

Condensed Consolidated Statements Of Operations
(U.S. Dollars In thousands, except share and per share data)

	For the Three months ended December 31, 2003	For the Three months ended December 31, 2004	For the Year ended December 31, 2003	For the Year ended December 31, 2004
	(Unaudited)	(Unaudited)	(Audited)	(Audited)
Revenues	15,005	19,047	54,780	68,439
Cost of revenues	2,703	3,395	9,854	12,184
Gross profit	12,302	15,652	44,926	56,255
Research and development	2,209	2,878	8,398	10,342
Sales and marketing	7,519	8,402	29,753	31,898
General and administrative	1,012	1,243	4,120	4,493
Total operating expenses	10,740	12,523	42,271	46,733
Operating income	1,562	3,129	2,655	9,522
Financial income, net	908	1,353	3,740	4,565
Income before taxes on income	2,470	4,482	6,395	14,087
Taxes on income	-	135	-	341
Income after taxes on income	2,470	4,347	6,395	13,746
Minority interest in losses (earnings) of a subsidiary	33	-	(40)	34
Net income	2,503	4,347	6,355	13,780
Basic net earnings per share	\$ 0.14	\$ 0.24	\$ 0.37	\$ 0.77
Weighted average number of shares used to compute basic net earnings per share	17,454,093	18,243,688	17,184,141	17,995,207
Diluted net earnings per share	\$ 0.13	\$ 0.22	\$ 0.34	\$ 0.70
Weighted average number of shares used to compute diluted net earnings per share	19,801,325	20,167,394	18,666,140	19,804,896