

Income Statement

<i>in thousand EUR</i>	2006	2005	2004
Third party manufacturing	12,568	12,266	9,648
Sales and related services	1,491	1,535	1,361
License fees and milestones	1,077	1,691	-
Royalties	22	14	21
Total revenues	15,158	15,506	11,030
Other income (Grants, other)	4,934	1,032	488
Total operating expenses	(16,945)	(13,624)	(11,247)
Depreciation & amortisation	(1,492)	(902)	(793)
Operating result	1,655	2,012	(522)
Financial expenses, net	(852)	(701)	(698)
Profit/ (loss) before tax	803	1,311	(1,220)
Income tax expense	(940)	(473)	(977)
Net income/ (loss)	(137)	838	(2,197)

Balance Sheet

<i>in thousand EUR</i>	2006	2005	2004
Non-current assets	13,626	19,907	19,321
Cash and cash equivalents	1,119	683	274
Other current assets	8,865	7,622	3,868
Total assets	23,610	28,212	23,463
Short-term borrowings	3,912	7,662	4,088
Other current liabilities	7,646	4,485	3,660
Non-current borrowings	4,783	13,897	15,254
Other non-current liabilities	1,924	1,537	1,341
Total shareholder's equity	5,344	631	(880)
Total equity and liabilities	23,610	28,212	23,463
Net financial indebtness (1)	7,576	20,876	19,068
Net working capital (2)	(688)	3,087	383

(1) Net financial indebtness is defined as interest-bearing debt less cash and cash equivalents

(2) Net working capital is defined as inventories plus trade receivables and other receivables less trade payables and other current liabilities

Cash Flow Statement

<i>in thousand EUR</i>	2006	2005	2004
Net cash flows from/ (used in) operating activities	6,078	1,700	261
Net cash flows from/ (used in) investing activities	4,315	(4,199)	(2,442)
Net cash flows from/ (used in) financing activities	(7,645)	856	2,286
Net increase/ (decrease) in cash and cash equivalents	2,748	(1,643)	105

Source: Company information. 2004, 2005 and 2006 figures are combined IFRS figures for Cosmo SpA and Cosmo Technologies Ltd. 2004 and 2005 figures have been reviewed by Mazars; 2006 figures have been audited by Mazars.