

POINT BLANK SOLUTIONS, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(In thousands, except share data)

	September 30,	December 31,
	2009	2008
	(Unaudited)	
ASSETS		
Current assets:		
Cash	\$ 6,878	\$ 1,707
Accounts receivable, less allowance for doubtful accounts of \$849 and \$279, respectively	7,246	33,620
Inventories, net	12,729	38,700
Income tax receivables	208	11,951
Deferred income taxes	17,669	14,829
Prepaid expenses and other current assets	2,303	2,782
Total current assets	47,033	103,589
Property and equipment, net	10,373	10,742
Other assets:		
Deferred income taxes	10,506	10,931
Deposits and other assets	96	113
Total other assets	10,602	11,044
Total assets	\$ 68,008	\$ 125,375
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Revolving line of credit	\$ -	\$ 29,207
Term Loan	6,000	10,000
Note payable	2,973	2,950
Income taxes payable	-	285
Accounts payable	10,310	23,310
Accrued expenses and other current liabilities	9,148	4,927
Reserve for class action settlement	4,172	4,172
Vest replacement program obligation	403	410
Employment tax withholding obligation	6,633	8,154
Total current liabilities	39,639	83,415
Long term liabilities:		
Unrecognized tax benefits	-	11,239
Other liabilities	385	418
Total long term liabilities	385	11,657
Total liabilities	40,024	95,072
Commitments and contingencies		
Contingently redeemable common stock (related party)	19,326	19,326
Stockholders' equity:		
Common stock, \$0.001 par value, 100,000,000 shares authorized, 51,843,057 shares and 51,446,585 shares issued and outstanding, respectively	49	48
Additional paid in capital	94,828	89,673
Accumulated deficit	(87,220)	(79,155)
Total Point Blank Solutions, Inc. stockholders' equity	7,657	10,566
Noncontrolling interests	1,001	411
Total stockholders' equity	8,658	10,977
Total liabilities and stockholders' equity	\$ 68,008	\$ 125,375