

Condensed Consolidated Statements of Operations

	For the three months ended December 31,		For the full-year ended December 31,	
	2006	2005	2006	2005
	in thousands, except share and per share amounts (unaudited)			
Revenue.....	\$ 11,451	\$ 9,798	\$ 40,510	\$ 43,955
OPERATING EXPENSES				
Cost of revenue, including collaborative revenue.....	10,994	10,181	42,660	37,263
Research and development – proprietary programs.....	14,206	13,679	57,108	43,748
Selling, general and administrative.....	8,609	6,426	25,206	20,118
Total operating expense.....	33,809	30,286	124,974	101,129
Operating loss.....	(22,358)	(20,488)	(84,464)	(57,174)
Interest income.....	1,803	2,113	6,685	6,397
Interest expense.....	(2,673)	(1,709)	(7,808)	(7,484)
Other non-operating income and (expense), net.....	3	(1,028)	114	(4,489)
Net loss	\$ (23,225)	\$ (21,112)	\$ (85,473)	\$ (62,750)
Basic and diluted net loss per share:	\$ (0.38)	\$ (0.39)	\$ (1.49)	\$ (1.17)
Shares used in computing basic and diluted net loss per share.....	60,826,272	53,932,268	57,465,287	53,823,999

Condensed Consolidated Balance Sheet Data

	At December 31,	At December 31,
	2006	2005
	in thousands (unaudited)	
Cash and investments, including restricted cash.....	\$ 152,016	\$ 155,554
Total assets.....	215,609	206,758
Total liabilities.....	270,988	216,095
Total shareholders' equity.....	(55,379)	(9,337)

Any statements contained in this presentation that relate to future plans, events or performance are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These forward-looking statements are subject to a number of risks and uncertainties that could cause actual results, and the timing of events, to differ materially from those described in the forward-looking statements. These risks and uncertainties include, among others, those relating to technology and product development, integration of acquired businesses, market acceptance, government regulation and regulatory approval processes, intellectual property rights and litigation, dependence on collaborative relationships, ability to obtain financing, competitive products, industry trends and other risks identified in deCODE's filings with the Securities and Exchange Commission. deCODE undertakes no obligation to update or alter these forward-looking statements as a result of new information, future events or otherwise.