

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

	Three Months Ended March 31,	
	2008	2007
Revenue		
Services and other	\$ 90,047	\$ 89,775
Products	16,773	23,728
Total revenue	<u>106,820</u>	<u>113,503</u>
Operating costs and expenses		
Cost of revenue - services and other	47,874	49,599
Cost of revenue - products (excludes amortization of acquired technology)	4,618	5,203
Research and development	15,095	15,735
Selling, general and administrative	27,990	27,808
Amortization of acquired technology	1,421	1,710
Amortization of acquired other intangible assets	1,383	1,301
Total operating costs and expenses	<u>98,381</u>	<u>101,356</u>
Income from operations	8,439	12,147
Interest income	2,165	753
Interest expense	(3,268)	(2,641)
Income before provision for income taxes	<u>7,336</u>	<u>10,259</u>
Provision for income taxes	(2,934)	(4,363)
Net income	<u>\$ 4,402</u>	<u>\$ 5,896</u>
Net income for diluted EPS calculation	<u>\$ 5,202</u>	<u>\$ 5,896</u>
Net income per share:		
Basic	<u>\$ 0.10</u>	<u>\$ 0.13</u>
Diluted (1)	<u>\$ 0.09</u>	<u>\$ 0.12</u>
Weighted average shares outstanding:		
Basic	<u>42,321</u>	<u>43,856</u>
Diluted (1)	<u>60,227</u>	<u>47,825</u>
Other financial data (2):		
Adjusted EBITDA	\$ 20,126	\$ 23,791
12-month backlog	\$ 310,600	\$ 236,700
Total backlog	\$ 1,144,800	\$ 964,800

(1) For the three months ended March 31, 2008, the equity treatment of our long-term convertible debt on an as-if-converted basis yielded lower diluted earnings per share results; therefore, a total of 15.8 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.

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

	March 31, 2008	December 31, 2007
	(unaudited)	
Assets		
Current assets:		
Cash and cash equivalents	\$ 162,239	\$ 208,507
Accounts receivable, net	104,200	92,118
Prepaid expenses and other current assets	20,718	17,458
Deferred tax assets	10,273	10,273
Total current assets	<u>297,430</u>	<u>328,356</u>
Property and equipment, net	31,832	32,889
Capitalized software development costs, net	25,340	25,903
Long-term investments	68,925	-
Goodwill	200,219	200,219
Other intangible assets, net	71,741	74,545
Other assets	16,050	16,070
Total assets	<u>\$ 711,537</u>	<u>\$ 677,982</u>
Liabilities and stockholders' equity		
Current liabilities:		
Current portion of notes payable	\$ 395	\$ 53
Current portion of term loan	10,714	10,714
Current portion of capital lease obligations	917	1,108
Accounts payable	12,749	16,142
Accrued liabilities	31,185	53,079
Deferred revenue	94,449	41,356
Total current liabilities	<u>150,409</u>	<u>122,452</u>
Long-term convertible debt	330,000	330,000
Long-term revolving line of credit and term loan	56,250	60,250
Other long-term liabilities	7,268	6,370
Capital lease obligations	1,036	1,172
Deferred tax liabilities	3,827	2,817
Deferred revenue, non-current	5,107	7,265
Total liabilities	<u>553,897</u>	<u>530,326</u>
Common stock	44	44
Accumulated other comprehensive income (loss)	(3,375)	-
Additional paid-in capital	371,108	362,151
Accumulated deficit	(210,137)	(214,539)
Total stockholders' equity	<u>157,640</u>	<u>147,656</u>
Total liabilities and stockholders' equity	<u>\$ 711,537</u>	<u>\$ 677,982</u>