

Leading Provider of Language Translation Technologies

Third Quarter 2008 Revenue Release

November 7th, 2008 - SYSTRAN, the leading provider of language translation technologies today announced its consolidated revenue for the third quarter ended September 30, 2008.

Consolidated and unaudited (in K€)	3 rd quarter			Year-to-date		
	2008	2007	Variation 2008 / 2007	2008	2007	Variation 2008 / 2007
Software Publishing	1,248	1,318	(5.3) %	4,175	5,334	(21.7) %
Professional Services	475	438	+ 8.4 %	1,185	1,520	(22.0) %
Consolidated Sales	1,723	1,756	(1.9) %	5,360	6,854	(21.8) %

Third Quarter 2008 Activities

Consolidated sales for the third quarter were 1,723 K€, representing a slight decline as compared with the same period last year.

Consolidated sales for the first nine months of the year were 5,360 K€ as compared with 6,854 K€ for the same period last year. Sales generated from software licenses totaled 4,175 K€, a decrease of 21.7 % as compared with 2007. This decrease is the result of a decline in sales of *Desktop* Products, a segment which benefited from a successful new version release during the first semester of 2007.

Professional Services sales amounted to 1,185 K€ as compared with 1,520 K€ for the same period last year, a decrease of 22.0 %. These results reflect fewer orders received from the US Federal Government in 2007. Since the beginning of this year SYSTRAN Software, Inc. renewed its contract with the US Federal Government and total work orders amounted to 2,231 KUSD as compared with 382 KUSD at September 30th, 2007.

The license agreement with Microsoft Corporation expired on September 30th 2008, and was not renewed.

Outlook

SYSTRAN's sales efforts are now focused on the commercial release of the version 6 *Server* Products expected to drive revenue growth from *Corporate* customers.

Development of SYSTRAN's version 7 products has commenced. The primary goal of this version is to improve translation quality with new translation engines.

Due to the depressed global economic environment and the present level of activity, SYSTRAN currently expects sales and operating income for the second half of 2008 to be similar to the first semester of 2008. During the past quarter the variation in the Euro / US



Dollar exchange rate had a positive impact on net income. Nevertheless, it is difficult to predict the impact for the full year due to the high volatility of the global markets.

Dispute with the European Commission

To date, the oral procedure has not started in the case of SYSTRAN vs. the European Commission.

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, Yahoo!, and Apple, 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 EuroNext Paris, Compartiment C. For more information, visit www.systransoft.com

Contact

Dimitris SABATAKAKIS, Chairman & CEO
Telephone: +33 (0)1 47 96 86 86 Fax: +33 (0)1 46 98 00 59
Email: sabatakakis@systran.fr

Revenue for the fourth quarter 2008 ending on December 31st, 2008 and annual results for 2008 will be announced on February 13th, 2009.

This Press Release is available for download at:
<http://www.systran.co.uk/translation/systran/investors/press-releases>