

## Logility Second Quarter of Fiscal Year 2009 Results

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

|  | Second Quarter Ended |          |             | Six Months Ended |          |             |
|--|----------------------|----------|-------------|------------------|----------|-------------|
|  | October 31,          |          |             | October 31,      |          |             |
|  | 2008                 | 2007     | Pct<br>Chg. | 2008             | 2007     | Pct<br>Chg. |
| <b>Revenues:</b>                                   |                      |          |             |                  |          |             |
| License  | \$ 3,272             | \$ 3,399 | (4%)        | \$ 5,281         | \$ 8,076 | (35%)       |
| Services & other                                   | 1,387                | 2,039    | (32%)       | 2,956            | 4,051    | (27%)       |
| Maintenance  | 5,824                | 5,696    | 2%          | 11,634           | 10,971   | 6%          |
| Total Revenues                                     | 10,483               | 11,134   | (6%)        | 19,871           | 23,098   | (14%)       |
| <b>Cost of Revenues:</b>                           |                      |          |             |                  |          |             |
| License  | 1,486                | 1,520    | (2%)        | 2,738            | 3,154    | (13%)       |
| Services & other                                   | 790                  | 1,023    | (23%)       | 1,692            | 2,045    | (17%)       |
| Maintenance  | 1,264                | 1,267    | 0%          | 2,455            | 2,347    | 5%          |
| Total Cost of Revenues                             | 3,540                | 3,810    | (7%)        | 6,885            | 7,546    | (9%)        |
| Gross Margin                                       | 6,943                | 7,324    | (5%)        | 12,986           | 15,552   | (16%)       |
| <b>Operating expenses:</b>                         |                      |          |             |                  |          |             |
| Research and development                           | 1,803                | 1,948    | (7%)        | 3,575            | 3,825    | (7%)        |
| Less: capitalized development                      | (516)                | (630)    | (18%)       | (1,023)          | (1,155)  | (11%)       |
| Sales and marketing                                | 2,248                | 2,426    | (7%)        | 4,723            | 4,878    | (3%)        |
| General and administrative                         | 1,129                | 1,293    | (13%)       | 2,359            | 2,630    | (10%)       |
| Acquisition related amortization of intangibles    | 87                   | 87       | 0%          | 174              | 174      | 0%          |
| Total Operating Expenses                           | 4,751                | 5,124    | (7%)        | 9,808            | 10,352   | (5%)        |
| Operating Earnings                                 | 2,192                | 2,200    | 0%          | 3,178            | 5,200    | (39%)       |
| Interest Income & Other, Net                       | 29                   | 504      | (94%)       | 185              | 913      | (80%)       |
| Earnings Before Income Taxes                       | 2,221                | 2,704    | (18%)       | 3,363            | 6,113    | (45%)       |
| Income Tax Expense                                 | 669                  | 1,031    | (35%)       | 1,117            | 2,593    | (57%)       |
| Net Earnings                                       | \$ 1,552             | \$ 1,673 | (7%)        | \$ 2,246         | \$ 3,520 | (36%)       |
| <b>Earnings per common share:</b>                  |                      |          |             |                  |          |             |
| Basic  | \$ 0.12              | \$ 0.13  | (8%)        | \$ 0.17          | \$ 0.27  | (37%)       |
| Diluted  | \$ 0.12              | \$ 0.13  | (8%)        | \$ 0.17          | \$ 0.26  | (35%)       |
| <b>Weighted Average Number of Common Shares:</b>   |                      |          |             |                  |          |             |
| Basic  | 12,873               | 12,953   |             | 12,866           | 12,943   |             |
| Diluted  | 13,056               | 13,307   |             | 13,078           | 13,343   |             |
| <b>Reconciliation of Adjusted Net Earnings:</b>    |                      |          |             |                  |          |             |
| Net Earnings                                       | \$ 1,552             | \$ 1,673 |             | \$ 2,246         | \$ 3,520 |             |
| Acquisition related amortization of intangibles(1) | 61                   | 54       |             | 116              | 100      |             |
| Stock-based compensation (1)                       | 75                   | 55       |             | 150              | 102      |             |
| Tax valuation adjustment (non-cash)                | -                    | -        |             | -                | 283      |             |
| Adjusted net earnings                              | \$ 1,688             | \$ 1,782 | (5%)        | \$ 2,512         | \$ 4,005 | (37%)       |
| Adjusted Net Earnings per Share - Diluted          | \$ 0.13              | \$ 0.13  | 0%          | \$ 0.19          | \$ 0.30  | (37%)       |

(1) - Tax affected

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

October 31,                      April 30,

**Logility Second Quarter of Fiscal Year 2009 Results**

|  | <u>2008</u>      | <u>2008</u>      |
|--|------------------|------------------|
| Cash and Short-term investments          | \$ 37,839        | \$ 42,732        |
| Accounts Receivable:                     |                  |                  |
| Billed                                   | 4,060            | 6,897            |
| Unbilled                                 | <u>1,234</u>     | <u>1,424</u>     |
| Total Accounts Receivable, net           | 5,294            | 8,321            |
| Deferred Tax Assets                      | 73               | 74               |
| Due from ASI                             | 105              | -                |
| Prepays & Other Current Assets           | <u>2,261</u>     | <u>2,256</u>     |
| Current Assets                           | 45,572           | 53,383           |
| Investments - Long term                  | 7,404            | -                |
| PP&E, net                                | 336              | 401              |
| Capitalized Software, net                | 4,472            | 4,560            |
| Goodwill                                 | 5,809            | 5,809            |
| Other Intangibles, net                   | 683              | 871              |
| Other non-current Assets                 | <u>38</u>        | <u>48</u>        |
| Total Assets                             | <u>\$ 64,314</u> | <u>\$ 65,072</u> |
| Accounts Payable                         | \$ 215           | \$ 543           |
| Accrued Compensation and Related costs   | 915              | 1,282            |
| Accrued Reseller Commissions             | 890              | 1,013            |
| Other Current Liabilities                | 883              | 965              |
| Due to American Software Inc.            | -                | 638              |
| Deferred Revenues                        | <u>11,116</u>    | <u>12,622</u>    |
| Current Liabilities                      | 14,019           | 17,063           |
| Deferred Tax Liability                   | 1,598            | 1,620            |
| Shareholders' Equity                     | 48,697           | 46,389           |
| Total Liabilities & Shareholders' Equity | <u>\$ 64,314</u> | <u>\$ 65,072</u> |