

Reissue with Tables: BioSpecifics Technologies Corp. Reports Third Quarter 2009 Financial Results

LYNBROOK, N.Y., Nov. 6 /PRNewswire-FirstCall/ -- BioSpecifics Technologies Corp. (Nasdaq: BSTC), a biopharmaceutical company developing first-in-class collagenase-based products, today announced its financial results for the third quarter ended September 30, 2009.

"We were extremely happy that, in September of this year, the FDA's Arthritis Advisory Committee unanimously recommended, by a vote of 12-0, the approval of XIAFLEX™ for the treatment of Dupuytren's disease, and we are eagerly awaiting a response on the Biologics License Application that was submitted by our partner, Auxilium," stated Thomas L. Wegman, President of BioSpecifics. "We also look forward to the Phase IIb results testing XIAFLEX in Peyronie's disease, which Auxilium expects to report in December."

"I am very pleased that for the nine months ended September 30, 2009, as compared to the nine months ended September 30, 2008, Company revenues increased by 100% and, during the same period, the Company's net loss decreased," continued Mr. Wegman.

Three Months Ended September 30, 2009 and 2008

The Company reported a net loss of \$0.4 million for the third quarter ended September 30, 2009, or (\$0.06) per basic and diluted common share, compared to a net loss of \$0.2 million, or (\$0.04) per basic and diluted common share, for the same period in 2008.

Revenue for the third quarter ended September 30, 2009 was \$0.8 million, compared to \$0.3 million for the same period in 2008. The increase in revenue was due to earn-out payments triggered by certain net sales levels of topical collagenase under the earn-out payment provision of the Company's Asset Purchase Agreement with DFB Biotech, Inc.

Research and development expenses for the third quarter ended September 30, 2009 and 2008 were approximately \$0.1 million in each respective quarter. Research and development expenses include employee-related expenses, costs of materials, lab expenses, facility costs and overhead.

General and administrative expenses for the third quarter ended September 30, 2009 totaled \$1.2 million, compared to \$0.9 million for the same period in 2008. The increase in general and administrative expenses was primarily due to outside consulting expenses, directors' fees, legal fees and the Company incurring certain facility costs which were previously reimbursable under its Transition Services Agreement with DFB Biotech, which expired in October 2008.

As of September 30, 2009, the Company held cash, cash equivalents and short-term investments of \$9.3 million.

Nine Months Ended September 30, 2009 and 2008

The Company reported a net loss of \$1.4 million for the nine months ended September 30, 2009, or (\$0.23) per basic and diluted common share, compared to a net loss of \$1.5 million, or (\$0.25) per basic and diluted common share, for the same period in 2008.

Revenue for the nine months ended September 30, 2009 was \$2.4 million, compared to \$1.2 million for the same period in 2008. The increase in revenue was due to earn-out payments triggered by certain net sales levels of topical collagenase under the earn-out payment provision of the Company's Asset Purchase Agreement with DFB Biotech and a milestone payment received and recognized from Auxilium Pharmaceuticals, Inc.

Third Quarter Corporate Highlights

- In its September 3, 2009 edition, *The New England Journal of Medicine* published data from the pivotal CORD I Phase III clinical trial of XIAFLEX for the treatment of Dupuytren's disease, a debilitating disorder resulting from excessive collagen deposition that causes contractures of the fingers, in an article entitled

"Injectable Collagenase Clostridium Histolyticum for Dupuytren's Contracture." The article describes the positive results observed in the largest, prospective, double blind, placebo controlled clinical trial ever conducted in the field of Dupuytren's contracture.

- On September 16, 2009, the Arthritis Advisory Committee of the U.S. Food and Drug Administration (FDA) unanimously recommended, by a vote of 12 to 0, that the FDA approve XIAFLEX for the treatment of Dupuytren's disease.

Webcast and Conference Call

A replay of the call is available until 9:00am ET on November 12, 2009. To access the replay, please dial 877-344-7529 (domestic) or 412-317-0088 (international) and reference the access code 435394. The archived webcast will be available for 90 days in the Investor Relations section of the Company's website at <http://www.biospecifics.com>.

About BioSpecifics Technologies Corp.

BioSpecifics Technologies Corp. is a biopharmaceutical company that has developed injectable collagenase for eleven clinical indications, three of which include: Dupuytren's disease, Peyronie's disease, and frozen shoulder (adhesive capsulitis). Its strategic partner Auxilium has announced the acceptance of the Biologic License Application and Priority Review by the FDA's Arthritis Advisory Committee for injectable collagenase XIAFLEX in the treatment of Dupuytren's disease, and on September 16, 2009, the Arthritis Advisory Committee unanimously recommended, by a vote of 12 to 0, that the FDA approve XIAFLEX for the treatment of Dupuytren's disease. Pfizer, Inc. is responsible for marketing XIAFLEX product in Europe.

Forward Looking Statements

This press release includes forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Any statements, other than statements of historical fact, including statements regarding the Company's strategy, future operations, future financial position, future revenues, projected costs, prospects, plans and objectives of management, its expected revenue growth, and any other statements containing the words "believes", "expects", "anticipates", "plans", "estimates" and similar expressions, are forward-looking statements. There are a number of important factors that could cause the Company's actual results to differ materially from those indicated by such forward-looking statements, including the ability of its partner Auxilium to obtain regulatory approval of XIAFLEX in the United States for Dupuytren's disease and Peyronie's disease, the preparedness of Auxilium for the commercial launch of XIAFLEX for the treatment of Dupuytren's disease and the ability of Pfizer, Inc. to obtain regulatory approval of XIAFLEX in its territory for the same indications, which will determine the amount of milestone, royalty and sublicense income payments the Company may receive; the amount of earn-out payments the Company may receive from DFB Biotech and its affiliates; whether Auxilium exercises its option under the license agreement between Auxilium and the Company for additional indications; the potential benefits of the Company's existing license and development agreements; the Company's estimates regarding expenses, future revenue, capital requirements and needs for additional financing; and other factors identified in the Company's Form 10-K for the year ended December 31, 2008, the Form 10-Q for the quarter ended June 30, 2009 and any subsequent reports filed with the Securities and Exchange Commission. The Company disclaims any intention or obligation to update any forward-looking statements as a result of developments occurring after the date of this press release.

BioSpecifics Technologies Corporation
Consolidated Statements of Operations
(Unaudited)

Three months ended

Nine months ended

	September 30,		September 30,	
	2009	2008	2009	2008
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Revenues:				
Net sales	\$19,089	\$13,042	\$36,194	\$29,841
Royalties	481,197	-	856,597	2,028
Licensing fees	266,282	266,281	1,298,844	798,844
Consulting fees	70,000	70,000	210,000	354,185
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Total				
Revenues	836,568	349,323	2,401,635	1,184,898
Costs and expenses:				
Research and				
development	112,920	71,737	352,983	260,440
General and				
administrative	1,176,885	866,574	3,484,341	2,840,346
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Total costs and				
expenses	1,289,805	938,311	3,837,324	3,100,786
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Operating loss	(453,237)	(588,988)	(1,435,689)	(1,915,888)
Other income (expense):				
Interest Income	24,140	31,511	28,685	89,314
Interest expense	-	46,979	(39)	46,528
Other, net	600	104,203	(8,863)	108,730
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	24,740	182,693	19,783	244,572
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Loss before benefit				
for income tax	(428,497)	(406,295)	(1,415,906)	(1,671,316)
Income tax benefit	46,376	192,287	-	192,287
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Net (loss)	\$(382,121)	\$(214,008)	\$(1,415,906)	\$(1,479,029)
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Basic and diluted				
net loss per share	\$(0.06)	\$(0.04)	\$(0.23)	\$(0.25)
	=====	=====	=====	=====
Shares used in computation				
of basic and diluted				
net loss per share	6,075,758	5,976,937	6,034,301	5,803,497
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BioSpecifics Technologies Corporation
Selected Consolidated Balance Sheet Data
(Unaudited)

September 30, December 31,
2009 2008

Cash and cash equivalents	----- \$4,267,591	----- \$3,494,150
Short term investments	5,022,854	900,000
Accounts and income tax receivable, net	1,482,616	6,952,781
Working capital	9,157,129	9,422,245
Total assets	12,337,717	12,831,361
Long-term liabilities	4,321,154	4,660,427
Total stockholders' equity	6,394,870	6,178,539

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