

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549

FORM 10-Q/A

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934

For the quarterly period ended October 31, 1998 or

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission File Number: 0-28132

LANVISION SYSTEMS, INC.
(Exact name of registrant as specified in its charter)

Delaware 31-1455414
(State or other jurisdiction of (I.R.S. Employer
incorporation or organization) Identification No.)

One Financial Way, Suite 400
Cincinnati, Ohio 45242-5859
(Address of principal executive offices) (Zip Code)

(513) 794-7100
(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports
required to be filed by Section 13 or 15(d) of the Securities Exchange Act of
1934 during the preceding 12 months (or for such shorter period that the
registrant was required to file such reports), and (2) has been subject to such
filing requirements for the past 90 days. Yes No

Number of shares of Registrant's Common Stock (\$.01 par value per
share) issued and outstanding, as of December 11, 1998: 8,814,520.

LANVISION SYSTEMS, INC.
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

Three and Nine Months Ended October 31,

(Unaudited)

	Three Months Ended		Nine Months Ended	
	1998	1997	1998	1997
Revenues:				
Systems sales	\$ 1,307,886	\$ 1,160,116	\$ 4,979,826	\$ 2,758,963
Service, maintenance and support	1,276,852	1,168,599	4,047,450	3,251,731
Service bureau operations	251,591	-	422,305	-
Total revenues	2,836,329	2,328,715	9,449,581	6,010,694
Operating expenses:				
Cost of systems sales	315,912	493,633	1,525,768	1,658,513
Cost of service, maintenance and support	1,340,522	1,276,395	4,298,875	3,630,152
Cost of service bureau operations	755,534	-	2,103,374	-
Selling, general and administrative	1,516,922	2,205,518	6,092,729	7,129,460
Product research and development	722,443	1,304,364	3,121,056	3,534,214
Restructuring expense	-	-	300,000	-
Total operating expenses	4,651,333	5,279,910	17,441,802	15,952,339
Operating (loss)	(1,815,004)	(2,951,195)	(7,992,221)	(9,941,645)
Interest income	94,112	287,484	291,741	901,005
Interest expense	390,000	-	457,500	-
Net (loss)	\$ (2,110,892)	\$ (2,663,711)	\$ (8,157,980)	\$ (9,040,640)
Basic net (loss) per common share	\$ (.24)	\$ (.30)	\$ (.93)	\$ (1.02)
Diluted net (loss) per common share	\$ (.24)	\$ (.30)	\$ (.93)	\$ (1.02)
Number of shares used in per common share computations	8,814,520	8,806,000	8,809,856	8,834,716

See Notes to Condensed Consolidated Financial Statements.

Item 6. EXHIBITS AND REPORTS ON FORM 8-K

(a) Exhibits

10(a)* First Amendment to the Employment Agreement among LanVision Systems, Inc., LanVision, Inc. and J. Brian Patsy.

10(b)* First Amendment to the Employment Agreement among LanVision Systems, Inc., LanVision, Inc. and Eric S. Lombardo.

10(c)* First Amendment to Loan and Security Agreement between The HillStreet Fund, L.P. and LanVision Systems, Inc.

11* Computation of Earnings (Loss) Per Common Share

27* Financial Data Schedule

* previously filed

(b) Reports on Form 8-K

None.

SIGNATURES

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 thereunto duly authorized.

LANVISION SYSTEMS, INC.

DATE: December 16, 1998

By: /s/ J. BRIAN PATSY

J. Brian Patsy
Chief Executive Officer and
President

DATE: December 16, 1998

By: /s/ THOMAS E. PERAZZO

Thomas E. Perazzo
Vice President, Chief Operating Officer,
Chief Financial Officer and Treasurer