

IGE+XAO
Société Anonyme au capital de 6 089 930 euros
Head Office : Immeuble « Le Pythagore », 25 boulevard V. Hugo, 31770 COLOMIERS
338 514 987 R.C.S. Toulouse

I. – HALF TERM CONSOLIDATED ACCOUNTS AS OF JANUARY 31, 2010

A. – CONSOLIDATED BALANCE SHEET

Assets (in euros '000s)	January 31,2010	January 31,2009	July 31,2009
Acquisition of goodwill	822	807	822
Intangible fixed assets - net	334	562	454
Property and equipment - net	867	1,048	938
Deferred tax	433	303	447
Shares in the associated companies	825	764	814
Other long term assets - net	86	501	75
Non current assets	3,367	3,985	3,550
Account receivables	8,842	8,754	6,947
Tax credit	631	593	813
Other current assets	911	1 053	1,444
Cash and cash equivalents	13,498	13,222	14,361
Current assets	23,881	23,622	23,565
Assets	27,249	27,607	27,115
Liabilities (in euros '000s)	January 31,2010	January 31,2009	July 31, 2009
Common stock	6,090	6,753	6,090
Additional paid-in capital	1,911	1,911	1,911
Consolidated reserves	8,041	6,16 3	4,087
Accumulated translation adjustment	20	(10)	4
Net income	1,444	1,486	2,740
Shareholders' equities	17,506	16,303	16,832
Minority interests	200	175	189
Total Shareholders' equities	17,706	16,478	17,021
Profit sharing	165	156	328
Pension reserves, other benefits	506	403	508
Financial debts – long term	398	265	398
Deferred income – long term	--	--	--
Deferred tax	26	--	4
Other non current debts	14	--	--
Non current liabilities	1,109	824	1,238
Current debts	827	834	1,100
Social debts	1,359	1,634	1,207
Taxes	1,684	2,316	4,136
Deferred income – short term	4,292	4,232	200
Other current debts : short term	--	1,013	97
Taxes	81	129	1,918
Other current debts	191	147	198
Current debts	8,434	10,305	8,856
Liabilities	27,249	27,607	27,115

B. CONSOLIDATED STATEMENT OF OPERATIONS

(in euros '000s)	January 31, 2010 6 months	January 31, 2009 6 months	July 31, 2009 6 months
Total revenues	10,370	10,965	21,788
Other operating revenues	239	227	444
Revenues from operating activities	10,609	11,192	22,233
Purchases	(125)	(359)	(632)
Other external expenses	(2,187)	(2,495)	(4,939)
Payroll and benefits	(5,638)	(5,781)	(11,795)
Taxes	(264)	(248)	(510)
Provisions / long term assets	(429)	(386)	(805)
Other operating expenses, net	29	(77)	(120)
Operating expenses, net	(8,614)	(9,346)	(18,801)
Current operating income (loss)	1,995	1,846	3,432
Depreciations on non current assets	--	--	--
Depreciations for non recurrent risks	--	--	(96)
Operating income	1,995	1,846	3,336
Interests on loans	--	--	--
Financial revenues	89	283	462
Financial expenses	(75)	(38)	(62)
Financial income (loss)	14	245	400
Income (loss) of the Group before tax	2,009	2,091	3,736
Tax and deferred tax	(551)	(642)	(1,079)
Part of net income (loss) in the associated companies	11	61	111
Net income (loss)	1,469	1,510	2,768
Allocated to :			
The Group	1,444	1,486	2,740
The minority interests	25	24	28
Number of shares, except own shares booked in deduction of the consolidated shareholders' equity	1,571,608	1,1614,763	1,581,800
Earnings per share in euros	0.94	0.92	1.74
Net diluted earnings per share	0.94	0.92	1.74

C. SHAREHOLDERS' EQUITY

Shareholders' equity (in € '000s)	Common stock and additional paid-in capital	Translation adjustment	Accumul. reserves	Shareholders' equity - part of the Group -	Minority interests	Shareholders' equity
Shareholders' equity as of July 31, 2008	8,664	138	7,547	16,350	217	16,567
Dividends			(806)	(806)	(56)	(862)
Revenues and expenses from the period	0	(135)	2,689	2,554	28	2,582
Adjustment on the own shares			1,498	1,498		1,498
Impact of the cancellation of the gains on own share sales			14	14		14
Adjustment on the Options plans (IFRS2)			6	6		6
Reduction of capital by cancellation of own share	(663)		(2,121)	(2,784)		(2,784)
Shareholders' equity as of July 31, 2009	8,001	4	8,827	16,832	189	17,021
Dividends			(678)	(678)	--	(678)
Revenues and expenses from the period		16	1,473	1,489	11	1,500
Adjustment on the own shares			(145)	(145)	--	(145)
Impact of the cancellation of the gains on own share sales			7	7	--	7
Corresponding ID			(2)	(2)	--	(2)
Other changes			3	3	--	3
Shareholders' equity as of January 31, 2010	8,001	20	9,485	17,506	200	17,706

D. CONSOLIDATED STATEMENT OF CASH FLOWS

(in € '000s)	January 31, 2010	January 31, 2009	July 31, 2009
Flow of cash generated by the activity:			
Net income – Part of the Group	1,444	1,486	2,740
Increase (decrease) in Cash from :			
Minority interests	25	24	28
Amortizations and provisions, net	268	264	634
Deferred tax	13	15	(115)
Part of the net income in the associated companies	(11)	(61)	(111)
Dividends received from the associated companies	--	40	40
Gain and loss on asset disposal	--	--	(53)
Others	--	--	--
Increase (decrease) in Cash from :			
(Increase) decrease in the customers	(1,968)	(1,549)	346
(Increase) decrease in the other current assets	787	(244)	(501)
Increase (decrease) in the suppliers	(238)	170	273
Increase (decrease) in the deferred revenues	162	277	161
Increase (decrease) other liabilities	(273)	100	(359)
Net cash used in operating activities	209	522	3,083
Purchases of long-term intangible assets	(4)	(19)	(40)
Purchases of long-term tangible assets	(56)	(137)	(172)
Sales of long-term assets	--	--	--
Acquisition of long-term assets*	(153)	(570)	(17)
Proceeds from sale of equipment	8	--	66
Cash from change in the consolidation scope	--	20	(15)
Decrease in cash from net acquisitions	(205)	(706)	(178)
Dividends paid	(696)	(13)	(824)
Financial advances (Coface)	--	--	145
Cancellation of own shares	--	--	(1,299)
Repayment of loans	(7)	--	(22)
Others of which advances to be paid back	(191)	(143)	(191)
Decrease in cash from financing	(894)	(156)	(2,191)
Increase (decrease) in cash and cash equivalent	(890)	(340)	714
Incidences of changes in exchange rate	27	(259)	(161)
Net increase (decrease) in cash and cash equivalent	(863)	(599)	553
Cash and cash equivalent, beginning of year	14,361	13,808	13,808
Cash and cash equivalent, end of year	13,498	13,209	14,361
Net increase (decrease) in cash and cash equivalent	(863)	(599)	553

II. ACTIVITY REPORT

Against the background of an economic crisis marked by business falling considerably in the electrical equipment and Computer Aided Design (CAD) software markets, IGE+XAO achieved a turnover of 10,369,899 euros in the 2009/2010 first half, representing a drop of 5.1% at constant exchange rates (or -5.4% at actual exchange rates) compared to the same period of the previous year.

In terms of its business activity, IGE+XAO has continued to pursue its mapped out route, which aims to optimize its costs structure whilst retaining an unchanged capacity for innovation and market capture, in order to become a leading player once the recovery starts. In this period the Group, therefore, continued to launch its SaaS (Software As A Service) and Construction offers for SMEs/SMIs. Alongside this activity, IGE+XAO continued to invest in the development of its Electrical PLM (project life cycle management) offer targeted at the Aeronautics market and subsequently at the Automotive market.

In terms of profitability, the Group have posted an operating income of 1,995,158 euros which was 8.1% up on 2008/2009 first half, representing an operating margin* of 19.4%. This growth was achieved by a combination of good operating cost control - reduction of 7.8% - together with the quality of the "Business Model", which IGE+XAO is improving year on year. Net income, primarily impacted by lower interest rates, was 1,444,282 euros, representing a net margin** of 14.2%.

On a financial side, IGE+XAO has a solid basis, having, at 31st January 2010, 17.7 million euros of equity capital, virtually no banking debt, and available cash of over 13.5 million euros.

In this current financial year, supported by its strong base, the IGE+XAO Group intends to continue its mapped out route, whilst remaining cautious with a view to preserving our high profitability level.

* operating income from sales turnover

** net income from sales turnover

ABOUT THE IGE+XAO GROUP:

For over 23 years, the IGE+XAO Group has been a software publisher designing, producing, selling and ensuring the maintenance of a range of Computer-Aided Design (CAD) software. These Electrical CAD software applications have been designed to help manufacturers design and maintain the electrical section of any installation. IGE+XAO has built a complete range of Electrical CAD software applications designed for all industry fields. The IGE+XAO Group has more than 350 employees spread out in 22 locations and 16 countries. With more than 59,000 licenses sold throughout the world, IGE+XAO is a reference in its domain. For more information, visit <http://www.ige-xao.com>

IGE+XAO GROUP CONTACTS:

IGE+XAO Group, 25 Boulevard Victor Hugo – BP 90312 – 31773 Colomiers cedex – France

Phone: +33 (0)5 62 74 36 36 – Fax: +33 (0)5 62 74 36 37 – www.ige-xao.com

Listed on Euronext Paris – NYSE Euronext – Compartiment C – ISIN FR 0000030827

Analysts/ Investors contact: Alain Di Crescenzo (Chairman of the Group): +33 (0)5 62 74 36 36

Press contact: Rozenn Nerrand-Destouches: +33 (0)5 62 74 36 02