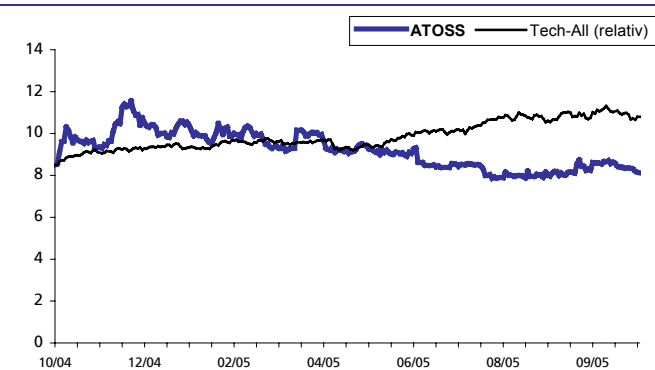


Rating: Outperformer (unchanged)
Fair Value: 10,35 €

ISIN: DE0005104400 Price: 8,90 €
Reuters: AOFG.F Tech-AS: 731,23
Bloomberg: AOF
Internet: www.ATOSS.com
Segment: Prime Standard
Sector: Software/IT



Price quote date/time: 22.12.05 / 16:25 CET
Market capitalisation: 35,87 €m
High / Low 52 weeks: 10,66 € / 7,85 €
No. of shares: (fully diluted) 4,03 million

Shareholders: Free float 40,0%
Founders family 54,9%
Own shares 5,1%

Calendar: Figures 2005 31.01.2006
Annual report 2005 17.03.2006

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Important adjustment of portfolio with positive effect on the earnings

Today ATOSS announced to sell the software product AENEIS to intellior AG per 01.01.2006. The intellior AG was founded by former employees at ATOSS Software AG, who had already been in charge of the software product AENEIS when still with ATOSS. In Q1 2006 ATOSS is now able to generate a one-off revenue in an amount of 0,4 €m. The purchasing party will also fulfil all existing obligations arriving from the main agreements around the software product.

ATOSS does not see any major effects on sales from the sale, but does expect a positive effect on earnings, as this segment had been deficit ridden. ATOSS expects to cut costs by around 0,6 €m per annum. The now available funds will partially be reinvested into other areas as the company is undergoing restructuring.

On the background of the extraordinary proceeds we expect ATOSS to top our earnings prognoses for 2006. The company itself expects a „secure“ EBIT-margin of 5% in 2006, which is much higher than our hitherto prognoses - even without the one-off gains.

We will most likely raise our prognoses slightly in course of the publication of the figures for the fiscal year 2006.

Overall we see ATOSS on a good track. On the background that the company had a cash position of 7,55 € per share on 30.09.2005 – which means that the operative business is hardly priced at all – we underline our Outperformer rating and recommendation for the share.

End fiscal year	12/04	12/05e	12/06e	12/07e	CAGR
Sales	21,8	19,5	20,0	22,4	0,8%
EBITDA	2,1	0,4	1,2	2,6	6,7%
<i>Margin</i>	9,67%	2,25%	5,95%	11,47%	
EBIT	1,2	-0,4	0,4	1,7	10,8%
<i>Margin</i>	5,63%	-1,85%	1,95%	7,47%	
Net profit	0,9	0,0	0,3	1,2	12,5%
<i>Margin</i>	4,02%	-0,14%	1,67%	5,59%	
EpS	0,22	-0,01	0,08	0,31	12,4%
Dividend	0,11	0,00	0,03	0,12	3,7%
<i>ROI</i>	1,24%	0,00%	0,37%	1,38%	
EpS in €, all other in €m, Price: 8,90 €					
Price/Sales	1,66	1,85	1,81	1,62	
P/E	41,21	n.m.	108,21	29,05	
EV/Sales	0,41	0,45	0,44	0,40	
EV/EBITDA	4,20	20,18	7,44	3,46	