreases and vice versa.

Derivatives

On February 4, 2025, the Company entered into a binding agreement in respect of the acquisition of 12,318,863 treasury shares of Asseco Poland S.A. ("Asseco"). These shares represent 14.84% of Asseco's share capital and will be purchased at a price of PLN 85 per share. The completion of the acquisition of the treasury shares remains subject to obtaining relevant regulatory and antitrust approvals in various government jurisdictions. The contract to acquire the additional shares of Asseco is a derivative under IFRS Accounting Standards and has been recorded at fair value as of March 31, 2025. Key unobservable inputs include the probability of receiving regulatory and

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

antitrust approvals in each of the various government jurisdictions prior to September 30, 2025. The estimated fair value of the derivative asset increases as the probability increases. The estimated fair value of the asset decreases as the probability decreases. The key observable input is the share price of Asseco. As the Asseco share price increases, the fair value of the derivative increases. As the Asseco share price decreases, the fair value of the derivative decreases. During the three months ended March 31, 2025, a gain of \$5 was recorded.

16. Contingencies

In the normal course of operations, the Company is subject to litigation and claims from time to time. The Company may also be subject to lawsuits, investigations and other claims, including environmental, labour, income and sales tax, product, customer disputes and other matters. Management believes that adequate provisions have been recorded in the accounts where required. Although it is not always possible to estimate the extent of potential costs, if any, management believes that the ultimate resolution of such contingencies will not have a material adverse impact on the results of operations, financial position or liquidity of the Company.

17. Changes in non-cash operating assets and liabilities

	Three months ended March 31,	
	2025	2024
Decrease (increase) in current accounts receivable	\$ (34)	\$ (52)
Decrease (increase) in current unbilled revenue	(27)	(33)
Decrease (increase) in other current assets	(49)	(25)
Decrease (increase) in inventories	0	(5)
Decrease (increase) in other non-current assets	0	(21)
Increase (decrease) in other non-current liabilities	23	(12)
Increase (decrease) in current accounts payable and accrued liabilities, excluding holdbacks from acquisitions	(171)	(132)
Increase (decrease) in current deferred revenue	487	489
Increase (decrease) in current provisions	1	(1)
Change in non-cash operating working capital	\$ 231	\$ 208

18. Non-controlling interests

Topicus:

Constellation's equity interest in Topicus, a company based in the Netherlands, is 60.65% (39.35% being non-controlling interest). On May 16, 2022, Topicus also acquired a controlling interest of 72.68% in Sygnity S.A. ("Sygnity"), a company based in Poland. The remaining 27.32% represents non-controlling interest.

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

Adapt IT:

On January 3, 2022, the Company acquired a controlling interest in Adapt IT Holdings Limited ("Adapt IT"), a company based in South Africa. The Company has an interest of 73.93% in Adapt IT (the remaining 26.07% represents non-controlling interest).

Lumine:

The Company reflects an equity interest of 61.40% in Lumine, a company based in Canada, and a non-controlling interest in Lumine of 38.60%.

The following tables summarize the information relating to the Company's non-controlling interests in Topicus, Adapt-IT and Lumine as at March 31, 2025 and December 31, 2024:

	As at March 31, 2025		
	Topicus Coop	Adapt-IT	Lumine
Non-controlling interest	39.35%	26.07%	38.60%
Current assets	651	47	514
Non-current assets	1,557	59	811
Total assets	2,209	106	1,325
Current liabilities	1,078	36	236
Non-current liabilities	357	23	386
Total liabilities	1,435	58	622
Less: Non-controlling interest of subsidiaries, including interests held by CSI	48	-	-
Net assets after allocation of non-controlling interests (including interests held by CSI)	726	48	704
Inter-group eliminations	(9)	-	9
Total	717	48	713
Net assets allocated to the non-controlling interests of subsidiary	282	12	275
Add: Non-controlling interest of subsidiaries not owned by CSI	23	-	-
Total non-controlling interest	306	12	275

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

	As at December 31, 2024		
	Topicus Coop 39.35%	Adapt-IT 26.07%	Lumine 38.60%
Non-controlling interest			
Current assets	472	36	453
Non-current assets	1,123	59	835
Total assets	1,595	94	1,288
Current liabilities	727	27	218
Non-current liabilities	316	23	391
Total liabilities	1,043	50	610
Less: Non-controlling interest of subsidiaries, including interests held by CSI	47	-	-
Net assets after allocation of non-controlling interests (including interests held by CSI)	505	44	679
Inter-group eliminations	(16)	-	8
Total	489	44	686
Net assets allocated to the non-controlling interests of subsidiary	192	12	265
Add: Non-controlling interest of subsidiaries not owned by CSI	23	-	-
Total non-controlling interest	215	12	265

The following tables summarizes the information on the condensed consolidated interim statement of income (loss) relating to Topicus, Adapt-IT and Lumine for the three months ended March 31 2025 and 2024.

	Three months ended March 31, 2025		
	Topicus Coop	Adapt-IT	Lumine
Revenue	374	26	179
Expenses	324	23	150
Income (loss) before income taxes	50	3	28
Income tax expense	9	1	8
Net income (loss) prior to non-controlling interest allocation	41	2	21
Less: Non-controlling interest of subsidiaries, including interests held by CSI	0	-	-
Net income (loss) after allocation of non-controlling interest	41	2	21
Inter-group eliminations	(2)	-	1
Total	39	2	21
Net income (loss) attributable to non-controlling interests	15	1	8
Add: Non-controlling interest of subsidiaries not owned by CSI	0	-	-
Total non-controlling interest	16	1	8

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

	Three months ended March 31, 2024		
	Topicus Coop	Adapt-IT	Lumine
Revenue	331	24	141
Expenses	291	23	123
Redeemable preferred securities expense (income)	-	-	317
Income (loss) before income taxes	40	1	(299)
Income tax expense	9	1	4
Net income (loss) prior to non-controlling interest allocation	31	1	(303)
Less: Non-controlling interest of subsidiaries, including interests held by CSI	(0)	-	-
Net income (loss) after allocation of non-controlling interest	31	1	(303)
Inter-group eliminations	(1)	-	260
Total	30	1	(43)
Net income (loss) attributable to non-controlling interests	12	0	(43)
Add: Non-controlling interest of subsidiaries not owned by CSI	0	-	-
Total non-controlling interest	12	0	(43)

Financial information on the statement of cash flows for Topicus, Adapt-IT and Lumine for the three months ended March 31, 2025 and 2024:

	Three months ended March 31, 2025		
	Topicus Coop	Adapt-IT	Lumine
Cash flows from (used in) operating activities	284	14	40
Cash flows from (used in) financing activities	25	(4)	(6)
Cash flows from (used in) investing activities	(217)	(0)	4

	Three months ended March 31, 2024		
	Topicus Coop	Adapt-IT	Lumine
Cash flows from (used in) operating activities	247	7	35
Cash flows from (used in) financing activities	(119)	(1)	82
Cash flows from (used in) investing activities	(46)	0	(1)

19. Subsequent events

On May 12, 2025 the Company declared a \$1.00 per share dividend that is payable on July 11, 2025 to all common shareholders of record at close of business on June 20, 2025.

On February 4, 2025, the Company entered into a binding agreement in respect of the acquisition of 12,318,863 treasury shares of Asseco. These shares represent 14.84% of Asseco's share capital and will be purchased at a

CONSTELLATION SOFTWARE INC.

Notes to Condensed Consolidated Interim Financial Statements

(In millions of U.S. dollars, except per share amounts and as otherwise indicated)

(Due to rounding, numbers presented may not foot)

Three months ended March 31, 2025 and 2024

(Unaudited)

price of PLN 85 per share. The completion of the acquisition of the treasury shares remains subject to obtaining relevant regulatory and antitrust approvals.

Subsequent to March 31, 2025, the Company completed or has open commitments to acquire a number of businesses for aggregate cash consideration of \$342 on closing plus total estimated deferred payments of \$85 for total consideration of \$427. The business acquisitions operate in the asset management, media and communications, financial services, fleet, local government, international law enforcement, telecommunications, healthcare, retail management and distribution, enterprise resource planning, craftsmen, transport, utilities, production and visualization software, leisure, oil and gas, pharmacy, content management system and travel verticals and are all software companies similar to the existing business of the Company.