

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**U.S. dollars in thousands (except share and per share data)**

	December 31,	
	2016	2015
CURRENT ASSETS:		
Cash and cash equivalents	\$ 3,236	\$ 10,221
Restricted cash	47	47
Marketable securities	71,738	71,807
Short-term bank deposits	13,137	18,603
Trade receivables	169	2,675
Other receivables	1,163	1,023
	<u>89,490</u>	<u>104,376</u>
LONG-TERM ASSETS:		
Long-term deposits	13	22
Property, plant and equipment, net	6,483	8,197
	<u>6,496</u>	<u>8,219</u>
	<u>\$ 95,986</u>	<u>\$ 112,595</u>
CURRENT LIABILITIES:		
Trade payables	\$ 1,330	\$ 1,771
Other payables	2,803	3,049
Liabilities in respect of government grants	125	259
Deferred revenues and other advances	967	560
	<u>5,225</u>	<u>5,639</u>
LONG-TERM LIABILITIES:		
Liabilities in respect of government grants	3,303	2,880
Deferred revenues and other advances	138	298
Severance pay liability, net	31	26
	<u>3,472</u>	<u>3,204</u>
SHAREHOLDERS' EQUITY:		
Ordinary shares of NIS 0.02 par value:		
Authorized – 150,000,000 ordinary shares; Issued and outstanding – 25,480,809 and 25,404,362 shares at December 31, 2016 and 2015, respectively	141	140
Share premium and other capital reserve	183,342	180,214
Accumulated deficit	(96,194)	(76,602)
	<u>87,289</u>	<u>103,752</u>
	<u>\$ 95,986</u>	<u>\$ 112,595</u>

**CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME (LOSS)**

U.S. dollars in thousands (except share and per share data)

	Year ended December 31,		Three months ended December 31,	
	2016	2015	2016	2015
Revenues	\$ 6,540	\$ 11,129	\$ 1,180	\$ 2,463
Cost of revenues	5,639	8,255	1,131	2,006
Gross profit	<u>901</u>	<u>2,874</u>	<u>49</u>	<u>457</u>
Operating expenses:				
Research and development, net	16,405	14,449	4,735	4,123
Business development	1,696	1,964	471	459
General and administrative	3,889	4,382	995	1,244
Total operating expenses	<u>21,990</u>	<u>20,795</u>	<u>6,201</u>	<u>5,826</u>
Operating loss	<u>(21,089)</u>	<u>(17,921)</u>	<u>(6,152)</u>	<u>(5,369)</u>
Financing income	2,424	2,571	138	526
Financing expenses	<u>(891)</u>	<u>(1,863)</u>	<u>(614)</u>	<u>(629)</u>
Loss before taxes on income	(19,556)	(17,213)	(6,628)	(5,472)
Taxes on income	<u>36</u>	<u>-</u>	<u>15</u>	<u>-</u>
Net loss	<u><u>\$ (19,592)</u></u>	<u><u>\$ (17,213)</u></u>	<u><u>\$ (6,643)</u></u>	<u><u>\$ (5,472)</u></u>
Other comprehensive income (loss):				
Loss from cash flow hedges	\$ -	\$ (45)	\$ -	\$ -
Amounts transferred to the statement of profit or loss for cash flow hedges	-	267	-	-
Total comprehensive loss	<u><u>\$ (19,592)</u></u>	<u><u>\$ (16,991)</u></u>	<u><u>\$ (6,643)</u></u>	<u><u>\$ (5,472)</u></u>
Basic and diluted loss per share	<u><u>\$ (0.77)</u></u>	<u><u>\$ (0.68)</u></u>	<u><u>\$ (0.26)</u></u>	<u><u>\$ (0.22)</u></u>