

JACK HENRY & ASSOCIATES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
(\$ in thousands, except per share) (unaudited)

	Three Months Ended			Year To Date		
	June 30			June 30		
	2002	2001	Change	2002	2001	Change
REVENUES						
Licensing and installation	\$ 27,294	\$ 26,978	1%	\$ 97,189	\$ 101,259	-4%
Support and services	44,975	37,205	21%	171,445	134,138	28%
Hardware sales	26,478	30,734	-14%	100,342	110,071	-9%
Customer reimbursements	7,332	6,363	15%	27,681	21,435	29%
Total revenues	<u>\$ 106,079</u>	<u>\$ 101,280</u>	5%	<u>\$ 396,657</u>	<u>\$ 366,903</u>	8%
COST OF SALES						
Cost of hardware	19,917	21,063	-5%	70,410	75,629	-7%
Cost of services	35,762	31,338	14%	137,346	118,242	16%
Customer reimbursement expenses	7,332	6,363	15%	27,681	21,435	29%
Total cost of sales	<u>\$ 63,011</u>	<u>\$ 58,764</u>	7%	<u>\$ 235,437</u>	<u>\$ 215,306</u>	9%
GROSS PROFIT	\$ 43,068	\$ 42,516	1%	\$ 161,220	\$ 151,597	6%
	41%	42%		41%	41%	
OPERATING EXPENSES						
Selling and marketing	8,070	7,044	15%	29,380	27,770	6%
Research and development	3,121	2,776	12%	12,526	10,871	15%
General and administrative	8,004	8,832	-9%	32,668	27,216	20%
Total operating expense	<u>\$ 19,195</u>	<u>\$ 18,652</u>	3%	<u>\$ 74,574</u>	<u>\$ 65,857</u>	13%
OPERATING INCOME	23,873	23,864	0%	\$ 86,646	\$ 85,740	1%
OTHER INCOME (EXPENSE)						
Interest income	263	471	-44%	2,018	2,103	-4%
Interest expense	(50)	(72)	-31%	(191)	(920)	-79%
Total other income (expense)	<u>\$ 213</u>	<u>\$ 399</u>	-47%	<u>\$ 1,827</u>	<u>\$ 1,183</u>	54%
INCOME BEFORE INCOME TAXES	\$ 24,086	\$ 24,263	-1%	\$ 88,473	\$ 86,923	2%
PROVISION FOR INCOME TAXES	8,229	8,734	-6%	31,408	31,292	0%
NET INCOME	<u>\$ 15,857</u>	<u>\$ 15,529</u>	2%	<u>\$ 57,065</u>	<u>\$ 55,631</u>	3%
Diluted net income per share	<u>\$ 0.17</u>	<u>\$ 0.17</u>	3%	<u>\$ 0.62</u>	<u>\$ 0.61</u>	1%
Diluted weighted average shares outstanding	<u>92,012</u>	<u>92,651</u>		<u>92,367</u>	<u>91,344</u>	

Consolidated Balance Sheet Highlights

	June 30,		
	2002	2001	Change
Cash, cash equivalents and investments	\$18,763	\$19,574	-4.14%
Trade receivables	\$131,431	\$116,573	12.75%
Other current assets	\$31,583	\$35,903	-12.03%
TOTAL ASSETS	\$487,942	\$433,121	12.66%
Accounts payable and accrued expenses	\$22,448	\$27,442	-18.20%
Deferred revenue	\$108,975	\$95,004	14.71%
STOCKHOLDERS' EQUITY	\$340,739	\$302,504	12.64%