FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPROVAL
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(D) or Indirect (I) (Instr. 4)

Beneficial

(Instr. 4)

Ownership

Reported

(A) or (D)

Price

Beneficially

(Instr. 3 and 4)

Owned Following

OMB Number: 3235-0287 Estimated average burden hours per response: 0.5

## Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b)

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940.

Name and Address of Reporting Person*     SMITH JOHN F				uer Name <b>and</b> Ticke SYS INC [ Al		Symbol	5. Relationship of Reporting Person(s) to Issuer (Check all applicable)  X Director 10% Owner					
(Last) SOUTHPOINT		(Middle)		e of Earliest Transa 3/2004	action (Month/l	Day/Year)		Officer (give title below)	Other below	(specify		
275 TECHNOLOGY DRIVE				mendment, Date of	Original Filed	(Month/Day/Year)	6. Individual or Joint/Group Filing (Check Applicable Line)					
(Street) CANONSBUR	G PA	15317					X	Form filed by One Form filed by Mo Person				
(City)	(State)	(Zip)										
Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned												
1. Title of Security (Instr. 3) 2. Trans				2A. Deemed Execution Date,	3. Transaction	4. Securities Acquired (A) Disposed Of (D) (Instr. 3, 4		5. Amount of Securities	6. Ownership Form: Direct	7. Nature of Indirect		

if any (Month/Day/Year)

(Month/Day/Year)

### Common Stock 01/23/2004 6,583 \$6.475 10,583 D M A Common Stock 01/23/2004 M 2,483 A \$6.25 13,066 D Common Stock 01/23/2004 M 3.017 A \$8.625 16,083 D 01/23/2004 A 17,583 Common Stock M 1,500 \$10 D \$14.084 Common Stock 01/23/2004 M 1,500 A 19,083 D

Code (Instr.

٧

Amount

8)

Code

# Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

(eigi, pats, sails, variants, spheris, solivertible securities)															
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)		8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	v	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares				
Options to Purchase	\$6.475	01/23/2004		M			6,583	(1)	05/14/2007	Common Stock	6,583	\$6.475	0	D	
Options to Purchase	\$6.25	01/23/2004		M			2,483	(2)	09/21/2008	Common Stock	2,483	\$6.25	0	D	
Options to Purchase	\$8.625	01/23/2004		M			3,017	(3)	05/12/2009	Common Stock	3,017	\$8.625	0	D	
Options to Purchase	\$10	01/23/2004		M			1,500	(4)	05/09/2010	Common Stock	1,500	\$10	3,000	D	
Options to Purchase	\$14.084	01/23/2004		M			1,500	(5)	05/09/2011	Common Stock	1,500	\$14.084	6,000	D	

### **Explanation of Responses:**

- 1. The option grant of 11,583 shares vests in four equal annual installments beginning on May 14, 1997
- $2. \ The \ option \ grant \ of \ 4,983 \ shares \ vests \ in \ four \ equal \ annual \ installments \ beginning \ on \ September \ 21, \ 1998$
- 3. The option grant of 12,000 shares vests in four equal annual installments beginning on May 12,1999
- 4. The option grant of 12,000 shares vests in four equal annual installments beginning on May 9, 2000
- 5. The option grant of 12,000 shares vests in four equal annual installments beginning on May 9, 2001

by Lisa M. O'Connor, attorney

in fact

\*\* Signature of Reporting Person

01/27/2004

Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- \* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).
- \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.