



Datalex plc

Preliminary Results

For the year ended 31 December 2006

Consolidated balance sheet
as at 31 December 2006

	2006 US\$'000 (Unaudited)	2005 US\$'000
ASSETS		
Non-current assets		
Property, plant and equipment	809	1,133
Intangible assets	<u>9,778</u>	<u>2,745</u>
	<u>10,587</u>	<u>3,878</u>
Current assets		
Trade and other receivables	8,141	9,429
Restricted cash and cash equivalents	-	540
Cash and cash equivalents	<u>29,367</u>	<u>32,701</u>
	<u>37,508</u>	<u>42,670</u>
TOTAL ASSETS	<u>48,095</u>	<u>46,548</u>
EQUITY		
Capital and reserves attributable to equity holders of the company		
Ordinary share capital	7,003	6,838
Other equity share capital	262	262
Other reserves	186,510	185,471
Retained earnings	<u>(151,306)</u>	<u>(152,347)</u>
TOTAL EQUITY	<u>42,469</u>	<u>40,224</u>
LIABILITIES		
Current liabilities		
Trade and other payables	5,626	6,275
Provisions for other liabilities and charges	<u>-</u>	<u>49</u>
TOTAL LIABILITIES	<u>5,626</u>	<u>6,324</u>
TOTAL EQUITY AND LIABILITIES	<u>48,095</u>	<u>46,548</u>

Consolidated income statement
for the year ended 31 December 2006

	Notes	2006 US\$'000 (Unaudited)	2005 US\$'000
REVENUE	2	26,621	28,384
Cost of sales		<u>(19,353)</u>	<u>(18,155)</u>
GROSS PROFIT		7,268	10,229
Other gains/(losses) - net		1,238	(402)
Selling and marketing costs		(4,193)	(4,358)
Administrative expenses		<u>(4,144)</u>	<u>(4,475)</u>
OPERATING PROFIT		169	994
Interest income		968	907
Interest expense		<u>(22)</u>	<u>(25)</u>
PROFIT BEFORE INCOME TAX		1,115	1,876
Income tax (expense)/refund		<u>(74)</u>	<u>32</u>
PROFIT FOR THE YEAR		<u>1,041</u>	<u>1,908</u>
EARNINGS PER ORDINARY SHARE (IN US\$ CENTS PER SHARE)			
Basic	3	<u>0.015</u>	<u>0.028</u>
Diluted	3	<u>0.014</u>	<u>0.026</u>

Consolidated statement of changes in equity
for the year ended 31 December 2006

	Ordinary share Capital US\$'000	Other equity share capital US\$'000	Other reserves US\$'000	Retained earnings US\$'000	Total equity US\$'000
Balance at 1 January 2005	6,761	262	185,171	(154,255)	37,939
Currency translation differences	—	—	9	—	9
Net income recognised directly in equity	—	—	9	—	9
Profit for the year	—	—	—	1,908	1,908
Total recognised income for 2005	—	—	9	1,908	1,917
Issue of Ordinary shares on exercise of options	77	—	243	—	320
Employee share option scheme	—	—	48	—	48
	<u>77</u>	<u>—</u>	<u>291</u>	<u>—</u>	<u>368</u>
Balance at 31 December 2005	<u>6,838</u>	<u>262</u>	<u>185,471</u>	<u>(152,347)</u>	<u>40,224</u>
	Ordinary share Capital US\$'000 (Unaudited)	Other equity share capital US\$'000 (Unaudited)	Other reserves US\$'000 (Unaudited)	Retained earnings US\$'000 (Unaudited)	Total equity US\$'000 (Unaudited)
Balance at 1 January 2006	6,838	262	185,471	(152,347)	40,224
Currency translation differences	—	—	139	—	139
Net income recognised directly in equity	—	—	139	—	139
Profit for the year	—	—	—	1,041	1,041
Total recognised income for 2006	—	—	139	1,041	1,180
Issue of Ordinary shares on exercise of options	165	—	786	—	951
Employee share option scheme	—	—	114	—	114
	<u>165</u>	<u>—</u>	<u>900</u>	<u>—</u>	<u>1,065</u>
Balance at 31 December 2006	<u>7,003</u>	<u>262</u>	<u>186,510</u>	<u>(151,306)</u>	<u>42,469</u>

Consolidated cash flow statement
for the year ended 31 December 2006

	2006 US\$'000 (Unaudited)	2005 US\$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	2,057	1,602
Income tax (paid)/refund	<u>(74)</u>	<u>32</u>
NET CASH GENERATED FROM OPERATING ACTIVITIES	1,983	1,634
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(514)	(457)
Development of intangible assets	(7,723)	(2,586)
Interest received	968	907
Movement in restricted cash balance	<u>540</u>	<u>4,750</u>
NET CASH (USED)/GENERATED FROM INVESTING ACTIVITIES	(6,729)	2,614
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital	951	320
Repayment of loan notes	(540)	(4,750)
Interest paid	<u>(22)</u>	<u>(25)</u>
NET CASH GENERATED/(USED) IN FINANCING ACTIVITIES	<u>389</u>	<u>(4,455)</u>
Net decrease in cash and cash equivalents	(4,357)	(207)
Foreign exchange difference on cash and cash equivalents	1,023	9
Cash and cash equivalents at beginning of year	<u>32,701</u>	<u>32,899</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>29,367</u>	<u>32,701</u>

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Supplementary Information

1. Basis preparation

The financial information presented in this document is derived from the unaudited Group financial statements for the year ended 31 December 2006 which have been prepared in accordance with International Financial Reporting Standards as adopted by the European Union and their interpretations as issued by the International Accounting Standards Board and the International Financial Reporting Interpretations Committee, the Listing Rules of the Irish Stock Exchange and with those parts of the Companies Acts 1963 to 2006 applicable to companies reporting under IFRS. The Group's accounting policies will be included in the Annual Report to be published in April 2007.

The financial information set out in this preliminary announcement does not constitute the statutory financial statements of the Group, a copy of which is required to be annexed to the annual return to the Companies Registration Office in Ireland. A copy of the statutory financial statements required to be annexed to the annual return in respect of the year ended 31 December 2005 has in fact been so annexed. A copy of the statutory financial statements in respect of the year ended 31 December 2006 will be annexed to the company's annual return for 2006. The directors expect to approve the financial statements for the year ended 31 December 2006 by 23 March 2007. The auditors report on the full statutory financial statements for the year ended 31 December 2006 has yet to be signed.

This preliminary announcement was approved by the Board of Directors on 9 March 2007.

2. Segmental information

The Group is organised on a worldwide basis into two main business segments: E-business products and services associated with our suite of travel related technology, and consulting and associated revenue. The segment results for the years ended 31 December 2006 and 31 December 2005 are presented in the following table:

	2006 US\$'000 E-business (Unaudited)	2006 US\$'000 Consulting (Unaudited)	2006 US\$'000 Total (Unaudited)	2005 US\$'000 E-business	2005 US\$'000 Consulting	2005 US\$'000 Total
Total revenue	19,619	7,002	26,621	22,114	6,270	28,384
Inter-segment revenue	<u>544</u>	<u>(544)</u>	-	<u>881</u>	<u>(881)</u>	-
External revenue	<u>20,163</u>	<u>6,458</u>	<u>26,621</u>	<u>22,995</u>	<u>5,389</u>	<u>28,384</u>
Operating (Loss) / Profit for the year	(478)	647	169	782	212	994
Interest income			968			907
Interest expense			<u>(22)</u>			<u>(25)</u>
Profit before income tax			<u>1,115</u>			<u>1,876</u>
Income tax (expense)/refund			<u>(74)</u>			<u>32</u>
Profit for the year			<u>1,041</u>			<u>1,908</u>

Inter-segment services are entered into on a cost basis.

Segmental Information continued...

Other segment items included in the income statement are as follows:

	2006 US\$'000 E-business (Unaudited)	2006 US\$'000 Consulting (Unaudited)	2006 US\$'000 Total (Unaudited)	2005 US\$'000 E-business	2005 US\$'000 Consulting	2005 US\$'000 Total
Depreciation	823	15	838	1,125	17	1,142
Amortisation	690	-	690	-	-	-
Employee share option scheme	114	-	114	48	-	48
Reversal of impairment of trade receivables	(299)	(100)	(399)	(311)	(154)	(465)
Foreign exchange (gain)/loss	<u>(1,230)</u>	<u>(8)</u>	<u>(1,238)</u>	<u>419</u>	<u>(17)</u>	<u>402</u>

The segment assets and liabilities and capital expenditure for the years ended 31 December 2006 and 31 December 2005 are as follows:

	2006 US\$'000 E-business (Unaudited)	2006 US\$'000 Consulting (Unaudited)	2006 US\$'000 Total (Unaudited)	2005 US\$'000 E-business	2005 US\$'000 Consulting	2005 US\$'000 Total
Total Assets	<u>45,672</u>	<u>2,423</u>	<u>48,095</u>	<u>45,280</u>	<u>1,268</u>	<u>46,548</u>
Total Liabilities	<u>4,502</u>	<u>1,121</u>	<u>5,623</u>	<u>2,467</u>	<u>3,854</u>	<u>6,321</u>
Capital Expenditure	<u>514</u>	<u>-</u>	<u>514</u>	<u>457</u>	<u>-</u>	<u>457</u>

Segment assets consist primarily of property, plant and equipment, intangible assets, receivables and operating cash. They exclude deferred taxation.

Segment liabilities comprise operating liabilities. They exclude taxation.

Capital expenditure comprises additions to property, plant and equipment.

3. Earnings Per Share

- a) The basic earnings per share of US\$0.015 cent (2005: US\$0.028) and the diluted earnings per share of US\$0.014 cent (2005: US\$0.026) have been based on the profit for the year attributable to equity holders and on the weighted average number of shares in issue during the year.
- b) The weighted average number of ordinary shares used for calculating earnings per share for 2006 is 69,208,596 (2005: 67,824,508).
- c) The weighted average number of ordinary shares used for calculating diluted earnings per share for 2006 is 75,408,239 (2005: 72,568,970). Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares, being the Group's share option schemes. A calculation is performed to determine the number of shares that could have been acquired at fair value (determined as the average annual market price of the company's shares) based on the monetary value of the subscription rights attached to the outstanding share options.