

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

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2004	2003	2004	2003
Revenues:				
Transaction revenues with related parties				
Fully electronic transactions	\$ 22,863	\$ 27,667	\$ 108,033	\$ 110,015
Voice-assisted brokerage transactions	5,676	4,546	22,125	19,505
Screen-assisted open outcry transactions	232	118	846	538
Total transaction revenues with related parties	<u>28,771</u>	<u>32,331</u>	<u>131,004</u>	<u>130,058</u>
Software Solutions fees from related parties	5,374	3,773	18,642	15,124
Software Solutions and licensing fees from unrelated parties	4,035	2,463	13,418	9,125
Interest income	1,075	656	3,445	2,308
Total revenues	<u>39,255</u>	<u>39,223</u>	<u>166,509</u>	<u>156,615</u>
Expenses:				
Compensation and employee benefits	11,089	8,241	40,671	36,114
Occupancy and equipment:				
Amortization of software development costs & other intangibles	4,577	3,482	16,235	12,902
Other occupancy and equipment	6,580	6,303	25,202	23,733
Professional and consulting fees	2,133	592	5,594	3,519
Asset impairment charges	6,268	-	6,268	-
Communications and client networks	1,595	1,690	6,487	6,714
Marketing	358	339	1,442	1,454
Administrative fees to related parties	3,624	2,695	13,228	10,442
Amortization of business partner and non-employee securities	134	452	856	2,167
Other	2,416	1,390	8,219	6,334
Total operating expenses	<u>38,774</u>	<u>25,184</u>	<u>124,202</u>	<u>103,379</u>
Income before income taxes	481	14,039	42,307	53,236
Income tax provision	103	5,482	16,457	17,140
Net income	<u>\$ 378</u>	<u>\$ 8,557</u>	<u>\$ 25,850</u>	<u>\$ 36,096</u>
Per share data:				
Basic earnings per share	<u>\$ 0.01</u>	<u>\$ 0.15</u>	<u>\$ 0.47</u>	<u>\$ 0.65</u>
Diluted earnings per share	<u>\$ 0.01</u>	<u>\$ 0.15</u>	<u>\$ 0.46</u>	<u>\$ 0.63</u>
Basic weighted average shares of common stock outstanding	<u>53,312</u>	<u>55,759</u>	<u>54,978</u>	<u>55,345</u>
Diluted weighted average shares of common stock outstanding	<u>54,224</u>	<u>58,908</u>	<u>56,318</u>	<u>57,499</u>