



30 September 2009

MISYS INTERIM MANAGEMENT STATEMENT

Misys plc (FTSE: MSY.L), the global application software and services company, today, 30 September 2009, issues an interim management statement based on financial statements for the three months ended 31 August 2009.

Financial performance

- On a pro-forma like-for-like basis¹, which adjusts for the effects of the Allscripts transaction on 10 October 2008 and the movement in foreign exchange rates, adjusted operating profit² increased by more than 15%
- Over 100% growth in reported adjusted operating profit from continuing operations² due to the merger in healthcare with Allscripts and a continued focus on reducing costs
- On a pro-forma like-for-like basis total order intake rose by 20%
- Increased reported order intake by 97% to £109 million
- On a pro-forma like-for-like basis, Group revenues declined by 2%
- Increased reported Group revenue from continuing operations by 48% to £169 million

Mike Lawrie, Chief Executive, Misys plc commented:

“Orders across the Group have increased by 20% with growth in Treasury & Capital Markets and particularly strong growth at Allscripts. This gives us confidence that we can grow our revenues during the course of the year. At the same time we are continuing to drive operating profit growth in the business.

“In Banking, despite a difficult market and seasonally slow first quarter, we are creating new opportunities in the installed base by cross selling world class solutions such as Trade Innovation. We are building a strong pipeline for BankFusion Universal Banking. Treasury & Capital Markets is recovering with an increase in order intake and improving pipeline for solutions such as Opics Plus and particularly Loan IQ where we see new markets opening up.

“Tangible results are being seen in Allscripts, as we see increased demand from physician practices of all sizes taking advantage of the stimulus opportunity in the United States.

“Misys continues to invest in research and development of new solutions and services to better serve our customers. This investment together with strong relationships with our customers helps position us for growth as the economy starts to recover.”

GROUP RESULTS

	<i>As Reported</i>				<i>Pro-Forma Like-for- Like</i>		
	<i>2010 £m</i>	<i>2009 £m</i>	<i>% change</i>		<i>2010 £m</i>	<i>2009 £m</i>	<i>% change</i>
Total Order Intake	109	56	97		109	91	20
ILF/ASP	44	17	156		44	36	23
Total Revenue	169	114	48		171	174	-2
Allscripts-Misys	99	47	110		101	101	0
Banking	34	35	-3		34	37	-8
Treasury & Capital Markets	36	32	12		36	36	1
ILF/ASP	32	17	90		33	35	-7
Maintenance	75	54	39		76	72	6

The first quarter is traditionally Misys's quietest reporting period, particularly in Banking and Treasury & Capital Markets. We are pleased to report a strong performance in total order intake, while overall group revenues held up well against a strong prior year comparative.

ALLSCRIPTS-MISYS³

	<i>As Reported</i>				<i>Pro-Forma Like-for- Like</i>		
	<i>2010 £m</i>	<i>2009 £m</i>	<i>% change</i>		<i>2010 £m</i>	<i>2009 £m</i>	<i>% change</i>
Total Order Intake	83	30	180		83	63	30
ILF/ASP	34	7	354		34	26	32
Total Revenue	99	47	110		101	101	0
ILF/ASP	20	4	384		21	22	-3
Maintenance	36	19	94		37	35	7

As we approach the one year anniversary of the launch of Allscripts-Misys Healthcare, we are very pleased with the success of the merger which has positioned the business at the heart of one of the most exciting growth opportunities in our history.

The US Healthcare IT market is in the midst of a profound transformation. We are seeing strong interest from all sizes of physician groups but especially larger ones who are getting ready now for stimulus incentives. This has resulted in strong order intake in the current quarter which will feed into revenue as we deliver the solutions.

Allscripts announced one of the largest deals in its history with North Shore Long Island Jewish Health System, the third largest non-profit secular health system in the US. Other contracts announced include West Penn Alleghany Hospital System to provide solutions across five hospitals and hundreds of physicians in the Pittsburgh area.

The Allscripts Distribution Network has now expanded to 85 value added resellers including Henry Schein and Cardinal Health. The distribution network has effectively quadrupled our sales force selling to the small physician market, and we are already seeing positive results.

Revenues in Allscripts were £99 million for the quarter. On a pro-forma like-for-like basis, which presents segment results as though the Allscripts-Misys transaction had been completed on 1 June 2008 and also adjusts for the disposal of the Medication Services Group business in March 2009, revenues were flat. Total order intake was £83 million for the quarter and on a pro-forma like-for-like basis was up 30%. Total orders for ILF and ASP rose 32% on a pro-forma like-for-like basis, driven by strength in ASP orders.

BANKING

	<i>As Reported</i>			<i>Like-for-Like</i>		
	<i>2010 £m</i>	<i>2009 £m</i>	<i>% change</i>	<i>2010 £m</i>	<i>2009 £m</i>	<i>% change</i>
Total Order Intake	13	14	-10	13	15	-14
ILF	5	5	-11	5	5	-15
Total Revenue	34	35	-3	34	37	-8
ILF/ASP	5	6	-24	5	6	-27
Maintenance	20	20	2	20	20	2

Following the strong finish to 2009 and despite continued uncertainty in the market, we are seeing an increase in interest across our installed base in our suite of new market leading solutions such as Transaction Banking and Trade Services and Payments.

We are also seeing a growing pipeline for our industry-leading BankFusion Universal Banking product solution with new opportunities added to our pipeline for the second half. This quarter we demonstrated our BankFusion solution to Equation customers. This important step in our strategy provides a route to BankFusion technology and shared new applications for Equation users and underlines our commitment to offer further value and innovation to our existing customer base. It also allows us to leverage our investment in banking functionality written in BankFusion across our Universal Banking, Equation and in due course Midas customers. This will accelerate the functionality we can bring to all of these products in the future.

Egypt Gulf Bank was a new name win in the quarter for our retail banking solution, Equation. We successfully went live with new installations for nine customers. We also enhanced existing systems including going live with an upgrade to Midas Plus for ZAO Raiffeisenbank to cater for over five million accounts in Russia.

For the quarter, revenues were £34 million and total order intake was £13 million. On a like-for-like basis revenues decreased 8% and orders were down 14%, both against a strong prior year comparison.

TREASURY & CAPITAL MARKETS ("TCM")

	<i>As Reported</i>			<i>Like-for-Like</i>		
	<i>2010 £m</i>	<i>2009 £m</i>	<i>% change</i>	<i>2010 £m</i>	<i>2009 £m</i>	<i>% change</i>
Total Order Intake	13	12	16	13	13	7
ILF/ASP	6	5	25	6	5	15
Total Revenue	36	32	12	36	36	1
ILF/ASP	7	7	7	7	7	-1
Maintenance	19	15	19	19	17	7

Treasury & Capital Markets continues to be a difficult market, but we are seeing signs of stabilisation and recovery in our business. TCM strengthened its market position with several new customer wins this quarter, including a number delayed from 2009. New name wins were secured for Loan IQ at Freddie Mac, opening up commercial real estate as a whole new area of application for Loan IQ, and at Bank Papua New Guinea and Egypt Gulf Bank for Opics Plus.

TCM has also continued to win new business within its existing customer base and benefited from the continuing trend to system consolidation by banks. TCM's risk management solutions have also seen good demand, underlining our agility to ensure that Misys provides mission-critical solutions that add value to our customers in today's market.

Nordic Investment Bank (NIB), an international financial institution (IFI) owned by eight Nordic countries, went live with Misys Opics Plus. The Misys solution covers the entire bank's requirement for bank proprietary treasury trading and corporate activity and will operate across all asset classes in the treasury back office.

For the quarter, revenues were £36 million, a 1% increase on a like-for-like basis. Total order intake of £13 million increased 7% on a like-for-like basis.

OPEN SOURCE SOLUTIONS

Misys Open Source division has made good progress this quarter in establishing an early leadership position in the Healthcare and Carbon markets. Following the win reported last quarter at Hartford Healthcare, Connecticut to build the infrastructure to facilitate the exchange of electronic health records, our technology has been selected to create the proof of concept for health information exchange for the entire state of Connecticut.

We announced a new partnership and technology solution for The Climate Registry (TCR), the standards-setting emissions reporting organisation for North America, and our first win together with the Commonwealth of Massachusetts. We have also formed a partnership with Green2020, a UK-based environmental consultancy company who will help us go-to-market with a new carbon offering in the UK.

GLOBAL SERVICES (included within business units above)

	<i>As Reported</i>			<i>Like-for-Like</i>		
	<i>2010 £m</i>	<i>2009 £m</i>	<i>% change</i>	<i>2010 £m</i>	<i>2009 £m</i>	<i>% change</i>
Total Order Intake	35	19	84	35	26	34
Allscripts	19	3	540	19	9	114
Banking	8	9	-9	8	9	-14
TCM	8	7	10	8	8	1
Total Revenue	26	20	28	26	31	-16
Allscripts	9	3	146	9	12	-24
Banking	9	9	1	9	11	-15
TCM	8	8	4	8	8	-4

Global Services experienced a mixed quarter. At Allscripts new orders were very strong in the enterprise segment, however revenue declined year to year reflecting a strong delivery period in the previous year. In Banking and TCM, the business continued to face demanding economic and market conditions, but did see encouraging pipeline development.

Global Services launched the BankFusion/Universal Banking Center of Excellence, a dedicated services delivery team to meet pipeline demand, to support this new opportunity. Other new offerings included Misys Testing Services, and Application Support. The Premium Support offerings showed increased customer interest and secured a number of key wins.

For the quarter, Global Services' revenues (included within the business units) on a like-for-like basis, decreased 16%. Revenues were £26 million. Total Global Services orders were £35 million. On a like-for-like basis, orders increased 34% driven by strength at Allscripts.

FINANCIAL POSITION AND FINANCING

The net debt balance at 31 August 2009 was £130 million (£129 million at 31 May 2009). Cash flow reflected the normal seasonally weaker trends in the first half of the fiscal year and continues to be managed tightly towards the Group's cash flow objectives for the year. £12 million of Allscripts convertible debentures converted to shares in the quarter, reducing the group's net debt and offsetting the seasonal cash outflow. Following the conversion, Misys owns 55.1% of Allscripts share capital.

FOREIGN EXCHANGE

The most significant impact is from the movement in the US dollar and the Euro, where the average exchange rate for the quarter in 2009 was US\$1.64:£1 and €1.16:£1 compared to US\$1.95:£1 and €1.26 in 2008. As at 31 August 2009 the exchange rates were US\$1.63:£1 and €1.14:£1.

¹ The pro-forma like-for-like financial information assumes Allscripts-Misys healthcare operations were combined as of 1 June 2008 and is stated at constant exchange rates. The financial information in respect of the former Allscripts Healthcare Solutions business is derived from previously reported US GAAP information, restated under IFRS and adjusted to exclude the results from operations disposed of during the period. Given that the Allscripts financial year differed from the Misys financial year, the pro-forma information has included the Allscripts results from 1 June 2008 to 10 October 2008 based on the Allscripts results for the quarter from July to September 2008. The financial information in respect of the former Misys Healthcare business is derived from previously reported US GAAP information included in the "carve-out" financial statements of that business, restated under IFRS and adjusted to exclude the results from businesses disposed of during the period. Pro-forma like-for-like financial information is translated at constant exchange rates and is for continuing businesses and excludes exceptional items, gains and losses on embedded derivatives, amortisation of acquired intangibles, translation exchange differences recycled from reserves and the impact of acquisitions and disposals.

² Adjusted operating profit from continuing operations is stated before exceptional items, gains and losses on embedded derivatives, amortisation of acquired intangibles and the impact of translation exchange differences recycled from reserves and excludes the results from discontinued operations.

³ Allscripts-Misys issued a news release on 29 September 2009 concerning its first quarter earnings release date which gave information on first quarter orders and updated previous guidance on results.

ENDS

CONFERENCE CALL

A conference call for analysts and investors will be held at 8.00am BST today. To access this call please dial +44 (0) 1452 561263. The call will also be available for replay later today for 7 days on +44 (0) 1452 550000; Passcode 31412829#

FOR FURTHER INFORMATION PLEASE CONTACT:

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ABOUT MISYS PLC

Misys plc (FTSE: MSY.L), provides integrated, comprehensive solutions that deliver significant results to organisations in the financial services and healthcare industries. We maximise value for our customers by combining our deep knowledge of their business with our commitment to their success.

In banking and treasury & capital markets, Misys is a market leader, with over 1,200 customers, including all of the world's top 50 banks. In healthcare, Misys plc owns a controlling stake in NASDAQ listed Allscripts-Misys Healthcare Solutions, Inc, a clear leader in the provision of healthcare information technology, serving more than 150,000 physicians, 700 hospitals and nearly 7,000 post-acute and homecare organisations. Misys employs 6,000 people who serve customers in more than 120 countries.

We aspire to be the world's best application software and services company, delivering results for the most important industries in the world.

Misys: Experience, Solutions, Results
