

Selected Financial Information  
Condensed Statements of Operations  
(in thousands, except for per share amounts)

	Three Months Ended March 31,	
	2009	2008
	(unaudited)	(unaudited)
<b>Revenues</b>		
Development revenues	\$ 3,333	\$ 6,042
Commercial revenues	179	27
	<u>3,512</u>	<u>6,069</u>
<b>Operating expenses:</b>		
Research and development (including \$503 and \$588 of non-cash stock-based compensation)	7,586	8,169
General and administrative (including \$1,012 and \$1,010 of non-cash stock-based compensation)	3,279	3,283
Total operating expenses	<u>10,865</u>	<u>11,452</u>
Loss from operations	(7,353)	(5,383)
Interest income	12	560
Net loss	<u>\$ (7,341)</u>	<u>\$ (4,823)</u>
Basic and diluted net loss per share	<u>\$ (0.24)</u>	<u>\$ (0.16)</u>
Weighted average shares used in computing basic and diluted net loss per share		
	<u>30,761</u>	<u>30,534</u>

Condensed Balance Sheets  
(in thousands)

	March 31, 2009	December 31, 2008
	(unaudited)	
Cash, cash equivalents and investments available-for-sale	\$ 32,941	\$ 40,106
Other current assets	1,905	942
Property and equipment, net	12,869	13,418
Total assets	<u>\$ 47,715</u>	<u>\$ 54,466</u>
Accounts payable, accrued expenses and other current liabilities	\$ 5,930	\$ 5,908
Deferred revenue	1,163	2,284
Leasehold incentive obligation	7,815	8,062
Deferred rent	1,317	1,272
Stockholders' equity	31,490	36,940
Total liabilities and stockholders' equity	<u>\$ 47,715</u>	<u>\$ 54,466</u>