

Leading Provider of Language Translation Technologies

Third Quarter 2004 Revenue Release

- Year-to-date sales of 8,086 K€, a drop of 5% when compared with same period in 2003
- Third quarter sales of 2,295 K€, a drop of 29.1% compared with the same period in 2003

October 27th, 2004 - SYSTRAN, the leading provider of language translation technologies today announced its consolidated revenue for the third quarter ended September 30, 2004.

Consolidated and unaudited (in K€)	3 rd quarter			Year-to-date		
	2004	2003	Annual Change 2004 / 2003	2004	2003	Variation 2004 / 2003
Software Publishing	1,224	1,645	(25.6)%	3,858	4,236	(8.9)%
Home & Small Business (HSB)	93	128	(27.3)%	348	434	(19.8)%
Corporate	233	743	(68.6)%	729	1,716	(57.5)%
Resellers	376	349	+7.7%	1,430	1,035	+38.2%
Online Sales	381	288	+32.3%	936	902	+3.8%
Administrations	141	137	+2.9%	415	149	178.5%
Professional Services	1,071	1,593	(32.8)%	4,228	4,275	(1.1)%
Corporate & Administrations	726	1,087	(33.2)%	2,877	2,781	+3.5%
Co-funded	345	506	(31.8)%	1,351	1,494	(9.6)%
Consolidated Revenue	2,295	3,238	(29.1)%	8,086	8,511	(5.0)%

Analysis of 3rd Quarter Revenue

The late launch of version 5.0 and the completion of Professional Services contracts have impacted the 3rd quarter's activity.

The new series of version 5.0 Desktop products was made available for download in July 2004. Download sales increased by 32.3% during the 3rd quarter.

SYSTRAN, Third Quarter 2004 Revenue Release

Alternatively, *Corporate* and *Reseller* sales suffered during this period due to the unavailability of new version 5.0 products for these market segments.

The Professional Services activity decreased by 32.8% compared with the same reporting period of 2003.

Outlook

SYSTRAN has not yet benefited from the release of its version 5.0 product family because of the delayed launch of the 5.0 Desktop products as well as the unavailability of the *Corporate* solutions.

SYSTRAN anticipates a positive impact on sales during the next quarters with the new release of all version 5.0 products in all market segments.

The pending orders for the Professional Services business unit are as follows: 1,5 M€ for *Corporate & Administration* customers and 0,2 M€ for *Co-funded* contracts.

About SYSTRAN

SYSTRAN is the leading provider of the world's most scalable and modular translation software. SYSTRAN's expertise spans over 30 years of building customized machine translation solutions for large corporations, ISPs, governments and public administrations through open and robust architecture.

Its core technology powers translation solutions for the Internet, PCs and network infrastructures that facilitate communication in 40 language pairs and 20 specialized domains. SYSTRAN's technology is developed under Linux and runs on all Unix platforms, MacOS X and Microsoft Windows.

SYSTRAN is headquartered in France and has a subsidiary in California, USA.

SYSTRAN (Code ISIN FR0004109197, Bloomberg: SYST NM, Reuters: SYTN.LN) is listed on Euronext Paris, *Nouveau Marché*, and is member of Euronext's Next Economy segment.

Contact

Dimitris SABATAKAKIS, Chairman & CEO
Téléphone: 33 (0)1 47 96 86 86 Fax: 33 (0)1 46 98 00 59
Email: sabatakakis@systran.fr

Results for 2004 will be announced on February 15th, 2005.

This Press Release is available for download at:
http://www.systransoft.com/company/investors/financial_releases.html