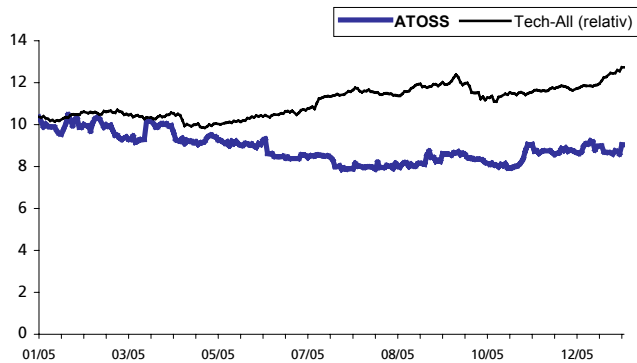


**Rating:** BUY (unchanged)**Target price:** 10,35 €

ISIN: DE0005104400 Price: 9,04 €  
 Reuters: AOFG.F Tech-AS: 820,07  
 Bloomberg: AOF  
 Internet: www.ATOSS.com  
 Segment: Prime Standard  
 Sector: Software/IT



Price quote date/time: 16.01.06 / market close  
 Market capitalisation: 36,40 Mio. €  
 High / Low 52 weeks: 10,68 € / 7,76 €  
 No. Of shares: (fully diluted) 4,03 million

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

Calendar: Figures 2005 31.01.2006  
 Annual report 2005 17.03.2006

Analyst: Felix Ellmann +49 (40) 30 95 37-12  
 Philipp v. Bremen +49 (40) 30 95 37-28

**Institutional Client Contact:**

M.M.Warburg &amp; CO Institutional Sales

+49 (40) 3282-2630

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**Expectations beaten**

On 16th January 2006 ATOSS Software AG published an outlook to the preliminary figures for the fiscal year 2005, the figures will be published on 31st January.

The data have beaten our expectations. Sales were with around 20,4 €m about 5% above our estimations. With a positive EBIT the company did also strongly top our prognosis for -0,4 €m.

This increase is mainly caused by risen software sales in Q4 and after the three previous slow quarters the company was now able to return to last year's level (1,3 €m).

Overall the year 2005 did stay behind the year 2004 just as expected (sales 21,8 €m, EBIT 1,2 €m). Especially on the background of the company expecting a "secure" EBIT margin of 5% for the year 2006, we also see ATOSS to be on a good path. We therefore assume that the company should continue to put on over the next quarters.

As ATOSS has sold its software product AENEIS to the intellior AG with effect of 01.01.2006, we will most likely raise our prognoses slightly in course of the reporting for FY 2005.

In the meantime we keep our price target of 10,35 € and we underline our BUY rating.

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