

The TriZetto Group, Inc.
Condensed Consolidated Statements of Operations
(unaudited and in thousands, except per share amounts)

	Three Months Ended March 31,	
	2006	2005
Revenue		
Recurring revenue	\$ 43,710	\$ 39,023
Non-recurring revenue	41,608	32,795
Total revenue	<u>85,318</u>	<u>71,818</u>
Cost of revenue		
Recurring revenue	25,695	23,398
Non-recurring revenue	19,126	16,211
Total cost of revenue	<u>44,821</u>	<u>39,609</u>
Gross profit	40,497	32,209
Operating expenses		
Research and development	10,478	8,481
Selling, general and administrative	21,316	18,102
Amortization of other intangible assets	1,508	883
Total operating expenses	<u>33,302</u>	<u>27,466</u>
Income from operations	7,195	4,743
Interest income	890	189
Interest expense	(832)	(359)
Other income	180	-
Income before provision for income taxes	7,433	4,573
Provision for income taxes	(595)	(275)
Net income	<u>\$ 6,838</u>	<u>\$ 4,298</u>
Net income per share:		
Basic	<u>\$ 0.16</u>	<u>\$ 0.10</u>
Diluted (1)	<u>\$ 0.15</u>	<u>\$ 0.10</u>
Weighted average shares outstanding:		
Basic	<u>41,899</u>	<u>41,714</u>
Diluted	<u>45,666</u>	<u>43,934</u>
Other financial data (2):		
Adjusted EBITDA	\$ 15,719	\$ 12,026
12-month backlog	\$ 187,300	\$ 172,000
Total backlog	\$ 704,600	\$ 604,800

(1) For the quarter ended March 31, 2006, both debt and equity treatment of the long-term convertible debt yielded the same diluted earnings per share results.

(2) See accompanying notes for a definition of 12-month and total backlog, and for a definition of Adjusted EBITDA and a reconciliation of Net income to Adjusted EBITDA

The TriZetto Group, Inc.
Condensed Consolidated Statements of Operations
Adjusted EBITDA Presentation (2)
(unaudited and in thousands)

	Three Months Ended March 31,	
	2006	2005
Revenue		
Recurring revenue	\$ 43,710	\$ 39,023
Non-recurring revenue	41,608	32,795
Total revenue	<u>85,318</u>	<u>71,818</u>
Cost of revenue		
Recurring revenue	23,248	20,897
Non-recurring revenue	16,664	14,250
Total cost of revenue	<u>39,912</u>	<u>35,147</u>
Gross profit	45,406	36,671
Operating expenses		
Research and development	10,169	8,250
Sales and marketing	5,876	5,267
General and administrative	13,642	11,128
	<u>29,687</u>	<u>24,645</u>
Adjusted EBITDA	15,719	12,026
Operating depreciation and amortization	5,563	5,588
Amortization of other intangible assets	1,508	883
Stock-based compensation	1,528	251
Restructuring, impairment and other	(75)	561
	<u>8,524</u>	<u>7,283</u>
Income from operations	7,195	4,743
Interest income	890	189
Interest expense	(832)	(359)
Other income	180	-
	<u>7,433</u>	<u>4,573</u>
Income before provision for income taxes	7,433	4,573
Provision for income taxes	(595)	(275)
Net income	<u>\$ 6,838</u>	<u>\$ 4,298</u>

(2) See accompanying notes for a definition of Adjusted EBITDA and a reconciliation of Net income to Adjusted EBITDA

The TriZetto Group, Inc.
Condensed Consolidated Balance Sheets
(in thousands)

	March 31, 2006	December 31, 2005
	(unaudited)	
Assets		
Current assets:		
Cash and cash equivalents	\$ 88,654	\$ 106,940
Restricted cash	1,021	1,543
Accounts receivable, net	58,189	41,745
Prepaid expenses and other current assets	11,528	11,375
Total current assets	<u>159,392</u>	<u>161,603</u>
Property and equipment, net	23,572	25,730
Capitalized software products, net	28,885	28,724
Goodwill	73,570	87,170
Other intangible assets, net	32,826	3,335
Other assets	11,136	11,177
Total assets	<u>\$ 329,381</u>	<u>\$ 317,739</u>
Liabilities and Stockholders' Equity		
Current liabilities:		
Short-term notes payable	\$ 546	\$ 120
Capital lease obligations	1,426	1,979
Accounts payable	11,306	14,959
Accrued liabilities	22,651	56,957
Deferred revenue	55,555	35,625
Total current liabilities	<u>91,484</u>	<u>109,640</u>
Long-term convertible debt	100,000	100,000
Long-term revolving line of credit	15,000	-
Other long-term liabilities	2,183	1,752
Capital lease obligations	879	1,065
Deferred revenue	4,378	3,924
Total liabilities	<u>213,924</u>	<u>216,381</u>
Common stock	44	42
Additional paid-in capital	366,459	362,186
Deferred stock compensation	-	(2,986)
Accumulated deficit	(251,046)	(257,884)
Total stockholders' equity	<u>115,457</u>	<u>101,358</u>
Total liabilities and stockholders' equity	<u>\$ 329,381</u>	<u>\$ 317,739</u>