

EURONET SERVICES INC. AND SUBSIDIARIES

Consolidated Statements of Operations and Comprehensive Loss

	Year Ended December 31,		
	2000	1999	1998
	<i>(in thousands, except per share data)</i>		
Revenues:			
ATM network and related revenue	\$ 36,913	\$ 26,503	\$ 11,525
Software, maintenance and related revenue	15,827	14,969	356
Total revenues	52,740	41,472	11,881
Operating expenses:			
Direct operating costs	24,988	22,830	10,036
Salaries and benefits (note 18)	29,265	24,477	9,831
Selling, general and administrative	11,531	10,725	8,650
Depreciation and amortization	10,384	10,238	4,955
In-process research and development write-off (note 4)	—	—	1,020
Asset write down (note 10)	11,968	—	—
Total operating expenses	88,136	68,270	34,492
Operating loss	(35,396)	(26,798)	(22,611)
Other income/(expense):			
Interest income	1,089	1,950	2,514
Interest expense (note 11)	(10,829)	(10,899)	(7,826)
Foreign exchange loss, net (note 14)	(3,227)	(2,110)	(1,911)
	(12,967)	(11,059)	(7,223)
Loss before income tax and extraordinary item	(48,363)	(37,857)	(29,834)
Income tax (expense)/benefit (note 16)	(1,188)	4,182	(1,430)
Loss before extraordinary item	(49,551)	(33,675)	(31,264)
Extraordinary gain on early retirement of debt, net of applicable income taxes of \$0 in 2000, \$0 in 1999 and \$1,488,000 in 1998 (note 11)	—	2,760	2,889
Net loss	(49,551)	(30,915)	(28,375)
Other comprehensive income:			
Translation adjustment	(247)	(2,515)	65
Comprehensive loss	\$ (49,798)	\$ (33,430)	\$ (28,310)
Loss per share - basic and diluted (note 3(o)):			
Loss before extraordinary item	\$ (3.00)	\$ (2.21)	\$ (2.06)
Extraordinary gain	—	0.18	0.19
Net loss	\$ (3.00)	\$ (2.03)	\$ (1.87)
Weighted average number of shares outstanding	16,499,699	15,252,030	15,180,651

See accompanying notes to consolidated financial statements.



SYDNEY HARBOUR BRIDGE, Sydney

Since its opening in March 1932, the Sydney Harbour Bridge has held a special place for immigrants upon their arrival to Australia. This grand arch remains a distinctive landmark for what many consider to be the most beautiful harbour in the world.