

# Consolidated Income Statements

Year ended December 31, (Amounts in thousands of Euro, except per share data)	Notes	2008	2007	2006
Product sales		226,055	177,569	103,918
License revenues		30,202	12,211	16,955
Service fees		10,900	14,006	10,694
<b>Total revenues</b>	4	<b>267,157</b>	<b>203,786</b>	<b>131,567</b>
Cost of product sales		(138,790)	(124,557)	(83,518)
Cost of service and license fees		(6,965)	(10,327)	(6,971)
<b>Total cost of goods sold</b>	5.1	<b>(145,755)</b>	<b>(134,884)</b>	<b>(90,489)</b>
<b>Gross margin</b>		<b>121,402</b>	<b>68,902</b>	<b>41,078</b>
Government grants		5,380	7,086	6,901
Other income		10,772	2,244	2,455
<b>Total other operating income</b>		<b>16,152</b>	<b>9,330</b>	<b>9,356</b>
Research and development	5.1	(70,229)	(63,995)	(67,606)
Selling, general and administrative	5.1	(64,350)	(61,752)	(46,732)
Restructuring	5.18	—	—	(3,120)
Reversal of impairment/ (impairment)	5.6/5.7	4,888	(171)	(30,416)
<b>Total other operating expenses</b>		<b>(129,691)</b>	<b>(125,918)</b>	<b>(147,874)</b>
<b>Operating profit/(loss)</b>		<b>7,863</b>	<b>(47,686)</b>	<b>(97,440)</b>
Financial income	5.2	6,935	13,190	13,453
Financial expenses	5.3	(9,597)	(11,812)	(11,706)
Results investments non-consolidated companies	5.9	(128)	(996)	(1,956)
Results disposal of non-consolidated companies	5.9	1,570	2,186	—
Disposal of subsidiaries	1.1	(367)	—	—
<b>Profit/ (loss) before tax</b>		<b>6,276</b>	<b>(45,118)</b>	<b>(97,649)</b>
Income tax	5.4	8,310	2,208	10,451
<b>Profit/ (loss) for the year</b>		<b>14,586</b>	<b>(42,910)</b>	<b>(87,198)</b>
Attributable to:				
Equity holders of the parent		14,586	(42,910)	(86,946)
Minority interest		—	—	(252)
		14,586	(42,910)	(87,198)
<b>Profit/ (loss) per share – basic and diluted</b>	5.5	<b>0.22</b>	<b>(0.66)</b>	<b>(1.52)</b>
Weighted average shares outstanding – basic (in thousands)	5.5	65,593	65,103	57,064
Weighted average shares outstanding – diluted (in thousands)	5.5	66,315	65,103	57,064

Following the adoption of IFRIC 14 as of January 1, 2008, the equity in 2006 and the entries for defined benefit post-employment plans and corresponding deferred tax liabilities have been adjusted for the years 2006 and 2007. The impact of this retrospective application on the financial statements is provided in note 1.5.

The accompanying notes are an integral part of these financial statements.