



CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

(Unaudited)

(In thousands, except per share amounts)

	Quarter Ended			Nine Months Ended	
	September 30, 2007	June 30, 2007	September 30, 2006	September 30, 2007	September 30, 2006
Revenues	\$ 122,918	\$ 113,771	\$ 103,259	\$ 347,292	\$ 287,480
Cost of goods sold	83,356	83,603	70,424	243,171	197,139
Gross profit	39,562	30,168	32,835	104,121	90,341
Operating expenses:					
Research, development and engineering	16,532	15,040	12,222	45,900	37,235
Selling, general and administrative	15,382	15,623	13,414	46,071	40,658
In-process research and development	7,600	-	-	7,600	-
Loss (gain) on disposal of equipment	2	(10)	8	88	37
Acquisition related charges	-	-	(21)	-	63
Total operating expenses	39,516	30,653	25,623	99,659	77,993
Operating income (loss)	46	(485)	7,212	4,462	12,348
Other income (expense):					
Interest income	2,227	1,928	4,048	7,592	11,464
Interest expense	(6)	(5)	(2,526)	(1,642)	(7,442)
Foreign currency gain	78	129	169	273	315
Recovery of impairment	-	-	-	-	133
Other, net	51	(2)	(166)	84	(158)
Other income, net	2,350	2,050	1,525	6,307	4,312
Income before income tax	2,396	1,565	8,737	10,769	16,660
Income tax expense (benefit)	518	214	656	1,144	685
Net Income	\$ 1,878	\$ 1,351	\$ 8,081	\$ 9,625	\$ 15,975
Per Share Data					
Basic per share net income	\$ 0.01	\$ 0.01	\$ 0.06	\$ 0.07	\$ 0.11
Diluted per share net income	\$ 0.01	\$ 0.01	\$ 0.06	\$ 0.07	\$ 0.11
Weighted-average shares outstanding:					
Basic	140,718	139,666	138,604	139,679	139,739
Diluted	142,511	142,183	140,118	141,761	141,476