

**TRX, INC. AND SUBSIDIARIES**  
**UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS**  
(In thousands, except per share data)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2009	2008	2009	2008
<b>REVENUES:</b>				
Transaction processing	\$ 12,235	\$ 16,550	\$ 24,281	\$ 34,197
Data reporting	2,705	20,994	5,558	25,222
Transaction and other revenues	14,940	37,544	29,839	59,419
Client reimbursements	145	147	247	274
Total revenues	15,085	37,691	30,086	59,693
<b>EXPENSES:</b>				
Operating	9,195	13,180	18,199	27,400
Selling, general and administrative	3,265	4,784	5,539	9,235
Technology development	801	3,724	2,466	7,594
Client reimbursements	145	147	247	274
Impairment of goodwill, intangible assets and other long-lived assets	-	-	43,692	-
Depreciation and amortization	1,406	2,636	3,787	5,305
Total expenses	14,812	24,471	73,930	49,808
OPERATING INCOME (LOSS)	273	13,220	(43,844)	9,885
<b>INTEREST (EXPENSE) INCOME:</b>				
Interest income	1	18	10	67
Interest expense	(201)	(128)	(392)	(225)
Total interest (expense) income, net	(200)	(110)	(382)	(158)
INCOME (LOSS) BEFORE INCOME TAXES	73	13,110	(44,226)	9,727
INCOME TAX PROVISION (BENEFIT)	51	-	(633)	-
NET INCOME (LOSS)	\$ 22	\$ 13,110	\$ (43,593)	\$ 9,727
<b>Net Income (Loss) per Share</b>				
Basic and diluted	\$ 0.00	\$ 0.71	\$ (2.37)	\$ 0.53
<b>Weighted Average Shares Outstanding</b>				
Basic	18,427	18,340	18,417	18,330
Diluted	18,427	18,340	18,417	18,347
<b>Other Data:</b>				
Adjusted revenues	\$ 14,940	\$ 27,562	\$ 29,839	\$ 52,914
Adjusted EBITDA	1,754	6,001	3,780	8,916
Adjusted data reporting revenues	2,705	11,012	5,558	18,717
Capital expenditures	628	2,322	1,820	4,487
<b>Consolidated Balance Sheet Data:</b>				
Cash and cash equivalents	\$ 7,445	\$ 6,873		
Total shareholders' equity	(2,365)	41,217		