

**FAIR ISAAC CORPORATION**  
**CONDENSED CONSOLIDATED STATEMENTS OF INCOME**  
**For the Quarters and Six Months Ended March 31, 2011 and 2010**  
(In thousands, except per share data)  
(Unaudited)

	Quarter Ended		Six Months Ended	
	March 31,		March 31,	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Revenues:				
Transactional and maintenance	\$ 111,431	\$ 113,701	\$ 226,193	\$ 228,807
Professional services	27,041	23,926	54,949	50,163
License	<u>14,352</u>	<u>6,093</u>	<u>27,613</u>	<u>16,246</u>
Total revenues	<u>152,824</u>	<u>143,720</u>	<u>308,755</u>	<u>295,216</u>
Operating expenses:				
Cost of revenues	48,506	44,641	94,309	87,160
Research and development	16,222	19,251	34,283	38,227
Selling, general and administrative	55,449	53,697	115,082	108,900
Amortization of intangible assets	1,933	3,070	3,862	6,235
Restructuring	<u>11,522</u>	<u>-</u>	<u>12,391</u>	<u>-</u>
	<u>133,632</u>	<u>120,659</u>	<u>259,927</u>	<u>240,522</u>
Operating income	19,192	23,061	48,828	54,694
Other expense, net	<u>(8,158)</u>	<u>(3,889)</u>	<u>(16,371)</u>	<u>(9,139)</u>
Income from operations before income taxes	11,034	19,172	32,457	45,555
Provision for income taxes	<u>3,289</u>	<u>6,180</u>	<u>8,703</u>	<u>14,877</u>
Net income	<u>\$ 7,745</u>	<u>\$ 12,992</u>	<u>\$ 23,754</u>	<u>\$ 30,678</u>
Basic earnings per share	<u>\$ 0.19</u>	<u>\$ 0.28</u>	<u>\$ 0.59</u>	<u>\$ 0.65</u>
Diluted earnings per share	<u>\$ 0.19</u>	<u>\$ 0.28</u>	<u>\$ 0.59</u>	<u>\$ 0.65</u>
Shares used in computing earnings per share:				
Basic	<u>40,010</u>	<u>46,447</u>	<u>39,966</u>	<u>47,033</u>
Diluted	<u>40,618</u>	<u>46,870</u>	<u>40,528</u>	<u>47,399</u>

**FAIR ISAAC CORPORATION**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
**March 31, 2011 and September 30, 2010**  
(In thousands)  
(Unaudited)

	March 31, 2011	September 30, 2010
	<u>                    </u>	<u>                    </u>
<b>ASSETS:</b>		
Current assets:		
Cash and cash equivalents	\$ 258,294	\$ 146,199
Marketable securities	-	68,615
Accounts receivable, net	106,893	113,187
Prepaid expenses and other current assets	15,898	19,174
Total current assets	<u>381,085</u>	<u>347,175</u>
Marketable securities and investments	16,122	15,441
Property and equipment, net	29,038	30,975
Goodwill and intangible assets, net	690,854	693,197
Other assets	35,327	36,928
Total assets	<u>\$ 1,152,426</u>	<u>\$ 1,123,716</u>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY:</b>		
Current liabilities:		
Accounts payable and other accrued liabilities	\$ 42,807	\$ 37,497
Accrued compensation and employee benefits	24,004	33,697
Deferred revenue	51,020	42,953
Current maturities on long-term debt	8,000	8,000
Total current liabilities	<u>125,831</u>	<u>122,147</u>
Senior notes	512,000	512,000
Other liabilities	16,318	14,655
Total liabilities	<u>654,149</u>	<u>648,802</u>
Stockholders' equity	498,277	474,914
	<u>\$ 1,152,426</u>	<u>\$ 1,123,716</u>

**FAIR ISAAC CORPORATION**  
**REVENUE BY SEGMENT**  
**For the Quarters and Six Months Ended March 31, 2011 and 2010**  
**(In thousands)**  
**(Unaudited)**

	Quarter Ended March 31,		Six Months Ended March 31,	
	2011	2010	2011	2010
<b>Applications revenues:</b>				
Transactional and maintenance	\$ 64,102	\$ 64,703	\$ 130,699	\$ 131,437
Professional services	23,486	19,621	48,235	41,083
License	8,348	2,572	14,638	7,248
Total applications revenues	<u>\$ 95,936</u>	<u>\$ 86,896</u>	<u>\$ 193,572</u>	<u>\$ 179,768</u>
<b>Scores revenues:</b>				
Transactional and maintenance	\$ 39,894	\$ 41,885	\$ 80,399	\$ 83,028
Professional services	730	649	969	1,059
License	336	-	407	-
Total scores revenues	<u>\$ 40,960</u>	<u>\$ 42,534</u>	<u>\$ 81,775</u>	<u>\$ 84,087</u>
<b>Tools revenues:</b>				
Transactional and maintenance	\$ 7,435	\$ 7,113	\$ 15,095	\$ 14,342
Professional services	2,825	3,656	5,745	8,021
License	5,668	3,521	12,568	8,998
Total tools revenues	<u>\$ 15,928</u>	<u>\$ 14,290</u>	<u>\$ 33,408</u>	<u>\$ 31,361</u>
<b>Total revenues:</b>				
Transactional and maintenance	\$ 111,431	\$ 113,701	\$ 226,193	\$ 228,807
Professional services	27,041	23,926	54,949	50,163
License	14,352	6,093	27,613	16,246
Total revenues	<u>\$ 152,824</u>	<u>\$ 143,720</u>	<u>\$ 308,755</u>	<u>\$ 295,216</u>

**FAIR ISAAC CORPORATION**  
**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**For the Six Months Ended March 31, 2011 and 2010**  
**(In thousands)**  
**(Unaudited)**

	Six Months Ended	
	March 31,	
	<u>2011</u>	<u>2010</u>
<b>Cash flows from operating activities:</b>		
Net income	\$ 23,754	\$ 30,678
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	12,770	16,128
Share-based compensation	8,205	9,382
Changes in operating assets and liabilities net of disposition effects	15,404	17,928
Other, net	<u>(515)</u>	<u>(4,151)</u>
Net cash provided by operating activities	<u>59,618</u>	<u>69,965</u>
<b>Cash flows from investing activities:</b>		
Purchases of property and equipment	(5,106)	(8,010)
Net activity from marketable securities	68,189	8,917
Other, net	<u>75</u>	<u>540</u>
Net cash provided by investing activities	<u>63,158</u>	<u>1,447</u>
<b>Cash flows from financing activities:</b>		
Proceeds from issuances of common stock	6,889	2,156
Repurchases of common stock	(19,311)	(57,530)
Other, net	<u>(472)</u>	<u>(839)</u>
Net cash used in financing activities	<u>(12,894)</u>	<u>(56,213)</u>
<b>Effect of exchange rate changes on cash</b>	<u>2,213</u>	<u>(2,446)</u>
Increase in cash and cash equivalents	112,095	12,753
Cash and cash equivalents, beginning of period	<u>146,199</u>	<u>178,157</u>
Cash and cash equivalents, end of period	<u>\$ 258,294</u>	<u>\$ 190,910</u>