Digi International Inc. Condensed Consolidated Statements of Cash Flows (In thousands) (Unaudited)

Operating activities: \$ 3,599 \$ 12,351 Net income \$ 3,599 \$ 2,258 Adjustments to reconcile net income to stream of the provided by operating activities: Section of property, equipment and improvements \$94 \$ 2,488 Amontization of infentifiable intangible assets and other assets 1,797 \$ 5,683 1,797 \$ 5,833 In-process research and development 1,015 \$ 1,015 1,015 Gain on asid of property, equipment and improvements 99 \$ 1,03 3,693 Excess tax benefits from stock-based compensation (7) \$ 184 3,759 1,065		Three months ended September 30, 2008		Twelve months ended September 30, 2008	
Adjustments to reconcide net income to net cash provided by operating activities: Depreciation of property, equipment and improvements 1,977 6,836 1,970 6,836 1,970 6,836 1,970 6,836 1,970 6,836 1,970 1	Operating activities:				
Inclusion Provided by operating activities Soya Soya Soya Continuent Soya Soy	Net income	\$	3,599	\$	12,351
Depreciation of property, equipment and improvements	3				
Amortization of identifiable intangible assets and other assets 1,797 6,300 In-process research and development - 1,900 Loss on impairment of investment 1,015 1,015 Gian on sale of property, equipment and improvements 91 (3) Excess tax benefits from stock-based compensation 77 (184) Stock-based compensation 995 3,697 Deferred income taxes 3,759 1,063 Other 480 702 Changes in operating assets and liabilities: - 1,065 (1,338) Inventories (2,169) (3,093) 0,073 Other assets 1,158 1,726 6 Accounts receivable (1,57) 96 6 4,039 Other assets 1,158 1,726 1,065 (1,538) 1,065 (1,538) 1,065 (1,538) 1,065 (1,538) 1,065 (1,538) 1,065 1,083 1,065 1,083 1,065 1,083 1,065 1,083 1,065 1,083 1,065 1,					
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