

Digi International Inc.
Condensed Consolidated Balance Sheets
(In thousands)

| | June 30, 2006 | September 30, 2005 |
|---|---------------|--------------------|
| ASSETS | (unaudited) | |
| Current assets: | | |
| Cash and cash equivalents | \$ 14,422 | \$ 12,990 |
| Marketable securities | 51,442 | 37,184 |
| Accounts receivable, net | 19,232 | 16,897 |
| Inventories, net | 19,090 | 18,527 |
| Other | 5,419 | 5,115 |
| Total current assets | 109,605 | 90,713 |
| Property, equipment and improvements, net | 19,904 | 20,808 |
| Identifiable intangible assets and goodwill, net | 59,764 | 65,017 |
| Other | 1,041 | 1,093 |
| Total assets | \$ 190,314 | \$ 177,631 |
| LIABILITIES AND STOCKHOLDERS' EQUITY | | |
| Current liabilities: | | |
| Capital lease obligations, current portion | \$ 406 | \$ 414 |
| Accounts payable | 5,235 | 6,272 |
| Accrued expenses | 9,688 | 10,726 |
| Income taxes payable | 6,944 | 3,306 |
| Total current liabilities | 22,273 | 20,718 |
| Capital lease obligations, net of current portion | 817 | 1,181 |
| Net deferred tax liabilities | 255 | 2,195 |
| Total liabilities | 23,345 | 24,094 |
| Total stockholders' equity | 166,969 | 153,537 |
| Total liabilities and stockholders' equity | \$ 190,314 | \$ 177,631 |