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FINANCE AND TELECOM ANALYTICS SOLUTIONS DRIVE ANGOSS REVENUE AND PROFIT GROWTH

Toronto, Canada – January 30, 2006

Angoss Software Corporation (Angoss) (TSX-V: ANC) today announced preliminary unaudited results for the fourth quarter and fiscal year ending November 30, 2005. Record fourth quarter and fiscal year revenues were achieved, resulting in significant improvements in operating profitability and net income.

Full year revenues grew 5.7% to \$6,422,211 (2004: \$6,073,494). Direct revenues grew 24% to \$6,309,013 (2004: \$5,087,475) but were offset by an \$887,000 year over year decline in partner revenues. Operating income for 2005 improved to \$439,904, compared with a prior year operating loss of \$47,979. Net income was \$6,914 compared with a prior year net loss of \$512,087.

Fourth quarter revenues grew 8.7% to \$1,806,900 (2004: \$1,661,843). Direct revenues grew 27% to \$1,794,364 (2004: \$1,409,192) but were offset by a \$243,000 year over year decline in partner revenues. Fourth quarter operating income was \$270,464, up 81% from prior year results (\$149,287). Net income was \$154,384, up 180% from prior year results (\$55,104).

Direct revenue growth and improved operating profitability and net income resulted primarily from expanding financial services industry sales of the Company's KnowledgeSEEKER® and KnowledgeSTUDIO® suites, as well as growing FundGuard™ and Telecom Marketing Analytics™ solutions sales, combined with improved sales and services team productivity. Reported partner revenues, which had represented approximately 15% of revenues in fiscal 2003 and 2004, were less than 1% of revenues in 2005.

"Our improved performance in 2005 reflects our ability to deliver our clients targeted business solutions that directly address their business challenges and deliver demonstrable return on investment" commented Angoss President Eric Apps. "Our solutions are helping our clients optimize their marketing spend, rationalize their sales coverage, and maximize the value of their customer relationships, with the ability to see, track and measure results."

Fourth Quarter Results Commentary and Recent Developments

Angoss continues to expand its predictive analytics solutions deployments with clients, targeting the financial services and communications industries. Angoss offerings combine market proven Angoss predictive analytics software and industry specific templates, best practises and implementation services that help sales and marketing professionals achieve the business value benefits of predictive analytics faster, and at lower cost.

FundGuard™ Helps Adopters Add \$200 Million In Net Assets; Delivers Predictive Leads to Fund Wholesalers On RIM Blackberry™ Platform

During the fourth quarter, deployment of the Angoss FundGuard™ solution continued to expand. FundGuard helps mutual fund managers drive growth in assets under management while reducing redemption risk, and has already generated over \$200 million in incremental growth in assets under management with adopting clients. Specifically designed for the mutual fund and wealth management industries, FundGuard uses advanced analytics, strategic segmentation, channel optimization, and sales territory and lead management tools to deliver improved sales force productivity with fast time to solution and low implementation cost. FundGuard™ is now enabling one Angoss client to further accelerate sales productivity and asset growth by delivering predictive leads to its sales teams through their RIM Blackberry™ wireless devices.

Telecom Marketing Analytics™ Helps Telco Marketers Better Target SME Prospects

During the fourth quarter Angoss continued to expand use of its Telecom Marketing Analytics solution at two North American telecommunications clients. Angoss is helping these clients identify, target and win share in highest value consumer and small business market segments, with more targeted, relevant and impactful launches of new VOIP and solutions based offerings. Specifically designed for the communications industry, Angoss Telecom Marketing Analytics provides sales and marketing managers with advanced analytics, planning and forecasting tools enabling strategic segmentation and value assessment of consumer and small business markets, targeted lead generation with next offer analysis, optimization of sales force channel activities, improved product mix analysis and inventory forecasting, and reduced customer churn.

KnowledgeSEEKER® & KnowledgeSTUDIO® Growth Ahead of Industry Projections

Key differentiators in selecting Angoss predictive analytics software include usability, flexibility, scalability and total cost of ownership. Notable 2005 customer wins included continued expansion at many of North America's and Europe's largest financial services organizations and new customer relationships with leading on-line retailing brands. During the fourth quarter and fiscal year ended November 30, 2005, the Company continued to deliver growth in analytics software sales in excess of reported industry growth rates, achieving 195% and 119% year over year growth, respectively, in KnowledgeSEEKER® sales, as a result of continued positive customer reception to the Company's second quarter release of KnowledgeSEEKER 5. The Company also released a new version of KnowledgeSTUDIO® 5 and introduced a new product offering, StrategyBuilder™, during November, 2005. Initial feedback has been strongly positive, and the Company expects to continue to grow its market share as it increasingly positions these products as premium offerings for high end users of advanced predictive analytics tools. The Company expects to continue to grow analytics software revenues ahead of IDC reported industry growth rates and will continue to focus on the premium user segment of this market.

Angoss Terminates Siebel Systems License Agreement; Pursues Royalties Claim

Declines in reported partner revenues in 2005 resulted from lower reported sales of partner offerings incorporating Angoss products, as well as continuing changes in partners' personnel, resources and ownership. As a result of these developments, certain partnering agreements were terminated and the Company is re-evaluating its partner channels strategies in general. Following its third quarter termination of a licensing agreement with partner Siebel Systems (NASD: SEBL), which preceded the announcement of the proposed merger of Siebel Systems with Oracle Corporation (NASD: ORCL), and completion of a preliminary post-termination audit during the fourth quarter, the Company has initiated litigation proceedings. Matters in dispute include non-disclosure, non-reporting and non-payment by Siebel Systems of royalties due on distributions of its own and oem partner software over the past several quarters using so-called enterprise license agreements, pool of funds transactions, and other undisclosed program bundles. Siebel Systems has disputed the Company's right to terminate the agreement. No provision has been made in 2005 results for any additional revenues resulting from the resolution or adjudication of such claims. The Company has declined the partner's proposals to settle matters in dispute.

Stock Option Grants

In accordance with the provisions of The Toronto Stock Exchange, and in conjunction with the approval of the Company's business plan for 2006, the Company has granted options to acquire 2,025,000

common shares to officers and employees. Vesting of these options is contingent on the achievement by the Company of revenue and operating profit performance targets set forth in the Company's business plan. The options have an exercise price of \$0.19. 750,000, or 37% of such options, have been granted to three named executive officers.

Results Summary

Unaudited preliminary results for the three and twelve months ended November 30, 2005 and corresponding 2004 results are as follows:

ANGOSS Software Corporation

Income Statement Information

(unaudited, stated in Canadian dollars)

| | Three Months ended | | Twelve Months ended | |
|---|----------------------|----------------------|----------------------|----------------------|
| | November 30, 2005 | November 30, 2004 | November 30, 2005 | November 30, 2004 |
| Revenues | \$1,806,900 | \$1,661,843 | \$6,422,211 | \$6,073,494 |
| Cost of Goods Sold | 4,965 | 6,721 | 17,720 | 49,366 |
| Gross margin | 1,801,935 | 1,655,122 | 6,404,491 | 6,024,128 |
| Costs and Expenses | | | | |
| General and administration | 342,886 | 399,446 | 1,510,036 | 1,601,050 |
| Sales and marketing | 917,281 | 883,227 | 3,288,078 | 3,274,187 |
| Research and development, net | 271,304 | 223,162 | 1,166,473 | 1,196,870 |
| | 1,531,471 | 1,505,835 | 5,964,587 | 6,072,107 |
| Income (loss) before the following | 270,464 | 149,287 | 439,904 | (47,979) |
| Other income | 31,670 | 31,658 | 62,318 | 55,724 |
| Special charges | - | - | - | (125,646) |
| Amortization of capital assets | (28,667) | (25,055) | (109,487) | (88,544) |
| Amortization of deferred charges | (27,622) | (25,013) | (107,155) | (116,661) |
| Dividend expense | (39,370) | (40,030) | (160,450) | (161,000) |
| Foreign exchange (loss) gain | (49,412) | (160,743) | (52,204) | (152,981) |
| Stock option expense | (2,679) | - | (66,012) | - |
| Income (loss) before income taxes | 154,384 | (69,896) | 6,914 | (637,087) |
| Recovery of future income taxes | - | 125,000 | - | 125,000 |
| Net income (loss) for the period | \$154,384 | \$55,104 | \$6,914 | \$(512,087) |
| Basic and diluted loss per share | \$0.00 | \$0.00 | \$0.00 | \$(0.01) |
| Weighted average number of shares outstanding | | | | |
| Basic | 39,499,723 | 39,244,179 | 39,474,069 | 39,191,314 |
| Diluted | 39,627,498 | 39,244,179 | 39,673,219 | 39,191,314 |

ANGOSS Software Corporation

Selected Cash Flow Information

(unaudited, stated in Canadian dollars)

| | Three Months ended | | Twelve Months ended | |
|---|----------------------|----------------------|----------------------|----------------------|
| | November 30, 2005 | November 30, 2004 | November 30, 2005 | November 30, 2004 |
| Cash provided (used in) by operating activities | \$420,837 | \$196,905 | \$(76,188) | \$(396,783) |
| Cash used in investing activities | (23,190) | (13,789) | (210,630) | (142,625) |
| Cash (used in) provided by financing activities | (590,858) | (17,784) | (617,382) | 2,497 |
| Net (decrease) increase in cash during the period | (193,211) | 165,332 | (904,200) | (536,911) |

ANGOSS Software Corporation
Selected Balance Sheet Information
(unaudited, stated in Canadian dollars)

| | November 30, 2005 | November 30, 2004 |
|--|------------------------------|----------------------|
| Cash and cash equivalents | \$1,820,148 | \$2,724,348 |
| Accounts receivable | 1,938,333 | 1,497,344 |
| Prepaid expenses | 103,506 | 65,575 |
| Total current assets | 3,861,987 | 4,287,267 |
| Other assets | 327,032 | 243,041 |
| Total assets | \$4,189,019 | \$4,530,308 |
| | - | - |
| Accounts payable and accrued liabilities | \$625,917 | \$578,808 |
| Current portion of deferred revenue | 1,465,803 | 1,392,347 |
| Current portion of repayable contribution | 79,500 | 94,530 |
| Current redeemable portion of preferred shares | 575,000 | - |
| Other | 26,026 | 601,576 |
| Total current liabilities | 2,772,246 | 2,667,261 |
| Repayable contribution agreement | 82,151 | 134,286 |
| Deferred revenue | - | 11,600 |
| Class A Preferred shares, Series 1 | 1,030,738 | 1,515,735 |
| Total liabilities | 3,885,135 | 4,328,882 |
| Total shareholders' equity | 303,884 | 201,426 |
| Liabilities and shareholders' equity | \$4,189,019 | \$4,530,308 |

Angoss Software empowers people to make "Better Business Decisions. Every Day."™

Some of the world's leading financial services, telecom, life sciences, and retail organizations use Angoss predictive analytics software and services to grow revenues, while reducing risk and cost. Angoss helps our clients utilize business data to **discover** the key drivers of behavior, **predict** future trends and events, and **act** with confidence when making business decisions.

Angoss combines powerful market proven software with focused industry services expertise in the deployment, integration and use of predictive analytics in enterprise environments. Our differentiators include broad user acceptance, a commitment to open standards, rich functionality, rapid deployment, exceptional ease-of-use and affordability.

Headquartered in Toronto Canada, Angoss has offices in the UK and Australia and partners with the world's leading enterprise software and services vendors. For more information, visit www.angoss.com.

This press release contains statements of a forward-looking nature. These statements are made under the "safe harbor" provisions of the U.S. Private Securities Litigation Reform Act of 1995. The accuracy of these statements may be impacted by a number of business risks and uncertainties that could cause actual results to differ materially from those projected or anticipated, including: the risk that the sale of our products and services involves a long sales cycle; the risk that the economic environment and business conditions will remain difficult to predict; the risk of competition in our target markets; the risk that we may not respond adequately to evolving technologies; the risk that we or our customers may have difficulties in introducing our products or services; the risk that we will encounter difficulties in continuing to offer services; the risk that we will encounter difficulties in integrating the operations of acquired companies with our own; the risks of conducting our operations in a variety of international locations; the risk that we may need to record future write-downs of assets arising from our investments in other companies; the risks relating to the costs that we may incur as a result of litigation against us; and other risks described in our filings with securities regulatory authorities, including our annual reports, interim financial statements and similar disclosure documents. ANGOSS Software does not undertake any obligation to update this forward-looking information after the date of its initial publication, except as required under applicable law.

Note: The Toronto Venture Exchange has neither approved nor disapproved the above information.