

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

	Three Months Ended June 30,	
	2007	2006
Revenue		
Services and other	\$ 91,432	\$ 69,793
Products	23,403	17,917
Total revenue	<u>114,835</u>	<u>87,710</u>
Operating costs and expenses		
Cost of revenue - services and other	50,888	41,980
Cost of revenue - products (excludes amortization of acquired technology)	4,776	3,232
Research and development	16,444	10,743
Selling, general and administrative	28,801	24,027
Amortization of acquired technology	1,237	940
Amortization of acquired other intangible assets	1,360	128
Total operating costs and expenses	<u>103,506</u>	<u>81,050</u>
Income from operations	11,329	6,660
Interest income	2,803	945
Interest expense	(3,483)	(835)
Income before provision for income taxes*	<u>10,649</u>	<u>6,770</u>
Provision for income taxes*	(4,523)	(356)
Net income*	<u>\$ 6,126</u>	<u>\$ 6,414</u>
Net income for diluted EPS calculation*	<u>\$ 6,823</u>	<u>\$ 6,414</u>
Net income per share:		
Basic*	<u>\$ 0.14</u>	<u>\$ 0.15</u>
Diluted (1)*	<u>\$ 0.11</u>	<u>\$ 0.14</u>
Weighted average shares outstanding:		
Basic	<u>44,522</u>	<u>42,370</u>
Diluted (1)	<u>61,876</u>	<u>45,394</u>
Other financial data (2):		
Adjusted EBITDA	\$ 23,135	\$ 15,324
12-month backlog	\$ 229,000	\$ 186,100
Total backlog	\$ 944,400	\$ 717,500

(1) For the three months ended June 30, 2007, the equity treatment of our long-term convertible notes yielded lower diluted earnings per share results; therefore, a total of 13.8 million shares and the after-tax effect of interest expense were included in the diluted earnings per shares calculation.

(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.

* See Profitability section for a potential non-cash accounting impact relating to certain aspects of the convertible notes and other financial instruments

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

	Six Months Ended June 30,	
	2007	2006
Revenue		
Services and other	\$ 181,207	\$ 135,565
Products	47,131	37,463
Total revenue	<u>228,338</u>	<u>173,028</u>
Operating costs and expenses		
Cost of revenue - services and other	100,989	82,327
Cost of revenue - products (excludes amortization of acquired technology)	9,979	7,706
Research and development	32,181	21,221
Selling, general and administrative	56,105	45,343
Amortization of acquired technology	2,947	2,155
Amortization of acquired other intangible assets	2,661	421
Total operating costs and expenses	<u>204,862</u>	<u>159,173</u>
Income from operations	23,476	13,855
Interest income	3,556	1,835
Interest expense	(6,124)	(1,667)
Other income	-	180
Income before provision for income taxes*	<u>20,908</u>	<u>14,203</u>
Provision for income taxes*	(8,886)	(951)
Net income*	<u>\$ 12,022</u>	<u>\$ 13,252</u>
Net income for diluted EPS calculation*	<u>\$ 13,486</u>	<u>\$ 13,252</u>
Net income per share:		
Basic*	<u>\$ 0.27</u>	<u>\$ 0.31</u>
Diluted (1)*	<u>\$ 0.22</u>	<u>\$ 0.29</u>
Weighted average shares outstanding:		
Basic	<u>44,192</u>	<u>42,140</u>
Diluted (1)	<u>61,777</u>	<u>45,548</u>
Other financial data (2):		
Adjusted EBITDA	\$ 46,926	\$ 31,043
12-month backlog	\$ 229,000	\$ 186,100
Total backlog	\$ 944,400	\$ 717,500

(1) For the six months ended June 30, 2007, the equity treatment of our long-term convertible notes yielded lower diluted earnings per share results; therefore, a total of 13.8 million shares and the after-tax effect of interest expense were included in the diluted earnings per shares calculation.

(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.

* See Profitability section for a potential non-cash accounting impact relating to certain aspects of the convertible notes and other financial instruments

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

	June 30, 2007	December 31, 2006
	(unaudited)	
Assets		
Current assets:		
Cash and cash equivalents	\$ 202,062	\$ 107,057
Short-term investments	53,065	-
Restricted cash	1,740	921
Accounts receivable, net	83,961	64,386
Prepaid expenses and other current assets	14,368	11,415
Deferred tax assets*	19,661	14,100
Total current assets	<u>374,857</u>	<u>197,879</u>
Property and equipment, net	32,025	26,777
Capitalized software development costs, net	26,435	27,913
Deferred tax assets*	16,690	-
Goodwill	187,335	90,337
Other intangible assets, net	80,039	27,347
Other assets	18,673	12,347
Total assets	<u>\$ 736,054</u>	<u>\$ 382,600</u>
Liabilities and stockholders' equity		
Current liabilities:		
Current portion of notes payable and term loan	\$ 11,331	\$ 115
Current portion of capital lease obligations	1,321	1,461
Accounts payable	15,300	18,091
Accrued liabilities	52,131	61,595
Deferred revenue	56,115	30,508
Total current liabilities*	<u>136,198</u>	<u>111,770</u>
Long-term convertible debt*	330,000	100,000
Long-term revolving line of credit and term loan	81,286	12,000
Other long-term liabilities	6,048	2,340
Capital lease obligations	1,671	2,030
Deferred tax liabilities*	15,321	14,100
Deferred revenue	8,584	6,453
Total liabilities	<u>579,108</u>	<u>248,693</u>
Common stock	46	43
Additional paid-in capital*	387,647	376,633
Accumulated deficit*	(230,747)	(242,769)
Total stockholders' equity	<u>156,946</u>	<u>133,907</u>
Total liabilities and stockholders' equity	<u>\$ 736,054</u>	<u>\$ 382,600</u>

* See Profitability section for a potential non-cash accounting impact relating to certain aspects of the convertible notes and other financial instruments