

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

	Three Months Ended December 31,		Year Ended December 31,	
	2003	2002	2003	2002
	(unaudited)		(unaudited)	
Revenues:				
Transaction revenues with related parties				
Fully electronic transactions	\$ 27,667	\$ 22,430	\$ 110,015	\$ 88,039
Voice-assisted brokerage transactions	4,546	4,073	19,505	17,552
Screen-assisted open outcry transactions	118	56	538	190
Total transaction revenues with related parties	<u>32,331</u>	<u>26,559</u>	<u>130,058</u>	<u>105,781</u>
Software Solutions fees from related parties	3,773	3,460	15,124	13,207
Software Solutions and licensing fees from unrelated parties	2,463	2,075	9,125	4,512
Business interruption insurance proceeds from parent	-	-	-	12,833
Interest income	656	683	2,308	2,905
Total revenues	<u>39,223</u>	<u>32,777</u>	<u>156,615</u>	<u>139,238</u>
Expenses:				
Compensation and employee benefits	8,241	8,751	36,114	36,499
Occupancy and equipment	8,383	6,815	31,322	24,863
Professional and consulting fees	592	1,394	3,519	5,658
Communications and client networks	1,690	1,819	6,714	6,335
Marketing	339	263	1,454	4,778
Administrative fees to related parties	2,695	2,555	10,442	9,134
Amortization of business partner and non-employee securities	452	705	2,167	2,059
Loss on unconsolidated investments	-	950	-	950
Provision for September 11 Events	-	(1,200)	-	(1,200)
Other	2,792	1,844	11,647	7,717
Total expenses	<u>25,184</u>	<u>23,896</u>	<u>103,379</u>	<u>96,793</u>
Income before income tax provision	14,039	8,881	53,236	42,445
Income tax provision	5,482	128	17,140	479
Net income	<u>\$ 8,557</u>	<u>\$ 8,753</u>	<u>\$ 36,096</u>	<u>\$ 41,966</u>
Per share data:				
Basic earnings per share	<u>\$ 0.15</u>	<u>\$ 0.16</u>	<u>\$ 0.65</u>	<u>\$ 0.76</u>
Diluted earnings per share	<u>\$ 0.15</u>	<u>\$ 0.15</u>	<u>\$ 0.63</u>	<u>\$ 0.74</u>
Basic weighted average shares of common stock outstanding	<u>55,759</u>	<u>55,028</u>	<u>55,345</u>	<u>54,991</u>
Diluted weighted average shares of common stock outstanding	<u>58,908</u>	<u>57,309</u>	<u>57,499</u>	<u>56,784</u>