



PRESS RELEASE
Milan, May 15, 2008

**Board of Directors approves Q1 2008
consolidated results:
EBITDA improved by 4.5%**

**Acquisition of important new
international clients**

- **Revenues of Euro 14.02 million (Euro 14.17 million in Q1 2007)**
- **EBITDA of Euro 1.46 million, growth of 4.5% (Euro 1.40 million in Q1 2007)**
- **EBIT of Euro 0.46 million (Euro 0.47 million in Q1 2007)**
- **Pre-tax profit of Euro 0.33 million (Euro 0.40 million in Q1 2007).**
- **Net debt at Euro 3.38 million (debt of Euro 1.23 million at December 31, 2007)**

Milan, May 15, 2008

The Board of Directors of TXT e-solutions S.p.A., an international company specialised in the provision of software solutions for Demand & Supply Chain Management and for Multichannel Content Management, chaired by Mr. Alvisè Braga IIIa, today approved the consolidated first quarter report of 2008.

The first quarter of 2008 reports on the one hand the positive results of the sale of the TXTPerform products related to the Demand & Supply Chain Management, and on the other the reorganisation of some activities within TXT Next business unit in order to improve margins and growth prospects. The improvement of the sales mix and cost containment, continued to improve the profitability of the Group, also through important resources invested in Research & Development.

Consolidated revenues of the TXT Group in the first quarter of 2008 amounted to Euro 14.02 million, in line with the first quarter of 2007 (Euro 14.17 million): the TXTPerform business unit, a division operating in the software and services segment for Demand & Supply Chain Management in Italy and abroad, reported extremely strong growth of 17.6% Year on Year (Euro 5.66 million in the first quarter of 2008 vs. Euro 4.81 million in the first quarter of 2007, 40.4% of consolidated revenues vs. 34% in the first quarter of 2007) thanks to the good reception on the domestic and international markets of the products of the new TXTPerform 2008 suite and of the consolidated solutions. In the first quarter TXT Polymedia, a division operating in the management of content for the media and telecommunications market, reported revenues of Euro 4.79 million (Euro 4.88 million in the first quarter of 2007), while revenues in the TXT Next business division, operating in the services and solutions for clients in the Aerospace & Defence and Banking & Finance sectors, amounted to Euro 3.57 million (Euro 4.47 million in the first quarter of 2007).

Total revenues from the sale of proprietary products recorded strong growth of 31% on the first quarter 2007. Revenues of the foreign subsidiaries, amounting to Euro 3.5 million, also recorded strong growth of 44% (Euro 2.5 million), accounting for 25% of consolidated turnover vs. 17% in the first quarter of 2007.



PRESS RELEASE
Milan, May 15, 2008

Group **EBITDA** in the quarter amounted to Euro 1.46 million (+4.5% compared to the first quarter of 2007) with an improvement of the EBITDA Margin from 9.9% to 10.4% thanks to the greater operating efficiencies as well as the reduction of commercial and general costs, in spite of the increase in research and development costs (7.6% on Group revenues compared to 7.1% in the first quarter of 2007).

The **EBIT** amounted to Euro 0.46 million (Euro 0.47 million in the first quarter 2007).

The **Pre Tax Profit** amounted to Euro 0.33 million (Euro 0.40 million in the first quarter of 2007).

The consolidated **Net Financial Debt** of the Company at March 31, 2008 was Euro 3.39 million compared to Euro 1.23 million at December 31, 2007.

In the first quarter of 2008 **total Research & Development investments** amounted to Euro 1.8 million (13% of consolidated revenues), of which 60% were expensed in the income statement compared to 50% in the previous year.

"The first quarter of 2008 - commented Alvise Braga Illa, Chairman and Chief Executive Officer of the Group – was characterised by the growth in sales and by the significant international successes of our TXTPerform products, thanks to the strengthening of the commercial presence in Italy and abroad. We have also continued the project, which began in 2007, of improving operating efficiency. We shall continue to pursue this strategy with innovative actions on business processes, on our product range, on revenue growth and on improved profit margins".

Subsequent events to the end of the period

On April 9, 2008, TXT e-solutions announced the acquisition of the company BGM Solutions Ltd, leader for Supply Chain Management, through which it strengthened its position in EMEA and in particular on the UK and North European markets. The acquisition is in line with the acquisition growth strategy declared by the Group on the approval of the 2007 results.

In April 2008, the Company signed an important agreement with Kwintet, a Danish company, leader in Europe and North America in clothing for the professional, relating to the implementation of Demand&Supply Chain Management solutions which will be operational in the European subsidiaries of the Group.

Also relating to the TXTPerform business unit, in April TXT signed an agreement with the Casino Group, leading French retailer with over 10,000 shops worldwide for the supply of software for forecasting demand.

The TXT Polymedia division announced that Bticino choose the Content Management product of TXT Polymedia to manage all of its on line communications.



PRESS RELEASE
Milan, May 15, 2008

Outlook for the current year

In 2008, the objective of the Company is to continue the strategy of improving margins, of selective investments and the strengthening of the commercial partnerships with leading players in the high-tech world. In addition, TXT e-solutions will continue its acquisition growth strategy, already commenced and announced with the acquisition of BGM Solutions last month.

Appointment of the Chairman of the Board of Directors

The Board of Directors today re-elected Mr. Braga as Chairman of the Company.

Appointment of the members of the Internal Control Committee and the Remuneration Committee

In accordance with Article 2.2.3 of the Stock Exchange Regulations, the Board of Directors appointed the members of the Internal Control Committee and the Remuneration Committee composed of the Independent Directors Mr. Cattaneo, Mr. De Maio and Mr. Miscali.

The executive responsible for the preparation of the corporate accounting documents, Mr. Paolo Matarazzo declares, in accordance with article 154 bis, paragraph 2, of the Consolidated Finance Act, that the accounting information contained in the present press release corresponds to the underlying accounting documents, records and accounting entries.

From today this press release is available on the company's website www.txtgroup.com.

TXT e-solutions S.p.A. is an international software products and solutions company and leader in "Strategic Enterprise Solutions" in the industrial and media sectors. The principal business areas in which it operates are Demand & Supply Chain Management (DSCM), the TXTPerform offer and Multichannel Content Management, with the TXT Polymedia offer created by the same company (100% subsidiary). The company is listed on the Star segment of the Italian Stock Exchange (TXT IM). TXT has approximately 560 employees. The Company has headquarters in Milan, with offices throughout Italy, in Paris, Lyon, Barcelona, Chemnitz (Dresden), Halle (Leipzig), Haarlem, London and New York.



PRESS RELEASE
Milan, May 15, 2008

For further information:

TXT e-solutions SpA

Corporate Communication Manager
Mariateresa Rubino
Tel. +39 0225771.247
mariateresa.rubino@txtgroup.com

IR TOP, Investor Relations Consulting

Investor Relations & Financial Communication
Floriana Vitale, Luca Macario
Tel. +39 02 45473884/3
ir.txt@irtop.com

The following summary tables are attached:

- **Consolidated Balance Sheet as at 31/03/2008**
- **Consolidated Income Statement as at 31/03/2008**
- **Consolidated Cash Flow Statement at 31/03/2008**

PRESS RELEASE
Milan, May 15, 2008

CONSOLIDATED BALANCE SHEET ASSETS				
(amounts in Euro)				
	Note	31/03/2008	31/12/2007	Var.
NON-CURRENT ASSETS:				
Intangible assets		13,340,520	13,538,450	(197,931)
- Goodwill		4,794,828	4,794,828	0
- R&D		8,235,548	6,654,222	1,581,327
- Intangible assets with definite life		310,143	2,089,400	(1,779,257)
Property, plant & equipment		1,798,960	1,719,264	79,696
- Property, plant and equipment owned		1,782,327	1,701,368	80,959
- Leased fixed assets		16,633	17,896	(1,263)
Other non-current assets		378,188	381,366	(3,177)
- Equity Investments		214,000	214,000	0
- Other receivables and other non-current assets		164,188	167,366	(3,177)
Deferred tax assets		1,480,713	1,480,713	0
TOTAL NON-CURRENT ASSETS	(A)	16,998,381	17,119,793	(121,412)
CURRENT ASSETS:				
Inventories		2,910,154	2,773,632	136,521
Trade receivables and other current assets		29,948,269	29,618,586	329,684
Securities available-for-sale		80,965	184,086	(103,122)
Cash and cash equivalents		2,354,486	4,806,997	(2,452,511)
TOTAL CURRENT ASSETS	(B)	35,293,874	37,383,301	(2,089,427)
TOTAL ASSETS	(A+B)	52,292,255	54,503,094	(2,210,839)
CONSOLIDATED BALANCE SHEET: LIABILITIES				
(amounts in Euro)				
	Note	31/03/2008	31/12/2007	Var.
SHAREHOLDERS' EQUITY:				
Share Capital		1,313,770	1,313,770	0
Reserves		27,811,869	27,991,542	(179,672)
Retained earnings/losses		(1,194,937)	(837,313)	(357,625)
Profit/loss in the year		332,294	(357,625)	689,919
TOTAL SHAREHOLDERS' EQUITY	(A)	28,262,996	28,110,374	152,621
NON-CURRENT LIABILITIES:				
Non-current financial liabilities		3,585,771	3,779,527	(193,756)
Employee leaving indemnity and employee provisions		3,795,793	4,164,453	(368,660)
Deferred tax liabilities		219,877	219,877	0
Provisions for risks and future charges	(B)	7,601,441	8,163,857	(562,416)
Other payables and other financial liabilities		2,234,476	2,439,089	(204,613)
TOTAL NON-CURRENT LIABILITIES		13,436,957	14,666,796	(1,229,839)
CURRENT LIABILITIES:				
Current financial liabilities		4,875,899	6,930,112	(2,054,213)
Trade payables		2,183,625	2,244,281	(60,657)
Trade payables		7,133,818	6,615,380	518,439
Tax payables	(C)	16,427,818	18,228,862	(1,801,044)
Other payables and other financial liabilities	(E=B+C)	24,029,259	26,392,719	(2,363,460)
TOTAL CURRENT LIABILITIES	(A+E)	52,292,255	54,503,094	(2,210,839)



PRESS RELEASE
Milan, May 15, 2008

Consolidated Income Statement as at 31/03/2008

(amounts in Euro)	AI 31/03/2008	AI 31/03/2007	Var. %
Revenues	13,380,081	13,469,028	(0.66)
Other income	637,899	699,025	(8.74)
Total revenues and other income	14,017,980	14,168,053	(1.06)
Materials and services	(4,279,666)	(5,078,785)	(15.73)
Personnel costs	(7,608,158)	(7,155,644)	6.32
Other operating costs	(670,954)	(537,068)	24.93
EBITDA	1,459,203	1,396,555	4.49
Amortisation, depreciation and write-downs	(997,104)	(928,080)	7.44
Gains/Losses on sale of non-current assets	0	0	
Write-backs/write-downs of non-current assets	0	0	
EBIT	462,099	468,475	(1.36)
Financial income	8,685	23,411	(62.90)
Financial charges	(138,490)	(89,596)	54.57
Pre-tax result	332,294	402,290	(17.40)



PRESS RELEASE
Milan, May 15, 2008

Consolidated Cash Flow Statement at 31/03/2008

(in thousands of Euro)	31/03/2008	31/03/2007
Net loss for the year	332	402
Amortisation, depreciation and write-downs	996	928
Employee leaving indemnity provision	0	317
Other non-cash costs	1,328	1,647
Cash flow generated operating activities:	(1,495)	(1,942)
- Trade receivables	(137)	(249)
- Inventory and work in progress	1,166	(634)
- Other current assets	(2,054)	(1,622)
- Trade payables	(61)	1,093
- Taxes payable	518	1,193
- Other current liabilities	(385)	(168)
- Employee leaving indemnity and pension benefits paid in the year	26	14
- Other medium/long term assets and liabilities	(2,422)	(2,315)
Changes in assets and liabilities in the year		
Change from operating activities	(1,094)	(668)
Increase in intangible assets	(624)	(1,031)
Increase in property, plant and equipment	(274)	(89)
Decrease in intangible and tangible assets	15	18
Changes from investing activities	(882)	(1,102)
Change in bank payables	(398)	1,480
Increase in share capital and share premium reserves (exercise of stock options)	6	78
Conversion effect of consolidation of foreign companies	(185)	(38)
Other changes in net equity, distribution of dividends	(2)	(32)
Sources (Uses) of cash from financing activities	(580)	1,488
Increase (decrease) in cash, banks and securities	(2,556)	(282)
Cash, banks and securities at beginning of year	4,991	8,300
Cash, banks and securities at end of year	2,435	8,019
Difference	(2,556)	(281)