

**eSpeed, Inc and Subsidiaries**  
**CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION**  
(in thousands, except share data)

	December 31, 2005 (Unaudited)	December 31, 2004
<b>Assets</b>		
Cash and cash equivalents	\$ 37,070	\$ 19,884
Reverse repurchase agreements with related parties	141,365	189,804
Total cash and cash equivalents	178,435	209,688
Fixed assets, net	58,291	50,605
Investments	7,742	12,709
Goodwill	12,184	11,949
Intangible assets, net	11,356	16,097
Receivable from related parties	4,345	1,630
Other assets	8,581	7,455
Total assets	\$ 280,934	\$ 310,133
<b>Liabilities and Stockholders' Equity</b>		
Current liabilities:		
Payable to related parties	\$ 7,588	\$ 7,113
Accounts payable and accrued liabilities	19,649	24,795
Total current liabilities	27,237	31,908
Deferred income	7,593	8,011
Total liabilities	34,830	39,919
Stockholders' Equity:		
Class A common stock, par value \$.01 per share; 200,000,000 shares authorized; 34,387,380 and 34,289,773 shares issued at December 31, 2005 and December 31, 2004, respectively	343	343
Class B common stock, par value \$.01 per share; 100,000,000 shares authorized; 22,139,270 shares outstanding at December 31, 2005 and December 31, 2004	221	221
Additional paid-in capital	294,987	294,115
Unearned stock based compensation	(1,592)	(3,080)
Treasury stock, at cost; 6,488,047 and 3,082,815 shares of Class A common stock at December 31, 2005 and December 31, 2004, respectively	(62,486)	(33,972)
Retained earnings	14,631	12,587
Total stockholders' equity	246,104	270,214
Total liabilities and stockholders' equity	\$ 280,934	\$ 310,133

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

	Three Months Ended		Twelve Months Ended	
	December 31,		December 31,	
	2005	2004	2005	2004
<b>Revenues:</b>				
Transaction revenues with related parties				
Fully electronic transactions	\$ 16,495	\$ 22,863	\$ 74,669	\$ 108,033
Voice-assisted brokerage transactions	6,063	5,676	25,192	22,125
Screen-assisted open outcry transactions	933	232	2,863	846
Total transaction revenues with related parties	<u>23,491</u>	<u>28,771</u>	<u>102,724</u>	<u>131,004</u>
Software Solutions fees from related parties	6,957	5,374	25,818	18,642
Software Solutions and licensing fees from unrelated parties	3,822	4,035	15,534	13,418
Gain on sale of investments	-	-	1,015	-
Interest income	1,849	1,075	6,160	3,445
Insurance proceeds	1,692	-	1,692	-
Total revenues	<u>37,811</u>	<u>39,255</u>	<u>152,943</u>	<u>166,509</u>
<b>Expenses:</b>				
Compensation and employee benefits	11,644	11,089	50,633	40,671
Amortization of software development costs and other intangibles	5,758	4,577	20,134	16,235
Occupancy and equipment	8,022	6,580	30,678	25,202
Professional and consulting fees	1,700	2,133	8,788	5,594
Asset impairment charges	2,386	6,268	2,386	6,268
Communications and client networks	2,588	1,595	8,157	6,487
Marketing	345	358	1,596	1,442
Administrative fees to related parties	3,422	3,624	13,938	13,228
Amortization of business partner and non-employee securities	8	134	318	856
Acquisition related costs	(797)	-	3,327	-
Other	2,051	2,416	9,896	8,219
Total operating expenses	<u>37,127</u>	<u>38,774</u>	<u>149,851</u>	<u>124,202</u>
Income before income taxes	684	481	3,092	42,307
Income tax provision	394	103	1,048	16,457
Net income	<u>\$ 290</u>	<u>\$ 378</u>	<u>\$ 2,044</u>	<u>\$ 25,850</u>
<b>Per share data:</b>				
Basic GAAP earnings per share	<u>\$ 0.01</u>	<u>\$ 0.01</u>	<u>\$ 0.04</u>	<u>\$ 0.47</u>
Diluted GAAP earnings per share	<u>\$ 0.01</u>	<u>\$ 0.01</u>	<u>\$ 0.04</u>	<u>\$ 0.46</u>
Basic weighted average shares of common stock outstanding	<u>50,041</u>	<u>53,312</u>	<u>51,349</u>	<u>54,978</u>
Diluted weighted average shares of common stock outstanding	<u>50,653</u>	<u>54,224</u>	<u>52,066</u>	<u>56,318</u>

**eSpeed, Inc. and Subsidiaries**  
**CONSOLIDATED STATEMENTS OF INCOME (unaudited)**  
(In thousands, except per share data)

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2005	2004	2005	2004
<b>Revenues:</b>				
Transaction revenues with related parties				
Fully electronic transactions	\$ 16,495	\$ 22,863	\$ 74,669	\$ 108,033
Voice-assisted brokerage transactions	6,063	5,676	25,192	22,125
Screen-assisted open outcry transactions	933	232	2,863	846
Total transaction revenues with related parties	<u>23,491</u>	<u>28,771</u>	<u>102,724</u>	<u>131,004</u>
Software Solutions fees from related parties	6,957	5,374	25,818	18,642
Software Solutions and licensing fees from unrelated parties	3,822	4,035	15,534	13,418
Interest income	1,849	1,075	6,160	3,445
Total revenues	<u>36,119</u>	<u>39,255</u>	<u>150,236</u>	<u>166,509</u>
<b>Expenses:</b>				
Compensation and employee benefits	11,644	11,089	50,633	40,671
Amortization of software development costs and other intangibles	5,758	4,577	20,134	16,235
Occupancy and equipment	8,022	6,580	30,678	25,202
Professional and consulting fees	1,045	1,183	4,412	4,644
Communications and client networks	2,588	1,595	8,157	6,487
Marketing	345	358	1,596	1,442
Administrative fees to related parties	3,422	3,624	13,938	13,228
Other	2,051	2,416	9,518	7,880
Total operating expenses	<u>34,875</u>	<u>31,422</u>	<u>139,066</u>	<u>115,789</u>
Income, excluding certain charges, before income taxes	1,244	7,833	11,170	50,720
Income tax provision	347	2,871	3,726	19,638
Net operating income, excluding certain charges	<u>\$ 897</u>	<u>\$ 4,962</u>	<u>\$ 7,444</u>	<u>\$ 31,082</u>
<b>Non-operating loss:</b>				
Charitable contribution Re: 9/11, net of tax	-	-	(262)	(207)
Amortization of business partner and non-employee securities, net of tax	(8)	(84)	(208)	(525)
Litigation costs, net of tax	(603)	(592)	(2,955)	(592)
Acquisition related costs, net of tax	518	-	(2,080)	-
Gain on sale of investments, net of tax	-	-	619	-
Asset impairment charges, net of tax	(1,648)	(3,908)	(1,648)	(3,908)
Insurance proceeds, net of tax	1,134	-	1,134	-
Total non-operating loss	<u>(607)</u>	<u>(4,584)</u>	<u>(5,400)</u>	<u>(5,232)</u>
GAAP net income	<u>\$ 290</u>	<u>\$ 378</u>	<u>\$ 2,044</u>	<u>\$ 25,850</u>
<b>Per share data:</b>				
Basic pre-tax operating income per share	\$ 0.03	\$ 0.15	\$ 0.22	\$ 0.92
Basic tax provision per share	<u>\$ (0.01)</u>	<u>\$ (0.06)</u>	<u>\$ (0.08)</u>	<u>\$ (0.35)</u>
Basic net operating income, excluding certain charges, per share	\$ 0.02	\$ 0.09	\$ 0.14	\$ 0.57
Basic non-operating (loss) per share	<u>\$ (0.01)</u>	<u>\$ (0.08)</u>	<u>\$ (0.10)</u>	<u>\$ (0.10)</u>
Basic GAAP earnings per share	<u>\$ 0.01</u>	<u>\$ 0.01</u>	<u>\$ 0.04</u>	<u>\$ 0.47</u>
Diluted pre-tax operating income per share	\$ 0.03	\$ 0.14	\$ 0.21	\$ 0.90
Diluted tax provision per share	<u>\$ (0.01)</u>	<u>\$ (0.05)</u>	<u>\$ (0.07)</u>	<u>\$ (0.35)</u>
Diluted net operating income, excluding certain charges, per share	\$ 0.02	\$ 0.09	\$ 0.14	\$ 0.55
Diluted non-operating (loss) per share	<u>\$ (0.01)</u>	<u>\$ (0.08)</u>	<u>\$ (0.10)</u>	<u>\$ (0.09)</u>
Diluted GAAP earnings per share	<u>\$ 0.01</u>	<u>\$ 0.01</u>	<u>\$ 0.04</u>	<u>\$ 0.46</u>
Basic weighted average shares of common stock outstanding	<u>50,041</u>	<u>53,312</u>	<u>51,349</u>	<u>54,978</u>
Diluted weighted average shares of common stock outstanding	<u>50,653</u>	<u>54,224</u>	<u>52,066</u>	<u>56,318</u>
Pre-tax operating margin	3.4%	20.0%	7.4%	30.5%

**eSpeed, Inc. & Subsidiaries**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS (unaudited)**  
**(in thousands)**

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2005	2004	2005	2004
Cash flows from operating activities:				
Net income	\$ 290	\$ 378	\$ 2,044	\$ 25,850
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization	9,035	6,789	31,085	24,060
Amortization of business partner and non-employee securities	8	134	318	856
Amortization of employee stock based compensation	293	248	1,901	248
Asset impairment charges	2,386	6,268	2,386	6,268
Equity in net loss (income) of unconsolidated investments	5	74	10	116
Gain on sale of investments	-	-	(1,015)	-
Deferred income tax expense	294	236	592	1,258
Tax benefit from employee stock options and warrant exercises	7	79	116	1,037
Issuance of securities under employee benefit plan	64	84	250	174
Changes in operating assets and liabilities:				
Receivable from related parties	3,611	(412)	(2,576)	(112)
Other assets	(1,852)	(4,724)	(1,362)	(6,171)
Payable to related parties	1,531	3,697	475	790
Accounts payable and accrued expenses	(13,848)	(5,892)	(6,379)	1,761
Deferred income	(105)	6,033	(418)	8,011
Net cash provided by operating activities	<u>1,719</u>	<u>12,992</u>	<u>27,427</u>	<u>64,146</u>
Cash flows from investing activities:				
Purchase of fixed assets	(4,030)	(3,853)	(15,360)	(15,124)
Capitalization of software development costs	(3,441)	(5,928)	(18,840)	(19,575)
Capitalization of patents and related defense costs	(149)	(1,248)	(1,837)	(5,689)
Proceeds from sale of investments	-	-	5,840	-
Purchase of investment	-	(13,635)	-	(13,995)
Net cash used in investing activities	<u>(7,620)</u>	<u>(24,664)</u>	<u>(30,197)</u>	<u>(54,383)</u>
Cash flows from financing activities:				
Purchase of Class A common stock	-	(2,126)	(28,941)	(31,878)
Proceeds from exercises of stock options and warrants	25	428	458	2,239
Receivable from broker on stock option exercises	-	(9)	-	1,064
Net cash provided by (used in) financing activities	<u>25</u>	<u>(1,707)</u>	<u>(28,483)</u>	<u>(28,575)</u>
Net decrease in cash and cash equivalents	<u>(5,876)</u>	<u>(13,379)</u>	<u>(31,253)</u>	<u>(18,812)</u>
Cash and cash equivalents at beginning of period	12,291	37,116	19,884	55,318
Reverse repurchase agreements with related parties at beginning of period	<u>172,020</u>	<u>185,951</u>	<u>189,804</u>	<u>173,182</u>
Total cash and cash equivalents at beginning of period	<u>184,311</u>	<u>223,067</u>	<u>209,688</u>	<u>228,500</u>
Cash and cash equivalents at end of period	37,070	19,884	37,070	19,884
Reverse repurchase agreements with related parties at end of period	<u>141,365</u>	<u>189,804</u>	<u>141,365</u>	<u>189,804</u>
Total cash and cash equivalents at end of period	<u>\$ 178,435</u>	<u>\$ 209,688</u>	<u>\$ 178,435</u>	<u>\$ 209,688</u>

**eSpeed, Inc. & Subsidiaries**  
**CONSOLIDATED STATEMENTS OF FREE CASH FLOWS (unaudited)**  
(in thousands)

	<b>Three Months Ended</b>		<b>Twelve Months Ended</b>	
	<b>December 31,</b>		<b>December 31,</b>	
	<b>2005</b>	<b>2004</b>	<b>2005</b>	<b>2004</b>
Pre-tax operating income	\$ 1,245	\$ 7,833	\$ 11,170	\$ 50,720
Depreciation and amortization	9,035	6,789	31,085	24,060
Other non-cash and non-operating items	2,574	(544)	(3,851)	(412)
Pre-tax operating income adjusted for depreciation, amortization asset impairments and other	<u>12,854</u>	<u>14,078</u>	<u>38,404</u>	<u>74,368</u>
Income tax provision on operating income	(347)	(2,871)	(3,726)	(19,638)
Income tax (provision) benefit on non-operating income (loss)	(425)	2,767	2,680	3,181
Deferred income tax expense	294	236	592	1,258
Tax benefit from stock option and warrant exercises	7	79	116	1,037
Income taxes paid	-	3,805	-	16,655
(Increase) decrease in current income tax payable	<u>(471)</u>	<u>4,016</u>	<u>(338)</u>	<u>2,493</u>
Changes in related party receivable and payable, net	5,140	3,286	(2,102)	679
Changes in other operating assets and liabilities, net	(15,804)	(8,389)	(8,159)	(13,054)
Charitable contribution Re: 9/11	-	-	(378)	(340)
Net cash provided by operating activities	<u>1,719</u>	<u>12,991</u>	<u>27,427</u>	<u>64,146</u>
Purchases of fixed assets	(4,030)	(3,853)	(15,360)	(15,124)
Capitalization of software development costs	(3,441)	(5,928)	(18,840)	(19,575)
Capitalization of patents and related defense costs	(150)	(1,248)	(1,838)	(5,689)
Proceeds from sale of investment	-	-	5,840	-
Free cash flows	<u>(5,902)</u>	<u>1,962</u>	<u>(2,771)</u>	<u>23,758</u>
Related party receivable and payable, net	(5,140)	(3,286)	2,102	(679)
Free cash flows, net of related party activity	<u>\$ (11,042)</u>	<u>\$ (1,324)</u>	<u>\$ (669)</u>	<u>\$ 23,079</u>

**eSpeed, Inc. and Subsidiaries**  
**RECONCILIATION of NON-GAAP FINANCIAL MEASURES TO GAAP (unaudited)**  
(in thousands)

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2005	2004	2005	2004
Revenues	\$ 36,119	\$ 39,255	\$ 150,236	\$ 166,509
Insurance proceeds [g]	1,692	-	1,692	-
Gain on sale of investments [a]	-	-	1,015	-
GAAP revenues	<u>\$ 37,811</u>	<u>\$ 39,255</u>	<u>\$ 152,943</u>	<u>\$ 166,509</u>
Operating expenses	\$ 34,875	\$ 31,422	\$ 139,066	\$ 115,789
Amortization of business partner and non-employee securities [b]	8	134	318	856
Litigation costs [c]	655	950	4,376	950
Acquisition related fees [d]	(797)	-	3,327	-
Asset impairment charge [h]	2,386	6,268	2,386	6,268
Charitable contribution Re: 9/11 [e]	-	-	378	340
GAAP expenses	<u>\$ 37,127</u>	<u>\$ 38,774</u>	<u>\$ 149,851</u>	<u>\$ 124,203</u>
Pre-tax operating income	\$ 1,244	\$ 7,833	\$ 11,170	\$ 50,720
Sum of reconciling items = [g] + [a] - [b] - [c] - [d] - [e] - [h]	(560)	(7,352)	(8,078)	(8,414)
GAAP income before income tax provision	<u>\$ 684</u>	<u>\$ 481</u>	<u>\$ 3,092</u>	<u>\$ 42,306</u>
Income tax provision	\$ 347	\$ 2,871	\$ 3,726	\$ 19,638
Income tax expense on non-operating income [f]	47	(2,768)	(2,679)	(3,182)
GAAP income tax provision	<u>\$ 394</u>	<u>\$ 103</u>	<u>\$ 1,048</u>	<u>\$ 16,456</u>
Net operating income	\$ 897	\$ 4,962	\$ 7,444	\$ 31,082
Sum of reconciling items = [g] + [a] - [b] - [c] - [d] - [e] - [h] - [f]	(607)	(4,584)	(5,400)	(5,232)
GAAP net income	<u>\$ 290</u>	<u>\$ 378</u>	<u>\$ 2,044</u>	<u>\$ 25,850</u>

**eSpeed, Inc. and Subsidiaries**  
**Quarterly Market Activity Report**

						% Change		% Change		
	4Q04	1Q05	2Q05	3Q05	4Q05	4Q05 vs 3Q05	4Q05 vs 4Q04	2004	2005	2005 vs 2004
<b>Volume (in billions)</b>										
Fully Electronic Volume - Excluding New Products	5,669	6,384	7,111	8,014	7,500	(6.4%)	32.3%	28,190	29,009	2.9%
Fully Electronic Volume - New Products*	497	436	506	376	540	43.5%	8.6%	1,206	1,858	54.1%
Voice-Assisted Volume	3,688	4,726	7,401	8,576	7,608	(11.3%)	106.3%	13,835	28,311	104.6%
Total Electronic Volume	<u>9,854</u>	<u>11,546</u>	<u>15,018</u>	<u>16,966</u>	<u>15,648</u>	<u>(7.8%)</u>	<u>58.8%</u>	<u>43,231</u>	<u>59,178</u>	<u>36.9%</u>
<b>Electronic Transaction Count</b>										
Fully Electronic Transactions - Excluding New Products	998,215	1,055,479	1,304,403	1,642,579	1,640,167	(0.1%)	64.3%	4,642,925	5,642,628	21.5%
Fully Electronic Transactions - New Products*	92,903	71,309	91,408	115,483	111,801	(3.2%)	20.3%	228,725	390,001	70.5%
Voice-Assisted Transactions	152,883	189,129	215,229	224,291	193,742	(13.6%)	26.7%	650,959	822,391	26.3%
Total Transactions	<u>1,244,001</u>	<u>1,315,917</u>	<u>1,611,040</u>	<u>1,982,353</u>	<u>1,945,710</u>	<u>(1.8%)</u>	<u>56.4%</u>	<u>5,522,609</u>	<u>6,855,020</u>	<u>24.1%</u>
eSpeed Equities Direct Access (Number of Shares Traded In Millions)	123	168	178	154	147	(5.0%)	19.5%	415	648	56.1%
Trading Days	62	61	64	64	61			250	250	

\* New Products defined as Mortgage-Backed Securities, Foreign Exchange, Interest Rate Swaps, Repos and Futures. CBOT Futures volume calculated based on per contract notional value of \$200,000 for the two year contract and \$100,000 for all others.

<b>Global Interest Rate Futures Volume (1)</b>										
CBOT - US Treasury Contracts	102,886,955	113,756,640	120,086,840	109,470,625	101,854,952	(7.0%)	(1.0%)	384,003,787	445,169,057	15.9%
CME - Euro \$ Contracts	75,602,802	90,815,456	117,034,054	105,199,005	97,306,869	(7.5%)	28.7%	297,584,038	410,355,384	37.9%
EUREX - Bund Contracts	64,362,839	83,539,303	80,150,635	66,780,116	68,817,862	3.1%	6.9%	239,787,517	299,287,916	24.8%
<b>Fed UST Volume (in billions) (2)</b>										
UST Volume	31,086	34,570	36,749	34,554	32,820	(5.0%)	5.6%	124,388	138,694	11.5%
Average Daily UST Volume	501	567	574	540	538	(0.3%)	7.3%	498	555	11.5%
<b>NYSE - Volume (shares traded) - in millions (3)</b>										
Transaction Value - in millions	3,133,420	3,416,701	3,456,359	3,513,352	3,738,882	6.4%	19.3%	11,618,150	14,125,294	21.6%
<b>NASDAQ - Volume (shares traded) - in millions (4)</b>										
Transaction Value - in millions	2,398,921	2,585,334	2,467,331	2,353,027	2,584,578	9.8%	7.7%	8,727,498	9,990,270	14.5%

Sources: (1) Futures Industry Association - Monthly Volume Report - (www.cbct.com, www.cme.com, www.eurexchange.com)

(2) www.ny.frb.org/pihome/statistics/dealer - Federal Reserve Bank

(3) NYSE - www.nyse.com

(4) NASDAQ - www.marketdata.nasdaq.com

Fiscal Year 2004	Jan'04	Feb'04	Mar'04	Apr'04	May'04	Jun'04	Jul'04	Aug'04	Sep'04	Oct'04	Nov'04	Dec'04
<b>Volume Data (in billions)</b>												
Fully Electronic	2,982	2,464	2,897	2,912	2,550	2,528	2,151	2,134	2,612	2,155	2,225	1,786
Voice	1,144	1,146	1,296	1,058	1,019	994	1,180	1,023	1,288	1,227	1,445	1,016
Total	4,126	3,610	4,192	3,970	3,569	3,522	3,331	3,157	3,900	3,382	3,670	2,802
<b>Transaction Count</b>												
Fully Electronic	449,197	379,084	460,327	460,211	417,503	413,309	361,945	376,279	462,677	396,066	379,976	315,076
Voice	57,178	54,485	63,373	56,948	55,533	53,425	51,941	46,242	58,951	50,067	59,608	43,208
Total	506,375	433,569	523,700	517,159	473,036	466,734	413,886	422,521	521,628	446,133	439,584	358,284
Trading Days	20	19	23	21	20	21	21	22	21	20	20	22
<b>Fiscal Year 2005</b>												
<b>Volume Data (in billions)</b>												
Fully Electronic	2,027	2,229	2,565	2,524	2,499	2,595	2,251	2,722	3,416	2,978	2,894	2,167
Voice	1,550	1,628	1,548	1,922	2,116	3,363	2,568	2,820	3,188	2,731	2,696	2,182
Total	3,577	3,857	4,113	4,445	4,614	5,959	4,819	5,543	6,604	5,708	5,590	4,349
<b>Transaction Count</b>												
Fully Electronic	341,336	362,482	422,970	440,972	452,148	502,691	472,307	553,028	732,727	631,178	626,166	494,624
Voice	64,431	59,901	64,797	64,006	67,051	84,172	67,245	72,763	84,283	75,645	66,924	51,173
Total	405,767	422,383	487,767	504,978	519,199	586,863	539,552	625,791	817,010	706,823	693,090	545,797
Trading Days	20	19	22	21	21	22	20	23	21	20	20	21