

**BUSINESS OBJECTS S.A.**  
**CONDENSED CONSOLIDATED STATEMENTS OF INCOME**  
**(in thousands, except per ordinary share and ADS data)**

	<b>Three Months Ended</b>	
	<b>March 31,</b>	
	<b>2006</b>	<b>2005</b>
	(unaudited)	
Revenues:		
Net license fees	\$ 125,894	\$ 115,151
Services	152,377	133,624
Total revenues	<u>278,271</u>	<u>248,775</u>
Cost of revenues:		
Net license fees	7,976	7,168
Services	60,767	51,381
Total cost of revenues	<u>68,743</u>	<u>58,549</u>
Gross profit	209,528	190,226
Operating expenses:		
Sales and marketing	117,500	103,722
Research and development	43,737	40,274
General and administrative	30,363	24,813
Total operating expenses	<u>191,600</u>	<u>168,809</u>
Income from operations	17,928	21,417
Interest and other income (expense), net	2,855	4,400
Income before provision for income taxes	20,783	25,817
Provision for income taxes	(8,446)	(10,811)
Net income	<u>\$ 12,337</u>	<u>\$ 15,006</u>
Basic net income per ordinary share and ADS	<u>\$ 0.13</u>	<u>\$ 0.17</u>
Diluted net income per ordinary share and ADS	<u>\$ 0.13</u>	<u>\$ 0.16</u>
Ordinary shares and ADSs used in computing basic net income per ordinary share and ADS	<u>92,552</u>	<u>89,424</u>
Ordinary shares and ADSs and equivalents used in computing diluted net income per ordinary share and ADS	<u>95,333</u>	<u>91,184</u>