

Concurrent Computer Corporation
Condensed Consolidated Statements of Operations (Unaudited)
(In Thousands Except Per Share Data)

	<u>Three Months Ended March 31,</u>		<u>Nine Months Ended March 31,</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Revenues:				
Product	\$ 9,241	\$ 12,730	\$ 24,587	\$ 35,845
Service	5,337	6,513	17,743	19,853
Total revenues	<u>14,578</u>	<u>19,243</u>	<u>42,330</u>	<u>55,698</u>
Cost of sales:				
Product	4,211	5,813	10,604	16,554
Service	2,272	2,453	6,594	7,265
Total cost of sales	<u>6,483</u>	<u>8,266</u>	<u>17,198</u>	<u>23,819</u>
Gross margin	8,095	10,977	25,132	31,879
Operating expenses:				
Sales and marketing	3,786	4,200	11,537	12,006
Research and development	3,267	3,522	9,463	10,668
General and administrative	1,993	2,222	5,994	6,725
Impairment of goodwill and trademark	-	17,090	-	17,090
Total operating expenses	<u>9,046</u>	<u>27,034</u>	<u>26,994</u>	<u>46,489</u>
Operating loss	(951)	(16,057)	(1,862)	(14,610)
Other expense, net	(133)	(120)	(102)	(226)
Loss before income taxes	(1,084)	(16,177)	(1,964)	(14,836)
Income tax benefit	(110)	(832)	(64)	(114)
Net loss	<u>\$ (974)</u>	<u>\$ (15,345)</u>	<u>\$ (1,900)</u>	<u>\$ (14,722)</u>
Basic net loss per share	<u>\$ (0.12)</u>	<u>\$ (1.85)</u>	<u>\$ (0.23)</u>	<u>\$ (1.78)</u>
Diluted net loss per share	<u>\$ (0.12)</u>	<u>\$ (1.85)</u>	<u>\$ (0.23)</u>	<u>\$ (1.78)</u>
Basic weighted average shares outstanding	<u>8,344</u>	<u>8,276</u>	<u>8,318</u>	<u>8,281</u>
Diluted weighted average shares outstanding	<u>8,344</u>	<u>8,276</u>	<u>8,318</u>	<u>8,281</u>

Concurrent Computer Corporation
Condensed Consolidated Statements of Operations (Unaudited)
(In Thousands Except Per Share Data)

	Three Months Ended	
	March 31, 2010	December 31, 2009
Revenues:		
Product	\$ 9,241	\$ 8,664
Service	5,337	6,338
Total revenues	<u>14,578</u>	<u>15,002</u>
Cost of sales:		
Product	4,211	3,503
Service	2,272	2,201
Total cost of sales	<u>6,483</u>	<u>5,704</u>
Gross margin	8,095	9,298
Operating expenses:		
Sales and marketing	3,786	3,946
Research and development	3,267	3,096
General and administrative	1,993	2,084
Total operating expenses	<u>9,046</u>	<u>9,126</u>
Operating (loss) income	(951)	172
Other expense, net	(133)	(67)
(Loss) income before income taxes	(1,084)	105
(Benefit) provision for income taxes	(110)	16
Net (loss) income	<u>\$ (974)</u>	<u>\$ 89</u>
Basic net (loss) income per share	<u>\$ (0.12)</u>	<u>\$ 0.01</u>
Diluted net (loss) income per share	<u>\$ (0.12)</u>	<u>\$ 0.01</u>
Basic weighted average shares outstanding	<u>8,344</u>	<u>8,325</u>
Diluted weighted average shares outstanding	<u>8,344</u>	<u>8,419</u>

Concurrent Computer Corporation
Condensed Consolidated Balance Sheets
(In Thousands)

	March 31, 2010 (unaudited)	December 31, 2009 (unaudited)	June 30, 2009
ASSETS			
Cash and cash equivalents	\$ 28,994	\$ 31,002	\$ 29,110
Trade accounts receivable, net	16,389	10,168	14,546
Inventories	4,694	4,132	3,060
Prepaid expenses and other current assets	2,094	1,768	1,444
Total current assets	<u>52,171</u>	<u>47,070</u>	<u>48,160</u>
Property, plant and equipment, net	4,762	4,589	3,860
Intangible assets, net	3,687	3,911	4,423
Other long-term assets	730	663	692
Total assets	<u>\$ 61,350</u>	<u>\$ 56,233</u>	<u>\$ 57,135</u>
LIABILITIES			
Accounts payable and accrued expenses	\$ 8,874	\$ 7,055	\$ 10,582
Revolving bank line of credit	-	949	-
Deferred revenue	13,039	7,971	7,870
Total current liabilities	<u>21,913</u>	<u>15,975</u>	<u>18,452</u>
Long-term deferred revenue	3,045	3,926	1,041
Revolving bank line of credit, non-current	949	-	949
Other long-term liabilities	3,288	3,391	3,165
Total liabilities	<u>29,195</u>	<u>23,292</u>	<u>23,607</u>
STOCKHOLDERS' EQUITY			
Common stock	84	84	83
Additional paid-in capital	205,687	205,454	205,222
Accumulated deficit	(174,159)	(173,185)	(172,259)
Treasury stock, at cost	(255)	(255)	(255)
Accumulated other comprehensive income	798	843	737
Total stockholders' equity	<u>32,155</u>	<u>32,941</u>	<u>33,528</u>
Total liabilities and stockholders' equity	<u>\$ 61,350</u>	<u>\$ 56,233</u>	<u>\$ 57,135</u>

Concurrent Computer Corporation
Reconciliation of Non-GAAP Adjustments
Condensed Consolidated Statements of Operations (Unaudited)
(In Thousands Except Per Share Data)

	Three Months Ended		Nine Months Ended March 31,	
	March 31, 2010	March 31, 2009	2010	2009
OPERATING EXPENSES:				
Operating expenses	\$ 9,046	\$ 27,034	\$ 26,994	\$ 46,489
Impairment of goodwill and trademark	-	(17,090)	-	(17,090)
Operating expense adjustment	-	(17,090)	-	(17,090)
Adjusted operating expenses	<u>\$ 9,046</u>	<u>\$ 9,944</u>	<u>\$ 26,994</u>	<u>\$ 29,399</u>
OPERATING (LOSS) INCOME:				
Operating loss	\$ (951)	\$ (16,057)	\$ (1,862)	\$ (14,610)
Operating expense adjustment	-	17,090	-	17,090
Adjusted operating (loss) income	<u>\$ (951)</u>	<u>\$ 1,033</u>	<u>\$ (1,862)</u>	<u>\$ 2,480</u>
INCOME TAX (BENEFIT) PROVISION				
Income tax benefit	\$ (110)	\$ (832)	\$ (64)	\$ (114)
Deferred tax effect of operating expense adjustment	-	430	-	430
Adjusted income tax (benefit) provision	<u>\$ (110)</u>	<u>\$ (402)</u>	<u>\$ (64)</u>	<u>\$ 316</u>
NET (LOSS) INCOME				
Net loss	\$ (974)	\$ (15,345)	\$ (1,900)	\$ (14,722)
Operating expense adjustment	-	17,090	-	17,090
Deferred tax effect of operating expense adjustment	-	(430)	-	(430)
Adjusted net (loss) income	<u>\$ (974)</u>	<u>\$ 1,315</u>	<u>\$ (1,900)</u>	<u>\$ 1,938</u>
NET (LOSS) INCOME PER SHARE				
Loss per share - Diluted	\$ (0.12)	\$ (1.85)	\$ (0.23)	\$ (1.78)
Operating expense adjustment	\$ -	\$ 2.06	\$ -	\$ 2.06
Deferred tax effect of operating expense adjustment	\$ -	\$ (0.05)	\$ -	\$ (0.05)
Adjusted (loss) income per share - Diluted	<u>\$ (0.12)</u>	<u>\$ 0.16</u>	<u>\$ (0.23)</u>	<u>\$ 0.23</u>