

BUSINESS OBJECTS S.A.
CONDENSED CONSOLIDATED BALANCE SHEETS
(in thousands, except nominal value per ordinary share)

	September 30, 2006	December 31, 2005
	(unaudited)	
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 499,128	\$ 332,777
Short-term investments	5,194	4,651
Restricted cash	19,513	22,157
Accounts receivable, net	250,269	265,672
Deferred tax assets	13,187	13,605
Prepaid and other current assets	67,619	60,880
Total current assets	854,910	699,742
Goodwill	1,218,048	1,166,043
Other intangible assets, net	115,091	110,512
Property and equipment, net	90,445	74,116
Deposits and other assets	24,522	34,945
Long-term restricted cash	24,388	20,858
Long-term deferred tax assets	19,906	17,142
Total assets	\$ 2,347,310	\$ 2,123,358
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 48,499	\$ 45,777
Accrued payroll and related expenses	86,483	83,332
Income taxes payable	110,304	79,820
Deferred revenues	253,243	201,788
Other current liabilities	84,717	72,098
Escrows payable	14,154	21,728
Total current liabilities	597,400	504,543
Long-term escrows payable	17,911	10,902
Other long-term liabilities	7,621	8,871
Long-term deferred tax liabilities	2,497	2,853
Long-term deferred revenues	8,447	6,734
Total liabilities	633,876	533,903
Shareholders' equity		
Ordinary shares, Euro 0.10 nominal value	10,582	10,359
Additional paid-in capital	1,274,943	1,217,473
Treasury, Business Objects Option LLC, and Employee Benefit Sub-Plan Trust shares	(5,030)	(3,223)
Retained earnings	382,200	342,345
Unearned compensation	-	(12,243)
Accumulated other comprehensive income	50,739	34,744
Total shareholders' equity	1,713,434	1,589,455
Total liabilities and shareholders' equity	\$ 2,347,310	\$ 2,123,358