

ASTROTECH CORPORATION

Consolidated Statements of Operations and Comprehensive Income (Loss)

(In thousands, except per share data)

	June 30,	
	2016	2015
Revenue	\$ 2,671	\$ 513
Cost of revenue	2,332	424
Gross profit	339	89
Operating expenses:		
Selling, general and administrative	7,708	12,966
Research and development	6,469	3,234
Total operating expenses	14,177	16,200
Loss from operations	(13,838)	(16,111)
Interest and other income, net	379	224
Loss from continuing operations before income taxes	(13,459)	(15,887)
Income tax benefit	25	5,941
Loss from continuing operations	(13,434)	(9,946)
Discontinued operations		
Income from operations of ASO business (including gain from sale of \$25.4 million in 2015)	—	26,739
Income tax expense	—	(6,138)
Income from discontinued operations	—	20,601
Net (loss) income	(13,434)	10,655
Less: Net loss attributable to noncontrolling interest	(339)	(123)
Net (loss) income attributable to Astrotech Corporation	(13,095)	10,778
Less: Deemed dividend to State of Texas Funding	—	531
Net (loss) income attributable to common stockholders	\$ (13,095)	\$ 10,247
Amounts attributable to Astrotech Corporation:		
Loss from continuing operations, net of tax	\$ (13,095)	\$ (9,823)
Income from discontinued operations, net of tax	—	20,601
Net (loss) income attributable to Astrotech Corporation	\$ (13,095)	\$ 10,778
Weighted average common shares outstanding:		
Basic and diluted	20,388	19,811
Basic and diluted net (loss) income per common share:		
Net loss attributable to Astrotech Corporation from continuing operations	\$ (0.64)	\$ (0.52)
Net income from discontinued operations	—	1.04
Net (loss) income attributable to Astrotech Corporation	\$ (0.64)	\$ 0.52
Other comprehensive (loss) income, net of tax:		
Available-for-sale securities		
Net unrealized losses, net of tax benefit of \$0 and \$8	\$ (92)	\$ (15)
Reclassification adjustment for realized losses included in net (loss) income	14	—
Total comprehensive (loss) income attributable to Astrotech Corporation	\$ (13,173)	\$ 10,763

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Consolidated Balance Sheets
(In thousands, except share data)

	June 30,	
	2016	2015
Assets		
Current assets		
Cash and cash equivalents	\$ 4,399	\$ 2,330
Short-term investments	17,102	23,161
Accounts receivable	156	198
Costs and estimated revenues in excess of billings	451	—
Inventory:		
Raw materials	327	245
Work-in-process	75	30
Finished goods	94	234
Indemnity receivable	—	6,100
Prepaid expenses and other current assets	319	296
Total current assets	22,923	32,594
Property and equipment, net	3,392	3,108
Long-term investments	4,208	8,516
Total assets	\$ 30,523	\$ 44,218
Liabilities and stockholders' equity		
Current liabilities		
Accounts payable	\$ 237	\$ 398
Accrued liabilities and other liabilities	1,563	1,741
Income tax payable	—	190
Total current liabilities	1,800	2,389
Other liabilities	96	101
Total liabilities	1,896	2,490
Commitments and contingencies		
Stockholders' equity		
Preferred stock, no par value, convertible, 2,500,000 shares authorized, no shares issued and outstanding, at June 30, 2016 and June 30, 2015, respectively	—	—
Common stock, no par value, 75,000,000 shares authorized; 21,811,153 and 21,864,548 shares issued at June 30, 2016 and June 30, 2015, respectively; 20,627,511 and 20,743,973 shares outstanding at June 30, 2016 and June 30, 2015, respectively	189,294	189,007
Treasury stock, 1,183,642 and 1,120,575 shares at cost at June 30, 2016 and June 30, 2015, respectively	(2,828)	(2,672)
Additional paid-in capital	1,419	1,139
Accumulated deficit	(159,117)	(146,022)
Accumulated other comprehensive loss	(101)	(23)
Equity attributable to stockholders of Astrotech Corporation	28,667	41,429
Noncontrolling interest	(40)	299
Total stockholders' equity	28,627	41,728
Total liabilities and stockholders' equity	\$ 30,523	\$ 44,218