

WAVECOM S.A.

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS
(in thousands)

Prepared in accordance with U.S. generally accepted accounting principles.

	At December 31, <u>2004</u>	At June 30, <u>2005</u>
	Euro	Euro
ASSETS		
Current assets :		
Cash and cash equivalents.....	53 318	57 403
Accounts receivable, net	22 864	22 304
Inventory, net	16 409	9 495
Value added tax recoverable	1 102	498
Prepaid expenses and other current assets	<u>5 481</u>	<u>4 132</u>
Total current assets	99 174	93 832
Other assets :		
Other intangible and tangible assets, net	12 617	7 830
Long-term investments	9 017	3 596
Other assets	5 295	4 291
Research tax credit.....	1 486	1 517
Deferred tax assets.....	<u>9 617</u>	<u>9 617</u>
Total assets	<u><u>137 206</u></u>	<u><u>120 683</u></u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities :		
Accounts payable.....	36 393	26 331
Accrued compensation	8 089	6 282
Other accrued expenses	32 217	22 758
Current portion of capitalized lease obligations	466	334
Deferred revenue and advances received from customers	820	642
Other liabilities	<u>731</u>	<u>180</u>
Total current liabilities	78 716	56 527
Long-term liabilities :		
Long-term portion of capitalized lease obligations	302	166
Other long-term liabilities.....	<u>1 732</u>	<u>1 293</u>
Total long-term liabilities	2 034	1 459
Minority interests.....	-	-
Shareholders' equity :		
Shares, Euro 1 nominal value, 15,506,290 shares authorized, issued and outstanding at June 30, 2005 (15,506,290 at December 31, 2004)	15 506	15 506
Additional paid-in capital	137 039	137 039
Treasury stock at cost (156,345 shares at June 30, 2005 and December 31, 2004).....	(1 312)	(1 312)
Retained deficit	(93 344)	(86 475)
Accumulated other comprehensive loss.....	<u>(1 433)</u>	<u>(2 061)</u>
Total shareholders' equity	<u>56 456</u>	<u>62 697</u>
Total liabilities and shareholders' equity	<u><u>137 206</u></u>	<u><u>120 683</u></u>