Press release

Le Plessis, March 13, 2006

Results for fiscal year 2005

Sales and profitability growth in the Design and Integration of Systems businesses (Build)

Restructuring of the Management of Systems (Run) business, poised for a turnaround in profitability in 2006

The CS Board Meeting, held on March 10, 2006 and chaired by Mr. Yazid Sabeg, has approved the consolidated financial statements for fiscal year 2005.

Results for fiscal year 2005

€ millions	2004	H1 2005	H2 2005	2005
Sales	**319.7**	**173.6**	**171.9**	**345.5**
Operating income from ordinary activities *% of sales*	**6.2** *1.9%*	**3.0** **1.7%**	**4.5** **2.6%**	**7.5** **2.2%**
Other operating income and expenses	**(0.9)**	**(9.0)**	**(1.7)**	**(10.7)**
Net financial income (expenses)	**(1.9)**	**0.2**	**(0.7)**	**(0.5)**
Net income (loss) before minority interests	**6.9**	**(5.4)**	**2.8**	**(2.6)**
Net income (loss)	**5.7**	**(6.0)**	**2.6**	**(3.4)**

Amounts presented in accordance with International Financial Reporting Standards

In 2005, CS had consolidated sales of €345.5 million, up 8.1% over the previous year (4.4% on a comparable structure and exchange rate basis). In France, annual sales rose by 11.8% (7.4% on a comparable structure and exchange rate basis).

Operating income from ordinary activities was up 21% to €7.5 million in 2005. This represents 2.2% of sales for the year, compared with 1.9% in 2004.

Other operating income and expenses amounted to a net expense of €10.7 million (net expense of €0.9 million in 2004), including notably €9.1 million in restructuring costs committed to during H1 2005. The restructuring plan, completed in December 2005, will allow CS to reduce its overheads by 1 percentage point to reach a targeted level of 12% in 2006 and to improve the productivity (sales/employee) of its management of mission critical systems (Run) business. The full beneficial impact of this restructuring will be reflected in the results for 2006.

CS incurred net financial expenses of €0.5 million, compared with €1.9 million in 2004. CS reported a consolidated net loss of €3.4 million, including all restructuring costs, for the full year, including consolidated net income of €2.6 million in the second half. Net cash flows from ordinary operating activities grew 18% to €12.3 million. After non-recurring expenses of €11 million, net cash flows from operating activities came to €1.9 million in 2005, compared with €5 million the previous year.

As of December 31, 2005, CS had net cash balances of €4 million, compared with €20 million at December 31, 2004 and at the same level as at December 31, 2003. This variation is due notably to the impact of the extension of the payment terms accorded to government bodies. CS required additional working capital of €30 million, representing 9% of sales. The gearing ratio came to 11%, versus "negative gearing" of 52% at December 31, 2004.

The net cash balances of CS included €21.7 million in factored receivables at December 31, 2005.

Consolidated shareholders' equity amounted to €36.8 million at December 31, 2005.

Information by Business*

€ millions	**2004**	**H1 2005**	**H2 2005**	**2005**	**change**
Design and integration of systems (Build)					
Sales	**219.7**	**126.5**	**130.0**	**256.5**	**+11.2%**
Operating income from ordinary activities *% of sales*	**9.6** *4.4%*	**6.1** *5.0%*	**8.0** *6.2%*	**14.1** *5.4%*	**+46.8%** *+1 point*
Management of systems (Run)					
Sales	**105.6**	**50.8**	**45.7**	**96.5**	**-8.6%**
Operating loss from ordinary activities *% of sales*	**(2.0)** *(1.9%)*	**(1.2)** *(2.3%)*	**(3.5)** *(7.7%)*	**(4.7)** *(4.9%)*	**n/a**

** Amounts presented in accordance with International Financial Reporting Standards*

The "Build" businesses maintained their dynamic growth trends, with an 11.2% increase in organic sales from consulting services and system integration for the year. The book-to-bill ratio came to 1.06x, strengthening the order books of these businesses. Operating income from ordinary activities rose 46.8% to €14.1 million in 2005, representing 5.4% of sales.

Sales for the "Run" business came to €96.5 million in 2005 and were, as had been announced, 8.6% lower than the previous year. The second half of the year was marked by a rebound in activity, with a book-to-bill ratio of 1.32x (compared with 1.02x for the full year). The Run business continued to generate an operating loss from ordinary activities; the loss increased to €4.7 million in 2005 from €2 million in 2004 due to the impact of losses suffered on three projects that have since been terminated. This loss does not include the impact of the restructuring plan implemented in 2005 to restore the business to profitability in 2006.

Outlook

CS has finished its restructuring period and can now focus exclusively on its sales growth, both in France and abroad. CS is expecting improvement in its operating profitability and strong growth in net income in 2006.

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