

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

	Three Months Ended		Six Months Ended	
	October 31		October 31	
	2009	2008	2009	2008
Revenues:				
Software licenses	\$ 1,413	\$ 1,987	\$ 2,815	\$ 3,549
Services	3,991	3,170	6,848	6,116
Migration solutions	1,683	644	1,936	1,163
Total revenues	<u>7,087</u>	<u>5,801</u>	<u>11,599</u>	<u>10,828</u>
Cost of Revenues:				
Software licenses	51	89	145	139
Services	773	298	1,210	548
Migration solutions	653	358	716	518
Total cost of revenues	<u>1,477</u>	<u>745</u>	<u>2,071</u>	<u>1,205</u>
Gross profit	<u>5,610</u>	<u>5,056</u>	<u>9,528</u>	<u>9,623</u>
Operating Expenses:				
Product development	1,749	682	3,152	1,431
Selling, general and administrative	5,127	3,342	9,944	6,722
Total operating expenses	<u>6,876</u>	<u>4,024</u>	<u>13,096</u>	<u>8,153</u>
Income (loss) from operations	-1,266	1,032	-3,568	1,470
Other income (expense), net	(76)	(151)	5	(166)
Income (loss) before income taxes	-1,342	881	-3,563	1,304
Provision for income taxes	58	156	66	188
Net income (loss)	<u>\$ (1,400)</u>	<u>\$ 725</u>	<u>\$ (3,629)</u>	<u>\$ 1,116</u>
Net income (loss) per share:				
Basic	\$ (0,14)	\$ 0,10	\$ (0,39)	\$ 0,16
Dilutive	\$ (0,14)	\$ 0,10	\$ (0,39)	\$ 0,15
Shares used in computing net income (loss) per share:				
Basic	10,119	6,981	9,243	6,981
Dilutive	10,119	7,605	9,243	7,666

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

	Three Months Ended		Six Months Ended	
	October 31		October 31	
	2009	2008	2009	2008
GAAP Net income (loss)	\$ (1,400)	\$ 725	\$ (3,629)	\$ 1,116
Amortization of intangible assets	640	180	1,176	360
Stock based compensation expenses	180	161	344	315
Total non-cash adjustments to GAAP net income	<u>820</u>	<u>341</u>	<u>1,520</u>	<u>675</u>
Non-GAAP net income (loss) prior to acquisition adjustments	<u>(580)</u>	<u>1,066</u>	<u>(2,109)</u>	<u>1,791</u>
Non-cash loss related to subsidiary liquidation	163	-	163	-
Acquisition related costs	604	-	1,264	-
Total acquisition adjustments to GAAP net income	<u>767</u>	<u>-</u>	<u>1,427</u>	<u>-</u>
Non-GAAP net income (loss)	<u>\$ 187</u>	<u>\$ 1,066</u>	<u>\$ (682)</u>	<u>\$ 1,791</u>
Non-GAAP diluted earnings (loss) per share	<u>\$ 0,02</u>	<u>\$ 0,14</u>	<u>\$ (0,07)</u>	<u>\$ 0,23</u>