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Trintech Reports Fiscal Year 2006 Third Quarter Financial Results

Dublin, Ireland/Dallas, Texas – November 23rd, 2005 – Trintech Group Plc (NASDAQ: TTPA), a leading provider of transaction reconciliation and payment infrastructure solutions, today announced third quarter revenues of \$11.4 million and a net loss for the quarter of \$387,000.

Highlights

- Revenue amounted to \$11.4 million compared to \$15.1 million in Q3 last year. As announced in August, revenue was negatively impacted in the quarter by technical issues associated with certain hardware products. These issues have been resolved and sales of these products recommenced towards the end of the quarter.
- Gross margin amounted to \$7.5 million in Q3, representing 66% of revenue.
- We continued to invest in our unattended payments business and announced the launch of our recent product for the petroleum market, OpenPay 4000, in November. This R&D investment has had a short term negative impact on earnings and will continue to do so through the end of the 2006 fiscal year.
- Basic and diluted net loss per equivalent ADS for the quarter ended October 31, 2005 was (\$0.02), compared with basic and diluted net income per equivalent ADS of \$0.03 for the corresponding quarter ended October 31, 2004.

Cyril McGuire, Chairman and Chief Executive Officer, commenting on the results said:

"Trintech's business remains solid despite a challenging Q3 performance. Trintech's performance in the quarter was adversely impacted by challenging market conditions and the product related issue announced in August which has now been successfully resolved. Our investment programme in PayWare OpenPay for the emerging unattended payment market, is building customer pipeline and market share.

During Q3, our Funds Management business performed very well. This business continues to meet and exceed its performance targets and provides a software and transaction platform for further growth for the Trintech group. We are also continuing to review various expansion opportunities, both organically and through acquisition, within the funds management area both in the US and Europe."

Recent highlights include:

Trintech unveiled its latest unattended payment terminal at the Cartes 2005 Exposition in Paris, France. The OpenPay UPT 4000 is targeted at petrol stations, convenience stores and supermarkets that need a compact, powerful pay-at-pump terminal that is compliant with the latest terminal security standards and technologies. Trintech's primary route to market for this product will be through channel partners including pump manufacturers, forecourt Point-of-Sale suppliers and retail system integrators.

Trintech announced that PayWare OpenPay has been awarded the new Visa, MasterCard and JCB Payment Card Industry Certification for Encrypting PIN Pads (PCI EPP). The certification is another industry first for Trintech's Unattended Payments Business and ensures that PayWare OpenPay customers are the first to achieve compliance with the latest standards for PIN security.

Trintech announced that UK mobile communications provider O2 selected ReconNET to automate the verification and reconciliation of its cash, checks, credit card transactions and customer billing system payment receipts. O2 will also use ExecuNET for business analysis and to identify trends in funds management processes.

Trintech announced that KIT Limited Partnership selected Trintech's ReconNET to automate the verification and reconciliation of its cash and credit cards for its chain of 481 restaurants. KIT Limited Partnership also selected ReconNET to automatically assign, organize and prioritize its research incidents. ReconNET is designed to enable the company to streamline accounting processes and provide effective risk management and reporting across its enterprise.

Trintech announced that NationsRent selected Trintech's ReconNET, DataFlow Transaction Network and Bank Fee Analysis software solutions to optimize their funds management processes. NationsRent will use ReconNET to automate the verification and reconciliation of its bank deposits, and the DataFlow Transaction Network to collect, format and deliver its daily banking data. Bank Fee Analysis is intended to further streamline the company's finance and treasury processes and reduce costs by detecting and recovering fee overcharges.

Trintech announced that Cineplex Entertainment ("Cineplex") (TSX: CGX.UN) extended its use of Trintech's ReconNET to reconcile its cash accounts and identify and resolve exceptions more efficiently. The ReconNET system is designed to provide Cineplex with a sound foundation for managing operational risk across its enterprise and reduce the potential for cash loss.

At the Sarbanes-Oxley Conference and Exposition held in Baltimore, Maryland in September, Trintech unveiled its new internal control software solution for general ledger account reconciliation.

Results Overview:

Revenue for the quarter ended October 31, 2005 was \$11.4 million compared with \$15.1 million for the corresponding quarter last year.

Product revenue for the quarter ended October 31, 2005 decreased 63 percent to \$2.1 million compared to \$5.6 million for the corresponding quarter last year.

License revenue for the quarter ended October 31, 2005 decreased 7 percent to \$5.8 million from \$6.2 million for Q3 last year.

Service revenue for the quarter ended October 31, 2005 increased 7 percent to \$3.6 million from \$3.3 million for the corresponding quarter last year.

Total gross margin for the quarter ended October 31, 2005 was \$7.5 million, a decrease of 14 percent from \$8.7 million in the corresponding period last year.

Operating expenses in Q3 increased to \$8.2 million compared to \$8.1 million in the corresponding quarter last year. Adjusted EBITDA operating expenses for Q3 this year and the corresponding quarter last year were each \$7.8 million.

Trintech's balance sheet remains strong with cash and cash equivalent balances of \$35.7 million as of October 31, 2005. Net cash usage for the nine months ended October 31, 2005 was \$3.5 million which includes acquisition related payments of \$1.2 million made in Q1 of the current fiscal year in respect of acquisitions made in prior periods. Capital expenditure during the same nine-month period amounted to \$517,000 and primarily related to computer and tooling equipment.

During the quarter ended October 31, 2005, Trintech did not repurchase any stock under its stock repurchase program. As of October 31, 2005, \$3.8 million remained available for future repurchases under this program.

Paul Byrne, President of Trintech, stated "We have worked closely with our customers during the quarter on the successful resolution of the technical issues that affected certain hardware products and have recommenced product shipments. We are confident that the operational discussions that have taken place in recent months will form the basis for strong working relationships with our customers moving forward.

We continue to invest in the OpenPay product range for the unattended payments market which is a major focus for management to drive growth in our Payments business. The Funds Management business continues to perform strongly and we have commenced an investment program to drive reconciliation revenue growth in new vertical markets. Whilst these

investments will have a negative impact on earnings in the short term, they position Trintech for solid long term growth for FY07 and beyond."

Trintech will host a conference call to discuss its financial results and business outlook beginning at 15:30hrs (UK Time) today, November 23rd, 2005. Please see advisory for information on the call.

A web simulcast of Trintech's conference call reviewing our performance for Q3 fiscal year 2006 and our business outlook for Q4 fiscal year 2006 will be broadcast live today, Wednesday, November 23rd, 2005 at 3:30 PM (UK Time), 10:30 AM (NY Time) and 07:30 AM (CA Time) and thereafter for 1 year at www.trintech.com. An instant telephone replay will also be available for 10 days by dialing +44 1452 550 000 and entering the following access number (2356652#).

About Trintech

Trintech is a leading provider of transaction reconciliation and payment infrastructure solutions to retailers, financial institutions, payment processors and network operators globally. Built on 18 years of experience, Trintech's solutions manage each area of the payment transaction cycle from authentication, authorization, settlement, dispute resolution and reconciliation - enabling its customers to reduce transaction costs, eliminate fraud, minimize risk, maximize cashflow and increase profitability. Trintech can be contacted in Ireland at Trintech Building, South County Business Park, Leopardstown, Dublin 18 (Tel: +353 1 2074000), in the US at 15851 Dallas Parkway, Suite 855, Addison, TX 75001 (Tel: +1 972 701 9802), and in the UK at Beaconsfield Close, Hatfield, Hertfordshire, AL 10 8YZ (Tel: +44 (0) 1707 632 900). www.trintech.com.

This news release contains "forward looking statements" within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. Any "forward looking statements" in this press release are subject to certain risks and uncertainties that could cause actual results to differ materially from those stated. "Forward looking statements" in this press release include statements, among others, relating to the migration of Trintech's business model towards a software and transaction services business mix, the impact of investment in Trintech's unattended payments business on earnings, the ability of Trintech's fund management business to provide a software and transaction platform for further growth for the Trintech group, O2's expected use of ExecuNET, NationsRent's expected use of ReconNET, DataFlow transaction network and bank fee analysis software solutions, the ability of Trintech's operational discussions with certain of its customers regarding the resolution of certain hardware technical difficulties to form the basis for strong working relationships in the future and the ability of Trintech's investment in its funds management business to position the company for growth in the 2007 fiscal year and beyond. Factors that could cause or contribute to such differences include Trintech's ability to accurately predict future sales, its ability to accurately predict and meet customer needs and to successfully position itself in the market, Trintech's ability to ensure the performance of its products and services, and its ability to improve the performance of its organization and ensure the long term health of its business. Actual performance may also be affected by other factors more fully discussed in Trintech's Form 20-F for the fiscal year ended January 31, 2005 and Form 6-K for the quarter ended July 31, 2005, filed with the US Securities and Exchange Commission (www.sec.gov). Lastly, Trintech assumes no obligation to update these forward-looking statements.

TRINTECH GROUP PLC

CONDENSED CONSOLIDATED BALANCE SHEETS
(U.S. dollars in thousands, except share and per share data)

	<u>October 31,</u> <u>2005</u>	<u>January 31,</u> <u>2005</u>
ASSETS		
<i>Current assets:</i>		
Cash and cash equivalents	\$ 35,694	\$ 39,180
Accounts receivable, net of allowance for doubtful accounts of \$507 and \$787 at October 31, 2005 and January 31, 2005, respectively	8,125	9,479
Inventories	1,599	1,184
Value added taxes	313	531
Prepaid expenses and other assets	2,082	2,105
Amounts prepaid to related parties	-	451
	<hr/>	<hr/>
Total current assets	47,813	52,930
Restricted cash	622	672
Property and equipment, net	943	824
Other non-current assets, net	2,516	3,147
Goodwill, net of accumulated amortization and impairment of \$84,471 at October 31, 2005 and January 31, 2005, respectively	8,613	8,613
	<hr/>	<hr/>
Total assets	<u>\$ 60,507</u>	<u>\$ 66,186</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
<i>Current liabilities:</i>		
Bank overdraft	\$ 339	\$ 568
Accounts payable	3,732	4,806
Accrued payroll and related expenses	1,499	1,884
Deferred consideration	1,250	2,398
Other accrued liabilities	3,036	3,413
Value added taxes	242	630
Warranty reserve	3,233	395
Deferred revenues	7,586	8,946
	<hr/>	<hr/>
Total current liabilities	20,917	23,040
Series B preference shares, \$0.0027 par value 10,000,000 authorized at October 31, 2005 and January 31, 2005, respectively None issued and outstanding	-	-
Shareholders' equity:		
Ordinary Shares, \$0.0027 par value: 100,000,000 shares authorized; 31,271,487 and 31,160,091 shares issued and 31,016,383 and 30,908,635 shares outstanding at October 31, 2005 and January 31, 2005, respectively.	84	84
Additional paid-in capital	246,392	246,283
Treasury shares (at cost, 255,104 and 251,456 at October 31, 2005 and January 31, 2005, respectively)	(449)	(416)
Accumulated deficit	(203,806)	(200,154)
Accumulated other comprehensive loss	(2,631)	(2,651)
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Total shareholders' equity	39,590	43,146
	<hr/>	<hr/>
Total liabilities and shareholders' equity	<u>\$ 60,507</u>	<u>\$ 66,186</u>

TRINTECH GROUP PLC

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(U.S. dollars in thousands, except share and per share data)

	Three months ended October 31,		Nine months ended October 31,	
	2005	2004	2005	2004
Revenue:				
Product	\$ 2,075	\$ 5,606	\$ 8,107	\$ 13,539
License	5,766	6,197	18,368	17,093
Service	3,557	3,325	10,649	10,074
	<u>11,398</u>	<u>15,128</u>	<u>37,124</u>	<u>40,706</u>
Total revenue				
	11,398	15,128	37,124	40,706
Cost of revenue:				
Product	1,731	4,115	10,211	9,567
License	839	908	2,692	2,791
Service	1,328	1,423	3,927	4,313
	<u>3,898</u>	<u>6,446</u>	<u>16,830</u>	<u>16,671</u>
Total cost of revenue				
	3,898	6,446	16,830	16,671
Gross margin	7,500	8,682	20,294	24,035
Operating expenses:				
Research & development	2,673	2,459	7,164	6,790
Sales & marketing	2,246	2,376	7,237	6,881
General & administrative	2,984	3,075	9,270	8,725
Restructuring charge	98	-	231	351
Amortization of purchased intangible assets	212	212	635	635
Adjustment of acquisition liabilities	-	-	-	(249)
Stock compensation	-	-	-	101
	<u>8,213</u>	<u>8,122</u>	<u>24,537</u>	<u>23,234</u>
Total operating expenses				
	8,213	8,122	24,537	23,234
(Loss) income from operations	(713)	560	(4,243)	801
Interest income, net	269	106	743	262
Exchange gain (loss), net	37	(95)	(27)	19
(Loss) income before provision for income taxes	(407)	571	(3,527)	1,082
Provision for income taxes	20	(137)	(125)	(213)
Net (loss) income	<u>\$ (387)</u>	<u>\$ 434</u>	<u>\$ (3,652)</u>	<u>\$ 869</u>
Basic net (loss) income per Ordinary Share	<u>\$ (0.01)</u>	<u>\$ 0.01</u>	<u>\$ (0.12)</u>	<u>\$ 0.03</u>
Shares used in computing basic net (loss) income per Ordinary Share	<u>31,000,191</u>	<u>30,810,589</u>	<u>30,988,194</u>	<u>30,766,712</u>
Diluted net (loss) income per Ordinary Share	<u>\$ (0.01)</u>	<u>\$ 0.01</u>	<u>\$ (0.12)</u>	<u>\$ 0.03</u>
Shares used in computing diluted net (loss) income per Ordinary Share	<u>31,000,191</u>	<u>32,323,029</u>	<u>30,988,194</u>	<u>32,304,518</u>
Basic net (loss) income per equivalent ADS	<u>\$ (0.02)</u>	<u>\$ 0.03</u>	<u>\$ (0.24)</u>	<u>\$ 0.06</u>
Diluted net (loss) income per equivalent ADS	<u>\$ (0.02)</u>	<u>\$ 0.03</u>	<u>\$ (0.24)</u>	<u>\$ 0.05</u>

TRINTECH GROUP PLC
RECONCILIATION OF NET (LOSS) INCOME TO ADJUSTED EBITDA NET (LOSS) INCOME
(U.S. dollars in thousands)

	Three months ended October 31,		Nine months ended October 31,	
	2005	2004	2005	2004
Net (loss) income	\$ (387)	\$ 434	\$ (3,652)	\$ 869
Adjustments:				
Depreciation	135	159	360	575
Amortization of purchased intangible assets	212	212	635	635
Adjustment of acquisition liabilities	-	-	-	(249)
Stock compensation	-	-	-	101
Restructuring charge	98	-	231	351
Interest income, net	(269)	(106)	(743)	(262)
Income taxes	(20)	137	125	213
Warranty charge	-	-	3,882	-
Adjusted Earnings Before Interest, Taxation, Depreciation, Amortization and Warranty Charge (EBITDA) net (loss) income	<u>\$ (231)</u>	<u>\$ 836</u>	<u>\$ 838</u>	<u>\$ 2,233</u>

Note: Management believes Adjusted EBITDA net (loss) income is an important measure of Company performance without consideration of the non-operating expense adjusted above as it presents a clearer view of operational performance changes between the comparative periods.

TRINTECH GROUP PLC
RECONCILIATION OF OPERATING EXPENSES TO ADJUSTED EBITDA OPERATING EXPENSES
(U.S. dollars in thousands)

	Three months ended October 31,		Nine months ended October 31,	
	2005	2004	2005	2004
Total operating expense	\$ 8,213	\$ 8,122	\$ 24,537	\$ 23,234
Adjustments:				
Restructuring charge	(98)	-	(231)	(351)
Depreciation	(116)	(143)	(310)	(527)
Amortization of purchased intangible assets	(212)	(212)	(635)	(635)
Adjustment of acquisition liabilities	-	-	-	249
Stock compensation	-	-	-	(101)
Adjusted EBITDA operating expenses	<u>\$ 7,787</u>	<u>\$ 7,767</u>	<u>\$ 23,361</u>	<u>\$ 21,869</u>

Note: Management believes Adjusted EBITDA operating expenses is an important measure of Company performance without consideration of the non-operating expense adjusted above as it presents a clearer view of operational performance changes between the comparative periods.

TRINTECH GROUP PLC

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(U.S. dollars in thousands)

	Nine months ended October 31,	
	2005	2004
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net (loss) income	\$ (3,652)	\$ 869
Adjustments to reconcile net (loss) income to net cash provided by operating activities:		
Depreciation	360	575
Amortization	635	635
Stock compensation	-	101
Effect of changes in foreign currency exchange rates	(92)	(101)
Changes in operating assets and liabilities:		
Inventories	(524)	(56)
Accounts receivable	1,451	628
Prepaid expenses and other assets	(130)	(468)
Value added tax receivable	196	(62)
Accounts payable	(747)	139
Accrued payroll and related expenses	(299)	(526)
Deferred revenues	(1,143)	(215)
Value added tax payable	(343)	271
Warranty reserve	2,952	103
Other accrued liabilities	(78)	175
Net cash (used in) provided by operating activities	(1,414)	2,068
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of property and equipment	(517)	(385)
Payments relating to acquisitions	(1,194)	(644)
Net cash used in investing activities	(1,711)	(1,029)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Principal payments on capital leases	(74)	(289)
Issuance of ordinary shares	239	298
Purchases of treasury shares	(164)	(338)
Expense of share issue	-	(10)
Proceeds under bank overdraft facility	(229)	1,539
Decrease in restricted cash deposits	50	817
Net cash (used in) provided by financing activities	(178)	2,017
Net (decrease) increase in cash and cash equivalents	(3,303)	3,056
Effect of exchange rate changes on cash and cash equivalents	(183)	45
Cash and cash equivalents at beginning of period	39,180	36,864
Cash and cash equivalents at end of period	\$ 35,694	\$ 39,965
Supplemental disclosure of cash flow information		
Interest paid	\$ 21	\$ 23
Taxes (received) paid	\$ (421)	\$ 502
Supplemental disclosure of non-cash flow information		
Acquisition of property and equipment under capital leases	\$ -	\$ -

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