

VERSANT

VERSANT CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(in thousands, except for share amounts)
(unaudited)

	<u>October 31,</u> <u>2009</u>	<u>October 31,</u> <u>2008</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 27.812	\$ 27.234
Trade accounts receivable, net of allowance for doubtful accounts of \$36 and \$16 at October 31, 2009 and October 31, 2008, respectively	2.251	2.801
Deferred income taxes	939	-
Other current assets	633	399
Total current assets	<u>31.635</u>	<u>30.434</u>
Property and equipment, net	488	670
Goodwill	8.410	6.720
Intangible assets, net	802	565
Other assets	38	172
Total assets	<u>\$ 41.373</u>	<u>\$ 38.561</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 154	\$ 371
Accrued liabilities	1.215	1.542
Deferred revenues	3.475	3.120
Total current liabilities	<u>4.844</u>	<u>5.033</u>
Deferred revenues	177	317
Other long-term liabilities	95	57
Total liabilities	<u>5.116</u>	<u>5.407</u>
Stockholders' equity:		
Common stock, no par value, 7,500,000 shares authorized, 3,552,946 shares issued and outstanding at October 31, 2009, and 3,746,581 shares issued and outstanding at October 31, 2008	95.730	97.717
Accumulated other comprehensive income	434	183
Accumulated deficit	(59.907)	(64.746)
Total stockholders' equity	<u>36.257</u>	<u>33.154</u>
Total liabilities and stockholders' equity	<u>\$ 41.373</u>	<u>\$ 38.561</u>

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VERSANT CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
(in thousands, except per share amounts)
(unaudited)

	Three Months Ended		Fiscal Year Ended	
	October 31, 2009	October 31, 2008	October 31, 2009	October 31, 2008
Revenues:				
License	\$ 1,846	\$ 3,592	\$ 9,045	\$ 15,922
Maintenance	2,216	2,277	8,833	9,041
Professional services	77	124	272	335
Total revenues	<u>4,139</u>	<u>5,993</u>	<u>18,150</u>	<u>25,298</u>
Cost of revenues:				
License	67	76	273	309
Amortization of intangible assets	77	79	373	315
Maintenance	372	342	1,452	1,446
Professional services	33	38	133	112
Total cost of revenues	<u>549</u>	<u>535</u>	<u>2,231</u>	<u>2,182</u>
Gross profit	<u>3,590</u>	<u>5,458</u>	<u>15,919</u>	<u>23,116</u>
Operating expenses:				
Sales and marketing	1,055	924	4,101	3,620
Research and development	973	907	3,969	4,066
General and administrative	848	1,235	3,665	5,479
Restructuring	139	-	139	-
Total operating expenses	<u>3,015</u>	<u>3,066</u>	<u>11,874</u>	<u>13,165</u>
Income from operations	575	2,392	4,045	9,951
Interest and other income, net	1	280	232	871
Income from continuing operations before taxes	<u>576</u>	<u>2,672</u>	<u>4,277</u>	<u>10,822</u>
Income tax benefit (expense)	1,034	(439)	562	(1,431)
Net income from continuing operations	<u>1,610</u>	<u>2,233</u>	<u>4,839</u>	<u>9,391</u>
Net income from discontinued operations, net of income taxes	-	-	-	98
Net income	<u>\$ 1,610</u>	<u>\$ 2,233</u>	<u>\$ 4,839</u>	<u>\$ 9,489</u>
Basic income per share:				
Net income from continuing operations	\$ 0,45	\$ 0,60	\$ 1,33	\$ 2,52
Net income from discontinued operations, net of income taxes	\$ -	\$ -	\$ -	\$ 0,02
Net income per share, basic	<u>\$ 0,45</u>	<u>\$ 0,60</u>	<u>\$ 1,33</u>	<u>\$ 2,54</u>
Diluted income per share:				
Net income from continuing operations	\$ 0,45	\$ 0,59	\$ 1,32	\$ 2,48
Net income from discontinued operations, net of income taxes	\$ -	\$ -	\$ -	\$ 0,03
Net income per share, diluted	<u>\$ 0,45</u>	<u>\$ 0,59</u>	<u>\$ 1,32</u>	<u>\$ 2,51</u>
Shares used in per share calculation:				
Basic	3,560	3,746	3,626	3,729
Diluted	3,610	3,786	3,663	3,783
Non-cash stock-based compensation included in the above expenses:				
Cost of revenues	\$ 17	\$ 16	\$ 59	\$ 58
Sales and marketing	\$ 42	\$ 68	\$ 137	\$ 221
Research and development	\$ 52	\$ 54	\$ 218	\$ 178
General and administrative	\$ 126	\$ 156	\$ 556	\$ 464