CASCADE MICROTECH, INC.
AND SUBSIDIARIES

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

	Three Months Ended		
	March 31, 2012	December 31, 2011	March 31, 2011
Revenue	$ 27,543	$ 27,298	$ 27,013
Cost of sales	15,592	15,595	16,218
Gross profit	11,951	11,703	10,795
Operating expenses:			
Research and development	2,779	2,870	3,075
Selling, general and administrative	7,911	7,718	7,403
	10,690	10,588	10,478
Income from operations	1,261	1,115	317
Other income (expense):			
Interest income, net	10	41	19
Other, net	(407)	229	(17)
	(397)	270	2
Income from continuing operations before income taxes	864	1,385	319
Income tax expense (benefit)	124	(59)	103
Income from continuing operations	740	1,444	216
Loss from discontinued operations	-	-	(110)
Net income	$ 740	$ 1,444	$ 106
Basic net income (loss) per share:			
Continuing operations	$ 0.05	$ 0.10	$ 0.01
Discontinued operations	-	-	(0.01)
	$ 0.05	$ 0.10	$ 0.01
Diluted net income (loss) per share:			
Continuing operations	$ 0.05	$ 0.10	$ 0.01
Discontinued operations	-	-	(0.01)
	$ 0.05	$ 0.10	$ 0.01
Shares used in computing net income (loss) per share:			
Basic	14,188	14,478	14,528
Diluted	14,301	14,550	14,947

CASCADE MICROTECH, INC.
AND SUBSIDIARIES

Condensed Consolidated Balance Sheets
(in thousands)
(unaudited)

Assets	March 31, 2012	December 31, 2011
Current assets:		
Cash and cash equivalents	$ 13,460	$ 10,656
Marketable securities	6,488	2,656
Restricted cash	1,097	1,470
Accounts receivable, net	19,492	23,882
Inventories	25,345	23,607
Prepaid expenses and other	4,505	4,086
Total current assets	70,387	66,357
Long-term investments	-	1,834
Fixed assets, net	8,164	9,003
Purchased intangible assets, net	2,126	2,329
Goodwill	1,001	971
Other assets	2,444	2,570
	$ 84,122	$ 83,064

Liabilities and Stockholders' Equity		
Current liabilities:		
Accounts payable	6,548	6,033
Deferred revenue	4,547	5,516
Accrued liabilities	8,160	7,745
Total current liabilities	19,255	19,294
Deferred revenue	177	225
Other long-term liabilities	3,927	4,248
Total liabilities	23,359	23,767
Stockholders' equity:		
Common stock	91,083	90,853
Accumulated other comprehensive loss	(556)	(1,052)
Accumulated deficit	(29,764)	(30,504)
Total stockholders' equity	60,763	59,297
	$ 84,122	$ 83,064