

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

	Three Months		Nine Months	
	Ended September 30,		Ended September 30,	
	2009	2008	2009	2008
REVENUES:				
Transaction processing	\$ 12,085	\$ 16,053	\$ 36,366	\$ 50,250
Data reporting	3,152	3,507	8,710	28,729
Transaction and other revenues	15,237	19,560	45,076	78,979
Client reimbursements	103	347	350	621
Total revenues	<u>15,340</u>	<u>19,907</u>	<u>45,426</u>	<u>79,600</u>
EXPENSES:				
Operating	9,164	12,127	27,363	39,527
Selling, general and administrative	3,083	3,576	8,622	12,811
Technology development	927	3,012	3,393	10,606
Client reimbursements	103	347	350	621
Impairment of goodwill, intangible assets and other long-lived assets	-	-	43,692	-
Depreciation and amortization	1,325	2,742	5,112	8,047
Total expenses	<u>14,602</u>	<u>21,804</u>	<u>88,532</u>	<u>71,612</u>
OPERATING INCOME (LOSS)	738	(1,897)	(43,106)	7,988
INTEREST (EXPENSE) INCOME:				
Interest income	5	30	15	97
Interest expense	(203)	(123)	(595)	(348)
Total interest (expense) income, net	<u>(198)</u>	<u>(93)</u>	<u>(580)</u>	<u>(251)</u>
INCOME (LOSS) BEFORE INCOME TAXES	540	(1,990)	(43,686)	7,737
INCOME TAX PROVISION (BENEFIT)	<u>100</u>	<u>86</u>	<u>(533)</u>	<u>86</u>
NET INCOME (LOSS)	<u>\$ 440</u>	<u>\$ (2,076)</u>	<u>\$ (43,153)</u>	<u>\$ 7,651</u>
Net Income (Loss) per Share				
Basic and diluted	\$ 0.02	\$ (0.11)	\$ (2.34)	\$ 0.42
Weighted Average Shares Outstanding				
Basic	18,442	18,362	18,425	18,340
Diluted	18,627	18,362	18,425	18,340
Other Data:				
Adjusted revenues	\$ 15,237	\$ 19,560	\$ 45,076	\$ 72,474
Adjusted EBITDA	2,136	968	5,916	9,884
Adjusted data reporting revenues	3,152	3,507	8,710	22,224
Capital expenditures	452	944	2,272	5,431
	As of September 30,	As of December 31,		
	2009	2008		
Consolidated Balance Sheet Data:				
Cash and cash equivalents	\$ 7,801	\$ 6,873		
Total shareholders' equity	(1,741)	41,217		