

# Consolidated Statements of Earnings

(in thousands of US dollars, except share and per share data)

The accompanying notes are integral part of these consolidated financial statements.

Years Ended August 31,	1999	2000	2001
<b>Sales</b> (note 16)	\$ 42,166	\$ 71,639	\$ 146,013
<b>Cost of sales</b>	14,998	24,712	54,946
<b>Gross margin</b>	27,168	46,927	91,067
<b>Operating expenses</b>			
Selling and administrative	13,279	24,304	46,236
Net research and development (note 13)	4,315	6,402	13,601
Amortization of property, plant and equipment	857	1,451	3,559
Amortization of intangible assets	41	47	9,876
Non-recurring expenses (note 14)	-	-	3,288
<b>Total operating expenses</b>	18,492	32,204	76,560
<b>Earnings from operations</b>	8,676	14,723	14,507
Interest income, net	136	1,480	6,098
Foreign exchange gain (loss)	(506)	(684)	3,327
<b>Earnings before income taxes and amortization of goodwill</b>	8,306	15,519	23,932
<b>Income taxes</b> (note 15)	2,492	5,298	8,150
<b>Earnings before amortization of goodwill</b>	5,814	10,221	15,782
<b>Amortization of goodwill</b>	-	297	31,076
<b>Net earnings (loss) for the year</b>	\$ 5,814	\$ 9,924	\$ (15,294)
<b>Basic and diluted earnings (loss) per share</b>			
Earnings before amortization of goodwill	\$ 0.14	\$ 0.26	\$ 0.30
Net earnings (loss)	\$ 0.14	\$ 0.25	\$ (0.29)
<b>Basic weighted average number of shares outstanding (000's)</b>	38,001	39,951	53,014
<b>Diluted weighted average number of shares outstanding (000's)</b> (note 17)	38,001	40,086	53,014