

eSpeed, Inc. and Subsidiaries
CONSOLIDATED STATEMENTS OF INCOME IN ACCORDANCE WITH GAAP (unaudited)
(in thousands, except per share data)

	<u>Three months ended June 30,</u>		<u>Six Months Ended June 30,</u>	
	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
Revenues:				
Transaction revenues with related parties				
Fully electronic transactions	\$ 29,154	\$ 27,538	\$ 59,681	\$ 50,048
Voice-assisted brokerage transactions	5,190	4,645	11,216	9,806
Screen-assisted open outcry transactions	158	243	389	292
Total transaction revenues with related parties	<u>34,502</u>	<u>32,426</u>	<u>71,286</u>	<u>60,146</u>
Software Solutions fees from related parties	4,475	3,881	8,587	7,530
Software Solutions and licensing fees from unrelated parties	3,107	2,209	6,105	4,341
Interest income	761	563	1,505	1,105
Total revenues	<u>42,845</u>	<u>39,079</u>	<u>87,483</u>	<u>73,122</u>
Expenses:				
Compensation and employee benefits	9,768	9,239	19,083	18,083
Occupancy and equipment				
Amortization of software development costs	2,396	1,832	4,651	3,510
Other occupancy and equipment	6,073	5,739	12,300	11,238
Professional and consulting fees	865	863	1,798	1,974
Communications and client networks	1,595	1,714	3,208	3,309
Marketing	379	408	765	742
Administrative fees to related parties	3,212	2,590	6,169	5,168
Amortization of business partner and non-employee securities	142	362	586	1,067
Other	3,569	2,830	6,516	5,149
Total expenses	<u>27,999</u>	<u>25,577</u>	<u>55,076</u>	<u>50,240</u>
Income before income tax provision	14,846	13,502	32,407	22,882
Income tax provision	5,805	5,400	12,671	5,305
Net income	<u>\$ 9,041</u>	<u>\$ 8,102</u>	<u>\$ 19,736</u>	<u>\$ 17,577</u>
Per share data:				
Basic earnings per share	<u>\$ 0.16</u>	<u>\$ 0.15</u>	<u>\$ 0.35</u>	<u>\$ 0.32</u>
Diluted earnings per share	<u>\$ 0.16</u>	<u>\$ 0.14</u>	<u>\$ 0.34</u>	<u>\$ 0.31</u>
Basic weighted average shares of common stock outstanding	<u>56,153</u>	<u>55,056</u>	<u>56,114</u>	<u>55,076</u>
Diluted weighted average shares of common stock outstanding	<u>57,958</u>	<u>56,447</u>	<u>58,161</u>	<u>56,819</u>