

PRESS RELEASE

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9-MONTH SALES: €49.3m

Q3-2005 SALES: €15.2m

Operating margin: 4%

Puteaux – November 3rd 2005

NET2S (ISIN : FR0000075921), a consulting group specialized in the implementation of innovating solutions focused on information and communication technologies, today announced its results non reviewed by the statutory auditors the third quarter and for the first 9 months of the financial year ending September 30th 2005.

9 months and Q3 sales and operating performance

€m	Q3-2005 (IFRS)	Q3-2004 Pro-forma (French standard (IFRS)	Cumulative to 30 September 2005 (IFRS)	Cumulative to 30 September 2004 Pro-forma (French standards)
Sales	15.2	14.6	49.3	40.8
Operating profit	0.6	N/A	1.97	N/A
Number of consultants	482	421	482	421

Group operating income for Q3 – 2005 fiscal year amounts to € 0.6m, representing an operating margin of 4%.

Cumulative operating income at September 30 includes € 0.77 m relating to development costs for a range of OMS (Order Management System) offerings within the QUOD FINANCIAL subsidiary. After stripping out these costs, operating income from Services and Integration activities, amounts to €2.74m, corresponding to an operating margin of 5.5%.

Key figures at September 30, 2005 (over 9 months)

- **Continued business growth** Cumulative sales growth over 9 months amounts to 20.8%.
- **Group workforce** 600 employees, including 482 consultants and engineers.
- **Rate of non-billable workforce** 19.6% (versus 17.5% over the same period in prior year).
- **Share of international sales** 26.5% (versus 30.5% over the same period in prior year).
- **Net cash position at September 30th 2005** € 4.8m

Bernard RAZAGHI, NET2S' Chairman and CEO, states: "Q3 sales amount to €15.2m. As in previous years, the holiday months of July and August took their toll, with a more marked impact on our integration business. Cumulative sales at the end of September are 20.8% ahead of the same period in prior fiscal year. In addition, our operating profitability amounts to 4%. Our operating income performance includes increased development costs incurred during Q3 in expanding our OMS offer."

Outlooks

Bernard RAZAGHI concludes: "For the full year 2005, we are forecasting annual sales of €66m with an operating margin of 4%. In 2005, we will achieve the targets set at the end of the last fiscal year, i.e. a return to business growth as well as significant improvements in operating profitability and this enables us to look forward with confidence to even further improvements next year."

NET2S: www.net2s.com:

NET2S is a consulting group specialized in the implementation of innovating solutions focused on information and communication technologies. Established in Paris, London, New York, Zurich, Brussels, Madrid and Casablanca, NET2S had 600 employees (including 482 consultants and engineers) on 30 September 2005.

The combination of technological solutions and cross-functional offers, with dedicated business lines, particularly in the finance and telecoms sectors, allows NET2S to offer its customers high value added.

NET2S 2004 Pro-forma sales reached € 54m.

Listed on Eurolist of Euronext Paris – Compartment C

ISIN: **FR0000075921**, Reuters: **NET2.PA**, Bloomberg: **NTS:FP**

Classification FTSE: **97/972**



FY2005 sales will be reported on 14 February 2006 after closure of the markets

The reference document for 2004 is available on request from the company and can be found at the following site:

www.net2s.com