

**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,	
	2017	2016	2017	2016
	Unaudited	Unaudited	Unaudited	Unaudited
<b>Revenues</b>	-	70	-	659
Cost of revenues	-	21	-	188
<b>Gross profit</b>	-	49	-	471
<b>Operating expenses</b>				
Research and development expenses	7,620	6,004	21,413	18,241
Marketing and business development expenses	289	270	898	741
General and administrative expenses	2,070	1,742	5,708	5,335
<b>Total operating expenses</b>	9,979	8,016	28,019	24,317
<b>Operating loss</b>	<b>(9,979)</b>	<b>(7,967)</b>	<b>(28,019)</b>	<b>(23,846)</b>
Financial and other income, net	108	186	263	852
<b>Loss before taxes on income</b>	<b>(9,871)</b>	<b>(7,781)</b>	<b>(27,756)</b>	<b>(22,994)</b>
Taxes on income	-	-	-	20
<b>Net loss</b>	<b>(9,871)</b>	<b>(7,781)</b>	<b>(27,756)</b>	<b>(23,014)</b>
Basic and diluted net loss per ordinary share	(0.19)	(0.15)	(0.54)	(0.45)
Weighted average number of ordinary shares used in computing basic and diluted net loss per share	51,163,404	50,927,819	51,142,277	50,792,439

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

	<u>September 30,</u> <u>2017</u> <u>Unaudited</u>	<u>December 31,</u> <u>2016</u> <u>Audited</u>
<b>ASSETS</b>		
<b>Current assets</b>		
Cash, cash equivalents, short-term bank deposits and restricted cash	38,457	61,527
Other accounts receivable and prepaid expenses	910	1,153
<b>Total current assets</b>	<u>39,367</u>	<u>62,680</u>
<b>Non-current assets</b>		
Long-term prepaid expenses	109	92
Severance pay fund	2,693	2,402
Property and equipment, net	4,921	5,965
<b>Total non-current assets</b>	<u>7,723</u>	<u>8,459</u>
<b>Total assets</b>	<u><b>47,090</b></u>	<u><b>71,139</b></u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Current liabilities</b>		
Other accounts payable, accrued expenses and trade payables	5,854	4,740
<b>Total current liabilities</b>	<u>5,854</u>	<u>4,740</u>
<b>Non-current liabilities</b>		
Accrued severance pay	3,238	2,880
<b>Total non-current liabilities</b>	<u>3,238</u>	<u>2,880</u>
<b>Total shareholders' equity</b>	<u>37,998</u>	<u>63,519</u>
<b>Total liabilities and shareholders' equity</b>	<u><b>47,090</b></u>	<u><b>71,139</b></u>