

Consolidated Results 9M05

(IFRS/IAS)

October 26th 2005

Turnover reaches 148.0 M€
(115.7 M€ in 9M04)

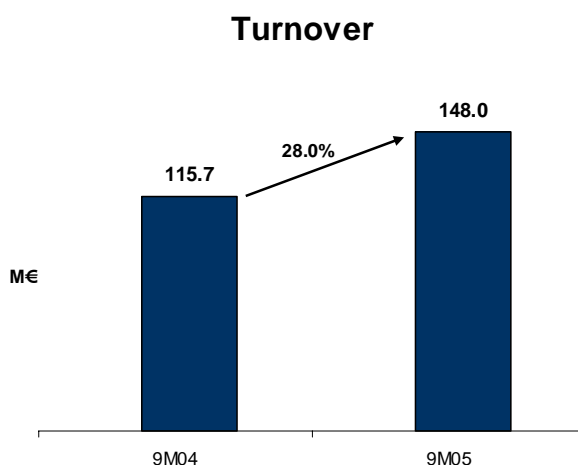
EBITDA reaches 12.7 M€
(12.9 M€ in 9M04)

Net Profit reaches 5.0 M€
(3.5 M€ in 9M04)

1. Key Indicators

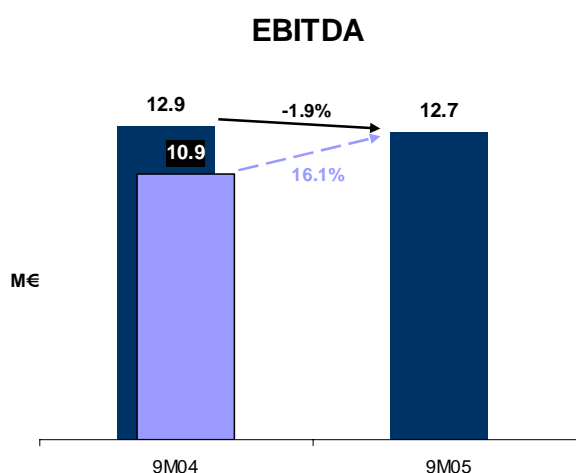
1.1. Turnover

The Consolidated Sales and Services Volume in the first nine months of 2005 (9M05) reached 148.0 M€ (million euros), which represents an increase of 28.0% vs. the 115.7 M€ in 9M04.



1.2. EBITDA

The Operational Cash Flow (EBITDA) reached 12.7 M€, representing a decrease of 1.9% vs. the 12.9 M€ in 9M04. This value of 2004 includes, however, a value of 2.0 M€ from a non-recurring gain resulting from the sale of a participation. Therefore EBITDA excluding this effect has in fact improved 16.1%.

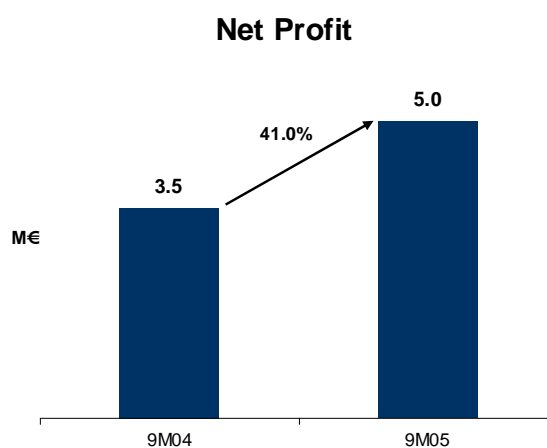


The EBITDA margin in 2005 was 8.6%, compared to 11.2% in 9M04. Once again, excluding the non-recurring gain in 9M04, the EBITDA margin in the period would be 9.5% instead of 11.2%, comparing to the 8.6% now registered.

Operational Results (EBIT) reached 8.3 M€, which represents a decrease of 2.1% compared to the 8.5 M€ in 9M04.

1.3. Net Profit

The Consolidated Net Results, with minority interests already deducted, reached 5.0 M€ in the period, showing an increase of 41% vs the 3.5 M€ in 9M04.



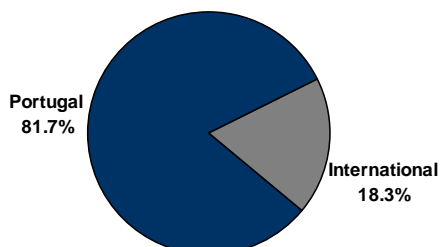
This presentation compares 9M05 IFRS numbers with 9M04 IFRS numbers. The 9M04 numbers disclosed use the new IFRS rules and are totally comparable to the numbers presented in this report.

2. Short Summary of the Activity

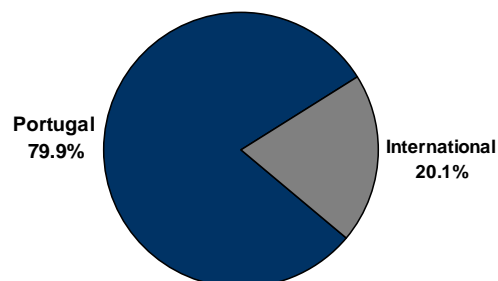
In a market context registering weak or even no growth, the very strong increase in Novabase's turnover is undoubtedly the most significant factor of the first nine months of this year, occurring significantly in both business divisions (Consulting and Engineering Solutions).

In what concerns the international business it is worthy to point out that the total business at the end of 9M05 already represents 20.1% of Novabase's global business compared to 18.3% in 9M04.

Turnover by Geography 9M04

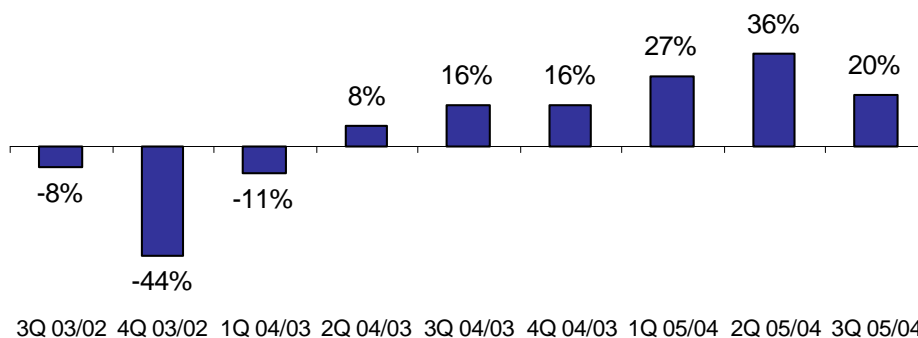


Turnover by Geography 9M05



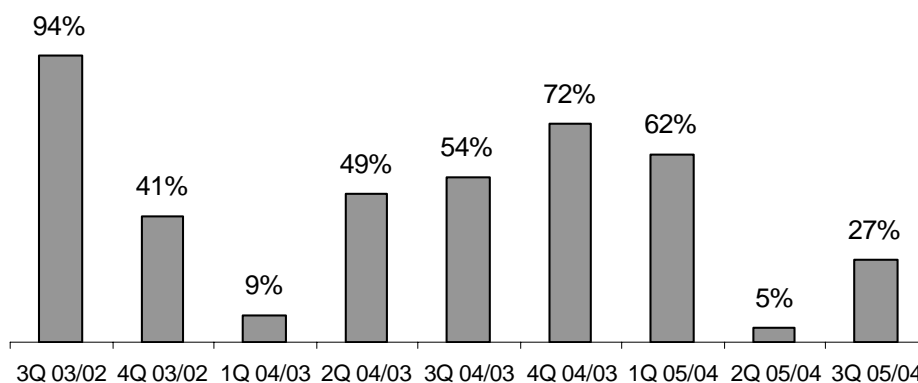
The Novabase Consulting division, after a few consecutive quarters of decrease in activity when compared to the same period the previous year, now reaches six consecutive quarters of increasing activity. Q204, Q304, Q404, Q105, Q205 and Q305 showed growth (respectively, +8% compared to Q203, +16% compared to Q303, +16% compared to Q403, +27% compared to Q104, +36% compared to Q204 and +20% compared to Q304), which clearly indicates a consolidation in growth in this activity. This growth is achieved without sacrifice of business margins and is a result of significant optimisation work undertaken in this area. Growth in this division in the 9M05 was 27.8%.

Turnover Q-o-Q Novabase Consulting



The Novabase Engineering Solutions division shows significant growth compared to the same period the previous year, in this case 27% in Q305 when compared to Q304. This growth is still not as strong as in previous periods partly due to the activity of TechnoTrend, in which some license sales were registered instead of set-top-box sales. This decision, in the contracts in which it occurs, results in a lower sales volume but, on the other hand, considerably reduces the financial effort of this business without too much impact on business margins. Growth in this division in the 9M05 was 27.8%.

Turnover Q-o-Q Novabase Eng. Solutions



The breakdown of turnover by division is similar to what occurred in the 9M04, with the Novabase Engineering Solutions division accounting for 69.2% of the total in the 9M05 vs. 69.3% in the same period of 2004.



Following Novabase 2004 decision to discontinue operations of Novabase Brazil, it was decided during the 1H05 to dispose of 80% of the participation, generating a 0.6 M€ result. The fiscal impacts of both this disposal and of the discontinuation of the Training activity were recorded in the tax line.

You will find below a summary of the main events to be highlighted within this period in each Novabase division.

2.1. Novabase Consulting Division

Novabase Consulting ended the quarter with the highest number of employees ever registered. Allocation rates remained high and the 3-month visibility was the best in recent years. The 3rd quarter itself, which usually shows decreased activity due to the Summer months, was this year an exception, not showing any decrease in activity. This performance is particularly noteworthy considering it was achieved in a period of close to zero growth in the Portuguese economy, therefore showing Novabase's value proposition in this area to be competitive.

Maintaining the trend registered in the last periods, Novabase Consulting grew significantly in the 9M05, generating a Turnover of 42.8 M€ (+27.8% compared to the same period the previous year).

All offer areas of Novabase Consulting registered great demand from the market in the period - not only the consultancy and outsourcing areas, but, in contrast to what had occurred in previous periods, also the system integration and IT resources areas showed increased demand.

EBITDA margin in the period was 16.5%.

This division's activity in the three most important market segments was characterized by the following:

- Government: Although the announced Technological Plan from the new Government will only materialise in 2006, Novabase offer in this area registered great demand. The stabilisation of the newly appointed areas in Public Administration after a few months of the formation of the new Government, has contributed to the resolution of pending decisions. In this market segment one should note the significant projects in the Social Security and Defence areas as well as solutions proposal in new areas in which Novabase had not been competing before.

- Telecommunications: The period was distinguished by the continuing collaboration with the major operators in the market. To be noted is the awarding of new projects and the continuation of significant projects in different geographies to undertake CRM implementations, profiting from the know-how gathered since the offer in this area was deployed in 1998. Several consulting projects under strategic IT areas were developed for a mobile operator in it's European consolidation strategy.

- Financial Services: Demand in this market segment has remained stable but Novabase market share has increased as a result of newly deployed offer areas. The need to comply with new directives (such as Basel II, Sarbanes-Oxley, the transition to IFRS rules) is, to a point, responsible for the increase in demand. During the period Novabase developed projects in core systems, implementation and outsourcing of document management platforms for some of the major companies in the Portuguese financial market. New outsourcing projects were also awarded.

At the end of the 9M05 this division had an average number of 746 consultants.

2.2. Novabase Engineering Solutions Division

The Novabase Engineering Solutions division Turnover was approximately 102.5 M€, which represents 69.2% of Novabase's global Turnover and a growth of 27.8% compared to the previous year.

This revenue was a result of the supply of television equipment (cable, satellite and terrestrial) and the associated system integration services (in a total amount of 44.4 M€ revenue, which compares to 39.5 M€ revenue in the 9M04, 12.3% growth), as well as the supply of equipment and services in Ticketing, Telecommunications, Infrastructures and Systems Integration areas (in a total amount of 58.1 M€ revenue compared to 40.7 M€ revenue the previous year, 42.7% growth).

In terms of EBITDA, this division has generated a value of 5.5 M€ (representing 5.3% of Turnover). This value breakdown is 1.6 M€ from the television area and 3.9 M€ from the remaining infrastructure areas.

During this period several activities were developed aiming at this division's business enhancement, among which the following will be stressed:

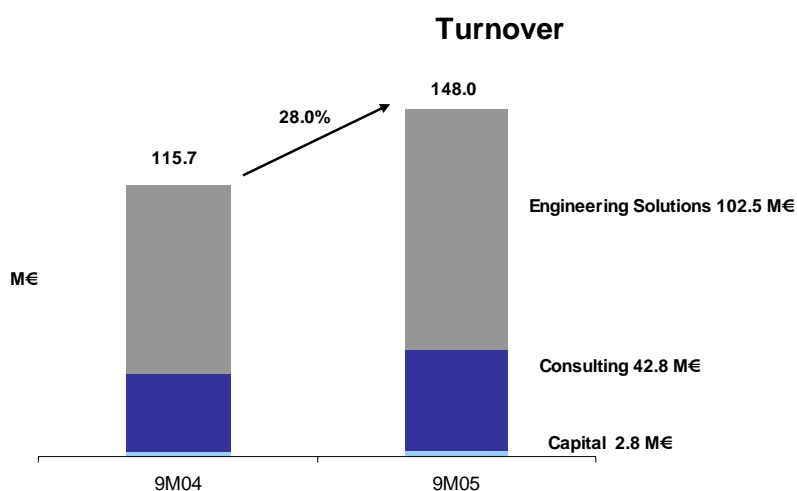
- In the Ticketing & Transport Solutions area, several supply contracts and solutions for the installation of sale points and sophisticated systems for Ticketing and Validation of Contactless and Conventional Electronic tickets were obtained and carried out during 1H05, which represent structuring investments for the profitability improvement of the major national transport operators. In this context Novabase was also awarded contracts to assist its clients with the maintenance of these solutions throughout their whole life cycle.
- In the Enterprise Computing Solutions area the clear positioning of Novabase among its strategic partners HP and Microsoft has enabled the implementation of a growing number of large computer infrastructures roll-out, migration and maintenance projects. Noteworthy in the period was the development of mobility solutions based on Microsoft platform for the corporate market.
- In the Telecom & Networking Solutions the strategic alignment, investment and specialization in Cisco communication platforms and additional equipment, associated with Novabase's solutions and professional services capacity for resource optimisation in IP networks were decisive for the choice of Novabase for the implementation of crucial projects for enhancing the efficiency of the business of the major telecommunications operators, financial institutions, public administration and companies in the market in general.
- As for the Interactive Digital TV Solutions area, the bet on innovation for the design of Digital TV solutions has enabled the awarding of new contracts or renewal of existing contracts for the supply of satellite decoders for Satellite, Cable and Terrestrial Digital Television. Particularly noteworthy was the entry into the Swiss Digital Terrestrial market and the structuring investments on the creation of new technological (e.g. DVB-H and HDTV) and operational platforms (e.g. contracting of new electronics production factories)

in order to allow an increase in profitability in the growing number of orders scheduled for delivery in the next quarters.

At the end of the 9M05 this division had an average number of 412 consultants.

3. Economical-Financial Analysis

In the 9M05, Turnover reached 148.0 M€, representing a growth of 28.0% compared to the same period of the previous year.

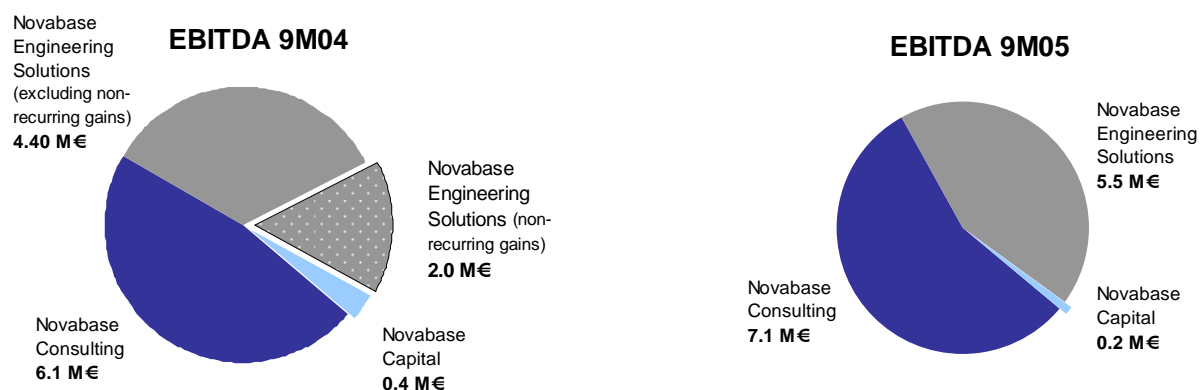


In terms of activity compared to the same period last year:

- Novabase Engineering Solutions grew 27.8.% from 80.2 in 2004 to 102.5 M€ in 2005. Organic growth was 23.2%, not considering the effect of perimeter variation - acquisition of TechnoTrend BV in 2Q04, accounting for a turnover of 3.7 M€ in 1Q05.
- Novabase Consulting grew 27.8% from 33.5 in 2004 to 42.8 M€ in 2005.
- Novabase Capital grew 39.8% from 2.0 in 2004 to 2.8 M€ in 2005.

EBITDA in the 9M05 reached 12.7 M€, decreasing 1.9% compared to 12.9 M€ in 2004. In a percentage basis of the Turnover, EBITDA in this period represents approximately a total

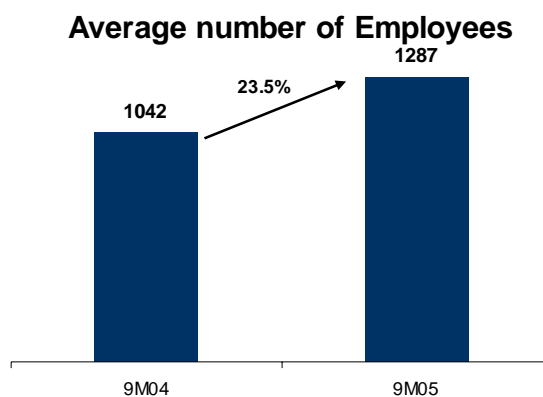
margin of 8.6%. If the 2.0 M€ in non-recurring gains obtained in 9M04 related to the sale of part of the stake in Octal TV were to be excluded, the EBITDA in 9M04 would have been 10.9 M€, which would imply a growth of 16.1%.



In 9M05, this margin breakdown per business division is analyzed as follows:

- Novabase Engineering Solutions presented an EBITDA of 5.5 M€ which corresponds to a margin of 5.3%.
- Novabase Consulting presented an EBITDA of 7.1 M€ which corresponds to a margin of 16.5%.
- Novabase Capital presented an EBITDA of 0.2 M€ corresponding to a margin of 5.6%.

The Average Number of Employees, 1042 at the end of September 2004, increased 23.5% to 1287 in 2005.



Operational Results (EBIT) reached 8.3 M€ in this period, representing a slight decrease compared with the same period in 2004 (8.5 M€).

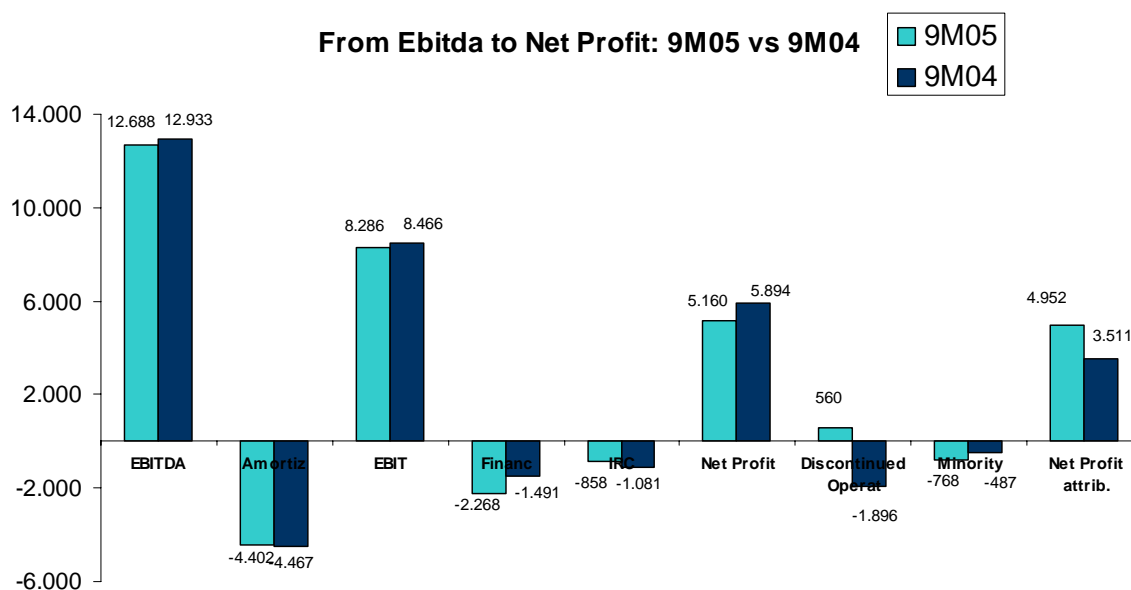
The Financial Results of this period registered a net negative value of 2.3 M€, compared to a negative value of 1.5 M€ in the same period of 2004, mainly due to the increase of 0.8 M€ in exchange differences.

Earnings Before Taxes and Minority (EBTM) in the 9M05 with the net value of 6.0 M€, reflect a decrease compared to the same period of 2004 (7.0 M€).

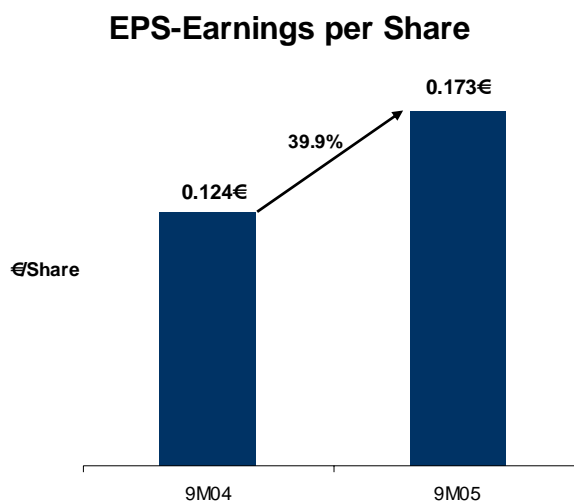
Equity increased from 70.6 M€, in December 2004, to 78.8 M€, in September 2005, incorporating the results for the year.

Consolidated Net Profit after minority interests and results from discontinued operations is 5.0 M€ in the period, representing a growth of 41.0% towards 2004 (3.5 M€).

The reconciliation between EBITDA and Net Profit is as follows:



The Earnings per Share presented growth from 0.124 to 0.173 euros per share, following the Net Profit trend, considering the average number of shares in the period.



The Consolidated Balance Sheet on September 2005 kept a positive 'Global Net-Cash' situation of 15.0 M€, reflecting an increase comparing to the 7.0 M€ in September 2004. This performance is especially noteworthy given that the increase in activity implied an increase in working capital (in inventories and in accounts receivable) and also given the remaining payment of 1 M€ related with the acquisition of Technotrend.

Inventories went from 15.4 in the 9M04 to 19.4 M€ in the 9M05. The weight of inventories over sales decreased from 23.9% to 22.1% in the period.

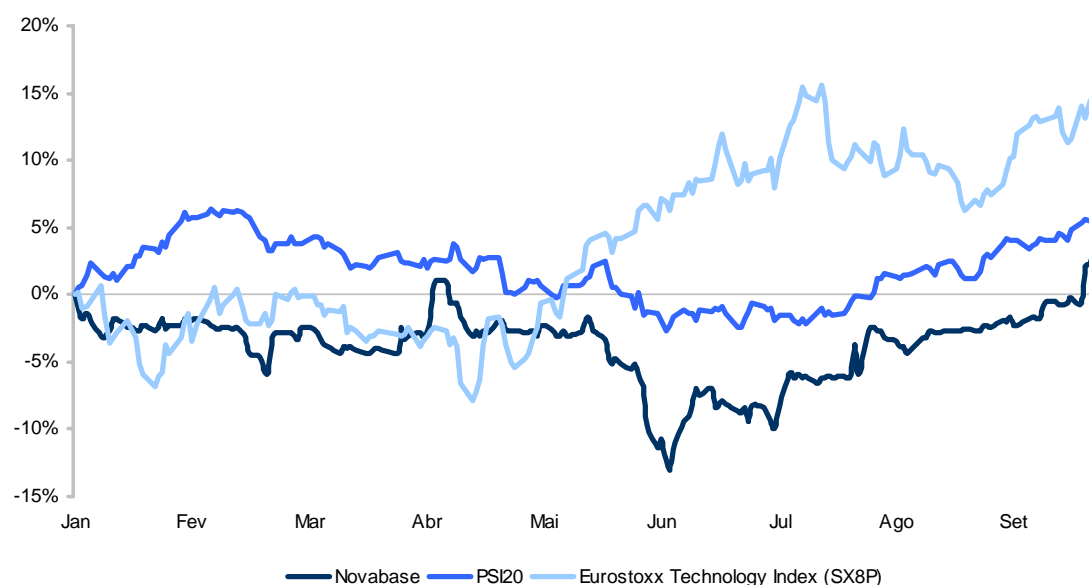
The 'Trade debtors and accrued income balance' at the end of September 2005 amounted to 59.4 M€, compared to 59.3 M€ in the prior period. The average collection period decreased to 91 days (in 2004 – 116 days).

4. Stock Performance

The 9M05 was marked by recovery in the IT sector with lower impact on the Novabase share, which was affected by the unfavourable economic conditions of the Portuguese market and mostly by the exit from the PSI20 announced in June, which was essentially due to the lower liquidity in relation to other shares in the Euronext Lisbon.

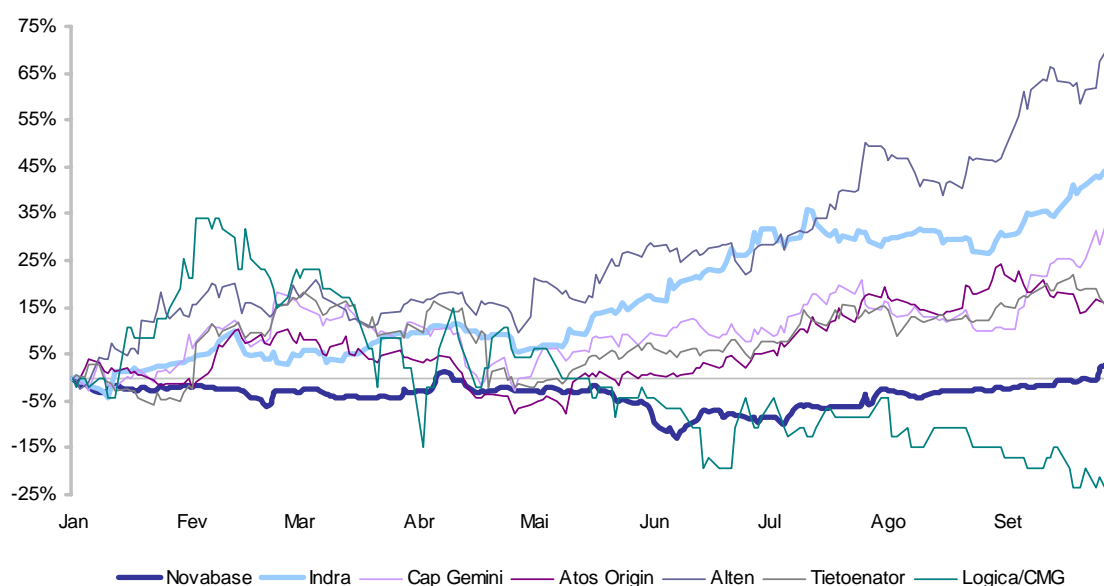
Novabase share ended the period gaining approximately 6.1%, almost in line with the PSI20, gaining 6.4%, but well below the EuroStoxx Technology, which gained approximately 15.8% in the period.

Novabase and the Market



When comparing Novabase share prices with other companies in the IT sector in Europe, we verify that Novabase share performance at the end of the nine month period is well below the average performance of other IT, showing a lower volatility.

Novabase and Other TMT



The average price, weighted by quantity, of Novabase shares during the 9M05, was 6.05 euros per share. Approximately 6.2 million shares were traded in all the 193 stock Exchange sessions in the 9M05, corresponding to a transaction value of 37.2 M€. The average daily number of shares traded was approximately 31.9 thousand shares, corresponding to a daily average value of approximately 0.19 M€.

In terms of liquidity, the 9M05 rotation represented approximately 78.0% of the free-float (higher than the 48.6% registered in the 9M04) and corresponds to approximately 21.6 % of Novabase total capital (higher than the 13.5% registered in the 9M04).

The price in the stock Exchange in the last tradable day of the 9M05, September 30 2005, was 6.65 euros, which represents a gain of approximately 6.1% compared to the 6.27 euros which was Novabase's share price at the end of 2004.

The maximum closing price which took place during the nine months of 2005 was 6.65 euros, while the minimum price registered was 5.45 euros. The market capitalization at the end of 9M05 was 191.0 M€.

Novabase's free-float in 3Q05 registered a strong increase following the sale of 9% of the share capital by the signatories of the shareholders' agreement. This fact contributes to the strong increase in liquidity of the Novabase share in 3Q05 compared to 3Q04 (approximately a three-fold increase).

Summary	3Q05	2Q05	1Q05	4Q04	3Q04
Minimum price (€)	5.65	5.45	5.91	5.68	5.01
Maximum price (€)	6.65	6.33	6.27	6.30	5.70
Volume weighted average price (€)	6.05	5.99	6.10	6.10	5.19
Nr.of shares traded	3.627.403	2.536.910	880.971	1.678.167	1.246.620
Market Cap in the last day of the period (M€)	191.0	163.2	172.1	178.1	161.9

Novabase

Consolidated Financial Statements

Prepared in accordance with the INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRS)

Consolidated Balance Sheet as at September 30, 2005 and 2004			Consolidated Income Statement for the nine months ended September 30, 2005 and 2004			
	30.09.05	30.09.04		30.09.05	30.09.04	Var. %
	(Thousands of Euros)			(Thousands of Euros)		
CONTINUING OPERATIONS						
Assets						
Tangible assets	7,082	5,383	Sale of goods	87,675	64,481	
Intangible assets	37,780	32,045	Cost of goods sold	(66,673)	(54,690)	
Financial investments	1,732	572				
Deferred tax assets	8,463	7,602	Gross margin	21,002	9,791	114.5 %
Total Non-Current Assets	55,057	45,602	Other income			
			Services rendered	60,370	51,206	
Inventories	19,395	15,405	Supplementary income	91	423	
Trade debtors and accrued income	59,357	59,322	Other operating income	437	2,776	
Other debtors and prepaid expenses	17,276	14,115				
Marketable securities	685	786		60,898	54,405	
Cash and deposits	29,509	20,059		81,900	64,196	
Total Current Assets	126,222	109,687	Other expenses			
			External suppliers and services	(34,691)	(24,147)	
Assets for continuing operations	181,279	155,289	Personnel expenses	(33,741)	(26,504)	
			Provisions	(246)	(365)	
Assets for discontinued operations	560	750	Other operating expenses	(534)	(247)	
Total Assets	181,839	156,039		(69,212)	(51,263)	
Shareholders' Equity						
Share capital	14,363	14,203	Gross Net Profit (EBITDA)	12,688	12,933	-1.9 %
Treasury stock	-	(31)	Depreciation and amortization	(4,402)	(4,467)	
Share premium	37,252	35,825				
Reserves and retained earnings	22,218	17,055	Operating Profit (EBIT)	8,286	8,466	-2.1 %
Consolidated net income	4,952	3,511	Financial Gains / (Losses)	(2,268)	(1,491)	
Total Shareholders' Equity	78,785	70,563	Net Profit / (Loss) before Taxes	6,018	6,975	-13.7 %
			Income taxes	(1,569)	(1,191)	
Minority interests	13,977	11,535	Deferred Income taxes	711	110	
Total Equity	92,762	82,098	Net Profit from continuing operations	5,160	5,894	-12.5 %
Liabilities						
Long term borrowings	11,715	8,500	DESCONTINUED OPERATIONS			
Creditors of fixed assets	1,603	653	Net Profit from discontinued operations	560	(1,896)	129.5 %
Provisions	582	625				
Deferred tax liabilities	100	100	Minority interests	(768)	(487)	
Total Non-Current Liabilities	14,000	9,878	Attributable Net Profit / (Loss)	4,952	3,511	41.0 %
Short term borrowings	3,522	5,380				
Trade creditors	30,191	19,578	Other information:			
Other creditors and accruals	32,818	20,545	Turnover	148,045	115,687	28.0 %
Deferred income	8,546	17,366	EBITDA margin	8.6 %	11.2 %	
Total Current Liabilities	75,077	62,869				
Total Liabilities for cont. operations	89,077	72,747	Net Cash	14,957	6,965	
Total Liabilities for descent. operations	-	1,194				
Total Liabilities	89,077	73,941				
	181,839	156,039				

Novabase

Consolidated Financial Statements by BUSINESS SEGMENT
Prepared in accordance with the INTERNATIONAL FINANCIAL REPORTING STANDARDS (IFRS)

	Novabase Consulting Division Euro'000	Engineering Solutions Division Euro'000	Novabase Capital Division Euro'000	TOTAL Group Novabase Euro'000
CONTINUING OPERATIONS				
Sale of goods	158	87,517	-	87,675
Cost of goods sold	-	(66,673)	-	(66,673)
Gross margin	158	20,844	-	21,002
Other income				
Services rendered	42,612	14,975	2,783	60,370
Supplementary income and subsidies	-	91	-	91
Other operating expenses	74	287	76	437
	42,686	15,353	2,859	60,898
	42,844	36,197	2,859	81,900
Other expenses				
External suppliers and services	(13,466)	(19,725)	(1,500)	(34,691)
Personnel expenses	(21,998)	(10,594)	(1,149)	(33,741)
Provisions	(125)	(106)	(15)	(246)
Other operating expenses	(183)	(311)	(40)	(534)
	(35,772)	(30,736)	(2,704)	(69,212)
Gross Net Profit (EBITDA)	7,072	5,461	155	12,688
Depreciation and amortization	(2,507)	(1,554)	(341)	(4,402)
Operating Profit (EBIT)	4,565	3,907	(186)	8,286
Financial Gains / (Losses)	(365)	(1,854)	(49)	(2,268)
Net Profit before Taxes	4,200	2,053	(235)	6,018
Income Taxes	(623)	(887)	(59)	(1,569)
Deferred Income taxes	(306)	346	671	711
Net Profit from continuing operations	3,271	1,512	377	5,160
DISCONTINUED OPERATIONS				
Net Profit from discontinued operations	560	-	-	560
Minority interests	(602)	(85)	(81)	(768)
Attributable Net Profit	3,229	1,427	296	4,952
Other information :				
Turnover	42,770	102,492	2,783	148,045
EBITDA	7,072	5,461	155	12,688
EBITDA % on Turnover	16.5%	5.3%	5.6%	8.6%
Income before taxes % on Turnover	9.8%	2.0%	-8.4%	4.1%