

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

Good course of business
Higher price target

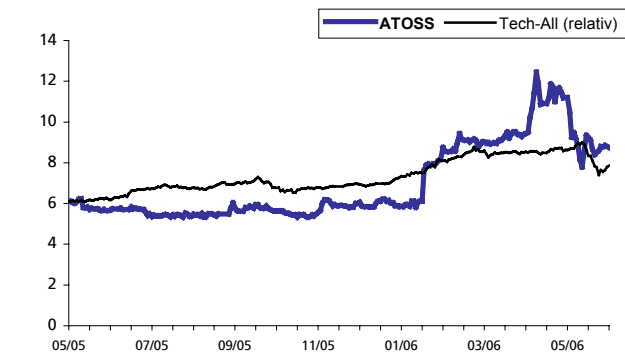
Bloomberg: DE0005104400 Price: 8,40 €
Reuters: AOFG.DE Tech-AS: 840,36
ISIN: AOF
Internet: www.ATOSS.com
Segment: Prime Standard
Sector: Software/IT

The ATOSS AG presented the report for Q1/2006 on 25.05.06. On 12.05.06 we had already announced that we would most likely raise our prognoses in this context. (please also read News-Flash of 12.05.06).

Besides the extraordinary earnings in a size of 0,4 €m in context with the selling of ANEIS (please read our News-Flash dated 20.03.06), the other reason for the raise of our prognosis is mainly the good course of business. The company had given an optimistic outlook in this regard and the guidance so far had been for an EBIT of at least 1,7 €m for this fiscal year. The new expectation for the EBIT is now for a size of at least 2,3 €m. The company explains this with larger orders for software licenses that will have a considerable effect on sales still in this year.

Project agreements with trading companies and an order from Austrian Airlines have contributed to the good sales development and the new JAVA/J2EE-based technology „ATOSS Staff Efficiency Suite (ASES 3.3)“ has been placed successfully.

The increase of our prognoses leads to a higher price target of now 10 € (old 9,50 €). We keep the rating for the share on Hold.



Price data: Bloomberg 30.05.2006 / closing price

High / Low 52 W: 12,89 € / 5,29 €
Market capitalisation: 33,82 €m
No. of shares: 4,03 million

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

Calendar: Figures Q2/06 23.08.2006

Analysis: SES Research

Published: 31.05.2006
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End fiscal year	12/05	12/06e	12/07e	12/08e	CAGR
Sales	20,4	22,0	23,8	25,8	8,1%
Sales (old)		21,6	23,5	25,5	
Delta		1,9%	1,5%	1,0%	
EBITDA	1,2	3,0	3,6	4,1	51,6%
Margin	5,83%	13,53%	14,97%	16,07%	
EBITDA (old)		2,9	3,4	4,1	
Delta		2,7%	4,6%	1,0%	
EBIT	0,6	2,5	2,9	3,4	82,3%
Margin	2,77%	11,52%	12,26%	13,27%	
EBIT (old)		2,0	2,5	3,1	
Delta		24,5%	18,4%	11,0%	
Net income	0,5	1,6	1,8	2,1	65,4%
Margin	2,23%	7,35%	7,39%	7,99%	
Net income (old)		1,3	1,5	1,9	
Delta		23,3%	17,1%	11,1%	
EPs	0,11	0,40	0,43	0,50	64,8%
EpS (old)		0,32	0,37	0,45	
Delta		23,3%	17,1%	11,1%	
Dividend	0,11	5,50	0,15	0,18	16,9%
Yield	1,31%	65,48%	1,80%	2,09%	
Dividend (old)		5,50	0,13	0,16	
Delta		0,0%	16,1%	9,9%	
EpS in €, all other in €m, price: 8,40 €					
Price/Sales	1,67	1,55	1,43	1,32	
PER	74,88	21,14	19,47	16,72	
EV/Sales	1,46	1,35	1,25	1,15	
EV/EBITDA	25,01	9,99	8,35	7,18	



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