

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP**

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

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

1. Name and Address of Reporting Person* <b>PARCELL DAVID</b>  (Last) (First) (Middle) <b>241 BROOKLANDS ROAD</b>  (Street) <b>WEYBRIDGE, SURREY KT13 X0 ORH</b>  (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <b>VERINT SYSTEMS INC [ VRNT ]</b>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) <b>Managing Director, Verint UK</b>
	3. Date of Earliest Transaction (Month/Day/Year) <b>10/07/2004</b>	
	4. If Amendment, Date of Original Filed (Month/Day/Year)	6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person Form filed by More than One Reporting Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)		4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5)			5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock	10/05/2004		M		4,000	A	\$8.687	4,000	D	
Common Stock	10/05/2004		S		4,000	D	\$37.5	0	D	
Common Stock	10/06/2004		M		10,677	A	\$8.687	10,677	D	
Common Stock	10/06/2004		S		1,320	D	\$37.25	9,357	D	
Common Stock	10/06/2004		S		2,500	D	\$36.93	6,857	D	
Common Stock	10/06/2004		S		6,857	D	\$36.9	0	D	
Common Stock	10/06/2004		M		4,893	A	\$16	4,893	D	
Common Stock	10/06/2004		S		1,143	D	\$36.9	3,750	D	
Common Stock	10/06/2004		S		3,750	D	\$36.82	0	D	
Common Stock	10/06/2004		M		3,750	A	\$17	3,750	D	
Common Stock	10/06/2004		S		1,250	D	\$36.82	2,500	D	
Common Stock	10/06/2004		S		2,500	D	\$36.8	0	D	

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible 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
Stock Option	\$8.687	10/05/2004		M			4,000	(1)	04/01/2011	Common Stock	4,000	\$0	15,569	D	
Stock Option	\$8.687	10/06/2004		M			10,677	(1)	04/01/2011	Common Stock	10,677	\$0	4,892	D	
Stock Option	\$16	10/06/2004		M			4,893	(2)	05/21/2012	Common Stock	4,893	\$0	4,892	D	
Stock Option	\$17	10/06/2004		M			3,750	(3)	03/05/2013	Common Stock	3,750	\$0	11,250	D	

**Explanation of Responses:**

- These options vest in equal amounts over four years, with the remainder to vest on 2/1/05 and 2/1/06.
- These options vest in equal amounts over four years, with the remainder to vest on 2/1/05 and 2/1/06.
- These options vest in equal amounts over four years, with the remainder to vest on 3/5/05, 3/5/06 and 3/5/07.

Peter D. Fante, Attorney-in-Fact for David Parcell

10/07/2004

\*\* Signature of Reporting Person

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.**