Mail Stop 4561

October 5, 2007

Mr. David Assia Chairman of the Board and Acting Chief Executive Officer Magic Software Enterprises Ltd. 5 Haplada Street Or-Yehuda 60218, Israel

Re: Magic Software Enterprises Ltd. Form 20-F for the Fiscal Year Ended December 31, 2006 File No. 000-19415

Dear Mr. Assia:

We have completed our review of your Form 20-F and related filings and do not, at this time, have any further comments.

Sincerely,

Stephen Krikorian Accounting Branch Chief