

MIVA, Inc.
Consolidated Statements of Operations
(in thousands, except per share data)

	Three Months Ended Sept 30th, 2006 (unaudited)	Three Months Ended Sept 30th, 2005 (unaudited)	Nine Months Ended Sept 30th, 2006 (unaudited)	Nine Months Ended Sept 30th, 2005 (unaudited)
Revenues	\$ 43,258	\$ 44,687	\$ 129,092	\$ 151,665
Cost of services	23,050	22,802	65,895	79,904
Gross profit	20,208	21,885	63,197	71,761
Operating expenses				
Marketing, sales, and service	11,800	8,879	37,506	25,928
General and administrative	8,968	7,949	31,585	28,813
Product development	2,311	2,984	6,908	7,281
Amortization	1,452	2,160	5,904	6,077
Impairment loss on goodwill and other intangible assets	-	4,293	63,680	123,188
Patent litigation settlement	-	-	-	8,000
Gain on sale of business	-	(631)	-	(631)
Total operating expenses	24,531	25,634	145,583	198,656
Income (loss) from operations	(4,323)	(3,749)	(82,386)	(126,895)
Interest income, net	200	168	573	447
Exchange rate gain (loss)	(16)	(18)	74	(153)
Income (loss) before provision for income taxes	(4,139)	(3,599)	(81,739)	(126,601)
Income tax expense (benefit)	448	(127)	(351)	(1,096)
Net loss	<u>\$ (4,587)</u>	<u>\$ (3,472)</u>	<u>\$ (81,388)</u>	<u>\$ (125,505)</u>
Net income (loss) per share				
Basic	<u>\$ (0.15)</u>	<u>\$ (0.11)</u>	<u>\$ (2.59)</u>	<u>\$ (4.09)</u>
Diluted	<u>\$ (0.15)</u>	<u>\$ (0.11)</u>	<u>\$ (2.59)</u>	<u>\$ (4.09)</u>
Weighted-average number of common shares outstanding				
Basic	<u>31,585</u>	<u>30,821</u>	<u>31,434</u>	<u>30,712</u>
Diluted	<u>31,585</u>	<u>30,821</u>	<u>31,434</u>	<u>30,712</u>

	Three Months Ended September 30, 2006 (unaudited)	Three Months Ended June 30, 2006 (unaudited)	Three Months Ended March 31, 2006 (unaudited)
Revenues	\$ 43,258	\$ 41,422	\$ 44,412
Cost of services	23,050	21,413	21,432
Gross profit	20,208	20,009	22,980
Operating expenses			
Marketing, sales, and service	11,800	13,801	11,905
General and administrative	8,968	12,178	10,439
Product development	2,311	2,373	2,224
Amortization	1,452	2,258	2,194
Impairment loss on goodwill and other intangible assets	-	63,680	-
Total operating expenses	24,531	94,290	26,762
Income (loss) from operations	(4,323)	(74,281)	(3,782)
Interest income, net	200	207	166
Exchange rate gain (loss)	(16)	67	23
Income (loss) before provision for income taxes	(4,139)	(74,007)	(3,593)
Income tax expense (benefit)	448	(1,026)	227
Net loss	<u>\$ (4,587)</u>	<u>\$ (72,981)</u>	<u>\$ (3,820)</u>
Net income (loss) per share			
Basic	<u>\$ (0.15)</u>	<u>\$ (2.29)</u>	<u>\$ (0.12)</u>
Diluted	<u>\$ (0.15)</u>	<u>\$ (2.29)</u>	<u>\$ (0.12)</u>
Weighted-average number of common shares outstanding			
Basic	<u>31,585</u>	<u>31,830</u>	<u>31,188</u>
Diluted	<u>31,585</u>	<u>31,830</u>	<u>31,188</u>

MIVA, Inc.
Reconciliations to Consolidated Statements of Operations
(in thousands, except per share data)

<i>Additional information:</i>	Three Months Ended September 30, 2006 (unaudited)	Three Months Ended September 30, 2005 (unaudited)	Nine Months Ended September 30, 2006 (unaudited)	Nine Months Ended September 30, 2005 (unaudited)
Adjusted EBITDA	\$ (1,231)	\$ 4,041	\$ (4,364)	\$ 14,293
Adjusted net income (loss)	\$ (2,848)	\$ 1,284	\$ (12,355)	\$ 5,415
Adjusted net income (loss) per share	\$ (0.09)	\$ 0.04	\$ (0.39)	\$ 0.17

<i>Additional information:</i>	Three Months Ended September 30, 2006 (unaudited)	Three Months Ended June 30, 2006 (unaudited)	Three Months Ended March 31, 2006 (unaudited)
Adjusted EBITDA	\$ (1,231)	\$ (3,604)	\$ 471
Adjusted net income (loss)	\$ (2,848)	\$ (8,584)	\$ (923)
Adjusted net income (loss) per share	\$ (0.09)	\$ (0.27)	\$ (0.03)

<i>Reconciliation of Net Income (Loss) to Adjusted EBITDA</i>	Three Months Ended September 30, 2006 (unaudited)	Three Months Ended September 30, 2005 (unaudited)	Nine Months Ended September 30, 2006 (unaudited)	Nine Months Ended September 30, 2005 (unaudited)
Net income (loss)	\$ (4,587)	\$ (3,472)	\$ (81,388)	\$ (125,505)
Interest income, net and exchange rate gain/(loss)	(184)	(150)	(647)	(294)
Taxes	448	(127)	(351)	(1,096)
Depreciation	1,353	1,337	4,092	3,923
Amortization	1,452	2,160	5,904	6,077
EBITDA	(1,518)	(252)	(72,390)	(116,895)
Impairment loss on goodwill and other intangible assets	-	4,293	63,680	123,188
Patent litigation	-	-	-	8,000
Non-cash stock compensation charge	1,071	-	6,040	-
Gain on lease termination	-	-	(910)	-
Non-cash European business tax reimbursements	(784)	-	(784)	-
Adjusted EBITDA	\$ (1,231)	\$ 4,041	\$ (4,364)	\$ 14,293

<i>Reconciliation of Net Income (Loss) to Adjusted EBITDA</i>	Three Months Ended September 30, 2006 (unaudited)	Three Months Ended June 30, 2006 (unaudited)	Three Months Ended March 31, 2006 (unaudited)
Net income (loss)	\$ (4,587)	\$ (72,981)	\$ (3,820)
Interest income, net and exchange rate gain	(184)	(274)	(189)
Taxes	448	(1,026)	227
Depreciation	1,353	1,392	1,347
Amortization	1,452	2,258	2,194
EBITDA	(1,518)	(70,631)	(241)
Impairment loss on goodwill and other intangible assets	-	63,680	-
Non-cash stock compensation charge	1,071	3,347	1,622
Gain on lease termination	-	-	(910)
Non-cash European business tax reimbursements	(784)	-	-
Adjusted EBITDA	\$ (1,231)	\$ (3,604)	\$ 471

<i>Reconciliation of Net Income (Loss) to Adjusted Net Income (Loss)</i>	Three Months Ended September 30, 2006 (unaudited)	Three Months Ended September 30, 2005 (unaudited)	Nine Months Ended September 30, 2006 (unaudited)	Nine Months Ended September 30, 2005 (unaudited)
Net income (loss)	\$ (4,587)	\$ (3,472)	\$ (81,388)	\$ (125,505)
Impairment loss on goodwill and other intangible assets	-	4,293	63,680	123,188
Amortization	1,452	2,160	5,904	6,077
Patent litigation	-	-	-	8,000
Non-cash stock compensation charge	1,071	-	6,040	-
Gain on lease termination	-	-	(910)	-
Non-cash European business tax reimbursements	(784)	-	(784)	-
Tax effect of above adjustments	-	(1,697)	(4,897)	(6,345)
Adjusted net income (loss)	\$ (2,848)	\$ 1,284	\$ (12,355)	\$ 5,415
Adjusted net income (loss) per share	\$ (0.09)	\$ 0.04	\$ (0.39)	\$ 0.17
Shares used in per share calculation - basic / diluted (*)	31,585	32,015 *	31,434	32,305 *

<i>Reconciliation of Net Income (Loss) to Adjusted Net Income (Loss)</i>	Three Months Ended September 30, 2006 (unaudited)	Three Months Ended June 30, 2006 (unaudited)	Three Months Ended March 31, 2006 (unaudited)
Net income (loss)	\$ (4,587)	\$ (72,981)	\$ (3,820)
Impairment loss on goodwill and other intangible assets	-	63,680	-
Amortization	1,452	2,258	2,194
Non-cash stock compensation charge	1,071	3,347	1,622
Gain on lease termination	-	-	(910)
Non-cash European business tax reimbursements	(784)	-	-
Tax effect of above adjustments	-	(4,888)	(9)
Adjusted net income (loss)	\$ (2,848)	\$ (8,584)	\$ (923)
Adjusted net income (loss) per share	\$ (0.09)	\$ (0.27)	\$ (0.03)
Shares used in per share calculation - basic	31,585	31,830	31,188

MIVA, Inc.
Condensed Consolidated Balance Sheets
(in thousands, except par value)

ASSETS	September 2006	December 31, 2005
	<u>(unaudited)</u>	
CURRENT ASSETS		
Cash, cash equivalents & short-term investments	\$ 32,672	\$ 38,436
Accounts receivable, less allowance for doubtful accounts of \$1,287 and \$1,904 at September 30, 2006 and December 31, 2005, respectively	21,778	22,387
Deferred tax assets	340	1,140
Income tax receivable	1,041	7,105
Prepaid expenses and other current assets	<u>1,722</u>	<u>1,263</u>
Total current assets	57,553	70,331
PROPERTY AND EQUIPMENT - NET	17,333	17,019
INTANGIBLE ASSETS - NET	37,075	98,830
DEFERRED TAX ASSETS - NET	763	3,553
OTHER ASSETS	<u>1,052</u>	<u>1,059</u>
Total assets	<u>\$ 113,776</u>	<u>\$ 190,792</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 31,890	\$ 33,311
Deferred revenue	3,276	3,469
Current portion of long-term debt	1,339	1,240
Other current liabilities	<u>1,482</u>	<u>831</u>
Total current liabilities	37,987	38,851
DEFERRED TAX LIABILITIES	-	3,636
LONG-TERM DEBT AND OTHER LONG-TERM LIABILITIES	<u>717</u>	<u>1,792</u>
Total liabilities	<u>38,704</u>	<u>44,279</u>
COMMITMENTS AND CONTINGENCIES		
STOCKHOLDERS' EQUITY		
Preferred stock, \$.001 par value; authorized, 500 shares; none issued and outstanding	-	-
Common stock, \$.001 par value; authorized, 200,000 shares; issued 32,351 and 31,099, respectively; outstanding 31,273 and 31,001, respectively	32	31
Additional paid-in capital	257,529	250,465
Treasury stock; 1,078 and 98 shares at cost, respectively	(4,090)	(1,093)
Accumulated other comprehensive income	4,644	(1,235)
Deficit	<u>(183,043)</u>	<u>(101,655)</u>
Total stockholders' equity	<u>75,072</u>	<u>146,513</u>
Total liabilities and stockholders' equity	<u>\$ 113,776</u>	<u>\$ 190,792</u>