

Orchid Cellmark Inc. and Subsidiaries
Condensed Consolidated Statements of Operations
Three months and twelve months ended December 31, 2008 and 2007
(In thousands, except per share data)

(Unaudited)

	Three months ended December 31,		Years ended December 31,	
	2008	2007	2008	2007
Revenues:				
Service revenues	\$ 12,961	\$ 14,948	\$ 57,365	\$ 60,048
Other revenues	11	33	230	255
Total revenues	<u>12,972</u>	<u>14,981</u>	<u>57,595</u>	<u>60,303</u>
Operating expenses:				
Cost of service revenues	9,128	10,451	40,287	40,230
Research and development	192	213	846	1,045
Marketing and sales	1,201	1,521	5,860	6,021
General and administrative	3,437	3,638	16,076	15,385
Restructuring	-	-	-	(75)
Amortization of intangible assets	466	469	1,895	1,806
Total operating expenses	<u>14,424</u>	<u>16,292</u>	<u>64,964</u>	<u>64,412</u>
Operating loss	(1,452)	(1,311)	(7,369)	(4,109)
Other income, net	334	345	1,180	1,162
Loss before income tax expense	(1,118)	(966)	(6,189)	(2,947)
Income tax expense (benefit)	(1,591)	(1,134)	(1,708)	20
Net income (loss)	<u>\$ 473</u>	<u>\$ 168</u>	<u>\$ (4,481)</u>	<u>\$ (2,967)</u>
Basic and diluted net income (loss) per share	<u>\$ 0.02</u>	<u>\$ 0.01</u>	<u>\$ (0.15)</u>	<u>\$ (0.10)</u>
Shares used in computing basic net income (loss) per share:	<u>29,935</u>	<u>29,711</u>	<u>29,935</u>	<u>29,583</u>
Shares used in computing diluted net income (loss) per share:	<u>29,935</u>	<u>29,810</u>	<u>29,935</u>	<u>29,583</u>

Orchid Cellmark Inc. and Subsidiaries
Condensed Consolidated Balance Sheets
December 31, 2008 and December 31, 2007
(In thousands)
(Unaudited)

	December 31, 2008	December 31, 2007
<u>Assets:</u>		
Current assets		
Cash and cash equivalents	\$ 14,998	\$ 20,918
Accounts receivable, net	9,826	9,516
Inventory	1,262	1,443
Prepays and other current assets	1,392	2,151
Total current assets	27,478	34,028
Fixed assets, net	5,859	7,440
Goodwill	9,336	9,519
Other intangibles, net	7,570	9,694
Restricted cash	-	958
Other assets	406	490
Total assets	\$ 50,649	\$ 62,129
<u>Liabilities and Stockholders' Equity:</u>		
Current liabilities		
Accounts payable	\$ 2,544	\$ 2,027
Accrued expenses and other current liabilities	2,288	4,611
Income taxes payable	-	543
Short-term debt and current portion of long-term debt	338	428
Deferred revenue	842	964
Total current liabilities	6,012	8,573
Other liabilities	269	1,123
Total liabilities	6,281	9,696
Total stockholders' equity	44,368	52,433
Total liabilities and stockholders' equity	\$ 50,649	\$ 62,129