

AVIGEN, INC.

SELECTED FINANCIAL INFORMATION

STATEMENTS OF OPERATIONS

(In thousands, except shares and per share information)

	<i>Three months ended</i>		<i>Year ended</i>	
	<i>December 31</i>	<i>December 31</i>	<i>December 31</i>	<i>December 31</i>
	2004	2003	2004	2003
	(unaudited)		(unaudited)	
Revenue	\$ 35	\$ 165	\$ 2,195	\$ 463
Operating expenses				
Research and development	4,314	5,820	19,344	21,805
General and administrative	1,694	1,764	8,367	7,399
Total operating expenses	6,008	7,584	27,711	29,204
Loss from operations	(5,973)	(7,419)	(25,516)	(28,741)
Net interest income and other expense	314	589	1,593	2,967
Net loss	<u>\$ (5,659)</u>	<u>\$ (6,830)</u>	<u>\$ (23,923)</u>	<u>\$ (25,774)</u>
Basic and diluted net loss per common share	<u>\$ (0.28)</u>	<u>\$ (0.34)</u>	<u>\$ (1.17)</u>	<u>\$ (1.28)</u>
Shares used in basic and diluted net loss per common share calculation	<u>20,362,155</u>	<u>20,149,214</u>	<u>20,362,155</u>	<u>20,149,214</u>

CONDENSED BALANCE SHEETS

(In thousands)

	<i>December 31</i>	<i>December 31</i>
	2004	2003
	(unaudited)	(1)
Cash, cash equivalents and available-for-sale securities	\$ 64,290	\$ 86,950
Accrued interest and other current assets	1,151	1,218
Total current assets	65,441	88,168
Restricted investments	11,928	11,928
Property and equipment, net	12,497	15,641
Deposits and other assets	641	858
Total assets	<u>\$ 90,507</u>	<u>\$ 116,595</u>
Current liabilities and deferred revenue	1,568	2,117
Long-term obligations	9,064	8,967
Deferred revenue - non-current	-	1,625
Stockholders' equity	79,875	103,886
Total liabilities and stockholders' equity	<u>\$ 90,507</u>	<u>\$ 116,595</u>

(1) Derived from audited financial statements.