

# Integrated Research Limited

ABN: 76 003 588 449



## Press Release

### Integrated Research Limited Announces First Half Results

Sydney, Australia, 15 February 2007 - Integrated Research (ASX:IRI) (IR), leading developer and provider of systems and application management solutions for high availability computing environments, today reported its consolidated results for the six-month period ending 31 December 2006.

Revenue for the six months ended 31 December 2006 was \$16.1 million which represents a 9% increase against the comparable period last year.

The consolidated entity's profit before tax was \$2.6m compared to \$2.0 million for the corresponding period last year which represents an increase of 31%. The net profit after tax for the period was \$1.9 million compared to \$1.6 million for the corresponding period last year which represents an increase of 17%. The first half profit after tax result was negatively impacted by \$0.2m in tax adjustments which related to an under provision of tax in the prior year.

Directors have declared an interim dividend of one cent per share unfranked, payable on 9 March 2007 to shareholders registered at the end of trading on 23 February 2007.

The following table summarises the consolidated entity's key revenue, expense and profit results for the first half, compared to the corresponding period last year:

<b>In thousands of AUD</b>	<b>2006</b>	<b>2005</b>	<b>% Inc/(Dec)</b>
Revenue from license fees	7,494	7,008	7%
Revenue from maintenance fees	8,187	7,535	9%
Revenue from other operating activities	434	271	60%
<b>Total revenue from ordinary activities</b>	<b>16,115</b>	<b>14,814</b>	<b>9%</b>
Total expenses from ordinary activities	13,731	13,018	5%
Net profit before income tax	2,627	2,010	31%
<b>Net profit after income tax</b>	<b>1,903</b>	<b>1,631</b>	<b>17%</b>

Keith Andrews, CEO of Integrated Research said: “I am delighted with the growth in the IP telephony (VoIP) revenue which exceeded 150%, especially the quality of some of the new partners including AT&T, Sprint and IBM. Each of these partners rigorously tested the product and evaluated competing products in the market prior to their purchase of PROGNOSIS. IP telephony is our primary growth market opportunity, and I am delighted we are making tangible progress”.

Integrated Research continues to maintain a strong financial position generating \$4.4 million in net cash flow from operating activities during the period compared to \$2.1m for the same period last year. The company remains free of debt with a total cash position at 31 December 2006 of \$11.8 million.

Steve Killelea, Chairman of Integrated Research said: “The revenue and profit growth is pleasing. We continue to make good progress in our sales execution, development of new products and capital management. For the full financial year both revenue and profit after tax are expected to be higher than in the previous year.”

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