

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

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2016	2015	2016	2015
Revenues	496	223	589	736
Cost of revenues	86	148	167	396
Gross profit	410	75	422	340
Operating expenses				
Research and development expenses, net	5,463	5,189	12,237	10,109
Marketing and business development expenses	199	248	471	478
General and administrative expenses	1,756	1,591	3,593	3,028
Total operating expenses	7,418	7,028	16,301	13,615
Operating loss	(7,008)	(6,953)	(15,879)	(13,275)
Financing and other income, net	396	145	666	324
Loss before taxes on income	(6,612)	(6,808)	(15,213)	(12,951)
Taxes on income	20	-	20	-
Net loss	(6,632)	(6,808)	(15,233)	(12,951)
Basic and diluted net loss per ordinary share	(0.13)	(0.14)	(0.30)	(0.26)
Weighted average number of ordinary shares used in computing basic and diluted net loss per share	50,820,607	50,405,022	50,724,004	50,374,993

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

	<u>June 30,</u> <u>2016</u> <u>Unaudited</u>	<u>December 31,</u> <u>2015</u> <u>Audited</u>
ASSETS		
Current assets		
Cash, cash equivalents, short-term bank deposits and restricted cash	74,078	81,421
Investment in marketable securities	104	426
Trade receivable	400	7,800
Other accounts receivable and prepaid expenses	1,332	1,352
Total current assets	<u>75,914</u>	<u>90,999</u>
Non-current assets		
Non-current prepaid expenses	96	101
Severance pay fund	2,281	2,179
Property and equipment, net	6,169	6,028
Total non-current assets	<u>8,546</u>	<u>8,308</u>
Total assets	<u><u>84,460</u></u>	<u><u>99,307</u></u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Other accounts payable, accrued expenses and trade payables	4,415	6,542
Deferred revenues	123	312
Total current liabilities	<u>4,538</u>	<u>6,854</u>
Non-current liabilities		
Accrued severance pay	2,789	2,556
Total non-current liabilities	<u>2,789</u>	<u>2,556</u>
Total shareholders' equity	<u>77,133</u>	<u>89,897</u>
Total liabilities and shareholders' equity	<u><u>84,460</u></u>	<u><u>99,307</u></u>