

Leading Provider of Language Translation Technologies

First Semester 2007 Interim Report

- Sales of 5,099 K€
- Operating Income of 785 K€

August 3rd 2007 – SYSTRAN, the leading provider of language translation technologies today announced its consolidated financial results for the first semester ended June 30th, 2007.

Consolidated and Audited Accounts (in K€)	1st semester 2007	1st semester 2006	Annual change 2007 / 2006
Sales	5,099	4,333	+17.7%
Operating Income	785	345	+127.5%
%	+15.4%	+7.9%	
Net Income - Group's share	525	193	+172.0%
%	+10.3%	+4.5%	

Consolidated sales for the first half of the year amounted to 5,099 K€, an increase of 17.7% as compared with the first semester 2006.

Operating income and net income amounted to 785 K€ and 525 K€ respectively.

The Company's cash position rose to 10,914 K€ on June 30th, 2007, as compared with 10,159 K€ on December 31st, 2006.

**S Activities - First Semester 2007**

In K€	1st semester 2007	In % of total	1st semester 2006	In % of total	Annual change 2007 / 2006
Software Publishing	4,017	78.8%	2,950	68.1%	+36.2%
Professional Services	1,082	21.2%	1,383	31.9%	-21.8%
Consolidated Sales	5,099	100.0%	4,333	100.0%	+17.7%

Sales generated from software licenses totaled 4,017 K€, an increase of 36.2% as compared with the first semester of 2006. This growth is the result of the successful release of the new version 6 launched in February 2007.

Professional Services sales amounted to 1,082 K€, a decrease of 21.8% as compared with the first semester of 2006.

S Outlook

License sales are expected to grow in 2007 and the company continues to reinforce its sales and marketing teams.

SYSTRAN's efforts are now focused on the development and release of its version 6 Server Product line and Online Services solutions.



About SYSTRAN

SYSTRAN is the market leading provider of language translation software products and solutions for the desktop, enterprise and Internet that facilitate communication in 52 language combinations and in 20 vertical domains. With over three decades of expertise and research and development, SYSTRAN's software is the choice of leading global corporations, portals including AltaVista™, Google™, Yahoo!®, and Wanadoo, and public agencies like the US Intelligence Community and the European Commission.

Use of SYSTRAN products and solutions enhance multilingual communication and increase user productivity and time-savings for B2E, B2B and B2C market segments as they deliver real-time language solutions for search, content management, online customer support, intra or inter company collaboration, and eCommerce.

SYSTRAN is headquartered in Paris, France with a North American office located in San Diego, California, USA.

SYSTRAN (Code ISIN FR0004109197, Bloomberg: SYST NM, Reuters: SYTN.LN) is listed on EuroList Paris, *Compartment C*, and is member of Euronext's Next Economy segment. For more information, visit www.systransoft.com

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Revenue for the third quarter 2007 ending on September 30th, 2007 will be announced on November 9th, 2007.

This Press Release is available for download at:
<http://www.systransoft.com/index/About-Systran/Investors/Financial-Releases>



<i>(In K€)</i>	1st semester 2007 (6 months)	1st semester 2006 (6 months)	Year 2006 (12 months)
Net sales	5,099	4,333	9,342
Other operating revenue			0
Total revenue from operations	5,099	4,333	9,342
Cost of sales and other external expenses	(1,710)	(1,612)	(3,187)
Taxes and duties	(77)	(67)	(239)
Wages and salaries	(2,355)	(2,243)	(4,454)
Amortization (net)	(164)	(125)	(269)
Other income / (expenses)	25	(1)	20
Current operating income	819	285	1,173
Other operating income / (expenses)	(34)	60	61
Operating income	785	345	1,234
Financial income from cash activities	107	117	215
Financing expenses	(7)	(4)	(1)
Net financing cost	100	113	214
Other financing income / expenses	(33)	(150)	(195)
Profit before tax	852	308	1,253
Income tax expenses	(327)	(115)	(168)
Profit from operations	525	193	1,085
Minority interest	0	0	0
Net income / (loss) – Group's share	525	193	1,085

Earning / (loss) per share	1st semester 2007 (6 months)	1st semester 2006 (6 months)	Year 2006 (12 months)
On the basis of the average number of shares in circulation:			
- Number of common shares	9,712,541	9,903,610	9,868,439
- Euros per share	0.05	0.02	0.11