



Revenues and Income First Half 2008/2009

ST. CLOUD, France and Vienna, VA, February 13th 2009 – Systar (ISIN: FR0000052854 - SAR), the leading provider of performance management software solutions, today announced its revenues and income for the first semester of fiscal year 2008 – 2009.

In thousands of Euros	H1 2008-2009	H1 2007-2008	Variation
Consolidated Revenues 1 st quarter	3 246	3 473	-7%
Consolidated Revenues 2 nd quarter	4 513	6 977	-35%
Consolidated Revenues 1st half	7 759	10 450	-26%
Current Operating Income	-1 458	1 641	N/A
Consolidated Net Income	-1 089	1 501	N/A

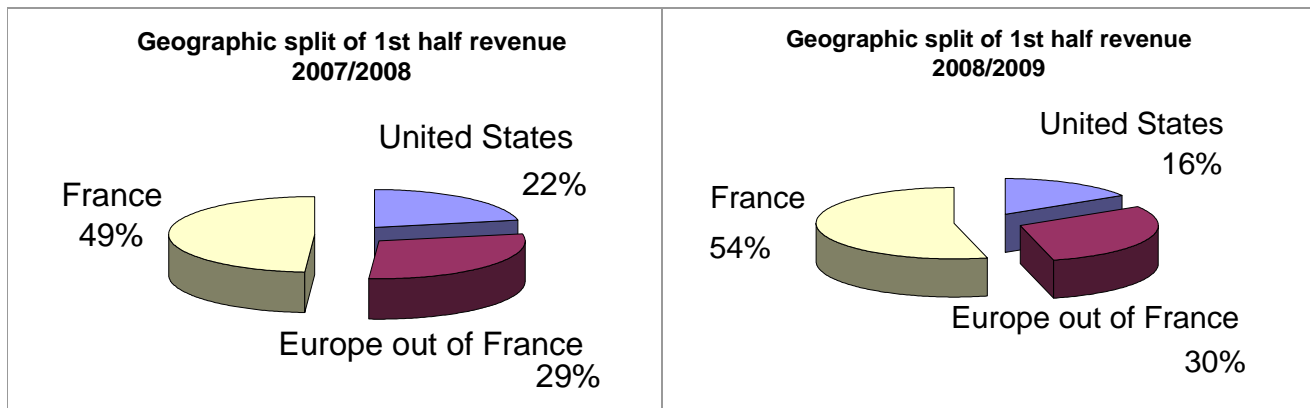
IFRS standards

Fiscal year ends June 30

Revenues 1st half 2008/09

Sudden change in market conditions

- Consolidated revenues for the first half of fiscal year 2008/2009 amount to 7.8 M€, down 26% from the first half of last fiscal year (also -26% when corrected for variations in exchange rates).
- Second quarter revenues stand at 4.5M€, a significant drop compared with the same quarter of the previous fiscal year. The change in market conditions was sudden and took place when customers usually decide their year end purchases. Due to the uncertain economic outlook, some customers have postponed or spread their investments; as a result, the sales hit rate was much lower than usual during the quarter.
- Revenues declined in all geographies, but more in North America (-48%) than in Europe out of France (-23%) and in France (-17%).

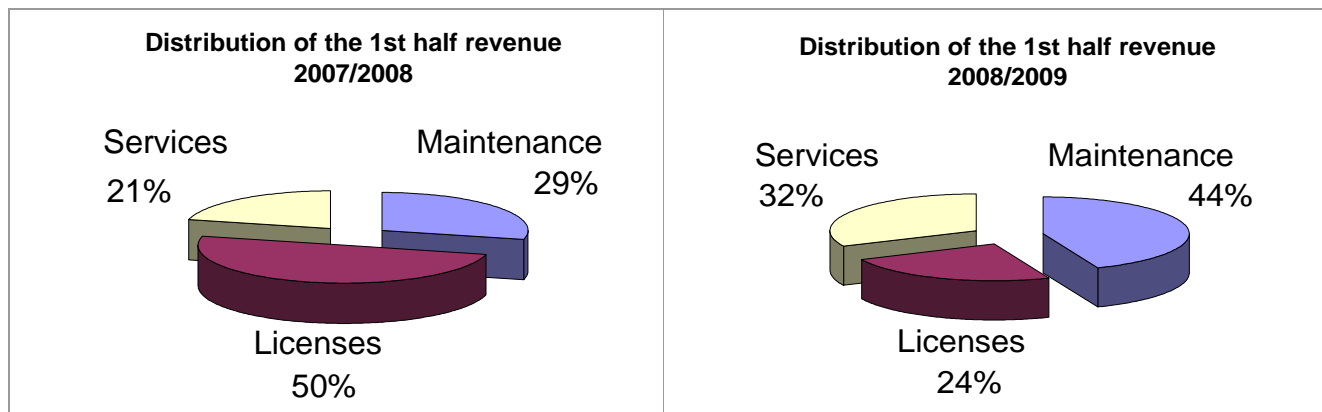


Development of indirect channels

- Indirect channels (OEM, resellers and distributors) contributed 36% of all license sales (vs.10% a year earlier). Existing partners have continued to invest to expand sales of Systar's solutions and new partnerships have been concluded. This momentum opens new territories, brings new customers to Systar and validates our development strategy based on supplementing our direct sales force with multiple indirect sales channels.

Solid recurring revenue

- License sales decline by 65% compared with the 1st half of the previous fiscal year. Approximately half of the license sales come from new customers and the other half from existing customers deploying Systar solutions within their business.
- Product related services increase by 14% in the first half and recurring maintenance by 11%.
- The unusual pattern of the first half revenues distribution underlines the defensive and stabilizing nature of the high predictability components made up by services and recurring maintenance. Their growth is very satisfying given the current environment. It reflects the lasting and broader adoption of our solutions and their growing use within the customer organizations.



1st half income and financial situation on December 31st 2008

- Operating income stands at -1.5M€ vs. +1.6M€ in the 1st half of the previous year. The main source of the decrease in income is the decrease of license revenues, as expenses grew by 4% only. After 0.4M€ of deferred income taxes, net income stands at -1.1M€ vs. +1.5M€ a year ago. Cost reductions have been implemented at the end of the last quarter in order to lower the break-even point; however care was taken to avoid impacting the sales activity or the R&D effort.
- On December 31st 2008, cash stood at 4.1M€. Financial debts were 3.2M€, including a 4 year 3M€ loan repayable in eight 375k€ installments starting in September 2009. Net cash is positive at approximately the same level as last year: +0.9M€ (vs. 1.2M€); stockholder equity is 7.4M€ (vs. 8.6M€ a year earlier). Accounts receivables, which are not used by Systar as a source of financing, amounted to 5.3M€ on December 31st 2008.

Perspectives

- The volatility of market conditions entails very limited visibility, in particular for the closing date of license sales and especially in the banking industry in the USA. Performance management and Business Activity Monitoring (BAM) should however be among the projects that are less affected by the budgetary constraints and the uncertainties customers face, since they enable them to reduce operational risk and improve efficiency.
- Indirect sales from partners should continue to increase as new partnerships are concluded and partners launch and market their solutions built on Systar products.
- Services and maintenance contracts provide Systar with a high proportion of revenues with high predictability which are less impacted by investment restrictions. These services and maintenance revenues should increase in line with the growing adoption of our solutions.
- In 2009, the priority will be profitability, both through the full effect of the actions already engaged to lower the break-even point and by pursuing the sales effort, through both direct and indirect channels. The R&D investment level will be maintained to protect the technological lead Systar enjoys and to make Systar's solutions ever more easy to use, powerful and necessary.
- With positive net cash, substantial equity, financing in place and a high ratio of regularly growing recurring revenues, Systar benefits from a solid financial base and a competitive position which should enable Systar to come out of the current period strengthened.

Revenues for the third quarter of fiscal year 2008-2009 will be released on April 29th, 2009

About Systar

Over 180 clients worldwide, including 10 of the world's 15 largest banks, rely on Systar's performance management software to maximize the efficiency of their business operations and IT infrastructure. Systar is widely regarded as the leading provider of Business Activity Monitoring (BAM) solutions and offers innovative capacity management software for both physical and virtual server environments. Systar is listed on the NYSE Euronext Paris Stock Exchange (ISIN: FR0000052854-SAR), and has offices in North America and Europe. More information about Systar is available at www.systar.com

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