

BUSINESS OBJECTS S.A.
CONDENSED CONSOLIDATED BALANCE SHEETS
(in thousands, except nominal value per ordinary share)

	June 30, 2006	December 31, 2005
	(unaudited)	
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 469,490	\$ 332,777
Restricted cash	30,545	22,157
Short-term investments	5,041	4,651
Accounts receivable, net	239,401	265,672
Deferred tax assets	13,106	13,605
Prepaid and other current assets	60,919	60,880
Total current assets	818,502	699,742
Goodwill	1,210,775	1,166,043
Other intangible assets, net	122,607	110,512
Property and equipment, net	85,888	74,116
Deposits and other assets	28,766	34,945
Long-term restricted cash	26,428	20,858
Long-term deferred tax assets	15,230	17,142
Total assets	\$ 2,308,196	\$ 2,123,358
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 52,118	\$ 45,777
Accrued payroll and related expenses	73,940	83,332
Income taxes payable	95,034	79,820
Deferred revenues	265,920	201,788
Other current liabilities	78,799	72,098
Escrows payable	24,970	21,728
Total current liabilities	590,781	504,543
Long-term escrows payable	19,951	10,902
Other long-term liabilities	8,487	8,871
Long-term deferred tax liabilities	2,290	2,853
Long-term deferred revenues	8,480	6,734
Total liabilities	629,989	533,903
Shareholders' equity		
Ordinary shares, Euro 0.10 nominal value	10,524	10,359
Additional paid-in capital	1,257,437	1,217,473
Treasury, Business Objects Option LLC, and Employee Benefit Sub-Plan Trust shares	(4,214)	(3,223)
Retained earnings	362,631	342,345
Unearned compensation	-	(12,243)
Accumulated other comprehensive income	51,829	34,744
Total shareholders' equity	1,678,207	1,589,455
Total liabilities and shareholders' equity	\$ 2,308,196	\$ 2,123,358