

PROPHASE LABS, INC. & SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(in thousands, except per share amounts)

	Year Ended December 31	
	2016	2015
Net sales	\$ 21,014	\$ 20,604
Cost of sales	10,948	8,426
Gross profit	10,066	12,178
Operating expenses:		
Sales and marketing	7,084	7,698
Administration	5,063	6,986
Research and development	575	1,078
	12,722	15,762
Loss from operations	(2,656)	(3,584)
Interest expense, net	(212)	(16)
Loss before income tax	(2,868)	(3,600)
Income tax	-	-
Net loss	\$ (2,868)	\$ (3,600)
Basic and diluted loss per share:		
Net loss	\$ (0.17)	\$ (0.22)
Weighted average common shares outstanding:		
Basic and diluted	17,081	16,398

PROPHASE LABS, INC. & SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEET DATA
(in thousands)

	December 31, 2016	December 31, 2015
Cash and cash equivalents	\$ 441	\$ 1,664
Accounts receivable	\$ 5,770	\$ 4,000
Inventory	\$ 2,736	\$ 4,331
Total current assets	\$ 9,627	\$ 11,879
Total assets	\$ 12,802	\$ 14,829
Total current liabilities	\$ 6,840	\$ 4,534
Other long term obligations	\$ -	\$ 1,466
Total stockholders' equity	\$ 5,962	\$ 8,829