ALIGN TECHNOLOGY CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (in thousands except per share data)

	Q1 2008	Q2 2008	Q3 2008	Q4 2008	FY 2008	Q1 2009	Q2 2009	Q3 2009	Q4 2009	YTD 2009	Q1 2010	Q2 2010	YTD 2010
N.A. Ortho Revenue YOY % growth QOQ % growth	\$ 22,551 5.8% 6.4%	\$ 22,994 -7.0% 2.0%	\$ 21,951 -1.4% -4.5%	\$ 20,826 -1.8% -5.1%	\$ 88,322 -1.3%	\$ 21,087 -6.5% 1.3%	\$ 21,574 -6.2% 2.3%	\$ 22,722 3.5% 5.3%	\$ 25,036 20.2% 10.2%	\$ 90,419	\$ 28,195 33.7% 12.6%	\$ 29,143 35.1% 3.4%	\$ 57,338
N.A GP Revenue	33,935	35,577	33,861	32,095	135,468	30,916	31,756	33,908	36,172	132,752	37,200	37,374	74,574
YOY % growth QOQ % growth	16.0% 3.8%	-0.4% 4.8%	-0.8% -4.8%	-1.8% -5.2%	2.8%	-8.9% -3.7%	-10.7% 2.7%	0.1% 6.8%	12.7% 6.7%		20.3% 2.8%	17.7% 0.5%	
International	14,196	16,436	15,128	16,248	62,008	14,267	18,058	18,460	21,259	72,044	20,027	22,006	42,033
Teen Deferred Revenue Release Non-case Revenue*	4,094	4,895	4,233	4,956	18,178	3,862	4,928	4,179	4,149	17,118	4,668	14,298 5,375	14,298 10,043
Revenues	74,776	79,902	75,173	74,125	303,976	70,132	76,316	79,269	86,616	312,333	90,090	108,196	198,286
YOY % growth QOQ % growth	17.3% 3.1%	4.3% 6.9%	5.2% -5.9%	2.2% -1.4%	6.9%	-6.2% -5.4%	-4.5% 8.8%	5.4% 3.9%	16.9% 9.3%		28.5% 4.0%	41.8% 20.1%	
Cost of revenues	19,608	20,243	18,766	20,233	78,850	17,425	18,338	20,268	22,810	78,841	20,380	21,178	41,558
Gross Profit	55,168	59,659	56,407	53,892	225,126	52,707	57,978	59,001	63,806	233,492	69,710	87,018	156,728
Operating Expenses:													
Sales and marketing General and administrative	28,059 15,188	32,464 16.322	28,214 14,395	26,325 16,249	115,062 62,154	27,854 13,468	29,108 16.539	27,687 16.224	27,893 15.487	112,542 61.718	27,946 14.951	28,939 15.005	56,885 29,956
Research and development	7,295	7,001	5,918	5,951	26,165	5,191	5,669	5,611	5,781	22,252	6,116	6,396	12,512
Restructuring Charges Litigation settlement costs	-	-	2,189	4,042	6,231	910	409	69,673	-	1,319 69,673	-	-	- 1
Insurance settlement					-					_		(8,666)	(8,666)
Total operating expenses	50,542	55,787	50,716	52,567	209,612	47,423	51,725	119,195	49,161	267,504	49,013	41,674	90,687
Profit (loss) from operations Interest and other income (expense), net	4,626 966	3,872 443	5,691 264	1,325 (111)	15,514 1,562	5,284 148	6,253 557	(60,194) (271)	14,645 (315)	(34,012) 119	20,697 (553)	45,344 156	66,041 (397)
Profit (loss) before provision for income taxes	5,592	4,315	5,955	1,214	17,076	5,432	6,810	(60,465)	14,330	(33,893)	20,144	45,500	65,644
Provision for (benefit) from income taxes Net profit (loss)	\$ 5.304	\$ 4.030	\$ 5,157	\$ 65,496	(62,911) \$ 79,987	\$ 2,796 \$ 2,636	2,265 \$ 4,545	\$ (49.942)	\$ 11.492	\$ (31.269)	5,214 \$ 14,930	12,897 \$ 32.603	\$ 47.533
Net profit (loss) per share	3 5.304	3 4.030	3 5.15/	3 65,496	3 /9.96/	3 2.030	3 4.545	3 (49.942)	3 11.492	3 (31.269)	3 14.930	3 32.003	3 47.555
- basic - diluted	\$ 0.08 \$ 0.07	\$ 0.06 \$ 0.06	\$ 0.08	\$ 0.99 \$ 0.98	\$ 1.20 \$ 1.18	\$ 0.04 \$ 0.04	\$ 0.07 \$ 0.07	\$ (0.72) \$ (0.72)	\$ 0.15 \$ 0.15	\$ (0.45) \$ (0.45)	\$ 0.20 \$ 0.19	\$ 0.43 \$ 0.42	\$ 0.63 \$ 0.61
Shares used in computing net profit (loss) per share	3 0.01	3 0.00	3 0.00	3 0.30	3 1.10	3 0.04	3 0.07	3 10.721	3 0.13	3 (0.43)	<u> 0.19</u>	3 0.42	3 0.01
- basic	69.053	68.581	67.367	66.440	66.812	65.983	66.285	69.528	74,482	69.094	75.166	75,703	75.436
- diluted	70.860	69.916	68.704	66.816	68.064	66.447	67.373	69.528	76.831	69.094	77.597	77.607	77.644
<i>Margin Analysis:</i> Gross Margin	73.8%	74.7%	75.0%	72.7%	74.1%	75.2%	76.0%	74.4%	73.7%	74.8%	77.4%	80.4%	79.0%
Sales and Marketing	37.5%	40.6%	37.5%	35.5%	37.9%	39.7%	38.1%	34.9%	32.2%	36.0%	31.0%	26.7%	28.7%
General and administrative Research and development	20.3% 9.8%	20.4% 8.8%	19.1% 7.9%	21.9% 8.0%	20.4% 8.6%	19.2% 7.4%	21.7% 7.4%	20.5% 7.1%	17.9% 6.7%	19.8% 7.1%	16.6% 6.8%	13.9% 5.9%	15.1% 6.3%
Restructuring	0.0%	0.0%	2.9%	5.5%	2.0%	1.3%	0.5%	0.0%	0.0%	0.4%	0.0%	0.0%	0.0%
Operating Margin	6.2%	4.8%	7.6%	1.8%	5.1%	7.5%	8.2%	-75.9%	16.9%	-10.9%	23.0%	41.9%	33.3%
Litigation settlement costs Insurance settlement	0.0% 0.0%	0.0%	0.0% 0.0%	0.0% 0.0%	0.0%	0.0% 0.0%	0.0%	87.9% 0.0%	0.0% 0.0%	22.3% 0.0%	0.0%	0.0% -8.0%	0.0% -4.4%
Net Margin	7.1%	5.0%	6.9%	88.4%	26.3%	3.8%	6.0%	-63.0%	13.3%	-10.0%	16.6%	30.1%	24.0%
Year Over Year Analysis	47.00	4.007	F 001	0.001	0.000	0.007	4.507	F 40'	40.007	0.70	20 52	44.001	
Revenue Profit (Loss) from Operations	17.3% -33.9%	4.3% -71.2%	5.2% -32.2%	2.2% -73.6%	6.9% -54.2%	-6.2% 14.2%	-4.5% 61.5%	5.4% -1157.7%	16.9% 1005.3%	2.7% -319.2%	28.5% 466.4%	41.8% 625.2%	
Operating Expense	28.8%	30.0%	12.9%	8.7%	19.5%	-6.2%	-7.3%	135.0%	-6.5%	27.6%	3.4%	-19.4%	
Net Profit (Loss)	-24.0%	-70.4%	-45.5%	1055.5%	123.9%	-50.3%	12.8%	-1068.4%	-82.5%	-139.1%	466.4%	617.3%	
Quarter Over Quarter Analysis (Sequential) Revenue	3.1%	6.9%	-5.9%	-1.4%		-5.4%	8.8%	3.9%	9.3%		4.0%	20.1%	
Profit (Loss) from Operations	-7.7%	-16.3%	47.0%	-76.7%		298.8%	18.3%	-1062.6%	-124.3%		29.9%	119.1%	
Operating Expense	4.5% -6.4%	10.4% -24.0%	-9.1% 28.0%	3.6% 1170.0%		-9.8% -96.0%	9.1% 72.4%	130.4%	-58.8% -123.0%	1	-0.3% 29.9%	-15.0% 118.4%	
Net Profit (Loss)	-0.4%	-24.0%	28.0%	1170.0%	ь	-90.0%	12.4%	-1198.8%	-123.0%		29.9%	118.4%	

^{*} Non-case revenue includes the retainer business, training revenues, and ancillary offerings

ALIGN TECHNOLOGY NON-GAAP CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (in thousands except per share data)

N.A. Ortho Revenue	Q1 2008 \$ 22,551	Q2 2008 \$ 22,994	Q3 2008 \$ 21,951	Q4 2008 \$ 20,826	FY 2008 \$ 88,322	Q1 2009 \$ 21,087	Q2 2009 \$ 21,574	Q3 2009 \$ 22,722	Q4 2009 \$ 25,036	YTD 2009 \$ 90,419	Q1 2010 \$ 28,195	Q2 2010 \$ 29,143	YTD 2010 \$ 57,338
YOY % growth QOQ % growth	5.8% 6.4%	-7.0% 2.0%	-1.4% -4.5%	-1.8% -5.1%	-1.3%	-6.5% 1.3%	-6.2% 2.3%	3.5% 5.3%	20.2% 10.2%	, , , ,	33.7% 12.6%	35.1% 3.4%	
N.A GP Revenue YOY % growth QOQ % growth	33,935 16.0% 3.8%	35,577 -0.4% 4.8%	33,861 -0.8% -4.8%	32,095 -1.8% -5.2%	135,468 2.8%	30,916 -8.9% -3.7%	31,756 -10.7% 2.7%	33,908 0.1% 6.8%	36,172 12.7% 6.7%	132,752	37,200 20.3% 2.8%	37,374 17.7% 0.5%	74,574
International Non-case Revenue*	14,196 4,094	16,436 4,895	15,128 4,233	16,248 4,956	62,008 18,178	14,267 3,862	18,058 4,928	18,460 4,179	21,259 4,149	72,044 17,118	20,027 4,668	22,006 5,375	42,033 10,043
Revenues Cost of revenues Gross Profit	74,776 19,608 55,168	79,902 20,243 59,659	75,173 18,766 56,407	74,125 20,233 53,892	303,976 78,850 225,126	70,132 17,425 52,707	76,316 18,338 57,978	79,269 18,362 60,907	86,616 18,551 68,065	312,333 72,676 239,657	90,090 19,553 70,537	93,898 21,178 72,720	183,988 40,731 143,257
Operating Expenses: Sales and marketing General and administrative Research and development Total operating expenses	28,059 15,188 7,295 50,542	32,464 16,322 7,001 55,787	28,214 14,395 5,918 48,527	26,325 16,249 5,951 48,525	115,062 62,154 26,165 203,381	27,854 13,468 5,191 46,513	29,108 16,539 5,669 51,316	27,687 16,224 5,611 49,522	27,893 15,487 5,781 49,161	112,542 61,718 22,252 196,512	27,946 14,951 6,116 49,013	28,939 15,005 6,396 50,340	56,885 29,956 12,512 99,353
Profit from operations Interest and other income (expense), net Profit before provision for income taxes Provision for income taxes Net profit	4,626 966 5,592 288 \$ 5,304	3,872 443 4,315 285 \$ 4,030	7,880 264 8,144 884 \$ 7,260	5,367 (111) 5,256 369 \$ 4,887	21,745 1,562 23,307 1,826 \$ 21,481	6,194 148 6,342 3,151 \$ 3,191	6,662 557 7,219 2,392 \$ 4,827	11,385 (271) 11,114 2,208 \$ 8,906	18,904 (315) 18,589 6,443 \$ 12,146	43,145 119 43,264 14,194 \$ 29,070	21,524 (553) 20,971 5,430 \$ 15,541	22,380 156 22,536 6,081 \$ 16,455	43,904 (397) 43,507 11,511 \$ 31,996
Net profit per share - basic - diluted	\$ 0.08 \$ 0.07	\$ 0.06 \$ 0.06	\$ 0.11 \$ 0.11	\$ 0.07 \$ 0.07	\$ 0.32 \$ 0.32	\$ 0.05 \$ 0.05	\$ 0.07 \$ 0.07	\$ 0.13 \$ 0.13	\$ 0.16 \$ 0.16	\$ 0.42 \$ 0.41	\$ 0.21 \$ 0.20	\$ 0.22 \$ 0.21	\$ 0.42 \$ 0.41
Shares used in computing net profit per share - basic - diluted	69,053 70,860	68,581 69,916	67,367 68,704	66,440 66,816	66,812 68,064	65,983 66,447	66,285 67,373	69,528 70,926	74,482 76,831	69,094 70,602	75,166 77,597	75,703 77,607	75,436 77,644
Margin Analysis: Gross Margin Operating Margin Net Margin	73.8% 6.2% 7.1%	74.7% 4.8% 5.0%	75.0% 10.5% 9.7%	72.7% 7.2% 6.6%	74.1% 7.2% 7.1%	75.2% 8.8% 4.5%	76.0% 8.7% 6.3%	76.8% 14.4% 11.2%	78.6% 21.8% 14.0%	76.7% 13.8% 9.3%	78.3% 23.9% 17.3%	77.4% 23.8% 17.5%	77.9% 23.9% 17.4%
Year Over Year Analysis Revenue Profit from Operations Net Profit	17.3% -11.1% 3.2%	4.3% -71.2% -70.4%	5.2% -6.1% 23.2%	2.2% 7.1% 13.8%	6.9% -32.2% -36.8%	-6.2% 33.9% -39.8%	-4.5% 72.1% 19.8%	5.4% 44.5% 22.7%	16.9% 252.2% 148.5%	2.7% 98.4% 35.3%	28.5% 247.5% 387.0%	23.0% 235.9% 240.9%	
Quarter Over Quarter Analysis (Sequential) Revenue Gross Profit Operating Expense Net Profit	3.1% 3.3% 4.5% -6.4%	6.9% 8.1% 10.4% -24.0%	-5.9% -5.5% -13.0% 80.1%	-1.4% -4.5% 0.0% 32.7%		-5.4% -2.2% -4.1% -34.7%	8.8% 10.0% 10.3% 51.3%	3.9% 5.1% -3.5% 84.5%	9.3% 11.8% -0.7% 36.4%		4.0% 3.6% -0.3% 28.0%	4.2% 3.1% 2.7% 5.9%	
Reconciliation of GAAP Net Profit (Loss) to non-GAAP Net Profit:													
GAAP Net profit (loss) Teen deferred revenue release Ormoo royalties	\$ 5,304 - -	\$ 4,030 - -	\$ 5,157 - -	\$ 65,496 - -	\$ 79,987 - -	\$ 2,636 - -	\$ 4,545 - -	\$ (49,942) - 1,906	\$ 11,492 - 4,259	\$ (31,269) - 6,165	\$ 14,930 - 827	\$ 32,603 (14,298)	\$ 47,533 (14,298) 827
Litigation settlement costs Restructuring Insurance settlement	-	-	2,189 -	4,042	6,231	910	409 -	69,673 - -	- - -	69,673 1,319	- - -	(8,666)	- - (8,666)
Release of tax valuation allowance Tax impact on non GAAP adjustments Non-GAAP net profit	\$ 5,304	\$ 4,030	(86) \$ 7,260	(64,608) (43) \$ 4,887	(64,608) (129) \$ 21,481	(355) \$ 3,191	(127) \$ 4,827	(12,731) \$ 8,906	(3,605) \$ 12,146	(16,818) \$ 29,070	(216) \$ 15,541	6,816 \$ 16,455	6,600 \$ 31,996

^{*} Non-case revenue includes the retainer business, training revenues, and ancillary offerings