

TELVENT

Unaudited Consolidated Statements of Operations (In thousands of Euros, except share and per share amounts)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2010	2009	2010	2009
Revenues	€ 163,557	€ 195,538	€ 502,518	€ 563,584
Cost of revenues	99,113	134,086	307,956	368,869
Gross profit	€ 64,444	€ 61,452	€ 194,562	€ 194,715
General and administrative	34,157	26,177	95,303	86,152
Sales and marketing	6,668	7,290	21,950	20,787
Research and development	2,011	4,351	7,573	12,911
Depreciation and amortization	9,113	6,510	26,195	20,417
Other allowances	-	-	18,035	-
Total operating expenses	€ 51,949	€ 44,328	€ 169,056	€ 140,267
Income (loss) from operations	12,495	17,124	25,506	54,448
Interest expense	(8,096)	(6,490)	(20,300)	(23,069)
Interest income	(64)	124	(21)	237
Other financial income (expense), net	(3,268)	(672)	26,824	(4,556)
Income (loss) from companies carried under the equity method	683	(404)	2,517	(224)
Other income (expense), net	-	(293)	-	(1,073)
Total other income (expense)	€ (10,745)	€ (7,735)	€ 9,020	€ (28,685)
Income before income taxes	1,750	9,389	34,526	25,763
Income tax expense (benefit)	(2,543)	981	6,934	2,783
Net income	€ 4,293	€ 8,408	€ 41,460	€ 22,980
Loss/(profit) attributable non-controlling interests	(44)	(9)	(666)	(210)
Net income attributable to the parent company	€ 4,249	€ 8,399	€ 40,794	€ 22,770
Add back:				
Convertible debt interest expense, net of tax (*)	€ 2,708	€ -	€ 5,253	€ -
Change in fair value of embedded call option, net of tax (*)	1,457	-	(24,707)	-
Adjusted net income attributable to the parent company for diluted EPS	€ 8,414	€ 8,399	€ 21,340	€ 22,770
(*) Addback amounts include exchange rate differences.				
Earnings per share				
Basic net income attributable to the parent company per share	€ 0.13	€ 0.25	€ 1.21	€ 0.67
Diluted net income attributable to the parent company per share	€ 0.21	€ 0.25	€ 0.57	€ 0.67
Weighted average number of shares outstanding				
Basic	33,723,197	34,033,676	33,723,197	34,073,851
Diluted	39,945,962	34,094,159	37,609,528	34,094,159