

CASCADE MICROTECH, INC.
AND SUBSIDIARIES

Condensed Consolidated Statements of Operations
(in thousands, except per share data)
(unaudited)

	Three Months Ended		
	March 31, 2010	December 31, 2009	March 31, 2009
Revenue	\$ 19,959	\$ 15,485	\$ 11,469
Cost of sales	<u>14,573</u>	<u>9,913</u>	<u>7,614</u>
Gross profit	<u>5,386</u>	<u>5,572</u>	<u>3,855</u>
Operating expenses:			
Research and development	3,466	2,466	1,993
Selling, general and administrative	9,856	6,172	5,395
Amortization of purchased intangibles	<u>180</u>	<u>132</u>	<u>146</u>
Total operating expenses	<u>13,502</u>	<u>8,770</u>	<u>7,534</u>
Loss from operations	<u>(8,116)</u>	<u>(3,198)</u>	<u>(3,679)</u>
Other income (expense):			
Interest income, net	32	45	98
Other, net	<u>(88)</u>	<u>(18)</u>	<u>(555)</u>
Total other income (expense)	<u>(56)</u>	<u>27</u>	<u>(457)</u>
Loss before income taxes	(8,172)	(3,171)	(4,136)
Income tax expense (benefit)	<u>(772)</u>	<u>(2,682)</u>	<u>29</u>
Net loss	\$ <u><u>(7,400)</u></u>	\$ <u><u>(489)</u></u>	\$ <u><u>(4,165)</u></u>
Basic and diluted net loss per share	\$ (0.53)	\$ (0.04)	\$ (0.31)
Shares used in basic and diluted per share calculations	14,025	13,405	13,240

CASCADE MICROTECH, INC.
AND SUBSIDIARIES

Condensed Consolidated Balance Sheets
(in thousands)
(unaudited)

<u>Assets</u>	March 31, <u>2010</u>	December 31, <u>2009</u>
Current assets:		
Cash and cash equivalents	\$ 10,761	\$ 19,471
Marketable securities	11,885	13,383
Accounts receivable, net	13,409	10,877
Inventories	22,498	16,624
Prepaid expenses and other	1,400	763
Income taxes receivable	3,114	2,589
Deferred income taxes	528	13
Total current assets	63,595	63,720
Long-term investments	-	750
Fixed assets, net	11,895	12,010
Purchased intangible assets, net	3,757	1,858
Goodwill	1,035	-
Deferred income taxes	-	220
Other assets	3,201	2,386
	\$ 83,483	\$ 80,944
<u>Liabilities and Stockholders' Equity</u>		
Current liabilities:		
Current portion of capital leases	\$ 11	\$ 11
Accounts payable	5,479	3,765
Deferred revenue	1,348	1,071
Accrued liabilities	5,980	2,087
Total current liabilities	12,818	6,934
Capital leases, net of current portion	26	29
Deferred revenue	27	56
Deferred income taxes	726	-
Other long-term liabilities	2,856	2,540
Total liabilities	16,453	9,559
Stockholders' equity:		
Common stock	89,385	85,719
Other comprehensive (expense) income	(592)	29
Accumulated deficit	(21,763)	(14,363)
Total stockholders' equity	67,030	71,385
	\$ 83,483	\$ 80,944