

# Applied DNA Sciences, Inc.

## Profile

Ticker **APDN** | Primary Stock Exchange **Nasdaq Capital Market**

**Overview:** This company develops DNA-embedded biotechnology solutions that protect corporate and intellectual property from counterfeiting, fraud, piracy and product diversion.

**Incorporated:** INCORPORATED in Delaware in December 2008 to succeed a Nevada corporation of the same name (Applied Nevada). Applied Nevada was incorporated in Nevada Apr. 20, 1998, as DCC Acquisition Corp.; and on Dec. 20, 1998, merged DataLink Capital Corp., a Florida corporation, to effect a change in domicile to Nevada. The company's name changed to ProHealth Medical Technologies, Inc. Oct. 27, 1999; and to Applied DNA Sciences, Inc. in connection with the merger, effective Oct. 31, 2002, of the company's wholly owned subsidiary, Applied DNA Sciences, Inc., into the company. The company acquired Applied DNA Sciences, Inc. (incorporated Sept. 16, 2002) on Oct. 21, 2002, for 11,000,000 Common shares. DataLink Capital Corp., the Florida corporation, was incorporated Jan. 26, 1983, as Datalink Systems, Inc.; name changed to Datalink Capital Corp. Apr. 29, 1987, to Midland Capital Resources, Inc. Apr. 26, 1991, and to DataLink Capital Corp. Sept. 29, 1997.

**Background:** Applied DNA Sciences, Inc. provides botanical DNA-based technologies for supply chain security, brand protection, and law enforcement applications in the United States, Europe, and Asia. Its principal anti-counterfeiting and product authentication solutions include SigNature DNA markers are an ingredient that can be used to fortify brand protection efforts and strengthen supply chain security, as well as mark, track, and convict criminals; SigNature T DNA markers for use in brand protection efforts and raw material source compliance programs; and fiberTyping, a test of native cotton fiber, which determines whether the intended cotton DNA is present in fiber, yarn, or fabric. The company also offers DNAnet, a DNA marker that can be used to link evidence and offenders to specific crime scenes in home asset and vehicle marking; Sentry intruder tagging systems that enables linking of criminals to crimes; digitalDNA, a software platform that enables customers **(Continued on the next page of this report)**

## Stock Data (Capitalization as of: September 30, 2015)

Stock: **Common \$0.001 par** | Authorized Shares **500,000,000** | Outstanding Shares **21,504,578**

Stock: **Preferred \$0.001 par** | Authorized Shares **10,000,000** | Outstanding Shares **None**

Long Term Debt **None.**

Stockholders (as of December 08, 2015): **636**

Principal Stockholder:

Transfer Agent: **Wells Fargo Shareowner Services, Mendota Heights, MN**

Additional Notes:

## Dividends

## Common Stock

Exchange	Year	High	Low
<b>Nasdaq Capital Market</b>	<b>2015</b>	<b>9.7000</b>	<b>2.2700</b>
	<sup>1</sup> <b>2014</b>	<b>7.7000</b>	<b>2.0200</b>
<b>OTCQB</b>	<b>2013</b>	<b>0.2800</b>	<b>0.0800</b>
	<b>2012</b>	<b>0.3100</b>	<b>0.0200</b>
	<b>2011</b>	<b>0.1000</b>	<b>0.0400</b>
<b>OTC Bulletin Board</b>	<b>2010</b>	<b>0.1300</b>	<b>0.0300</b>
	<b>2009</b>	<b>0.2100</b>	<b>0.0200</b>
	<b>2008</b>	<b>0.2200</b>	<b>0.0300</b>
	<b>2007</b>	<b>0.2800</b>	<b>0.0800</b>
	<b>2006</b>	<b>0.3700</b>	<b>0.0700</b>

Footnote:

<sup>1</sup> Listed Nov. 17; previously traded OTCQB; aft. 1-for-60 reverse split Oct. 29; bef., 0.18-0.09.

## Corporate Information

### Address:

50 Health Sciences Drive  
Stony Brook, NY 11790

**Phone:** 631-240-8800

**Fax:** 631-240-8900

### Web Site:

http://www.adnas.com

### Auditors:

Marcum LLP

### I.R. Contact:

Debbie Bailey

**Employees:** 60

**Shareholders:** 636

**Founded:** 1983

**Domicile:** Delaware

### Officers:

James A. Hayward Chairman, President & Chief Executive Officer

Beth M. Jantzen Chief Financial Officer

Ming-Hwa Liang Chief Scientific Officer, Chief

Technology Officer & Secretary

Judith Murrah Chief Information Officer

Debbie Bailey Investor Relations Contact

### Directors:

John F. Bitzer, III

Joseph D. Ceccoli

James A. Hayward

Charles S. Ryan

Yacov A. Shamash

Sanford R. Simon

### Subsidiaries:

APDN (B.V.I.) Inc.

Applied DNA Operations Management, Inc.

Applied DNA Sciences Europe Limited

**Profile**

**Background:** (Continued from Page 1) to manage the security of company-marked goods from point of marking to point of authentication or validation to end of life; and SmokeCloak DNA for protecting staff, customers, and assets in pharmacies, banks, commercial, and retail locations. It offers its solutions for use in industries, including microcircuits and other electronics, cash-in-transit, textiles and apparel, home asset marking, automotive, printing and packaging, homeland security, law enforcement, identity cards and other secure documents, industrial materials, agrochemicals, pharmaceuticals, consumer products, food and beverage, fine wine, and art and collectibles. The company was formerly known as Datalink Systems, Inc. and changed its name to Applied DNA Sciences, Inc. in 2002. Applied DNA Sciences, Inc. was founded in 1983 and is headquartered in Stony Brook, New York.

**Annual Report**

<b>IncomeStatement</b> as of Sep. 30 ( US DOLLAR)	2015	2014
<b>REVENUES</b>		
Revenues	<b>9,008,499</b>	<b>2,721,224</b>
<b>EXPENSES</b>		
Selling, General and Administrative	(14,736,451)	(13,249,753)
Research and Development	(1,635,381)	(1,300,750)
Depreciation and Amortization	(490,641)	(442,262)
Interest Income/expense-net	(23,468)	(11,029)
Gain/loss on Change in Fair Value of Warrant Liability	(2,994,540)	(908,005)
Loss on Conversion of Promissory Note	(980,842)	
Other Income/expense-net	(28,313)	123,914
Earnings before Taxes	(11,881,137)	(13,066,661)
<b>TAXES AND OTHER EXPENSES</b>		
Net Income (Loss)	(11,881,137)	(13,066,661)
<b>SUPPLEMENTARY INFO</b>		
Operating Income (Loss)	(7,853,974.00)	(12,271,541.00)
Basic EPS - Continuing Operations	(0.63)	(0.97)

<b>BalanceSheet</b> as of Sep. 30 ( US DOLLAR)	2015	2014
<b>CURRENT ASSETS</b>		
Cash and Cash Equivalents	7,312,184	1,393,132
Accounts Receivables	3,929,517	834,818
Prepaid Expenses and Other Current Assets	293,351	135,365
Total Current Assets	11,535,052	2,363,315
<b>NON CURRENT ASSETS</b>		
Property, Plant and Equipment	572,107	576,128
Long-term Accounts Receivable	1,500,000	
Goodwill	285,386	
Intangible Assets	1,598,779	327,872
Deferred offering Costs		181,104
Deposits	62,988	57,638
Total Assets	15,554,312	3,506,057
<b>CURRENT LIABILITIES</b>		
Accounts Payable and Accrued Expenses	2,385,006	1,494,759
Promissory Note Payable		1,800,000
Deferred Revenue	282,050	583,362
Total Current Liabilities	2,667,056	3,878,121
<b>NON CURRENT LIABILITIES</b>		
Long-term Accounts Payables	320,400	
Warrant Liability		1,096,412
<b>SHAREHOLDERS' EQUITY</b>		
Common Stock - Par Value	21,505	13,937
Additional Paid in Capital	224,186,760	198,277,859
Accumulated Deficit	(211,641,409)	(199,760,272)
Total Shareholders Equity	12,566,856	(1,468,476)
Total Liabilities & Shareholders Equity	15,554,312	3,506,057