

UNIFY CORPORATION
CONSOLIDATED BALANCE SHEETS
(In thousands)

	<u>April 30,</u> <u>2009</u>	<u>April 30,</u> <u>2008</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 6,147	\$ 2,692
Accounts receivable, net	4,501	5,092
Prepaid expenses and other current assets	717	529
Total current assets	<u>11,365</u>	<u>8,313</u>
Property and equipment, net	472	346
Goodwill	6,425	5,643
Intangibles, net	2,720	2,197
Other assets, net	99	179
Total assets	<u><u>\$ 21,081</u></u>	<u><u>\$ 16,678</u></u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 685	\$ 326
Current portion of long term debt	1,663	8
Accrued compensation and related expenses	1,178	1,661
Other accrued liabilities	905	895
Deferred revenue	5,617	6,580
Total current liabilities	<u>10,048</u>	<u>9,470</u>
Long term debt, net of current portion	837	1,334
Other long term liabilities	893	455
Commitments and contingencies	—	—
Stockholders' equity:		
Common stock	7	7
Additional paid-in capital	69,941	68,215
Accumulated other comprehensive income (loss)	(112)	119
Accumulated deficit	(60,533)	(62,922)
Total stockholders' equity	<u>9,303</u>	<u>5,419</u>
Total liabilities and stockholders' equity	<u><u>\$ 21,081</u></u>	<u><u>\$ 16,678</u></u>

UNIFY CORPORATION
CONSOLIDATED STATEMENTS OF OPERATIONS
(In thousands, except per share data)

	Three Months Ended April 30,		Twelve Months Ended April 30,	
	2009	2008	2009	2008
Revenues:				
Software licenses	\$ 1,151	\$ 2,135	\$ 6,436	\$ 8,489
Services	2,819	2,802	11,688	11,027
Migration solutions	586	136	2,468	309
Total revenues	<u>4,556</u>	<u>5,073</u>	<u>20,592</u>	<u>19,825</u>
Cost of Revenues:				
Software licenses	106	97	277	226
Services	232	420	1,019	1,245
Migration solutions	175	56	1,008	129
Total cost of revenues	<u>513</u>	<u>573</u>	<u>2,304</u>	<u>1,600</u>
Gross profit	<u>4,043</u>	<u>4,500</u>	<u>18,288</u>	<u>18,225</u>
Operating Expenses:				
Product development	844	862	2,907	3,498
Selling, general and administrative	3,060	3,393	12,494	12,002
Total operating expenses	<u>3,904</u>	<u>4,255</u>	<u>15,401</u>	<u>15,500</u>
Income from operations	139	245	2,887	2,725
Other income (expense), net	<u>(112)</u>	<u>(101)</u>	<u>(318)</u>	<u>(770)</u>
Income before income taxes	27	144	2,569	1,955
Provision (benefit) for income taxes	<u>(162)</u>	<u>67</u>	<u>179</u>	<u>324</u>
Net income	<u>\$ 189</u>	<u>\$ 77</u>	<u>\$ 2,390</u>	<u>\$ 1,631</u>
Net income per share:				
Basic	\$ 0.03	\$ 0.01	\$ 0.34	\$ 0.25
Dilutive	\$ 0.03	\$ 0.01	\$ 0.32	\$ 0.23
Shares used in computing net income per share:				
Basic	7,022	6,934	6,991	6,423
Dilutive	7,210	8,000	7,582	7,105

RECONCILIATION OF GAAP TO NON-GAAP
(In thousands, except per share data)

	Three Months Ended April 30,		Twelve Months Ended April 30,	
	2009	2008	2009	2008
GAAP Net income	\$ 189	\$ 77	\$ 2,390	\$ 1,631
Amortization of intangible assets	276	163	815	770
Stock based compensation expenses	36	65	484	210
Amortization of discount on notes payable	12	25	47	199
Costs to close German office	—	276	—	276
Total adjustments to GAAP net income	<u>324</u>	<u>529</u>	<u>1,346</u>	<u>1,455</u>
Non-GAAP net income	<u>\$ 513</u>	<u>\$ 606</u>	<u>\$ 3,736</u>	<u>\$ 3,086</u>
Non-GAAP Diluted earnings per share	<u>\$ 0.07</u>	<u>\$ 0.08</u>	<u>\$ 0.49</u>	<u>\$ 0.43</u>