

VERSANT CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS

(in thousands)
(unaudited)

	<u>January 31, 2007</u>	<u>October 31, 2006</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 10,642	\$ 8,231
Trade accounts receivable, net of allowance for doubtful accounts of \$61 and \$62 at January 31, 2007 and October 31, 2006, respectively	3,175	2,885
Other current assets	807	782
Total current assets	<u>14,624</u>	<u>11,898</u>
Property and equipment, net	513	385
Goodwill	6,720	6,720
Intangible assets, net	1,117	1,196
Other assets	64	62
Total assets	<u>\$ 23,038</u>	<u>\$ 20,261</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 334	\$ 154
Accrued liabilities	2,134	2,363
Deferred revenues	4,105	3,083
Deferred rent	61	99
Total current liabilities	<u>6,634</u>	<u>5,699</u>
Deferred revenues	698	742
Long-term capital lease obligations	24	28
Total liabilities	<u>7,356</u>	<u>6,469</u>
Stockholders' equity:		
Common stock, no par value	95,252	95,089
Other comprehensive income, net	541	521
Accumulated deficit	<u>(80,111)</u>	<u>(81,818)</u>
Total stockholders' equity	<u>15,682</u>	<u>13,792</u>
Total liabilities and stockholders' equity	<u>\$ 23,038</u>	<u>\$ 20,261</u>

VERSANT CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

(in thousands, except for per share amounts)
(unaudited)

	Three Months Ended	
	January 31, 2007	January 31, 2006
Revenues:		
License	\$ 3,164	\$ 2,513
Maintenance	1,917	1,633
Professional services	70	479
Total revenues	<u>5,151</u>	<u>4,625</u>
Cost of revenues:		
License	47	105
Amortization of intangible assets	79	79
Maintenance	405	383
Professional services	41	333
Total cost of revenues	<u>572</u>	<u>900</u>
Gross profit	<u>4,579</u>	<u>3,725</u>
Operating expenses:		
Sales and marketing	760	946
Research and development	891	869
General and administrative	1,209	1,053
Restructuring	-	134
Total operating expenses	<u>2,860</u>	<u>3,002</u>
Income from operations	1,719	723
Outside shareholders' income from VIE	-	137
Other income, net	101	12
Income from continuing operations before taxes	1,820	872
Net provision for income taxes	203	83
Net income from continuing operations	1,617	789
Net income (loss) from discontinued operations, net of income tax	90	(13)
Net income	<u>\$ 1,707</u>	<u>\$ 776</u>
Basic income (loss) per share:		
Net income from continuing operations attributable to common shareholders	\$ 0.45	\$ 0.23
Net income (loss) from discontinued operations, net of income tax	<u>\$ 0.02</u>	<u>\$ (0.01)</u>
Net income attributable to common shareholders	\$ 0.47	\$ 0.22

Diluted income (loss) per share:

Net income from continuing operations attributable to common shareholders	\$ 0.45	\$ 0.23
Net income (loss) from discontinued operations, net of income tax	<u>\$ 0.02</u>	<u>\$ (0.01)</u>
Net income attributable to common shareholders	\$ 0.47	\$ 0.22

Shares used in per share calculation:

Basic	3,606	3,559
Diluted	3,657	3,569

Non-cash stock-based compensation included in the above expenses:

Cost of revenues	\$ 13	\$ 11
Sales and marketing	19	8
Research and development	11	17
General and administrative	<u>39</u>	<u>21</u>
Total	<u>\$ 82</u>	<u>\$ 57</u>