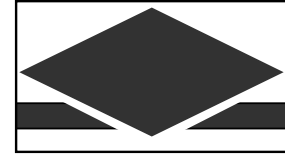


# ***EURONET NEWS RELEASE***



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## **EURONET ANNOUNCES SECOND QUARTER RESULTS**

August 9, 1999 -- Overland Park, Kansas, USA -- Euronet Services Inc. (Nasdaq: EEFT) announced revenues of \$18.9 million for the first six months of 1999, a four-fold increase over the same period last year. The net loss for the first six months was \$16.5 million, compared with a net loss of \$7.9 million for the same period last year.

Comparing the first and second quarters of 1999, Euronet increased revenues by 24%, from \$8.2 million in Q1 to \$10.7 million in Q2. The operating loss for the quarter decreased by 11%, from \$7.7 million to \$7.0 million, and EBITDA loss decreased by 15%, from \$5.4 million to \$4.7 million. The net loss and comprehensive loss decreased from \$9.7 million and \$11.8 million in Q1 to \$6.9 million and \$5.8 million in Q2, respectively.

For the second quarter, Euronet's ATM network and related services contributed \$5.9 million (or 55%) of revenues, while ARKSYS software and related services accounted for \$4.8 million (or 45%) of total revenues.

Michael Brown, Euronet's Chairman and CEO, said, "These results are in line with our expectations. We are encouraged by this quarter's revenue growth at ARKSYS, which has been driven by increased software delivery capacity and a strengthened international network of sales and support staff. Our ATM network continues to show improved results, especially in our more mature markets of Hungary, Poland and Germany. The growing operations in France and the UK have begun to accelerate their development."

Mr. Brown added, "Looking forward to year-end results, our ATM network is continuing to make steady progress toward being EBITDA positive. Software-related revenue could be lower than originally projected as financial institutions increasingly shift their focus and resources to short term operational issues related to Y2K compliance, affecting both sales and installations. We expect this to be a third and fourth quarter issue -- not long-term -- as our sales prospects and opportunities with retail banks in emerging markets continue to look very promising."

As of July 31, Euronet was operating 1,434 ATMs as part of its proprietary network, including 364 in Hungary, 492 in Poland, 381 in Germany, 74 in Croatia, 53 in the Czech Republic, 49 in the U.K., and 21 in France. In addition, Euronet operates 197 bank-owned ATMs under outsourcing agreements, including 175 in Hungary, 20 in Poland, and 2 in France. Increases in the proprietary network in the U.K. and Poland were offset by ATM de-installations in Germany made in connection with the reorganization of the recently acquired Service Bank network.

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Established in 1994, Euronet is a provider of electronic financial solutions and transaction processing for retail banks and companies. Euronet operates an independent ATM network in Europe and owns a US-based software subsidiary, ARKSYS, specialized in electronic payment and transaction delivery systems. The Company offers ATM network participation, outsourced management solutions, and comprehensive software solutions to financial organizations around the world.

Any statements contained in this news release which concern the Company's or management's intentions, expectations, or are predictions of future performance, are forward-looking statements. Euronet's actual results may vary materially from those anticipated in such forward-looking statements as a result of a number of factors, including: technological developments affecting the market for the Company's products and services; foreign exchange fluctuations; unanticipated Year 2000 problems; and changes in laws and regulations affecting the Company's business. These risks and other risks are described in the Company's periodic filings with the Securities and Exchange Commission, including but not limited to Euronet's Form 10-K for the period ended December 31, 1998, and Form 10-Q for the period ended March 31, 1999. Copies of these filings may be obtained by contacting the Company or the SEC.

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EURONET SERVICES INC.  
CONSOLIDATED SUMMARY STATEMENT OF OPERATIONS  
(In thousands, except share and per share data)  
Unaudited

	Three Months Ended June 30,		Six Months Ended June 30,	
	1999	1998	1999	1998
ATM network and related revenue	\$ 5,928	\$ 2,623	\$ 11,330	\$ 4,624
Software, maintenance and related revenue	4,781	-	7,548	-
Total revenues	<u>10,709</u>	<u>2,623</u>	<u>18,878</u>	<u>4,624</u>
Operating expenses:				
Direct operating costs	5,613	2,311	11,398	3,947
Salaries & benefits	6,870	1,928	11,847	3,672
Selling, general & administrative	2,907	1,805	5,694	3,320
Depreciation & amortization	2,274	1,102	4,640	2,034
Total operating expenses	<u>17,664</u>	<u>7,146</u>	<u>33,579</u>	<u>12,973</u>
Operating loss	(6,955)	(4,523)	(14,701)	(8,349)
Interest income	544	379	1,001	840
Interest expense	(2,400)	(728)	(5,232)	(1,184)
Foreign exchange gain, net	445	659	727	833
Loss before extraordinary item	<u>(8,366)</u>	<u>(4,213)</u>	<u>(18,205)</u>	<u>(7,860)</u>
Extraordinary gain on early retirement of debt, net of income tax	1,507	-	1,661	-
Net loss	<u>(6,859)</u>	<u>(4,213)</u>	<u>(16,544)</u>	<u>(7,860)</u>
Translation adjustment	1,077	(173)	(1,043)	202
Comprehensive loss	<u>\$ (5,782)</u>	<u>\$ (4,386)</u>	<u>\$ (17,587)</u>	<u>\$ (7,658)</u>
Net loss per common and common equivalent shares outstanding primary	\$ (0.45)	\$ (0.28)	\$ (1.09)	\$ (0.52)
Average common and common equivalent shares outstanding primary	15,213,453	15,133,507	15,213,453	15,133,507

EURONET SERVICES INC.  
CONSOLIDATED SUMMARY BALANCE SHEET  
(In thousands)  
Unaudited

	At June 30, 1999	At Dec. 31, 1998
Cash and cash equivalents	\$ 21,284	\$ 55,614
Restricted cash	12,297	12,972
Investment securities	3,020	3,149
Trade accounts receivable	6,405	5,681
Other current assets	4,858	4,614
Total current assets	<u>47,864</u>	<u>82,030</u>
Net property, plant and equipment	34,780	33,182
Other assets	19,675	18,226
Total assets	<u>102,319</u>	<u>133,438</u>
Current liabilities	17,650	18,739
Capital lease obligations excluding current portion	4,420	6,809
Notes payable	73,553	83,720
Total liabilities	<u>95,623</u>	<u>109,268</u>
Stockholders equity	6,696	24,170
Total liabilities and stockholders equity	<u>\$ 102,319</u>	<u>\$ 133,438</u>

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