

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

	For the Three months ended December 31, 2002	For the Three months ended December 31, 2003	For the Year ended December 31, 2002	For the Year ended December 31, 2003
	(Unaudited)	(Unaudited)	(Audited)	(Audited)
Revenues	12,001	15,005	43,663	54,780
Cost of revenues	2,160	2,703	7,946	9,854
Gross profit	9,841	12,302	35,717	44,926
Research and development	1,934	2,209	7,809	8,398
Sales and marketing	7,589	7,519	30,019	29,753
General and administrative	1,017	1,012	4,219	4,120
Total operating expenses	10,540	10,740	42,047	42,271
Operating profit (loss)	(699)	1,562	(6,330)	2,655
Financial income, net	1,140	908	4,240	3,740
Minority interest in losses (earnings) of a subsidiary	10	33	(23)	(40)
Net income (loss)	451	2,503	(2,113)	6,355
Basic net earnings (loss) per share	\$ 0.03	\$ 0.14	\$ (0.13)	\$ 0.37
Weighted average number of shares used to compute basic net earnings (loss) per share	16,920,428	17,454,093	16,654,784	17,184,141
Diluted net earnings (loss) per share	\$ 0.03	\$ 0.13	\$ (0.13)	\$ 0.34
Weighted average number of shares used to compute diluted net earnings (loss) per share	17,277,118	19,801,325	16,654,784	18,666,140