

Three Year Summary

	2006 TEUR	Δ %	2005 TEUR	Δ %	2004 TEUR
Revenues and income					
Revenues	54.380	9	50.047	6	47.075
Revenues consulting	42.948	8	39.773	7	37.284
Revenues software	11.432	11	10.274	5	9.791
Revenues Germany	23.079	7	21.653	2	21.226
Revenues foreign countries	31.301	10	28.394	10	25.849
Earnings before interest, taxes, depreciation and amortization (EBITDA)	5.094	63	3.120	78	1.753
Earnings before interest and taxes (EBIT)	3.731	121	1.688	670	(296)
Earnings before taxes (EBT)	4.199	75	2.398	1.294	172
Net income	1.902	71	1.110	163	(1.760)
Earnings per share (in EUR)	0,37	68	0,22	163	(0,35)
Investments and depreciation					
Investments in intangible and tangible assets	635	(44)	1.137	27	896
Depreciation	1.363	(5)	1.432	(30)	2.049
Assets, shareholders' equity and liabilities (end of year)					
Total assets	60.937	6	57.310	3	55.512
Fixed assets	14.141	(5)	14.871	(6)	15.904
Current assets	46.279	11	41.560	8	38.468
Net cash and cash equivalents	27.997	8	25.948	21	21.357
Shareholders' equity	45.896	5	43.724	3	42.442
Equity ratio (in %)	75,3	(1)	76,3	0	76,5
Noncurrent liabilities	0	0	0	0	0
Current liabilities	14.224	10	12.950	3	12.520
Key figures					
Gross margin (in %)	40,5		38,1		38,3
EBITDA margin (in %)	9,4		6,2		3,7
EBIT margin (in %)	6,9		3,4		(0,6)
Cash flow from operating activities	2.413		4.818		2.109
Cash flow from investing activities	814		1.941		(944)
Cash flow from financing activities	270		172		(3.657)
Employees (end of year)	571	7	535	0	537

REALTECH worldwide



USA			
	2006	2005	2004
Employees	14	9	9
Revenues	3,4	2,5	2,2

REALTECH AG operates on an international scale, helping companies to optimize and securely operate their IT infrastructures.

The company's consulting segment consists of REALTECH consultancy with regard to SAP technology, projects in complex SAP NetWeaver environments, and end-to-end consulting services covering everything from business processes to technology. This approach enables customers to make specific use of SAP NetWeaver and ESOA.

In the software segment, REALTECH develops and markets five products designed to proactively monitor business processes, to allow the early recognition of errors in networks, systems and applications (e.g. SAP), to ensure that individual modifications in the SAP software are imported in accordance with audit requirements, and to provide tools to generate, standardize and monitor the interfaces between SAP and other systems.



REALTECH AG

USA

REALTECH Inc., USA

REALTECH AG in each case 100% (except w

Rest of Europe



	2006	2005	2004
Employees	282	264	279
Revenues	22,3	21,0	20,7

Germany

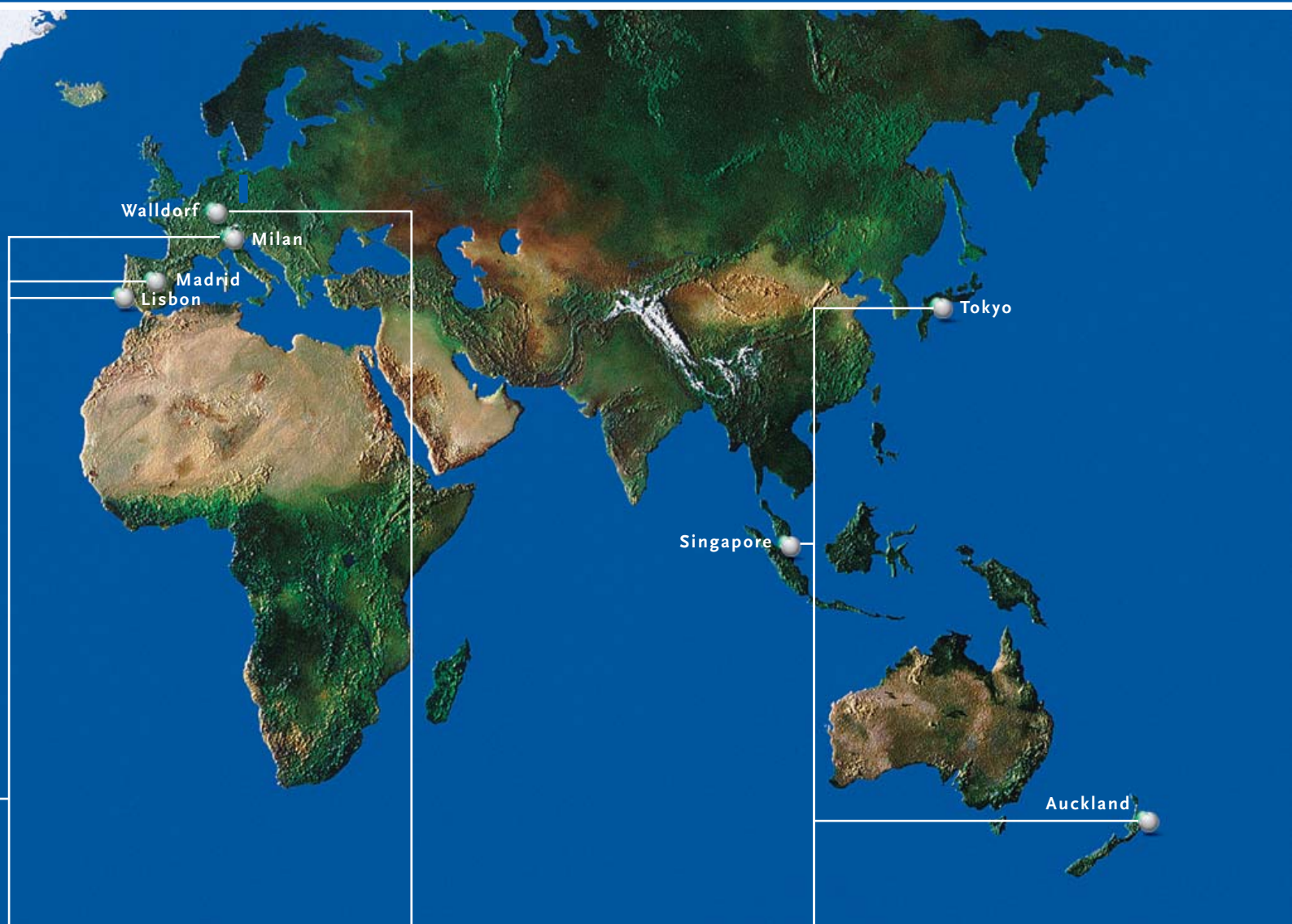


	2006	2005	2004
Employees	229	219	218
Revenues	23,1	21,7	21,2

Asia Pacific



	2006	2005	2004
Employees	46	43	31
Revenues	5,6	4,9	3,0



Rest of Europe

- REALTECH Italia S.p.A., Italy
- REALTECH System Consulting S.L., Spain
- REALTECH Portugal System Consulting Sociedade Unipessoal Lda, Portugal

Germany

- REALTECH System Consulting GmbH
- REALTECH Sales GmbH
- DB-Online GmbH
- LMC-LAN Management Consulting GmbH
- GloBE Technology GmbH

Asia Pacific

- REALTECH Ltd., New Zealand
- REALTECH System Consulting Pte. Ltd., Singapore
- REALTECH Japan Co., Ltd., Japan (54,1%)

(where noted)

Calendar of Events 2006

January

Wüstenrot & Württembergische AG benefits from REALTECH

With REALTECH's help, W&W Informatik GmbH, the internal IT service provider within the Wüstenrot & Württembergische AG financial group, has successfully optimized its central SAP systems. In addition, the homogenous system environment is partly to thank for the fact that system operation costs are now much lower than before.

February

REALTECH makes companies SOX-compliant

The auditing and consulting company Ernst

a positive income from operations (EBIT). The last time the company had managed to do this was in the period from January to March 2000. What's more, the Software division made a positive contribution to profits for the first time since being established.

May

Dividends distributed for the first time

At the General Meeting, REALTECH AG's Executive and Supervisory Boards proposed distributing a dividend of EUR 0.10 per share for fiscal year 2005 from the company's net profit.

January

Wüstenrot & Württembergische
W&W INFORMATIK GMBH

May



June

ENSO

February

ERNST & YOUNG

March

emotion

& Young confirms that REALTECH Transport-Manager software enables customers to comply completely with the Sarbanes-Oxley Act (SOX) with regard to data and process transparency and availability. Ernst & Young also relies on REALTECH's TransportManager itself.

March

SAP NetWeaver training further expanded

A new challenge has emerged on the SAP consulting market, as SAP NetWeaver and the SAP Enterprise Service Architecture (ESA) have created a need for new consulting methods. Rather than the traditional form of SAP consulting, which was organized module-specifically, what is now needed is an end-to-end view of business processes. In view of this, REALTECH modified the qualification program for its SAP consultants in Germany early on.

April

Network monitoring software expanded

The restructuring measures initiated in 2004 have obviously begun to take effect, as REALTECH AG closed the first quarter of 2006 with

New consulting model

REALTECH AG has developed a new consulting procedure that helps companies to optimize selected parts of existing business processes using the SAP NetWeaver platform. This procedure, called the business case integration method, combines processes, applications and technologies to form a solution that brings companies real economic benefits.

June

ENSO migrates entire SAP system environment

ENSO, a utility based in Dresden, has successfully changed over its SAP environment to a Linux platform with the aid of REALTECH AG. As a result of using this open-source operating system, the company now benefits from reduced operating costs. One of the main reasons why the customer chose the Walldorf-based SAP technology consultant for this job was the wealth of experience that REALTECH has gained from 300 projects of this type worldwide, making it a clear migration specialist in the SAP environment.

July

August Storck KG chooses REALTECH
 Chocolate manufacturer August Storck KG now uses theGuard! System Management Suite for the central monitoring of its applications and IT infrastructure. REALTECH AG successfully won this order despite competition from some renowned competitors.

Deutsche Börse has its SAP applications under control

The Deutsche Börse Group has the availability of around 25 central SAP applications monitored by theGuard! ApplicationManager. REALTECH AG asserted itself in the selection

September

REALTECH safeguards SAP processes in the insurance industry

Gesellschaft für angewandte Versicherungs-Informatik (GaVI) relies on theGuard! ApplicationManager as its new system management solution for SAP programs. Thanks to the new SAP monitoring solution, GaVI has been able to reduce maintenance outlay and SAP operating costs.

October

Product range extended

REALTECH AG has extended its product range, adding an innovative all-round package for

July



August



August



July



DEUTSCHE BÖRSE SYSTEMS

November



process against competition from major manufacturers of well-known system management solutions. The decisive factor in this decision was the good overall offer of a high-quality product, service expertise and specialist SAP skills.

August

Three SAP certifications

REALTECH AG was delighted to receive three further certifications from SAP AG, with the software corporation recommending REALTECH as an SAP Special Expertise Partner for the following applications: Duet, SAP Enterprise Portal and SAP Exchange Infrastructure.

BSH entrusts monitoring to REALTECH

BSH Bosch und Siemens Hausgeräte GmbH has opted for the theGuard! ApplicationManager for monitoring its SAP systems. In the context of a bid invitation, this solution was chosen out of those from a total of 12 suppliers.

monitoring SAP NetWeaver infrastructures. This new software solution facilitates the work of IT administrators by permitting extensive monitoring of SAP NetWeaver via a central user interface that can be operated intuitively.

November

REALTECH takes part in German Equity Forum

REALTECH AG actively participated in the German Equity Forum with talks of its own for the first time, presenting itself to institutional investors. The German Equity Forum is the most important event relating to equity financing in Europe.

December

REALTECH supports SAP on Sun Solaris

theGuard! ApplicationManager has become one of the first products ever to support the monitoring of SAP applications on Sun Solaris computers. This rapid response is a good example of the innovative and quick-thinking way in which REALTECH operates on the market.