

## Logility Second Quarter of Fiscal Year 2007 Results

**LOGILITY, INC.**  
**Consolidated Statements of Operations Information**  
(In thousands, except per share data)  
(Unaudited)

	Second Quarter Ended			Six Months Ended		
	October 31,		Pct Chg.	October 31,		Pct Chg.
	2006	2005		2006	2005	
Revenues:						
License	\$ 3,343	\$ 3,590	(7%)	\$ 6,644	\$ 6,026	10%
Services & other	1,587	1,336	19%	3,002	2,783	8%
Maintenance	5,089	4,349	17%	9,966	8,369	19%
Total Revenues	10,019	9,275	8%	19,612	17,178	14%
Cost of Revenues:						
License	1,497	913	64%	2,874	1,918	50%
Services & other	837	894	(6%)	1,691	1,766	(4%)
Maintenance	1,220	1,006	21%	2,446	1,933	27%
Total Cost of Revenues	3,554	2,813	26%	7,011	5,617	25%
Gross Margin	6,465	6,462	0%	12,601	11,561	9%
Operating expenses:						
Research and development	1,762	1,741	1%	3,523	3,396	4%
Less: capitalized development	(587)	(617)	(5%)	(1,183)	(1,234)	(4%)
Sales and marketing	2,426	2,494	(3%)	4,932	4,681	5%
General and administrative	1,297	1,488	(13%)	2,439	2,516	(3%)
Acquisition related amortization of intangibles	87	88	(1%)	175	175	0%
Total Operating Expenses	4,985	5,194	(4%)	9,886	9,534	4%
Operating Earnings	1,480	1,268	17%	2,715	2,027	34%
Interest Income & Other, Net	427	6	nm	770	149	417%
Income Before Income Taxes	1,907	1,274	50%	3,485	2,176	60%
Income Tax Benefit/(Expense)	(792)	2,458	nm	(1,448)	2,425	nm
Net Earnings	\$ 1,115	\$ 3,732	(70%)	\$ 2,037	\$ 4,601	(56%)
<b>Earnings per common share:</b>						
Earnings Per Common Share - Basic	\$ 0.09	\$ 0.29	(69%)	\$ 0.16	\$ 0.36	(56%)
Earnings Per Common Share - Diluted	\$ 0.08	\$ 0.28	(71%)	\$ 0.15	\$ 0.34	(56%)
Weighted Average Number of Common Shares:						
Basic	12,896	12,737		12,896	12,806	
Diluted	13,232	13,206		13,253	13,354	
<b>Reconciliation of Adjusted Net Earnings:</b>						
GAAP Net Earnings	\$ 1,115	\$ 3,732		\$ 2,037	\$ 4,601	
Acquisition related amortization of intangibles	87	88		175	175	
Stock option expense	103	-		203	-	
Write-down of minority investment	-	160		-	160	
Excludes Income tax benefit	-	(2,458)		-	(2,425)	
Includes Income tax expense	-	(529)		-	(903)	
Adjusted net earnings	\$ 1,305	\$ 993	31%	\$ 2,415	\$ 1,608	50%
Adjusted Net Earnings per Share	\$ 0.10	\$ 0.08	25%	\$ 0.18	\$ 0.12	50%

nm- not meaningful

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**LOGILITY, INC.**  
**Consolidated Balance Sheet Information**  
**(in thousands)**  
**(Unaudited)**

	<b>October 31,</b>	
	<b>2006</b>	<b>2005</b>
Cash and Short & Long-term investments	\$ 29,799	\$ 25,048
Accounts Receivable:		
Billed	7,522	4,843
Unbilled	1,976	1,736
Total Accounts Receivable, net	9,498	6,579
Deferred Tax Assets - Short Term	2,288	135
Prepays & Other Current Assets	1,837	1,603
PP&E, net	464	449
Capitalized Software, net	6,185	6,138
Goodwill	5,809	5,809
Other Intangibles, net	1,525	1,913
Deferred Tax Assets - Long Term	-	2,716
Non-current Assets	76	220
<b>Total Assets</b>	<b>\$ 57,481</b>	<b>\$ 50,610</b>
Accounts Payable	\$ 382	\$ 193
Other Current Liabilities	7,435	7,665
Deferred Revenues	12,608	8,765
Current Liabilities	20,425	16,623
Deferred Income Taxes - Long Term	951	-
Deferred Income Taxes - Long Term - Due to ASI	-	4,403
Shareholders' Equity	36,105	29,584
<b>Total Liabilities &amp; Shareholders' Equity</b>	<b>\$ 57,481</b>	<b>\$ 50,610</b>