

LANNETT COMPANY, INC. AND SUBSIDIARIES
CONSOLIDATED CONDENSED BALANCE SHEETS
(UNAUDITED)

	<u>December 31,</u> <u>2008</u>	<u>June 30,</u> <u>2008</u>
Assets:		
Current Assets:		
Cash	\$ 12,455,596	\$ 6,256,712
Short term investments	304,036	\$ 354,155
Trade accounts receivable, net	26,584,613	34,114,982
Inventories	13,962,528	11,617,258
Interest receivable	83,475	51,781
Prepaid taxes	1,937,607	1,598,937
Deferred tax assets	4,253,225	6,997,935
Other current assets	1,054,590	591,415
Total current assets	<u>60,635,670</u>	<u>61,583,175</u>
Property, plant, and equipment, net	23,449,190	24,734,103
Investment securities - available-for-sale	2,307,793	2,145,980
Deferred tax assets	17,131,202	17,380,115
Intangible asset, net	10,032,916	10,361,835
Construction in progress	493,609	458,046
Other assets	177,298	195,354
Total Assets	<u>\$ 114,227,678</u>	<u>\$ 116,858,608</u>
Liabilities and Shareholders' Equity:		
Current liabilities	\$ 29,035,148	\$ 35,638,552
Long-term debt, less current portion	8,044,853	8,186,922
Deferred tax liabilities	3,286,239	3,179,344
Other long term liabilities	549,075	532,001
Minority interest	77,361	50,309
Shareholders' equity	73,235,002	69,271,480
Total Liabilities and Shareholders' Equity	<u>\$ 114,227,678</u>	<u>\$ 116,858,608</u>