



CONSOLIDATED STATEMENTS OF CASH FLOWS

(In thousands)
(Unaudited)

	Three Months Ended		Twelve Months Ended	
	Jan 2, 2004	Jan 3, 2003	Jan 2, 2004	Jan 3, 2003
Cash flow from operating activities:				
Net Income	\$ 15,091	\$ 4,005	\$ 38,485	\$ 10,324
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation expense	2,217	2,046	8,864	9,850
Amortization expense	2,010	2,393	7,890	9,168
Provision for doubtful accounts	(327)	1,853	(32)	5,443
Amortization of deferred gain	-	-	-	(1,061)
Amortization of debt issuance cost	126	1,197	3,515	1,197
Deferred income taxes	(8,412)	733	(6,532)	1,464
Other	531	(1,661)	2,533	616
Add decrease (increase) in assets:				
Accounts receivables, net	1,340	517	(16,683)	(10,615)
Inventories	3,028	(3,776)	(4,862)	(7,649)
Other current and non-current assets	1,794	(1,525)	(792)	(3,920)
Effect of foreign currency translation adjustment	4,048	2,712	9,797	3,218
Add increase (decrease) in liabilities:				
Accounts payable	(347)	4,707	(6,387)	8,593
Accrued compensation and benefits	2,823	(361)	6,723	3,452
Accrued liabilities	(723)	(1,073)	(5,088)	(4,823)
Deferred gain on joint venture	(392)	(208)	(947)	10,792
Income taxes payable	2,138	(1,527)	4,201	(953)
Net cash provided by operating activities	<u>24,945</u>	<u>10,032</u>	<u>40,685</u>	<u>35,096</u>
Cash flows from investing activities:				
Acquisitions, net of cash acquired	(4,647)	-	(12,765)	1,717
Acquisition of property and equipment	(4,518)	(1,682)	(10,901)	(7,156)
Proceeds from disposal of property and equipment	177	1,407	334	1,407
Cost of capitalized patents	(18)	(1,686)	(670)	(1,734)
Net cash (used in) investing activities	<u>(9,006)</u>	<u>(1,961)</u>	<u>(24,002)</u>	<u>(5,766)</u>
Cash flow from financing activities:				
Issuance of common stock	3,499	2,091	50,514	21,393
Collections (Payments) of notes receivable	831	(492)	1,326	(1,082)
Payments on long-term debt and revolving credit lines	(18,262)	(11,343)	(51,786)	(52,040)
Net cash provided by (used in) financing activities	<u>(13,932)</u>	<u>(9,744)</u>	<u>54</u>	<u>(31,729)</u>
Net increase (decrease) in cash and cash equivalents	2,007	(1,673)	16,737	(2,399)
Cash and cash equivalents - beginning of period	<u>43,409</u>	<u>30,352</u>	<u>28,679</u>	<u>31,078</u>
Cash and cash equivalents - end of period	<u>\$ 45,416</u>	<u>\$ 28,679</u>	<u>\$ 45,416</u>	<u>\$ 28,679</u>
Supplemental disclosures of cash flow information:				
Cash paid during the period for:				
Interest	<u>\$ 1,075</u>	<u>\$ 1,052</u>	<u>\$ 10,208</u>	<u>\$ 12,215</u>
Income taxes, net of refunds	<u>\$ 106</u>	<u>\$ 729</u>	<u>\$ 688</u>	<u>\$ 2,635</u>