

**PRESS RELEASE**  
**Milan, 25 September 2007**

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**TXT e-solutions: Board of Directors approves the results  
at 30 June 2007, EBITDA up by 22%**

- **Revenues of Euro 29.1 million, down by 1.4% (Euro 29.5 million at 30/06/2006)**
- **EBITDA of Euro 3.0 million, up by 22% (Euro 2.5 million at 30/06/2006)**
- **EBIT of Euro 1.1 million, up by 93.6% (Euro 0.6 million at 30/06/2006)**
- **Net loss down by 50.6% (Euro 0.26 million at 30/06/2007)**
- **Net Borrowings of Euro 0.1 million (positive Net Financial Position Euro of 1.6 million at 31/12/2006)**

**Milan, 25 September 2007** – The Board of Directors of TXT e-solutions S.p.A., an international company specialized in supplying software solutions for Demand & Supply Chain Management and Multichannel Content Management, and its Chairman Alvise Braga Illa, approved the figures for the first half of 2007 today.

**Consolidated revenues**, totaling Euro 29.1 million, remained largely unchanged from 1H 2006 (Euro 29.5 million). In the first six months of this year, Group orders, amounting to Euro 34.7 million, rose by 3% from 1H 2006, with the most important growth being reported for orders of licenses and maintenance (+25%) and foreign branches (+33%). The largest order was received from the Auchan Group, a French distribution company, which acquired the principal components of the TXTPerform suite for a project in the apparel division to be carried out in 2007 and 2008. Furthermore, 40 new customers were acquired, including three in the United States following opening of the New York branch and the renewed agreements with Microsoft.

**EBITDA** for the period totaled Euro 3.0 million (Euro 2.5 million at 30 June 2006), reflecting an increase of about 22%, confirming the trend of improvement in profit margins, which rose from 8.3% in 1H 2006 to 10.3% in 1H 2007.

**EBIT** (EBIT) totaled Euro 1.1 million, up approximately 94% from Euro 0.6 million in 2006.

The Group's **Net Result** after taxes neared the breakeven point, with a net loss of Euro 0.260 million, up 50.6% from 30 June 2006 (Euro -0.5 million).

The Company's consolidated **Net Borrowings** at 30 June 2007 were marginal (Euro 0.1 million), compared with a positive net financial position of Euro 1.6 million at 31 December 2006, and remained unchanged from 31 March 2007.



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**Business Outlook**

In 1H 2007 the TXT e-solutions Group pursued the path of income growth in the face of largely stable revenues, consistently with plans to improve the Group's competitiveness.

*"The 1H 2007 results are in line with our forecasts and consistently show the initial effects of planned actions,"* said Alvisè Braga Illa, Chairman and Chief Executive Officer. *"We are now concentrating hard on creating the best conditions for growth over the short and medium term."*

**TXT e-solutions S.p.A.** operates at the international level, supplying software solutions. It is the leading supplier in Europe of "Strategic Enterprise Solutions" in the industrial, media, and telecommunication sectors.

Its principal areas of specialization are *Demand & Supply Chain Management (SCM)* and *Multichannel Content Management*, with products and solutions created by TXT Polymedia (its wholly-owned subsidiary). Listed on the Star segment of the Italian Stock Exchange (TSTS), TXT has about 560 employees. Its head office is located in Milan, with offices in Genoa, Turin, Vicenza, Bari, Perugia, Rome, Paris, Lyon, Barcelona, Chemnitz (Dresden), Halle (Leipzig), Haarlem, London, and New York.

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**ENCLOSURES:**

- *Restatement of TXT e-solutions consolidated income statement;*
- *TXT e-solutions consolidated balance sheet;*
- *TXT e-solutions consolidated statement of cash flows;*
- *Restatement of TXT e-solutions S.p.A. income statement;*
- *TXT e-solutions S.p.A. balance sheet*

## TXT GROUP

### CONSOLIDATED INCOME STATEMENT

(Amounts in euro)	Note	30/06/2007	30/06/2006	Change	% Change	31/12/2006
Revenues		27.502.108	28.132.578	(630.470)	(2,24)	53.076.582
Other income		1.607.560	1.375.477	232.083	16,87	3.222.945
<b>Total revenues and income</b>	<b>17</b>	<b>29.109.668</b>	<b>29.508.055</b>	<b>(398.387)</b>	<b>(1,35)</b>	<b>56.299.527</b>
Procurement of materials and outside services	<b>18</b>	<b>(10.410.695)</b>	<b>(11.618.834)</b>	1.208.139	(10,40)	(22.173.795)
Payroll costs	<b>19</b>	<b>(14.480.343)</b>	<b>(14.251.669)</b>	(228.674)	1,60	(27.710.195)
Other operating costs	<b>20</b>	<b>(1.215.989)</b>	<b>(1.177.087)</b>	(38.902)	3,30	(2.466.856)
<b>EBITDA</b>		<b>3.002.641</b>	<b>2.460.466</b>	<b>542.175</b>	<b>22,04</b>	<b>3.948.681</b>
Amortisation, depreciation and write-downs	<b>21</b>	<b>(1.853.904)</b>	<b>(1.867.063)</b>	13.159	(0,70)	(4.485.574)
Profits/Losses on sale of non-current assets		0	0	0		0
Revaluation/Impairment of non-current assets		0	0	0	0,00	(17.494)
<b>EBIT</b>		<b>1.148.737</b>	<b>593.403</b>	<b>555.334</b>	<b>93,58</b>	<b>(554.387)</b>
Financial income	<b>22</b>	112.036	112.228	(192)	(0,17)	264.390
Financial charges	<b>23</b>	<b>(355.482)</b>	<b>(285.472)</b>	(70.010)	24,52	(629.693)
<b>Pre-tax profit</b>		<b>905.291</b>	<b>420.160</b>	<b>485.131</b>	<b>115,46</b>	<b>(919.690)</b>
Income tax for period	<b>24</b>	<b>(1.165.314)</b>	<b>(946.067)</b>	(219.247)	23,17	(1.057.786)
<b>Net profit</b>		<b>(260.023)</b>	<b>(525.907)</b>	<b>265.884</b>	<b>(50,56)</b>	<b>(1.977.476)</b>

**CONSOLIDATED BALANCE SHEET: ASSETS**

(Amounts in euro)	Note	30/06/2007	31/12/2006	Change	30/06/2006
<b>NON-CURRENT ASSETS</b>					
<b>Intangible assets</b>		<b>13.431.322</b>	<b>12.590.460</b>	<b>840.861</b>	<b>11.283.768</b>
- Goodwill	1	4.794.828	4.794.828	0	4.794.828
- R&D	2	6.616.648	5.602.371	1.014.277	5.267.781
- Intangible assets with finite life		2.019.845	2.193.261	(173.416)	1.221.159
<b>Property, plant, and equipment</b>	<b>3</b>	<b>1.896.904</b>	<b>2.073.445</b>	<b>(176.541)</b>	<b>2.586.301</b>
- Owned property, plant, and equipment		1.723.040	1.773.435	(50.395)	1.939.244
- Assets held via finance leases		173.865	300.010	(126.145)	647.057
<b>Other non-current assets</b>		<b>396.423</b>	<b>355.715</b>	<b>40.708</b>	<b>366.505</b>
- Investments	4	214.000	214.000	0	224.494
- Sundry receivables and other non-current assets	5	182.423	141.715	40.708	142.011
<b>Deferred tax assets</b>	<b>6</b>	<b>2.060.644</b>	<b>2.228.795</b>	<b>(168.151)</b>	<b>1.917.542</b>
<b>TOTAL NON-CURRENT ASSETS</b>	<b>(A)</b>	<b>17.785.293</b>	<b>17.248.416</b>	<b>536.877</b>	<b>16.154.116</b>
<b>CURRENT ASSETS</b>					
Inventories	7	4.329.398	3.574.303	755.094	3.708.209
Trade, sundry and other current receivables	8	29.848.623	26.789.500	3.059.123	28.049.213
Available-for-sale securities	9	4.521.136	4.396.772	124.364	5.401.305
Cash & cash equivalents		2.839.621	3.903.496	(1.063.876)	4.186.254
<b>TOTAL CURRENT ASSETS</b>	<b>(B)</b>	<b>41.538.778</b>	<b>38.664.072</b>	<b>2.874.706</b>	<b>41.344.981</b>
<b>TOTAL ASSETS</b>	<b>(A+B)</b>	<b>59.324.071</b>	<b>55.912.488</b>	<b>3.411.583</b>	<b>57.499.097</b>

**CONSOLIDATED BALANCE SHEET: LIABILITIES**

(Amounts in euro)	Note	30/06/2007	31/12/2006	Change	30/06/2006
<b>EQUITY</b>					
Share capital		1.313.770	1.311.556	2.214	1.311.556
Reserves	10	27.770.649	27.681.273	89.375	27.289.337
Retained earnings (losses carried forward)		(837.987)	1.160.486	(1.998.473)	1.160.487
Profit (loss) for period		(260.023)	(1.977.476)	1.717.453	(525.907)
<b>TOTAL EQUITY</b>	<b>(A)</b>	<b>27.986.408</b>	<b>28.175.839</b>	<b>(189.430)</b>	<b>29.235.472</b>
<b>NON-CURRENT LIABILITIES</b>					
Non-current financial liabilities		4.782.823	2.782.823	2.000.000	2.782.823
Post-employment benefits and other employee obligations	11	5.794.954	5.519.987	274.967	6.112.738
Deferred tax liabilities		0	0	0	0
Long-term provision for future risks & charges		0	0	0	0
Sundry and other non-current liabilities	12	60.000	60.000	0	120.000
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>(B)</b>	<b>10.637.776</b>	<b>8.362.809</b>	<b>2.274.967</b>	<b>9.015.561</b>
<b>CURRENT LIABILITIES</b>					
Current financial liabilities	13	2.642.066	3.852.628	(1.210.563)	1.961.065
Trade payables	14	6.445.387	7.247.836	(802.449)	7.677.483
Taxes payable	15	4.582.306	1.863.255	2.719.050	2.671.712
Sundry and other current liabilities	16	7.030.128	6.410.120	620.007	6.937.806
<b>TOTAL CURRENT LIABILITIES</b>	<b>(C)</b>	<b>20.699.886</b>	<b>19.373.840</b>	<b>1.326.046</b>	<b>19.248.065</b>
<b>TOTAL LIABILITIES</b>	<b>(E=B+C)</b>	<b>31.337.663</b>	<b>27.736.649</b>	<b>3.601.013</b>	<b>28.263.626</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>(A+E)</b>	<b>59.324.071</b>	<b>55.912.488</b>	<b>3.411.583</b>	<b>57.499.097</b>

**TXT e-solutions Group**  
**CONSOLIDATED CASH FLOW AT 31/12/2006**

(in euro thousand)	30/06/2007	30/06/2006
<b>Cash Flow, opening balance</b>	<b>8.300</b>	<b>10.209</b>
Net profit for the period/accounting year	(260)	(526)
Amortization, depreciation and write-down of fixed assets	1.854	1.834
Provision for post-employment benefits	523	529
Other non-monetary charges	0	290
<b>Cash flows generated by operations</b>	<b>2.117</b>	<b>2.127</b>
- Trade receivables	251	6
- Inventories and work in progress	(755)	(1.505)
- Other current assets	(3.118)	(153)
- Trade payables	(802)	(124)
- Advances from clients	(249)	(680)
- Tax payables	2.719	1.495
- Other current liabilities	869	1.318
- Post-employment benefits and other pension benefits settled during the period	(404)	(297)
- Other assets and liabilities at medium/long term	(17)	(17)
<b>Variations in assets and liabilities for the accounting period</b>	<b>(1.507)</b>	<b>42</b>
<b>Cash flow variations generated by operations</b>	<b>610</b>	<b>2.170</b>
Increase in intangible fixed assets	(2.533)	(3.458)
Increase in tangible fixed assets	(295)	(457)
Increase (decrease) in non-consolidated investments	0	0
Decrease in tangible and intangible assets	437	379
<b>Variations generated by investment activities</b>	<b>(2.390)</b>	<b>(3.537)</b>
Due to banks	789	1.522
Increase of share capital and share-premium reserve (exercise of stock options)	78	396
Effect of exchange rate variations on consolidation of foreign companies	14	8
Variations on financial payables at medium/long term	0	0
(Increase) decrease in financial fixed assets	(41)	(9)
(Increase) decrease in securities	0	0
Distribution of dividends	0	(1.049)
Other variations in shareholders' equity	0	(124)
<b>Cash flows (dues) generated by financial activities</b>	<b>841</b>	<b>745</b>
<b>Increase (decrease) in liquid and bank assets</b>	<b>(939)</b>	<b>(623)</b>
<b>Cash flow, closing balance</b>	<b>7.361</b>	<b>9.587</b>

INCOME STATEMENT						
(Amounts in euro)	Note	30/06/2007	30/06/2006	Change	% Chg	31/12/2006
Revenues		16.641.228	18.808.411	(2.167.183)	(11,52)	34.095.046
Other income		1.370.537	1.177.052	193.485	16,44	2.786.294
Total revenues and income		18.011.766	19.985.463	(1.973.698)	(9,88)	36.881.340
Procurement of materials and outside services		(6.668.503)	(9.079.710)	2.411.206	(26,56)	(16.385.976)
Payroll costs		(8.878.045)	(9.406.941)	528.896	(5,62)	(18.632.967)
Other operating costs		(767.481)	(773.514)	6.033	(0,78)	(1.481.900)
EBITDA		1.697.736	725.299	972.437	134,07	380.497
Amortisation, depreciation and write-downs		(981.123)	(888.158)	(92.966)	10,47	(2.208.726)
Profits/Losses on sale of non-current assets		0	0	0		(83.494)
Revaluation/Impairment of non-current assets		0	0	0	0,00	0
EBIT		716.613	(162.858)	879.471	(540,02)	(1.911.723)
Financial income		110.721	103.598	7.123	6,88	313.564
Financial charges		(303.418)	(225.894)	(77.523)	34,32	(522.635)
Pre-tax profit		523.916	(285.155)	809.071	(283,73)	(2.120.794)
Income tax for period		(655.611)	(438.646)	(216.965)	49,46	(422.169)
Net profit		(131.695)	(723.801)	592.106	(81,81)	(2.542.963)

BALANCE SHEET: ASSETS					
(Amounts in euro)		30/06/2007	31/12/2006	Change	30/06/2006
<b>NON-CURRENT ASSETS</b>					
<b>Intangible assets</b>		<b>7.147.493</b>	<b>6.549.582</b>	<b>597.911</b>	<b>5.694.594</b>
- Goodwill	1	800.000	800.000	0	800.000
- R&D		4.396.996	3.988.493	408.503	3.976.979
- Intangible assets with finite life	2	1.950.497	1.761.089	189.409	917.616
<b>Property, plant, and equipment</b>	<b>3</b>	<b>966.947</b>	<b>1.006.037</b>	<b>(39.089)</b>	<b>1.106.080</b>
- Owned property, plant, and equipment		966.947	1.006.037	(39.089)	1.106.080
- Assets held via finance leases		0	0	0	0
<b>Other non-current assets</b>		<b>8.194.887</b>	<b>7.623.000</b>	<b>571.887</b>	<b>7.545.700</b>
- Investments	4	4.360.444	4.360.444	0	4.454.432
- Sundry receivables and other non-current assets	5	3.834.443	3.262.556	571.887	3.091.268
<b>Deferred tax assets</b>	<b>6</b>	<b>1.997.938</b>	<b>2.164.125</b>	<b>(166.187)</b>	<b>2.018.657</b>
<b>TOTAL NON-CURRENT ASSETS</b>	<b>(A)</b>	<b>18.307.266</b>	<b>17.342.744</b>	<b>964.522</b>	<b>16.365.031</b>
<b>CURRENT ASSETS</b>					
Inventories	7	3.155.311	2.752.696	402.615	2.786.134
Trade, sundry and other current receivables	8	26.714.224	23.785.839	2.928.385	25.170.493
Available-for-sale securities	9	4.316.197	4.229.150	87.047	5.235.317
Cash & cash equivalents		706.174	2.338.815	(1.632.641)	1.707.384
<b>TOTAL CURRENT ASSETS</b>	<b>(B)</b>	<b>34.891.905</b>	<b>33.106.500</b>	<b>1.785.405</b>	<b>34.899.328</b>
<b>TOTAL ASSETS</b>	<b>(A+B)</b>	<b>53.199.172</b>	<b>50.449.244</b>	<b>2.749.928</b>	<b>51.264.358</b>

BALANCE SHEET: LIABILITIES					
(Amounts in euro)		30/06/2007	31/12/2006	Change	30/06/2006
<b>EQUITY</b>					
Share capital		1.313.770	1.311.556	2.214	1.311.556
Reserves	10	28.015.880	27.961.397	54.483	27.591.156
Retained earnings (losses carried forward)		(2.718.436)	(175.473)	(2.542.963)	(175.473)
Profit (loss) for period		(131.695)	(2.542.963)	2.411.268	(723.801)
<b>TOTAL EQUITY</b>	<b>(A)</b>	<b>26.479.518</b>	<b>26.554.516</b>	<b>(74.998)</b>	<b>28.003.438</b>
<b>NON-CURRENT LIABILITIES</b>					
Non-current financial liabilities		4.782.823	2.782.823	2.000.000	2.782.823
Post-employment benefits and other employee obligations	11	4.575.428	4.344.336	231.092	4.890.375
Deferred tax liabilities		0	0	0	0
Long-term provision for future risks & charges		0	0	0	0
Sundry and other non-current liabilities	12	16.631	102.313	(85.682)	102.313
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>(B)</b>	<b>9.374.881</b>	<b>7.229.472</b>	<b>2.145.410</b>	<b>7.775.511</b>
<b>CURRENT LIABILITIES</b>					
Current financial liabilities	13	2.570.976	3.742.035	(1.171.059)	1.915.393
Trade payables	14	8.510.892	8.423.414	87.477	7.809.835
Taxes payable	15	2.094.913	609.075	1.485.839	1.330.458
Sundry and other current liabilities	16	4.167.991	3.890.733	277.258	4.429.724
<b>TOTAL CURRENT LIABILITIES</b>	<b>(C)</b>	<b>17.344.772</b>	<b>16.665.257</b>	<b>679.516</b>	<b>15.485.410</b>
<b>TOTAL LIABILITIES</b>	<b>(E=B+C)</b>	<b>26.719.654</b>	<b>23.894.728</b>	<b>2.824.925</b>	<b>23.260.921</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>(A+E)</b>	<b>53.199.172</b>	<b>50.449.244</b>	<b>2.749.928</b>	<b>51.264.358</b>