



**CONSOLIDATED STATEMENTS OF OPERATIONS**  
(In thousands, except per share data)  
(Unaudited)

	Three Months Ended	
	Mar-31, 2006	Apr-01, 2005
Revenue	\$ 225,854	\$ 195,383
Cost of sales	\$ 118,391	\$ 97,576
Gross margin	107,463	97,807
Gross margin (%)	47.6%	50.1%
Operating expenses		
Research and development	24,446	21,828
Sales and marketing	32,706	30,371
General and administrative	15,761	12,832
Restructuring charges	0	278
Amortization of purchased intangible assets	1,485	2,298
Total operating expenses	74,398	67,607
Operating income	33,065	30,200
Non-operating income (expense), net		
Interest income (expense), net	434	(611)
Foreign currency transaction gain (loss), net	593	(157)
Income (Expense) for affiliated operations, net	1,616	(3,039)
Other income, net	164	30
Total non-operating income (expense), net	2,807	(3,777)
Income before taxes	35,872	26,423
Income tax provision	10,044	8,984
Net income	\$ 25,828	\$ 17,439
Earnings per share :		
Basic	\$ 0.48	\$ 0.33
Diluted	\$ 0.45	\$ 0.31
Shares used in calculating earnings per share :		
Basic	54,242	52,500
Diluted	57,859	56,371