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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported) November 2, 2005

FAIR ISAAC CORPORATION

(Exact name of registrant as specified in its charter)

Delaware ----- (State or other jurisdiction of incorporation)	0-16439 ----- (Commission File Number)	94-1499887 ----- (IRS Employer Identification No.)
901 Marquette Avenue, Suite 3200 Minneapolis, Minnesota ----- (Address of principal executive offices)		55402-3232 ----- (Zip Code)

Registrant's telephone number, including area code 612-758-5200

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

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Item 2.02 Results of Operations and Financial Condition.

On November 2, 2005, Fair Isaac Corporation (the "Company") reported its financial results for the quarter and fiscal year ended September 30, 2005. See the Company's press release dated November 2, 2005, which is furnished as Exhibit 99.1 hereto and incorporated by reference in this Item 2.02.

Item 9.01 Financial Statements and Exhibits.

(c) Exhibits.

Exhibit Number	Description
99.1	Press Release dated November 2, 2005

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

FAIR ISAAC CORPORATION

By /s/ CHARLES M. OSBORNE

Charles M. Osborne
Vice President and Chief Financial Officer

Date: November 2, 2005

EXHIBIT INDEX

Exhibit
Number

Description

Method of Filing

99.1

Press Release dated November 2, 2005

Filed Electronically

Fair Isaac Announces Fourth Quarter and Fiscal 2005 Results

MINNEAPOLIS--(BUSINESS WIRE)--Nov. 2, 2005--

Annual revenue growth of 13%; Strong improvement
in fourth quarter earnings drives 42% growth in annual
earnings per share

Fair Isaac Corporation (NYSE:FIC), the leading provider of analytics and decision technology, today announced financial results for its fourth quarter and fiscal year ended September 30, 2005.

Fourth Quarter Fiscal 2005 Results

The company reported fourth quarter revenues of \$203.3 million in fiscal 2005 versus \$190.4 million reported in the prior year period. Net income for the fourth quarter of fiscal 2005 totaled \$35.7 million, or \$0.53 per diluted share, compared with net income of \$14.4 million, or \$0.19 per diluted share, reported in the same quarter last year.

Fourth quarter fiscal 2004 results included an after-tax loss of \$6.1 million, or \$0.08 per diluted share, recorded in connection with the redemption of the company's convertible subordinated notes.

Fiscal 2005 Results

The company reported revenues of \$798.7 million in fiscal 2005 versus \$706.2 million last year. Net income totaled \$134.5 million, or \$1.86 per diluted share, compared with net income of \$102.8 million, or \$1.31 per diluted share, reported last year. Net income in fiscal 2005 was affected by adjustments made in prior quarters that reduced income tax expense by \$10.6 million, or \$0.14 per diluted share.

The impact of the adoption of EITF Issue No. 04-8, The Effect of Contingently Convertible Instruments on Diluted Earnings Per Share reduced diluted earnings per share by \$0.09 in fiscal 2005 and \$0.10 in fiscal 2004.

"We are very pleased with our fiscal 2005 results, especially our growth in revenue, our continued operating margin improvement and our earnings per share growth." said Thomas Grudnowski, Fair Isaac's chief executive officer. "Looking ahead, we continue to be encouraged by the market's ever-increasing awareness and appreciation of the unique kinds of value we deliver through our innovative decision management products and consulting services."

Fourth Quarter Fiscal 2005 Revenues Highlights

Revenues for fourth quarter fiscal 2005 across each of the company's four operating segments were as follows:

- Strategy Machine Solutions revenues were \$109.6 million in the fourth quarter of 2005, compared to \$115.1 million in the prior year quarter, or a decrease of 4.8%, primarily due to a decline in revenues associated with marketing services and insurance solutions. These declines were partially offset by solid growth in consumer scoring products, collections and recovery solutions, mortgage banking solutions and fraud solutions.
- Scoring Solutions revenues increased to \$47.8 million in the fourth quarter from \$37.5 million in the prior year quarter, or by 27.5%, primarily due to an increase in revenues derived from risk scoring services at the credit reporting agencies, and PreScore(R) Service.
- Professional Services revenues increased to \$33.4 million in the fourth quarter from \$26.4 million in the prior year quarter, or by 26.5%, primarily due to organic growth driven by the company's customer management, collections and recovery, and fraud solutions, as well as from the acquisition of Braun Consulting, Inc.
- Analytic Software Tools revenues increased to \$12.6 million in the fourth quarter from \$11.4 million in the prior year quarter, or by 10.5%, due to revenues generated from the sales of Blaze Advisor and Model Builder products.

Fiscal 2005 Revenues Highlights

Revenues for fiscal 2005 across each of the company's four

operating segments were as follows:

- Strategy Machine Solutions revenues were \$453.7 million in fiscal 2005, compared to \$427.6 million in fiscal 2004, or an increase of 6.1%, primarily due to an increase in revenues associated with collections and recovery, fraud, mortgage banking and consumer solutions. These increases were partially offset by a decline in marketing services and insurance solutions.
- Scoring Solutions revenues increased to \$167.3 million in fiscal 2005 from \$142.8 million in fiscal 2004, or by 17.2%, due to an increase in revenues derived from risk scoring services at the credit reporting agencies, as well as from PreScore(R) Service.
- Professional Services revenues increased to \$129.6 million in fiscal 2005 from \$96.7 million in fiscal 2004, or by 34.0%, driven by growth in services supporting our Collections and Recovery, Blaze, Customer Management, and Mortgage Banking solutions, as well as from the acquisition of Braun Consulting, Inc.
- Analytic Software Tools revenues increased to \$48.0 million in fiscal 2005 from \$39.0 million in fiscal 2004, or by 23.1%, mainly due to revenues generated from the sales of Blaze Advisor product, as well as growth from Model Builder product.

Bookings Highlights

The company achieved record bookings of \$505.0 million for fiscal 2005 versus \$441.3 million in fiscal 2004, an increase of 14.4%, exceeding original expectations. The company defines a "new booking" as estimated future contractual revenues, including agreements with perpetual, multi-year and annual terms. Management regards the volume of new bookings achieved, among other factors, as an important indicator of future revenues, but they are not comparable to, nor should they be substituted for, an analysis of the company's revenues.

Balance Sheet and Cash Flow Highlights

Cash and cash equivalents, and marketable security investments were \$288.1 million at September 30, 2005, as compared to \$364.3 million at September 30, 2004. Significant changes in cash and cash equivalents from September 30, 2004 include cash provided by operations of \$214.1 million; \$71.9 million received from the exercise of stock options and stock issued; and \$22.7 million from a divestiture. Cash used in fiscal 2005 includes \$16.4 million related to purchases of property and equipment, \$41.3 million (net of cash acquired) related to acquisitions, and \$328.5 million to repurchase company stock under the current and previously authorized share repurchase plans. The remaining balance of the existing share repurchase authorization is \$171.4 million.

Outlook

First quarter fiscal 2006

The company expects revenue for first quarter fiscal 2006 of approximately \$207.0 million, of which Product (Scoring, Strategy Machines and Analytic Software Tools) revenue will account for approximately \$174.0 million and Services revenue will account for approximately \$33.0 million. The company also expects earnings per diluted share for the quarter to be approximately \$0.50.

Fiscal 2006

The company expects revenue for fiscal year 2006 to be in the range of \$860.0 million to \$900.0 million, of which Product (Scoring, Strategy Machines and Analytic Software Tools) revenue will account for approximately \$715.0 million to \$745.0 million and Services revenue will account for approximately \$145.0 million to \$155.0 million. The company also expects earnings per diluted share for fiscal 2006 to be approximately \$2.15.

Guidance for first quarter fiscal 2006 and the full fiscal year reflect the continuation of top-line growth in our core market units and operating margins reported in fourth quarter fiscal 2005. The earnings per share guidance excludes the impact of expensing stock options, which is required by a new accounting standard that the company must adopt in fiscal 2006.

"In fiscal 2006, we will mark our 50th year of bringing

standard-setting decision management innovations to the marketplace," said Grudnowski. "We believe the year holds great promise for growth in our core products, and we look forward to further expanding the impact of our solutions and technology across industries around the world."

Company to Host Conference Call

The company will host a conference call today at 5:00 p.m. Eastern Time (4:00 p.m. Central Time/2:00 p.m. Pacific Time) to discuss its fourth quarter and fiscal 2005 results, and outlook for fiscal 2006. The call can be accessed live on the Investor Relations section of the company's Web site at www.fairisaac.com, and a replay will be available approximately two hours after the completion of the call through November 30, 2005.

About Fair Isaac

Fair Isaac Corporation (NYSE:FIC) is the preeminent provider of creative analytics that unlock value for people, businesses and industries. The company's predictive modeling, decision analysis, intelligence management, decision management systems and consulting services power billions of mission-critical customer decisions a year. Founded in 1956, Fair Isaac helps thousands of companies in over 60 countries acquire customers more efficiently, increase customer value, reduce fraud and credit losses, lower operating expenses and enter new markets more profitably. Most leading banks and credit card issuers rely on Fair Isaac solutions, as do insurers, retailers, telecommunications providers, healthcare organizations and government agencies. Through the www.myFICO.com Web site, consumers use the company's FICO(R) scores, the standard measure of credit risk, to manage their financial health. For more information, visit www.fairisaac.com.

Statement Concerning Forward-Looking Information

Except for historical information contained herein, the statements contained in this news release that relate to Fair Isaac or its business are forward-looking statements within the meaning of the "safe harbor" provisions of the Private Securities Litigation Reform Act of 1995. These forward-looking statements are subject to risks and uncertainties that may cause actual results to differ materially, including the company's ability to recruit and retain key technical and managerial personnel, the maintenance of its existing relationships and ability to create new relationships with customers and key alliance partners, its ability to continue to develop new and enhanced products and services, competition, regulatory changes applicable to the use of consumer credit and other data, the possibility that the anticipated benefits of acquisitions, including expected synergies, will not be realized and other risks described from time to time in Fair Isaac's SEC reports, including its Annual Report on Form 10-K for the year ended September 30, 2004 and Quarterly Report on Form 10-Q for the period ended June 30, 2005. If any of these risks or uncertainties materialize, Fair Isaac's results could differ materially from its expectations. Fair Isaac disclaims any intent or obligation to update these forward-looking statements.

Fair Isaac and FICO are trademarks or registered trademarks of Fair Isaac Corporation, in the United States and/or in other countries. Other product and company names herein may be trademarks of their respective owners.

FAIR ISAAC CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
For the Quarters and Years Ended September 30, 2005 and 2004
(In thousands, except per share data)
(Unaudited)

	Quarter Ended September 30,		Year Ended September 30,	
	2005	2004	2005	2004
Revenues	\$203,297	\$190,422	\$798,671	\$706,206
Operating expenses:				

Cost of revenues	67,308	68,408	275,065	252,587
Research and development	20,998	21,258	81,295	71,088
Selling, general and administrative	55,621	54,722	223,400	182,374
Amortization of intangible assets	6,260	6,336	25,900	19,064
Restructuring and merger related	-	476	-	1,227
	-----	-----	-----	-----
Total operating expenses	150,187	151,200	605,660	526,340
	-----	-----	-----	-----
Operating income	53,110	39,222	193,011	179,866
Loss on redemption of convertible subordinated notes	-	(11,137)	-	(11,137)
Other income (expense), net	1,076	(1,807)	1,077	86
	-----	-----	-----	-----
Income before income taxes	54,186	26,278	194,088	168,815
Provision for income taxes	18,438	11,863	59,540	66,027
	-----	-----	-----	-----
Net income	\$35,748	\$14,415	\$134,548	\$102,788
	=====	=====	=====	=====

Earnings per share:				
Basic	\$0.55	\$0.21	\$2.02	\$1.47
	=====	=====	=====	=====
Diluted (b)	\$0.53	\$0.19 (a)	\$1.86	\$1.31 (a)
	=====	=====	=====	=====

Shares used in computing earnings per share:				
Basic	64,471	69,596	66,556	69,933
	=====	=====	=====	=====
Diluted (b)	67,216	80,429 (a)	73,584	82,132 (a)
	=====	=====	=====	=====

(a) The computation of diluted earnings per share for the quarter ended September 30, 2004, includes 9.1 million shares of common stock issuable upon conversion of our senior convertible notes, along with a corresponding adjustment to net income to add back related interest expense, net of tax, of approximately \$1.1 million. The computation of diluted earnings per share for twelve months ended September 30, 2005 and 2004, includes 4.5 million and 9.1 million shares of common stock, respectively, issuable upon conversion of our senior convertible notes, along with a corresponding adjustment to net income to add back related interest expense, net of tax, of approximately \$2.5 million and \$4.9 million, respectively.

(b) On March 31, 2005, the Company successfully completed an exchange offer for approximately 99.9% of the principal amount of its senior convertible notes (Old Notes) for new senior convertible notes (New Notes). The dilutive effect of the Company's Old Notes has been calculated using the if-converted method through March 30, 2005. The dilutive effect of the New Notes has been calculated using the treasury stock method since the effective date of the exchange.

FAIR ISAAC CORPORATION
CONDENSED CONSOLIDATED BALANCE SHEETS
September 30, 2005 and 2004
(In thousands)
(Unaudited)

	September 30,	September 30,
	2005	2004
	-----	-----
ASSETS:		
Current assets:		
Cash and cash equivalents	\$82,880	\$134,070
Marketable securities	146,088	165,235
Receivables, net	156,375	140,845
Prepaid expenses and other current assets	27,337	25,951

Total current assets	412,680	466,101
Marketable securities and investments	59,087	65,007
Property and equipment, net	48,436	53,288
Goodwill and intangible assets, net	803,306	825,142
Other noncurrent assets	27,552	35,241
	<u>\$1,351,061</u>	<u>\$1,444,779</u>
LIABILITIES AND STOCKHOLDERS' EQUITY:		
Current liabilities:		
Accounts payable and other accrued liabilities	\$50,947	\$45,596
Accrued compensation and employee benefits	31,373	33,670
Deferred revenue	55,837	41,050
Total current liabilities	138,157	120,316
Senior convertible notes	400,000	400,000
Other noncurrent liabilities	7,810	7,992
Total liabilities	545,967	528,308
Stockholders' equity	805,094	916,471
	<u>\$1,351,061</u>	<u>\$1,444,779</u>

FAIR ISAAC CORPORATION
REVENUES BY SEGMENT

For the Quarters and Years Ended September 30, 2005 and 2004
(In thousands)
(Unaudited)

	Quarter Ended September 30,		Year Ended September 30,	
	2005	2004	2005	2004
Strategy machine solutions	\$109,578	\$115,100	\$453,734	\$427,647
Scoring solutions	47,758	37,512	167,270	142,834
Professional services	33,383	26,410	129,636	96,715
Analytic software tools	12,578	11,400	48,031	39,010
Total revenues	<u>\$203,297</u>	<u>\$190,422</u>	<u>\$798,671</u>	<u>\$706,206</u>

FAIR ISAAC CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
For the Years Ended September 30, 2005 and 2004
(In thousands)
(Unaudited)

	Year Ended September 30,	
	2005	2004
Cash flows from operating activities:		
Net income	\$134,548	\$102,788
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	51,517	46,881
Loss on redemption of convertible subordinated notes	-	11,137
Changes in operating assets and liabilities, net of acquisitions	(5,082)	14,450
Other, net	33,099	23,893
Net cash provided by operating activities	<u>214,082</u>	<u>199,149</u>

Cash flows from investing activities:		
Purchases of property and equipment	(16,414)	(23,204)
Cash paid for acquisitions, net of cash acquired	(41,312)	(284,731)
Net activity from marketable securities	32,003	313,119
Other, net	22,822	2,234

Net cash provided by (used in) investing activities	(2,901)	7,418

Cash flows from financing activities:		
Payments for redemption of convertible subordinated notes	-	(153,938)
Proceeds from issuances of common stock	71,867	53,526
Repurchases of common stock	(328,537)	(101,125)
Other, net	(5,316)	(4,911)

Net cash used in financing activities	(261,986)	(206,448)

Effect of exchange rate changes on cash	(385)	568

Increase (decrease) in cash and cash equivalents	(51,190)	687
Cash and cash equivalents, beginning of period	134,070	133,383

Cash and cash equivalents, end of period	\$82,880	\$134,070
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Fair Isaac Corporation
Baseline Revenue Analysis
(in thousands)

E = Estimate, A = Actual

	BKG'05	Q1A	Q2A	Q3A	Q4A	FY05

Total Baseline						
Prior to '05	\$176,161	\$164,445	\$158,912	\$150,950	\$650,468	

Q1-2005A	\$115,363	19,385	12,916	9,120	7,622	49,043
Q2-2005A	136,560		18,660	12,402	8,312	39,374
Q3-2005A	143,318			23,373	16,259	39,632
Q4-2005A	109,728				20,154	20,154

Total FY05	504,969	19,385	31,576	44,895	52,347	148,203

Total Baseline						
Prior to '06	504,969	195,546	196,021	203,807	203,297	798,671

Q1-2006E						
Q2-2006E						
Q3-2006E						
Q4-2006E						

Total FY06						

Grand Total	\$504,969	\$195,546	\$196,021	\$203,807	\$203,297	\$798,671
=====						

	BKG'06	Q1E	Q2E	Q3E	Q4E	FY06E

Total Baseline						
Prior to '05	\$148,000	\$144,000	\$141,000	\$139,000	\$572,000	

Q1-2005A	5,000	3,500	3,250	3,000	14,750	
Q2-2005A	7,500	6,000	5,500	5,000	24,000	
Q3-2005A	9,000	7,000	6,500	4,500	27,000	
Q4-2005A	12,500	9,000	7,500	5,500	34,500	

Total FY05	34,000	25,500	22,750	18,000	100,250	

Total Baseline						
Prior to '06	182,000	169,500	163,750	157,000	672,250	

Q1-2006E	\$140,000	25,000
Q2-2006E		
Q3-2006E		
Q4-2006E		
Total FY06		25,000
Grand Total	\$605,000	\$207,000

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