



CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

(Unaudited)

	Three Months Ended			Nine Months Ended	
	September 30, 2008	June 30, 2008	September 30, 2007	September 30, 2008	September 30, 2007
Revenues	100.0%	100.0%	100.0%	100.0%	100.0%
Cost of goods sold	68.6%	65.4%	67.8%	66.8%	70.0%
Gross profit	31.4%	34.6%	32.2%	33.2%	30.0%
Operating expenses:					
Research, development and engineering	13.5%	17.1%	13.5%	15.7%	13.2%
Selling, general and administrative	11.3%	14.8%	12.5%	13.2%	13.3%
In-process research and development	-	1.1%	6.2%	0.3%	2.2%
(Gain) loss on disposal of equipment	-0.1%	0.0%	0.0%	-0.1%	0.0%
Total operating expenses	24.7%	33.0%	32.2%	29.1%	28.7%
Operating income	6.7%	1.6%	0.0%	4.1%	1.3%
Other income (expense):					
Interest income	0.3%	0.9%	1.8%	0.9%	2.2%
Interest expense	-0.1%	0.0%	0.0%	0.0%	-0.5%
Foreign currency gain	0.1%	0.3%	0.1%	0.2%	0.1%
Recovery of impairment	-	-	-	0.0%	-
Other, net	-0.0%	-0.0%	-0.0%	0.0%	0.0%
Other income, net	0.3%	1.2%	1.9%	1.1%	1.8%
Income before income tax	7.0%	2.8%	1.9%	5.2%	3.1%
Income tax expense	0.6%	0.2%	0.4%	0.4%	0.3%
Net Income	6.4%	2.6%	1.5%	4.8%	2.8%