

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,	
	2008	2007	2008	2007
REVENUES:				
Transaction processing	\$ 16,550	\$ 17,729	\$ 34,197	\$ 36,258
Data reporting	20,994	6,758	25,222	13,482
Transaction and other revenues	37,544	24,487	59,419	49,740
Client reimbursements	147	113	274	735
Total revenues	<u>37,691</u>	<u>24,600</u>	<u>59,693</u>	<u>50,475</u>
EXPENSES:				
Operating	13,180	13,785	27,400	28,557
Selling, general and administrative	4,784	4,598	9,235	8,859
Technology development	3,724	3,602	7,594	6,623
Client reimbursements	147	113	274	735
Depreciation and amortization	2,636	2,832	5,305	5,620
Total expenses	<u>24,471</u>	<u>24,930</u>	<u>49,808</u>	<u>50,394</u>
OPERATING INCOME (LOSS)	13,220	(330)	9,885	81
INTEREST (EXPENSE) INCOME:				
Interest income	18	84	67	236
Interest expense	(128)	(159)	(225)	(299)
Total interest (expense) income, net	<u>(110)</u>	<u>(75)</u>	<u>(158)</u>	<u>(63)</u>
NET INCOME (LOSS)	<u>\$ 13,110</u>	<u>\$ (405)</u>	<u>\$ 9,727</u>	<u>\$ 18</u>
Net Income (Loss) per Share				
Basic and diluted	\$ 0.71	\$ (0.02)	\$ 0.53	\$ 0.00
Weighted Average Shares Outstanding				
Basic	18,340	18,273	18,330	18,244
Diluted	18,340	18,273	18,347	18,247
Other Data:				
Adjusted revenues	\$ 27,562	\$ 24,487	\$ 52,914	\$ 49,740
Adjusted EBITDA	\$ 6,001	\$ 2,736	\$ 8,916	\$ 6,154
Adjusted data reporting revenues	\$ 11,012	\$ 6,758	\$ 18,717	\$ 13,482
Capital expenditures	\$ 2,322	\$ 2,018	\$ 4,487	\$ 3,386
Transaction processing volumes	22,323	22,018	46,857	45,009
	<u>As of June 30,</u>	<u>As of December 31,</u>		
	<u>2008</u>	<u>2007</u>		
Consolidated Balance Sheet Data:				
Cash and cash equivalents	\$ 11,645	\$ 8,879		
Total shareholders' equity	47,139	37,019		