COMPUGEN LTD.
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(U.S. dollars in thousands, except for share and per-share amounts)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2010 Unaudited	2009 Unaudited	2010 Unaudited	2009 Unaudited
Revenues	**-**	**-**	**925**	**225**
Cost of revenues	-	-	198	-
Research and development expenses	1,506	1,447	4,480	4,370
Less: governmental and other grants	(281)	(180)	(805)	(697)
Research and development expenses, net	1,225	1,267	3,675	3,673
Sales and marketing expenses	168	175	535	660
General and administrative expenses	530	582	2,095	1,570
Total operating expenses *	**1,923**	**2,024**	**6,305**	**5,903**
Operating loss	**(1,923)**	**(2,024)**	**(5,578)**	**(5,678)**
Financing income, net	312	181	352	217
Other income (loss)	37	(24)	37	3,657
Net loss from continuing operations	**(1,574)**	**(1,867)**	**(5,189)**	**(1,804)**
Income (loss) from discontinued operations	**-**	**14**	**-**	**14**
Net loss	**(1,574)**	**(1,853)**	**(5,189)**	**(1,790)**
Basic and diluted loss per ordinary share from continuing operations	(0.05)	(0.06)	(0.16)	(0.06)
Basic and diluted loss per ordinary share from discontinued operations	-	-	-	-
Basic and diluted net loss per ordinary share	(0.05)	(0.06)	(0.16)	(0.06)
Weighted average number of ordinary shares outstanding	33,310,959	28,552,927	33,199,059	28,526,084

* Includes stock based compensation

COMPUGEN LTD.
CONDENSED CONSOLIDATED BALANCE SHEETS DATA
(U.S. dollars, in thousands)

	September 30, 2010 Unaudited	December 31, 2009 Audited
ASSETS		
Current assets		
Cash, cash equivalents, short term deposits and marketable securities	21,437	15,639
Cash held in favor of other consortium partners	155	161
Receivables and prepaid expenses	690	720
Receivables on account of shares	-	7,790
Total current assets	**22,282**	**24,310**
Long-term investments		
Investment in Evogene	5,350	3,898
Long-term lease deposits	16	18
Severance pay fund	1,392	1,224
Total long-term investments	**6,758**	**5,140**
Property and equipment, net	**626**	**735**
Total assets	**29,666**	**30,185**
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Trade payables	247	199
Other accounts payable and accrued expenses	896	1,158
Deferred revenues	69	113
Total current liabilities	**1,212**	**1,470**
Accrued severance pay	**1,596**	**1,317**
Total shareholders' equity	**26,858**	**27,398**
Total liabilities and shareholders' equity	**29,666**	**30,185**