



CONSOLIDATED STATEMENTS OF CASH FLOWS
(In thousands)
(Unaudited)

	Three Months Ended	
	Mar-31, 2006	Apr-01, 2005
Cash flow from operating activities:		
Net Income	25,828	\$ 17,439
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation expense	3,104	2,512
Amortization expense	2,380	2,339
Provision for doubtful accounts	360	388
Amortization and write-off of debt issuance cost	45	122
Deferred income taxes	(1,880)	488
Stock-based compensation	3,230	-
Excess tax benefit for stock-based compensation	(3,941)	-
Other	383	(51)
Add decrease (increase) in assets:		
Accounts receivables, net	(26,211)	(32,155)
Other receivables	527	456
Inventories	5,870	(4,739)
Other current and non-current assets	(6,827)	1,054
Add increase (decrease) in liabilities:		
Accounts payable	4,361	2,121
Accrued compensation and benefits	(6,601)	(3,033)
Accrued liabilities	9,110	765
Deferred gain on joint venture	-	125
Deferred revenue	(197)	1,513
Income taxes payable	7,336	8,521
Net cash provided (used) by operating activities	<u>16,877</u>	<u>(2,135)</u>
Cash flows from investing activities:		
Acquisitions, net of cash acquired	(2,272)	(11,197)
Acquisition of property and equipment	(4,972)	(3,164)
Cost of capitalized patents	-	(75)
Net cash used in investing activities	<u>(7,244)</u>	<u>(14,436)</u>
Cash flow from financing activities:		
Issuance of common stock	7,149	5,566
Collections of notes receivable	10	110
Excess tax benefit for stock-based compensation	3,941	-
Payments on long-term debt and revolving credit lines	-	(10,125)
Net cash provided (used) in financing activities	<u>11,100</u>	<u>(4,449)</u>
Effect of exchange rate changes on cash and cash equivalents	3,062	(659)
Net increase (decrease) in cash and cash equivalents	23,795	(21,679)
Cash and cash equivalents - beginning of period	73,853	71,872
Cash and cash equivalents - end of period	<u>\$ 97,648</u>	<u>\$ 50,193</u>
Supplemental disclosures of cash flow information:		
Cash paid during the period for:		
Income taxes, net of refunds	<u>\$ (4,607)</u>	<u>\$ (388)</u>