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P R E S S R E L E A S E

DOCdata N.V. announces the 2003 year-end results

Operating Income before amortisation of goodwill sharply improved

Proposal to distribute a dividend of € 0.25 per Ordinary Share

Results and Financial position for the financial year 2003 (audited)

(In millions, except percentage figures and per share data)

	2003		2002	
	€	%	€	%
Net Sales	72.9	100.0	73.4	100.0
Gross Profit	15.7	21.5	13.9	18.9
Operating Income before amortisation of goodwill (EBITA)	3.1	4.3	2.0	2.7
Operating Income (EBIT)	1.5	2.1	1.3	1.8
Extraordinary Income (before taxes)	-	-	0.6	0.8
Net Income	1.8	2.4	2.2	3.0
EBITDA	8.7	11.9	8.3	11.3
Net Operational Cash Flow	9.1	12.5	12.3	16.8
Average Number of Shares Outstanding (millions)	6.84		6.87	
Net Income per Share	0.26		0.32	
Balance Sheet total	44.3		48.7	
Equity	25.0		27.9	
Solvency (Equity / Balance Sheet total)	56.4%		57.3%	

Major features of the financial results for the 2003 year-end

Operating income before amortisation of goodwill (EBITA) has improved with € 1.1 million in 2003 compared to 2002, predominantly due to the development of Industrial Automation Integrators and the division E-commerce Fulfillment. With the exception of DOCdata France, all companies in the Media Group have realised a positive operating income before amortisation of goodwill.

Due to an accelerated amortisation of goodwill (€ 0.9 million), net income realised in 2003 is € 0.4 million lower than in 2002. Excluding the extraordinary income of € 0.6 million in 2002 net income has however considerably improved in 2003 compared to 2002.

Net sales have marginally decreased in 2003 compared to 2002. This decrease is fully due to the lower net sales of the Media Group, which is predominantly the result of the withdrawal in 2002 from the Media Market in the United States of America (impact: -/- € 3.2 million), the disappointing net sales of DOCdata France (impact: -/- € 2.8 million) and the currency exchange rate decrease of the British pound against the euro (impact: -/- € 1.8 million). The other companies in the Media Group have realised higher net sales, mainly through growth of the number of DVD discs sold (combined impact: + € 2.1 million). Both Industrial Automation Integrators and the E-commerce Fulfillment division have showed a strong growth in net sales in 2003 (combined impact: + € 5 million), which almost fully covered the decrease in net sales of the Media Group.

As a result of the strong focus on generating cash, the net (interest bearing) debt position of DOCdata improved from a € 5.3 million receivable position per 31 December 2002 to a € 6.1 million receivable position per 31 December 2003. The cash flow statement included in the appendix shows that DOCdata has realised net cash provided by operating activities of € 9.1 million in 2003, which has been spent for approximately € 4 million on capital expenditures, primarily for DVD production capacity, and for € 4.3 million on distributions to the shareholders.

Management of DOCdata is satisfied with the realised improvements and wishes to thank all employees who have contributed with their efforts and enthusiasm to the realisation of DOCdata's targets in 2003.

Strategy

DOCdata's goal is to create value for the shareholders and to achieve continuity for the Company and for all other stakeholders, including our customers, employees and suppliers. DOCdata has further refined the strategy in 2003 and for the coming years the focus will be on autonomous growth with a high dividend yield. To achieve this autonomous growth, while at the same time safeguarding continuity, DOCdata will further invest in DVD production capacity for the Media Group. For the division E-commerce Fulfillment and for Industrial Automation Integrators investments will predominantly concern expansion of the sales capacity to realise the targeted autonomous growth. Although management of DOCdata does not pursue an active acquisition policy, it is not impossible that cooperations or partnerships will be developed.

Outlook

Management of DOCdata expects that also in 2004 the results can further be improved. This improvement will amongst others be dependent from the growth that our customers can realise in the current market and the capacity of DOCdata to keep the existing customers by providing exceptional service for a competitive price. In addition, obtaining new customers is crucial to realise autonomous growth. A successful turnaround of DOCdata France will also be of eminent importance. In recent years, DOCdata has proven to be successful in realising a turnaround for DOCdata UK, DOCdata Germany and DOCdata E-commerce Fulfillment.

Proposal to shareholders to distribute a regular dividend of € 0.25 per ordinary share

At 31 December 2003, the issued share capital of DOCdata N.V. consists of 7,308,850 ordinary shares with a nominal value of € 0.50 each. DOCdata N.V. currently holds 467,392 (6.4%) of these issued ordinary shares, which are kept in order to fund the personnel options scheme. Ordinary shares owned by the Company are not entitled to any distribution of profit.

Management of DOCdata N.V. will propose to the shareholders at this year's annual General Meeting of Shareholders, in accordance with Article 34 of the Articles of Association of DOCdata N.V., to decide to distribute to all shareholders of ordinary shares a dividend amount of € 0.25 per ordinary share out of the 2003 net income. The distribution will be subject to dividend withholding taxes, unless the shareholder can prove that substantial holding exemption can be claimed.

When the General Meeting of Shareholders decides to accept this proposal, an amount of € 1.7 million will be distributed in May 2004 as dividend out of the 2003 net income on the ordinary shares, which are held by other shareholders than the Company. The General Meeting of Shareholders shall be held on Friday 14 May 2004 in Waalwijk.

Results by division

Media Group

Europe

The Media Group remains focussed on optimising operational cash flow on the one hand, and realising autonomous growth, mainly through offering DVD production capacity, on the other hand. The market for DVD production has shown strong growth in 2003 of which DOCdata has taken advantage. Management expects that the number of DVD discs that we produce for our customers will further grow in 2004. The Media Group remains focussed on serving the local markets in Europe with exceptional customer service and short delivery times. All DOCdata media production companies have their own CD, DVD-5, DVD-9 and DVD-10 production capacity.

DOCdata Benelux, DOCdata Germany and DOCdata UK were profitable in the year 2003. DOCdata France however, has closed the year 2003 with a net loss, which has predominantly been caused by an important decrease in net sales and the bankruptcy of some customers. The restructuring process that was executed by DOCdata France resulted in additional expenses amounting to € 0.5 million.

Cost savings programs and efficiency improvements within the Media Group have resulted in lower expenses in 2003. In addition, the low currency exchange rate of the US dollar against the euro has had a beneficial impact on prices for raw materials and production royalties for CD-ROM as well as DVD. Management holds the opinion that further improvements are possible in 2004. The market in which the Media Group operates in Europe is expected to remain price competitive in 2004, predominantly due to a declining demand for pre-recorded CD discs in combination with an overcapacity on the media production market for both CD and DVD.

United States of America

In 2003, DOCdata has started the dissolution process for the two remaining corporations in the United States of America, of which the operational activities were terminated in 2002. The corporation DOCdata USA, Inc. has been dissolved per 31 October 2003, and it is expected that the corporation DOCdata California, Inc. will be dissolved prior to 30 June 2004. All expenses related to the dissolution of both corporations have been charged to the provision that was created for that purpose in 2002 and have therefore not influenced the 2003 results.

E-commerce Fulfillment

DOCdata E-commerce Fulfillment has amply reached the targets for 2003 and has closed the year with a profit. This is the result of a higher capacity usage ratio and of actions taken in 2003 to improve efficiency. The higher capacity usage ratio has been realised through growth in the demand for distribution services by existing customers, but also as a result of having had the opportunity to add new customers to the customer base. The main targets, also for 2004, will be to retain the existing customer base and to achieve further, mainly autonomous, development of new business.

To enlarge the service portfolio that we can offer our customers, DOCdata has acquired per 1 March 2003 the software promotion and e-commerce activities (including 5 employees) from UbiQ Group, which activities are since then operated by the company DOCdata emedia solutions (EMS) B.V., a newly incorporated company with that name. Despite the fact that this company has closed the year 2003 with a loss, management is satisfied with the addition of these services to the general service portfolio. Through offering these services DOCdata may generate new leads for both the Media Group and E-commerce Fulfillment.

Industrial Automation Integrators

Both net sales and operating income have sharply risen in 2003 compared to the prior year, to a large extent due to systems deliveries and royalty revenues in the security market, mainly for the passport segment. At this moment, security systems for passports in the Netherlands, Belgium, Switzerland, Latvia and Ireland have been sold.

In the course of years, Industrial Automation Integrators (IAI) has built up very specialised know how and experience in the application of laser and optical technology in automated production systems. This specialty is predominantly deployed in niche markets such as motion picture subtitling, processing of packaging materials and application of security features in high value documents. Especially for the passport segment, IAI has developed some patented security features, such as ImagePerf[®] en ImagePerf/TLI[®], which features add a high security level to passports. The countries mentioned above have purchased IAI security systems to be able to apply these features in their passports. In addition, IAI has also delivered security systems for the application of other security features that are not patented by IAI. These systems were delivered to security printers who manufacture passport booklets for many countries.

In the coming years, IAI will continue to operate in the niche markets mentioned above, and will aim to further improve her position. Management expects possibilities for further autonomous growth especially for the security and packaging markets. Application of the NumberPerf[®] security feature provides good opportunities to secure bank notes, for example as already applied in Swiss bank notes, which can be an effective way to deal with the problem of the increasing counterfeiting in today's world.

For a detailed review of the 2003 year-end results please refer to the attached information.

Today, 19 February 2004, management of DOCdata will discuss the 2003 year-end results in a meeting with press at 10:30AM Amsterdam time, and in an analyst meeting at 12:30PM Amsterdam time, at the office of Industrial Automation Integrators (IAI) B.V., De Run 5406 in Veldhoven. The Annual General Meeting of Shareholders will be held on Friday, 14 May 2004 in Waalwijk.

- DOCdata Media Group is a leading independent provider of supply chain management services to content owners: movie, audio, multimedia and software publishers in Europe.
- DOCdata E-commerce Fulfillment business specialises in fine meshed logistics and personalised distribution for among others Internet shops, retail chains and hard- and software companies, predominantly for the European market.
- Industrial Automation Integrators currently designs and builds production systems, which utilise optical and laser technology for application in among others document security systems for high security printers and equipment for processing of packaging materials. Industrial Automation Integrators also provides security features for authentication.

Waalwijk, The Netherlands, 19 February 2004 – DOCdata N.V. (Euronext Amsterdam: DOCD)

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DOCdata N.V. – Full year ended December 31, 2003

Financial Information

All of the following information is prepared in accordance with Dutch GAAP.

Net Sales

(in thousands, except percentage figures)

	2003		2002	
	€	%	€	%
Net sales by division				
Media Group – continued operations (Europe)	57,590	78.9	59,850	81.6
Media Group – discontinued operations (United States)	-	-	3,184	4.3
Total Media Group	57,590	78.9	63,034	85.9
E-commerce Fulfillment	6,111	8.4	3,916	5.3
Industrial Automation	9,232	12.7	6,431	8.8
Total	72,933	100.0	73,381	100.0

- Media Group's total net sales have decreased € 5.4 million (8.6%) from € 63.0 million in 2002 to € 57.6 million in 2003. This total decrease for the Media Group can be split in a € 2.3 million (3.8%) decrease in net sales in Europe and a € 3.2 million decrease in net sales due to the discontinuation of the operations in the United States in 2002. The decrease in the Media Group's net sales in Europe is primarily caused by the decrease of net sales in France (€ 2.8 million) and the decrease in net sales in the United Kingdom mainly due to the currency rate decline in 2003 (minus 7.7%) from the British pound sterling against the euro (€ 1.8 million), in combination with improved net sales in Germany and the Netherlands.
- E-commerce Fulfillment has contributed € 6.1 million to net sales in 2003 and has thus improved 56% in net sales compared to 2002 with net sales of € 3.9 million. This increase is the result of autonomous growth, in combination with the addition of the activities of DOCdata emedia solutions (former UbiQ activities).
- Industrial Automation has contributed € 9.2 million to net sales in 2003, which results in a 44% improvement compared to € 6.4 million of net sales in 2002. This growth in net sales resulted from increased deliveries of security systems and increased production royalties, predominantly in the passport market segment.

Gross Profit

(in thousands, except percentage figures)

	2003		2002	
	€	%	€	%
Gross profit by division				
Media Group – continued operations (Europe)	9,725	62.0	10,069	72.4
Media Group – discontinued operations (United States)	-	-	1,122	8.1
Total Media Group	9,725	62.0	11,191	80.5
E-commerce Fulfillment	1,948	12.4	410	2.9
Industrial Automation	4,024	25.6	2,309	16.6
Total	15,697	100.0	13,910	100.0

Gross profit margin by division (as % of net sales by division)

	%	%
Media Group – continued operations (Europe)	16.9	16.8
Media Group – discontinued operations (United States)	-	35.2
Total Media Group	16.9	17.8
E-commerce Fulfillment	31.9	10.5
Industrial Automation	43.6	35.9
Total	21.5	19.0

DOCdata N.V. – Full year ended December 31, 2003

- The gross profit margin for the Media Group in Europe slightly improved from 16.8% in 2002 to 16.9% in 2003. This improvement is mainly resulting from to the beneficial effect of the low US dollar currency exchange rate against the euro on prices for raw materials and production royalties for CD-ROM and DVD, which effect exceeded the impact of a further decrease in the average sales price, especially in France.
- The gross profit margin for E-commerce Fulfillment has improved from 10.5% in 2002 to 31.9% in 2003, which is primarily the result of a stronger focus on general cost control and improvement of efficiency and capacity usage ratio.
- The gross profit margin for Industrial Automation increased from 35.9% in 2002 to 43.6% in 2003, mainly as a result of a change in sales mix and increasing revenues from royalties for patent usage in the production of passports.

Selling, General and Administrative expenses

(in thousands, except percentage figures)

	2003		2002	
	€	%	€	%
SG&A (as % of net sales)				
Selling expenses (before reclassification of amortisation goodwill)	5,090	6.9	4,605	6.3
Amortisation goodwill	1,573	2.2	681	0.9
Selling expenses (after reclassification of amortisation goodwill)	6,663	9.1	5,286	7.2
General and administrative expenses (before reclassification of extraordinary income)	7,485	10.3	7,350	10.0
Extraordinary income	-	-	575	0.8
General and administrative expenses (after reclassification of extraordinary income)	7,485	10.3	6,775	9.2
Total	14,148	19.4	12,061	16.4
SG&A by division (as % of net sales)				
Media Group – continued operations (Europe) excluding amortisation goodwill	9,197	12.6	9,822	13.4
Amortisation goodwill	1,573	2.2	681	0.9
Media Group – continued operations (Europe)	10,770	14.8	10,503	14.3
Media Group – discontinued operations (United States)	-	-	(380)	(0.5)
Total Media Group	10,770	14.8	10,123	13.8
E-commerce Fulfillment	1,757	2.4	1,063	1.4
Industrial Automation	1,621	2.2	875	1.2
Total	14,148	19.4	12,061	16.4

- Starting the financial year 2003, the Company accounts for amortisation of (existing) goodwill under selling expenses. Total net book value of intangible fixed assets (goodwill) in the balance sheet per 31 December 2002 amounted to € 1.6 million that fully represented the goodwill paid at acquisition of Ablex Ltd. in the United Kingdom in 2000. Since DOCdata at that time did already have a production facility in the United Kingdom in Battersea (London), the goodwill that was paid at acquisition was considered commercial business goodwill, and therefore the amortisation of this goodwill is accounted for under selling expenses. The figures for the comparable prior year period have been restated accordingly. For information purposes and to facilitate reconciliation with the 2002 results published last year, amortisation goodwill has been presented as a separate part of selling expenses for both years. The goodwill amortisation charge in 2003 amounts to € 1.6 million and consists of a charge of € 0.7 million, comparable to the prior year, and an additional charge of € 0.9 million resulting from the decision to reduce the useful economical lifetime of the goodwill paid at acquisition of Ablex Ltd. in the United Kingdom in 2000 from five to three years. This goodwill has been fully amortised in the balance sheet as per 31 December 2003.

DOCdata N.V. – Full year ended December 31, 2003

- Also starting the financial year 2003, the Company does not account for restructuring related items under extraordinary income or losses in the income statement, which is in line with Dutch GAAP. The comparable figures for 2002 have been restated accordingly, by reclassifying the extraordinary income reported in 2002 to general and administrative expenses. The extraordinary income accounted for in 2002 amounted to € 0.6 million, which only consisted of the release in 2002 of the abundant part of the restructuring provision due to the withdrawal from the United States.
- For the Media Group, SG&A excluding amortisation goodwill has decreased with € 0.6 million from € 9.8 million in 2002 to € 9.2 million in 2003, which decrease can mainly be explained by lower general and administrative expenses due to cost savings programs.
- The increase in SG&A of € 0.7 million in 2003 for E-commerce Fulfillment can be fully explained by SG&A expenses related to the activities of DOCdata emedia solutions (former UbiQ activities).
- The increase in SG&A of € 0.7 million in 2003 for Industrial Automation is the result of higher allocated holding charges including the compensation package for the former Chief Technology Officer, Mr Van Gerwen, who resigned as from 1 January 2004 and who was dedicated to the business development of the Industrial Automation division since the change of responsibilities within the Board of DOCdata per 1 March 2002.

Operating Income

(in thousands, except percentage figures)

	2003	2002
	€	€
Operating income (loss) by division		
Media Group – continued operations (Europe) excluding amortisation goodwill	528	247
Amortisation goodwill	(1,573)	(681)
Media Group – continued operations (Europe)	(1,045)	(434)
Media Group – discontinued operations (United States)	-	1,502
Total Media Group	(1,045)	1,068
E-commerce Fulfillment	191	(652)
Industrial Automation	2,403	1,433
Total	1,549	1,849
Operating income margin by division (as % of net sales by division)		
	%	%
Media Group – continued operations (Europe) excluding amortisation goodwill	0.9	0.4
Amortisation goodwill	(2.7)	(1.1)
Media Group – continued operations (Europe)	(1.8)	(0.7)
Media Group – discontinued operations (United States)	-	47.2
Total Media Group	(1.8)	1.7
E-commerce Fulfillment	3.1	(16.6)
Industrial Automation	26.0	22.3
Total	2.1	2.5

- Operating income before amortisation goodwill for the Media Group in Europe has increased from € 0.2 million in 2002 to € 0.5 million in 2003. This increase in income is despite the operating loss of the French subsidiary, due to the decline in net sales in France, the bankruptcy of various customers and restructuring expenses. During the first half-year of 2003, the local management in France decided that a restructuring process was necessary to safeguard continuity of the French subsidiary. This restructuring process was communicated to personnel and representatives of the French subsidiary's workers' counsel in the course of the year, and has already been executed to a large extent prior to the end of the year 2003. In 2003, total restructuring expenses amounting to € 0.5 million were charged to the operating results of the French

DOCdata N.V. – Full year ended December 31, 2003

subsidiary. In the balance sheet per 31 December 2003, a remaining payable balance for short-term liabilities resulting from the restructuring process of € 0.2 million is carried under accounts payable.

- Operating income for E-commerce Fulfillment has improved from an operating loss of € 0.7 million in 2002 to an operating income of € 0.2 million in 2003. This improvement can be predominantly explained by the improved gross profit.
- Operating income for Industrial Automation has increased € 1.0 million from € 1.4 million in 2002 to € 2.4 million in 2003. This improvement is primarily due to the higher machine sales volume and machine sales value. The operating income margin as a percentage of total net sales has increased from 22.3% in 2002 to 26.0% in 2003. This increase is fully caused by the increased gross profit margin, which did offset the allocation of additional holding charges in 2003.

Net Financial Expenses

Net financial expenses in 2003 amount to € 0.3 million and are therefore comparable to the amount of net financial expenses in 2002 of € 0.3 million. Foreign currency exchange differences between the British Pound Sterling and the Euro during 2003 have resulted in a loss of € 0.2 million; interest income and interest expenses in 2003 have resulted in a net interest loss of € 0.1 million. In the prior year, net financial expenses consisted of a foreign currency exchange loss of € 0.1 million and a net interest loss of € 0.2 million.

Income Taxes

DOCdata's effective tax rate was 34.4% for 2003 (representing a tax credit) and 39.4% for 2002 (representing a tax credit).

For the year 2003 the result before taxes was a profit of € 1.3 million and the corporate income tax credit amounted to € 0.4 million. This amount is the result of the following tax treatments of the results per country for the year 2003:

- In the Netherlands, a tax charge of € 1.0 million has been recorded consisting of a current tax charge of € 0.5 million at 34.5% on the taxable income for the Dutch fiscal entity for the year 2003 and a deferred tax charge of € 0.5 million resulting from the utilisation in 2003 of the complete balance of net operating losses for the Dutch fiscal entity available per the end of the year 2002.
- In the United Kingdom, a tax credit of € 1.4 million has been recorded mainly resulting from a release of the valuation allowance carried for the deferred tax asset on the net operating losses available per the end of the year 2002; the tax charge on the profit before tax for the year 2003 has been fully offset by this release of the valuation allowance.
- In Germany, a tax charge of € 0.1 million has been recorded, which mainly consists of current taxation on the profit before tax for the year.
- In France, a tax credit of € 0.1 million has been recorded for deferred taxes to the extent that it is more likely than not that the net deferred tax assets can be realised through maturity of the deferred tax liabilities. No additional deferred tax asset has been recorded on the loss before taxes for the year 2003 due to the fact that it is not possible to carry back this loss against profits from prior years; these have all been offset by the taxable loss in the full year 2002.

At the end of 2003, the group has remaining net operating loss carry-forwards from prior years for a total amount of approximately € 1.9 million.

Liquidity and Capital Resources

In 2003 the Company invested € 4 million, mainly for the purchase of DVD machinery and equipment.

During the calendar year 2003, the Company purchased 16,074 shares of its total number of Ordinary Shares at a price of € 2.42 per share for a total amount of € 39 thousand to finally terminate all former New York shares from the period that DOCdata was listed at the NASDAQ stock exchange in New York.

DOCdata N.V. – Full year ended December 31, 2003

The General Annual Meeting of Shareholders held on 16 May 2003 approved the following proposals, which each have influenced the composition of equity of the Company in 2003:

- to distribute a “dividend” of € 0.13 for each ordinary share outstanding (excluding own shares held by the Company); the nominal value of the ordinary shares at that time amounted to € 0.10 per share. As a result of this decision, the Company has distributed in 2003 an amount of € 0.9 million out of the share premium account in the Company’s equity;
- to appropriate, after adopting the 2002 Financial Statements, an amount of € 6.0 million from the share premium reserve to the credit of the other reserves. As a result of this, the negative balance of the other reserves per 31 December 2002 was fully absorbed;
- to amend the Articles of Association of the Company, which resulted in an increase of the par value (nominal value) of the DOCdata N.V. shares from € 0.10 per share to € 1.00 per share. This amendment was brought into effect per 27 June 2003. The DOCdata N.V. shares were since that date (till 10 November 2003) listed at the Euronext Amsterdam N.V. stock exchange with a nominal value of € 1.00, and the issued and called up share capital of the Company was increased from € 0.7 million to € 7.3 million. The payment in full for this increase was charged to the share premium reserve.

In addition, the General Meeting of Shareholders held on 17 July 2003 approved the proposal to amend the Articles of Association of the Company, which resulted in a reduction of the par value (nominal value) of the DOCdata N.V. shares from € 1.00 per share to € 0.50 per share. This amendment was brought into effect per 10 November 2003. Since that date, the DOCdata N.V. shares are listed at the Euronext Amsterdam N.V. stock exchange with a nominal value of € 0.50, and the issued and called up share capital of the Company has been reduced from € 7.3 million to € 3.7 million. Of this total reduction, an amount of € 3.4 million has been repaid to the shareholders of the Company, while an amount of € 0.2 million has been credited to the other reserves of the Company as a benefit from the capital reduction on the ordinary shares held by the Company.

Waalwijk, 19 February 2004

DOCdata N.V. – Full year ended December 31, 2003

*Consolidated Financial Statements***1. Consolidated Balance Sheets**

Prepared in accordance with Dutch GAAP

(in thousands)	December 31, 2003 €	December 31, 2002 €
Assets		
Fixed assets		
Intangible fixed assets (goodwill)	-	1,653
Tangible fixed assets	14,601	16,589
Financial fixed assets	37	48
Total fixed assets	<u>14,638</u>	<u>18,290</u>
Current assets		
Inventory	3,342	4,946
Trade receivables	14,442	15,307
Other receivables and prepayments	5,282	4,336
Cash and cash equivalents	6,604	5,801
Total current assets	<u>29,670</u>	<u>30,390</u>
Total assets	<u>44,308</u>	<u>48,680</u>
Shareholders' equity and liabilities		
Equity		
<i>Shareholders' equity</i>		
Paid up and called up share capital	3,654	731
Share premium	16,854	30,373
Cumulative translation adjustment	2,501	2,826
Other reserves / (Accumulated losses)	1,974	(6,051)
Total shareholders' equity	<u>24,983</u>	<u>27,879</u>
Minority interest	9	23
Provisions	2,820	3,553
Long-term debt	436	51
Current liabilities		
Current portion of long-term debt	91	411
Short-term bank facilities	-	-
Trade payables	7,163	8,874
Taxes and social security charges	2,108	1,969
Other liabilities and accrued expenses	6,698	5,920
Total current liabilities	<u>16,060</u>	<u>17,174</u>
Total shareholders' equity and liabilities	<u>44,308</u>	<u>48,680</u>

DOCdata N.V. – Full year ended December 31, 2003**2. Consolidated Statements of Income**

Prepared in accordance with Dutch GAAP

The comparable figures for the 2002 Consolidated Statement of Income have been restated as the amortisation goodwill for 2002 has now been reported under Selling Expenses and the extraordinary income for 2002 has now been reported under General and Administrative Expenses.

(in thousands, except earnings per share and average shares outstanding)	2003		2002	
	€	%	€	%
Net sales	72,933	100.0	73,381	100.0
Cost of goods sold	57,236	78.5	59,471	81.1
Gross profit	15,697	21.5	13,910	18.9
Selling expenses (before reclassification of amortisation goodwill)	5,090	6.9	4,605	6.3
Amortisation goodwill	1,573	2.2	681	0.9
Selling expenses (after reclassification of amortisation goodwill)	6,663	9.1	5,286	7.2
General and administrative expenses (before reclassification of extraordinary income)	7,485	10.3	7,350	10.0
Extraordinary income	-	-	575	0.8
General and administrative expenses (after reclassification of extraordinary income)	7,485	10.3	6,775	9.2
Operating income	1,549	2.1	1,849	2.5
Net financial expenses	254	0.3	284	0.4
Income before taxes	1,295	1.8	1,565	2.1
Income taxes	445	0.6	617	0.9
Net income	1,740	2.4	2,182	3.0
Third party share	38	0.0	-	-
Net income for the group	1,778	2.4	2,182	3.0
Net income per share (EPS: earnings per share)	0.26		0.32	
Net income per share fully diluted	0.24		0.30	
Net income per share out of normal operations	0.26		0.23	
Net income per share out of normal operations fully diluted	0.24		0.22	
Average number of shares outstanding	6,844,000		6,870,000	
Potentially average number of shares fully diluted	7,309,000		7,309,000	

DOCdata N.V. – Full year ended December 31, 2003

3. Consolidated Statements of Cash Flows

Prepared in accordance with Dutch GAAP

(in thousands)	2003 €	2002 €
Net income / (loss)	1,778	2,182
Adjustment to reconcile net income to net cash provided by operating activities:		
Depreciation and amortisation	7,140	7,063
Third party share	(39)	-
Provision minority interest	25	-
(Profit)/loss on sale of tangible fixed assets	(19)	1,298
Release of US restructuring provision in extraordinary result	-	(575)
Changes in assets and liabilities:		
Inventory	1,604	(840)
Receivables	(82)	7,110
Trade payables	(1,711)	(3,953)
Taxes and social security	139	161
Other liabilities	985	(1,704)
Provisions	(733)	1,626
Other	12	(68)
Net cash provided by operating activities	9,099	12,300
Cash flows from investing activities:		
Capital expenditures	(3,988)	(4,015)
Proceeds from sale of tangible fixed assets	47	1,151
Proceeds from sale of subsidiary	-	564
Net cash used in investing activities	(3,941)	(2,300)
Cash flows from financing activities:		
Repayment of share capital	(3,421)	-
Dividends paid	(889)	(891)
Net change in loans	65	(3,026)
Buy of shares	(39)	(190)
Changes in bank overdraft facilities	-	(1,514)
Payment of RIAA settlement	-	(3,687)
Net cash used in financing activities	(4,284)	(9,308)
Effect of exchange rate changes on cash	(71)	(276)
Net increase in cash and cash equivalents	803	416
Cash and cash equivalents at beginning of year	5,801	5,385
Cash and cash equivalents at end of year	6,604	5,801

DOCdata N.V. – Full year ended December 31, 2003**4. Notes to Consolidated Financial Statements****4.1 Preparation of Financial Statements**

The consolidated financial statements of DOCdata N.V. (referred to as “DOCdata” or the “Company”) have been prepared on the basis of accounting principles generally accepted in the Netherlands (“Netherlands GAAP”). In the opinion of the management, these statements include all adjustments necessary for a fair presentation of the financial position, operating results and cash flows of all reporting periods herein. All such adjustments are of a normal recurring nature.

4.2 Consolidation

In the comparable figures per December 31, 2002, both remaining DOCdata subsidiaries in the United States of America, DOCdata USA, Inc. and DOCdata California, Inc., are valued as discontinued operations.

The balance sheets of DOCdata USA, Inc. and DOCdata California, Inc. per December 31, 2002 have been consolidated into the consolidated balance sheet of the Company per December 31, 2002.

The consolidated income statement of the Company for the year ended December 31, 2002 includes the results of DOCdata New England, Inc. for the three months’ period ended March 31, 2002 (2003: nil) and the results of DOCdata California, Inc. for the four months’ period ended April 30, 2002 (2003: nil).

4.3 Tangible fixed assets

(in thousands)	December 31, 2003 €	December 31, 2002 €
Land and buildings	1,682	1,757
Machinery and equipment	10,949	12,778
Other	1,414	1,516
	14,045	16,051
Tangible fixed assets under construction	556	538
Total	14,601	16,589

Tangible fixed assets under construction per December 31, 2003 fully consists of capital expenditures related to the replacement of machinery and equipment for DVD production and printing in the Netherlands.