2010 Historical Non-GAAP Financial Metrics

(Amounts in thousands, except per share amounts)

The following tables show the Company's GAAP historical financial metrics reconciled to non-GAAP financial metrics

	For the Quarter Ended				Year Ended
	Mar. 31,	June 30,	Sep. 30,	Dec. 31,	Dec. 31,
2010					
Cost of revenue:					
GAAP cost of revenue	$ 450	$ 460	$ 321	$ 352	$ 1,583
Amortization of intangible assets	268	210	181	182	841
Stock-based compensation	6	-	3	1	10
Non-GAAP cost of revenue	$ 176	$ 250	$ 137	$ 169	$ 732
Selling, general and administrative:					
GAAP selling, general and administrative	$ 12,399	$ 11,727	$ 12,238	$ 12,671	$ 49,035
Amortization of intangible assets	91	119	97	95	402
Stock-based compensation	1,689	1,368	1,394	1,340	5,791
Restructuring costs	-	-	-	51	51
Non-GAAP selling, general and administrative	$ 10,619	$ 10,240	$ 10,747	$ 11,185	$ 42,791
Research and development:					
GAAP research and development	$ 2,473	$ 2,842	$ 2,842	$ 3,918	$ 12,075
Amortization of intangible assets	42	43	42	43	170
Stock-based compensation*	273	319	314	286	1,192
Restructuring costs*	-	-	-	603	603
Non-GAAP research and development	$ 2,158	$ 2,480	$ 2,486	$ 2,986	$ 10,110
Operating income:					
GAAP operating income	$ 6,414	$ 2,431	$ 5,640	$ 9,918	$ 24,403
Amortization of intangible assets	401	372	320	320	1,413
Stock-based compensation*	1,968	1,687	1,711	1,627	6,993
Restructuring costs*	-	-	-	654	654
Non-GAAP operating income	$ 8,783	$ 4,490	$ 7,671	$ 12,519	$ 33,463
Non-GAAP operating income as a % of revenue	40%	26%	36%	47%	38%
Income from continuing operations:					
GAAP income from continuing operations	$ 3,920	$ 1,556	$ 3,417	$ 6,147	$ 15,040
Amortization of intangible assets	401	372	320	320	1,413
Stock-based compensation*	1,968	1,687	1,711	1,627	6,993
Restructuring costs*	-	-	-	654	654
Tax impact of the above items	(948)	(824)	(812)	(1,040)	(3,624)
Non-GAAP income from continuing operations	$ 5,341	$ 2,791	$ 4,636	$ 7,708	$ 20,476
Non-GAAP diluted net income from continuing operations per share	$ 0.30	$ 0.16	$ 0.26	$ 0.43	$ 1.15
Weighted average shares used to compute Non-GAAP net income from continuing operations per share	17,950	17,776	17,655	17,843	17,805

* For the three and twelve months ended December 31, 2010, restructuring costs include $332 of stock-based compensation.

2009 Historical Non-GAAP Financial Metrics

(Amounts in thousands, except per share amounts)

The following tables show the Company's GAAP historical financial metrics reconciled to non-GAAP financial metrics

	For the Quarter Ended				Year Ended
	Mar. 31,	June 30,	Sep. 30,	Dec. 31,	Dec. 31,
2009					
Cost of revenue:					
GAAP cost of revenue	$ 445	$ 449	$ 448	$ 424	$ 1,766
Amortization of intangible assets	247	250	254	280	1,031
Stock-based compensation	4	5	5	5	19
Non-GAAP cost of revenue	$ 194	$ 194	$ 189	$ 139	$ 716
Selling, general and administrative:					
GAAP selling, general and administrative	$ 12,788	$ 16,067	$ 9,589	$ 10,273	$ 48,717
Amortization of intangible assets	85	91	90	96	362
Stock-based compensation	1,314	1,197	1,134	1,186	4,831
Non-GAAP selling, general and administrative	$ 11,389	$ 14,779	$ 8,365	$ 8,991	$ 43,524
Research and development:					
GAAP research and development	$ 2,183	$ 2,380	$ 2,072	$ 2,452	$ 9,087
Amortization of intangible assets	35	38	40	41	154
Stock-based compensation	193	196	199	212	800
Non-GAAP research and development	$ 1,955	$ 2,146	$ 1,833	$ 2,199	$ 8,133
Operating income:					
GAAP operating income	$ 1,846	$ 5,269	$ 2,969	$ 8,068	$ 18,152
Amortization of intangible assets	367	379	384	417	1,547
Stock-based compensation	1,511	1,398	1,338	1,403	5,650
Non-GAAP operating income	$ 3,724	$ 7,046	$ 4,691	$ 9,888	$ 25,349
Non-GAAP operating income as a % of revenue	22%	29%	31%	47%	33%
Income from continuing operations:					
GAAP income from continuing operations	$ 190	$ 3,626	$ 1,969	$ 4,905	$ 10,690
Amortization of intangible assets	367	379	384	417	1,547
Stock-based compensation	1,511	1,398	1,338	1,403	5,650
Tax impact of the above items	(751)	(711)	(689)	(728)	(2,879)
Non-GAAP income from continuing operations	$ 1,317	$ 4,692	$ 3,002	$ 5,997	$ 15,008
Non-GAAP diluted net income from continuing operations per share	$ 0.08	$ 0.27	$ 0.17	$ 0.33	$ 0.85
Weighted average shares used to compute Non-GAAP net income from continuing operations per share	17,322	17,683	17,786	17,958	17,689