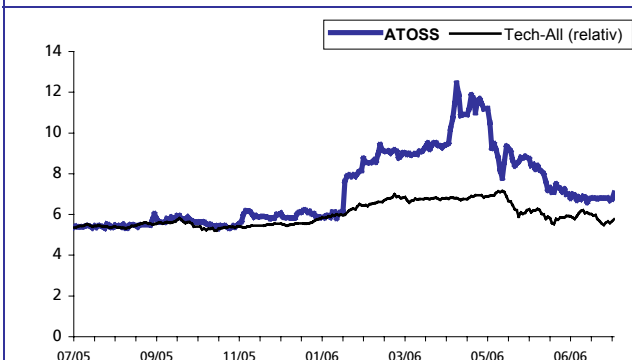


Hold
(old: Hold)**Risk:**
medium**Target:** 10,00 €**Good figures**

Bloomberg: DE0005104400 Price: 7,87 €
 Reuters: AOFG.DE Tech-AS: 793,39
 ISIN: AOF
 Internet: www.ATOSS.com
 Segment: Prime Standard
 Sector: Software/IT



High / Low 52 W: 12,89 € / 5,29 €
 Market capitalisation: 31,72 €m
 No. of shares: 4,03 mln.

Shareholders: Free float 41,5%
 Founders family 55,5%
 Own shares 3,0%

Calendar: Figures Q2/06 23.08.2006

Analysis: SES Research

Published: 26.07.2006
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The ATOSS Software AG announced the figures for the second quarter on 26th July 2006. The data were in line with our expectations:

Q2 2006				
	reported	expected	delta	y-o-y
Sales	5,28	5,47	-3,5%	4,5
EBITDA	0,69	0,66	5,6%	0,1
Margin	13,1%	12,0%		1,2%
EBIT	0,59	0,55	7,5%	-0,1
Margin	11,1%	10,0%		n.a.
Net income	0,36	0,34	4,4%	0,0
Margin	-	6,3%		n.a.
EpS	0,09	0,08	4,8%	-0,01
EpS in €, all other in €m				

Table 1; source: ATOSS, SES Research

During the second quarter the leading vendor of software for working time management has again been able to win over interesting orders et al. from EDEKA, the T-Punkt marketing company and from K+L Ruppert. On basis of the figures reported today we are optimistic that ATOSS will be able to achieve our EBIT-prognosis of 2,5 €m for the annual level. ATOSS itself expects a slightly more conservative „minimum“ of 2,3 €m. Calculations on basis of our prognosis supply a 2006er EpS of 0,40 €. Taken a good Q4 it could possibly be a bit more.

Following the special distribution of funds in May (5,50 € per share) the company's liquid funds amounted to around 9,1 €m (2,26 € per share) at the end of the quarter. The companies interest-bearing liabilities are neglectable and with this the conditions of the balance sheet are more than comfortable.

Within the recent slow sentiment the ATOSS share has been able to withstand and has put on strongly again. We still consider the share as being underpriced (target price 10 €), but due to the currently slow markets we maintain our rating at „Hold“ in the meantime.

End fiscal year	12/05	12/06e	12/07e	12/08e	CAGR
Sales	20,4	22,0	23,8	25,8	8,1%
EBITDA	1,2	3,0	3,6	4,1	51,6%
Margin	5,83%	13,53%	14,97%	16,07%	
EBIT	0,6	2,5	2,9	3,4	82,3%
Margin	2,77%	11,52%	12,26%	13,27%	
Net income	0,5	1,6	1,8	2,1	65,4%
Margin	2,23%	7,35%	7,39%	7,99%	
EpS	0,11	0,40	0,43	0,50	64,8%
Dividend	0,11	5,50	0,15	0,18	16,9%
Yield	1,40%	69,89%	1,92%	2,23%	

EpS in €, all other in €m, price: 7,87 €

Price/SALES	1,57	1,45	1,34	1,24
PER	70,16	19,80	18,25	15,66
EV/Sales	1,35	1,25	1,16	1,07
EV/EBITDA	23,20	9,27	7,75	6,66



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