

Press release

Paris, October 9th 2007



Half year results for 2007: earnings from ordinary activities of 1.5M€ provisionally impacted by Keyrus's transformation plan

Keyrus is a company listed on Eurolist at Euronext Paris compartment C – ISIN Code: FR0004029411

Million euros	June 2007	June 2006
Turnover	57.4	48.8
Earnings from ordinary activities	1.5	2.0
<i>Operating margin (% of turnover)</i>	2.5%	4.2%
Group net attributable income	0.5	0.7
<i>Operating cash flow</i>	3.2	2.2

* Operating margin: Earnings form ordinary activities / Turnover

The **Keyrus** Group achieved a consolidated and audited turnover of 57.4M€ for the first half of 2007, marking a growth of 18% compared to the same period in 2006. This increased turnover was accompanied by an exceptional decrease in current operating earnings to 1.5 million euros, a margin of 2.5% for the first half year 2007.

This unsurprising result, linked to a far-reaching transformation of **Keyrus's** Business Model begun at the beginning of 2007, reflects a half year of consolidation of acquisitions and heavy organizational investments to prepare the whole Group for its strategic project "Keyrus 2010".

It will be recalled that this project's main aims are to increase sales of high-added-value business solutions, to increase business consulting services, to industrialize the delivery processes by using the Group's offshore and nearshore platforms, while improving earnings from the whole range of activities. Moreover the merger of the company **Absys** acquired in December 2006 by **Cyborg**, a **Keyrus** subsidiary aimed at the Mid Market segment, was finalized in the course of this half year. The new combine **Absys Cyborg** is thus expected to improve its working performance this year compared to 2006.

➤ Sustained growth in turnover: + 18%

This result is explained by dynamic sales in France where its positioning as specialist in Business Intelligence is recognized and where the e-Business sector reinforced by the acquisition of **Zeni** is in full expansion. In addition, organic growth in international business, especially in Belgium, Brazil and Canada remains strong.

➤ Increased cash flow and solid financial base

At June 30th, share capital came to 28.6 million euros and operational cash flow was 3.2M€. In addition the **Keyrus** Groupe has reserves of over 9 million euros and has retained debt capacity to deal with expansion costs.

➤ Prospects 2007

The **Keyrus** Group has just announced the sale of an asset without strategic value to its Mid Market business in order to focus growth and improve profitability in its core businesses ERP and CRM. The departure at the end of September 2007 of the company Alphamega from the consolidation perimeter should have a positive impact on the profitability of the Mid Market business.

With a favorable demand context and strong positioning in its speciality, **Keyrus** maintains its objective of above market growth in Software and Services on its large accounts and strengthening of organic growth in its Mid Market business in the second half of the year.

In view of changes in its business perimeter in the second half year, **Keyrus** envisages an overall growth in the order of 10% for the year 2007 as well as an improvement in operational earnings in the second half.

Eric Cohen, CEO on the Group's prospects: *"After two years 2005 and 2006 of strong external growth during which we made 10 acquisitions in France and abroad, while maintaining a good level of organic growth, the year 2007 marks a stage in its growth where Keyrus must prepare the next strategic step. Our proficiency in acquiring and merging companies has been shown, and we must now demonstrate our ability to achieve a high level of profitability. The strategy Keyrus 2010 adheres to this objective and the resolve to impose our leadership on our markets and continue to raise our customers' level of satisfaction."*

The **Keyrus** Group will publish its third quarter turnover on November 12th 2007 after markets close.

About Keyrus

A major player in consultancy and integration of Business Intelligence and e-Business solutions for large accounts and in ERP/CRM solutions for the Mid Market, **Keyrus** has been assisting its customers for over 10 years in optimizing their performance with a complete range of services in the following fields:

- **Business Intelligence, Performance Management**
- **Technological engineering and innovation** (e-Business, Testing, etc.)
- **Integrated Management Systems** for Business

Keyrus currently has 1300 employees in 9 countries: France – Belgium – Brazil – Canada – Spain– Luxembourg – Mauritius – Switzerland – Tunisia.

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