

**ORE HOLDINGS INC.**  
**Consolidated Condensed Statements of Operations**  
**For the Three and Nine Months Ended September 30, 2012 and 2011**  
(in thousands, except per share data)  
(unaudited)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2012	2011	2012	2011
Revenue	\$ -	\$ -	\$ -	\$ -
Expenses:				
Research and development	-	(3)	(2)	475
Selling, general and administrative	164	251	557	1,614
Total expenses	<u>164</u>	<u>248</u>	<u>555</u>	<u>2,089</u>
Loss from operations	(164)	(248)	(555)	(2,089)
Interest expense, net	(136)	(105)	(375)	(343)
Other income (loss)	(44)	-	(146)	-
Net loss	<u>\$ (344)</u>	<u>\$ (353)</u>	<u>\$ (1,076)</u>	<u>\$ (2,432)</u>
Basic and diluted net loss per share	<u>\$ (0.04)</u>	<u>\$ (0.04)</u>	<u>\$ (0.12)</u>	<u>\$ (0.28)</u>
Shares used in computing basic and diluted net loss per share	<u>8,664</u>	<u>8,639</u>	<u>8,664</u>	<u>8,624</u>

**ORE HOLDINGS INC.**  
**Consolidated Balance Sheets**  
**as of September 30, 2012 and December 31, 2011**  
(in thousands, except share data)

	<u>September 30,</u> <u>2012</u>	<u>December 31,</u> <u>2011</u>
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 1,096	\$ 1,138
Marketable securities available for sale	583	919
Accounts receivable	9	10
Prepaid expenses	28	29
Other current assets	-	25
Total current assets	<u>1,716</u>	<u>2,121</u>
Property and equipment, net	2	6
Total assets	<u>\$ 1,718</u>	<u>\$ 2,127</u>
<b>LIABILITIES AND STOCKHOLDERS' DEFICIT</b>		
Current liabilities:		
Accounts payable	\$ 23	\$ 16
Accrued compensation and employee benefits	51	46
Other accrued expenses	1,109	681
Deferred rent, current	-	6
Total current liabilities	<u>1,183</u>	<u>749</u>
Long-term debt	<u>4,187</u>	<u>4,187</u>
Total liabilities	<u>\$ 5,370</u>	<u>4,936</u>
Commitments and contingencies	-	-
Stockholders' deficit:		
Preferred stock, \$.01 par value; 2,000,000 shares authorized; and no shares issued and outstanding as of September 30, 2012 and December 31, 2011	-	-
Common stock, \$.01 par value; 15,000,000 shares authorized; 8,663,519 shares issued and outstanding as of September 30, 2012 and December 31, 2011	87	87
Additional paid-in-capital	386,405	386,405
Accumulated other comprehensive loss	(156)	(389)
Accumulated deficit	<u>(389,988)</u>	<u>(388,912)</u>
Total stockholders' deficit	<u>(3,652)</u>	<u>(2,809)</u>
Total liabilities and stockholders' deficit	<u>\$ 1,718</u>	<u>\$ 2,127</u>