BROADCOM LIMITED CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS - UNAUDITED (IN MILLIONS, EXCEPT PER SHARE DATA)

| Net revorm \$1,500 \$1,000 \$1, | | | Fiscal Quarter Ended | | | | | | Two Fiscal Quarters Ended | | | | |
|--|---|--------|----------------------|-------------|-------|--------|-------|--------|---------------------------|--------|-------|--|--|
| Part | | May 1, | | January 31, | | May 3, | | May 1, | | May 3, | | | |
| Cost of products solf | | | 2016 | | 2016 | | 2015 | | 2016 | | 2015 | | |
| Cost of products solf | Net revenue | \$ | 3 541 | \$ | 1 771 | \$ | 1 614 | \$ | 5 312 | \$ | 3 249 | | |
| Cot of products sold 1,437 699 654 2,136 4.34 Purchase accounting effect on inventory 828 - - 828 - 282 12 133 328 226 Result charges 32 1 1 33 3 3 To all cost of places sold 2,248 1,40 44 84 1,90 4,00 Research and development 788 14 1 10 33 2 2 Research and development 238 114 1 10 34 2 2 1 1 4 48 1,00 4 4 4 4 4 1 4 < | | Ψ | 3,341 | Ψ | 1,//1 | Ψ | 1,014 | Ψ | 3,312 | Ψ | 3,247 | | |
| Part | | | 1 437 | | 699 | | 654 | | 2.136 | | 1 344 | | |
| Part | • | | | | - | | - | | | | | | |
| Restructuring charges 32 1 1 33 3 Total cost of profunct 2,496 830 768 3.25 1,577 Forson rung 1,604 941 846 1,967 1,616 4 Research and development 787 267 2,511 1,064 4 28 2 2 2 2 1,064 4 36 3 2 2 2 2 1 1 3 1 3 3 1 3 1 3 1 3 1 3 1 3 2 1 3 1 3 1 3 1 3 1 3 2 1 3 1 3 1 3 1 3 1 3 1 3 1 3 1 3 1 1 1 1 3 1 3 1 3 1 3 1 3 1 3 <t< td=""><td>- · · · · · · · · · · · · · · · · · · ·</td><td></td><td></td><td></td><td>130</td><td></td><td>113</td><td></td><td></td><td></td><td></td></t<> | - · · · · · · · · · · · · · · · · · · · | | | | 130 | | 113 | | | | | | |
| Total coat of products sold | - | | | | | | | | | | | | |
| Cross margin 1,046 | | | | | | - | | | | | | | |
| Selling, general and administrative 238 114 108 352 228 Annotization of intangible assets 733 54 59 789 118 Restructuring, impairment and disposal charges 287 31 10 318 24 Total operating expenses 2,047 466 428 2,513 85 Operating income (loss) (1,00) 475 418 (325) 819 Interest expenses (2,556) (84) (33) (33) (33) (33) (33) (33) (33) (33) (33) (33) (33) (34) (36) (36) (38) (35) (38) (35) (38) (35) (38) (36) (38) (36) (38) (36) (38) (38) (36) (38) | Gross margin | - | 1,046 | | 941 | | 846 | - | 1,987 | | 1,672 | | |
| Belling, general and and ministrative 238 114 108 352 228 Amortization of intangible assets 735 54 59 789 118 Restructuring, impairment and disposal charges 287 31 10 383 242 Total operating expenses 2,047 466 428 2,513 875 Operating income (loss) (1,00) 475 448 (526) 819 Increst expenses (2,55) (84) (33) (33) (13) (33) (13) (33) (13) (33) (13) (33) (13) (33) (13) (33) (13) (13) (13) (13) (13) (13) (13) (13) (13) (13) (13) (13) (13) (13) (13) (13) (13) (14) (15) (13) (14) (15) (15) (15) (15) (15) (15) (15) (15) (15) (15) (15) (15) (15) (15) | Research and development | | 787 | | 267 | | 251 | | 1,054 | | 486 | | |
| Amortization of intangible assets 735 54 59 789 118 Restructuring, impairment and disposal charges 2207 466 4288 2.513 288 Toal operating expenses 2,047 466 4288 2.513 885 Operating income (loss) (1,000) 475 418 523 819 Increase expense (2,066) (84) (35) (340) (107) Observating ishment of debt (35) (36) 312 (30) 160 Loss on extinguishment of debt (316) 394 364 (922) 715 Roce (loss) from continuing operations before income taxes (99) 17 25 (82) 38 Roce (loss) from discontinued operations, net of income taxes (99) 17 25 (88) 18 Ret income (loss) per midiscontinued operations, net of income taxes (90) 377 344 (878) 695 Net income (loss) per share from continuing operations (2,02) 375 341 (378) 262 | | | | | | | | | | | | | |
| Restructuring, impairment and disposal charges 287 31 0 318 24 Tod operating expenses 2,047 466 428 2,513 833 Operating income (loss) 3,000 4,000 4,000 4,000 4,000 4,000 4,000 1,000 < | | | 735 | | 54 | | | | | | | | |
| Total operating expenses 2,047 466 428 2,513 883 Operating income (loss) (1,000) 475 418 (526) 819 Increst expense (2,55) (84) (53) 3(4) (107) Loss on extinguishment of debt (35) 3 12 3(3) 16 Other income (expense), net (6) 3 12 3(3) 16 Income (loss) from continuing operations before income taxes (99) 17 25 (82) 38 Income (loss) from continuing operations (1,217) 377 339 (840) 677 Rectine (loss) from continuing operations, end fineme taxes (38) 3 5 (82) 8 Net income (loss) from continuing operations (1,217) 377 334 (878) 6 Net income (loss) from continuing operations (2,62) 377 344 (878) 6 Net income (loss) per share from continuing operations (2,62) 3,13 3,243 3,243 2,243 Income (lo | | | 287 | | | | | | | | | | |
| Part | | - | 2,047 | | 466 | | 428 | | 2,513 | | 853 | | |
| Mineral expense C256 C84 C35 C34 C34 C36 C35 C34 C35 C35 | Operating income (loss) | | (1,001) | | 475 | | 418 | - | (526) | | 819 | | |
| Other income (expense), net (6) 3 12 (3) 16 Income (loss) from continuing operations before income taxes (1,136) 394 364 (922) 715 Provision for (benefit from) income taxes (99) 17 25 (82) 38 Income (loss) from continuing operations (1,217) 377 339 (840) 677 Income (loss) from discontinued operations, net of income taxes (3) - 5 33 18 Net income (loss) from discontinued operations, net of income taxes (69) - 5 338 695 Net income (loss) per share from (69) - - 6 6 5 76 695 - - 6 6 5 605 - 6 6 5 605 - 6 6 5 6 6 6 5 6 6 5 6 6 6 5 6 6 6 6 6 6 6 6 6 <t< td=""><td></td><td></td><td></td><td></td><td>(84)</td><td></td><td>(53)</td><td></td><td>(340)</td><td></td><td>(107)</td></t<> | | | | | (84) | | (53) | | (340) | | (107) | | |
| Provision for Continuing operations before income taxes | Loss on extinguishment of debt | | (53) | | _ | | (13) | | (53) | | (13) | | |
| Provision for (benefit from) income taxes | Other income (expense), net | | (6) | | 3 | | 12 | | (3) | | 16 | | |
| Commo (loss) from continuing operations Commo (loss) from discontinued operations, net of income taxes Commo (loss) from discontinued operations, net of income taxes Commo (loss) from discontinued operations, net of income taxes Commo (loss) from discontinued operations Commo (loss) attributable to noncontrolling interest Commo (loss) attributable to ordinary shares Commo (loss) per share from continuing operations Commo (loss) per share from discontinued operations Commo (loss) per share from discontinued operations, net of income taxes Commo (loss) per share from discontinuing operations Commo (loss) per share from discontinuing operations Commo (loss) per share from continuing operations Commo (loss) per share from discontinuing operations Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share calculations: Commo (loss) per share cal | Income (loss) from continuing operations before income taxes | - | (1,316) | | 394 | | 364 | | (922) | | 715 | | |
| Come (loss) from discontinued operations, net of income taxes | Provision for (benefit from) income taxes | | (99) | | 17 | | 25 | | (82) | | 38 | | |
| Net income (loss) 1.1.2.5.5 3.77 3.44 (878) 695 Net loss attributable to noncontrolling interest 1.6.9 1.7 1.7 Net income (loss) attributable to ordinary shares 1.1.8.6 1.1.8 1.8 1.8 1.8 Basic income (loss) per share form continuing operations 1.2.2.5 1.3.6 1.3.1 1.3.2.3 1.3.6 Income (loss) per share from discontinued operations, net of income taxes 1.0.90 1.3.6 1.3.1 1.3.2 1.3.2 Net income (loss) per share from discontinued operations, net of income taxes 1.0.90 1.3.6 1.3.1 1.3.2 1.3.2 Diluted income (loss) per share from discontinued operations 1.3.2 1.3.3 1.3.2 1.3.2 Diluted income (loss) per share from discontinued operations 1.3.2 1.3.2 1.3.2 1.3.2 Diluted income (loss) per share from discontinued operations 1.3.2 1.3.2 1.3.2 1.3.2 Diluted income (loss) per share from discontinued operations 1.3.2 1.3.2 1.3.2 1.3.2 Diluted income (loss) per share from discontinued operations 1.3.2 1.3.2 1.3.2 1.3.2 Diluted income (loss) per share from discontinued operations 1.3.2 1.3.2 1.3.2 1.3.2 Diluted income (loss) per share from discontinued operations 1.3.2 1.3.2 1.3.2 1.3.2 Diluted income (loss) per share included in continuing operations 1.3.2 1.3.2 1.3.2 1.3.2 Diluted income (loss) per share included in continuing operations 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 Diluted income (loss) per share from discontinuing operations 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 Diluted income (loss) per share from discontinuing operations 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 Diluted income (loss) per share from discontinuing operations 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 Diluted income (loss) per share from discontinuing operations 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 Diluted income (loss) per share from discontinuing operations 1.3.2 1.3.2 1.3.2 1.3.2 1.3.2 | Income (loss) from continuing operations | - | (1,217) | | 377 | | 339 | | (840) | | 677 | | |
| Net loss attributable to noncontrolling interest | Income (loss) from discontinued operations, net of income taxes | | (38) | | - | | 5 | | (38) | | 18 | | |
| Net income (loss) attributable to ordinary shares \$ (1,186) \$ 377 \$ 344 \$ (809) \$ 695 | Net income (loss) | | (1,255) | | 377 | | 344 | | (878) | | 695 | | |
| Basic income (loss) per share (1): Income (loss) per share from continuing operations \$ (2.93) \$ 1.36 \$ 1.31 \$ (2.31) \$ 2.63 Income (loss) per share from discontinued operations, net of income taxes (0.09) - 0.002 (0.10) 0.007 Net income (loss) per share \$ (3.02) \$ 1.36 \$ 1.33 \$ (2.41) \$ 2.70 Diluted income (loss) per share \$ (2.93) \$ 1.36 \$ 1.33 \$ (2.41) \$ 2.70 Diluted income (loss) per share \$ (2.93) \$ 1.30 \$ 1.19 \$ (2.43) \$ 2.41 Income (loss) per share from continuing operations \$ (2.93) \$ 1.30 \$ 1.19 \$ (2.43) \$ 2.41 Income (loss) per share from discontinued operations, net of income taxes (0.09) - 0.002 (0.11) 0.06 Net income (loss) per share \$ (3.02) \$ 1.30 \$ 1.21 \$ (2.54) \$ 2.47 Shares used in per share calculations: Basic 392 277 258 335 257 Diluted 415 289 284 346 281 Share-based compensation expense included in continuing operations: Cost of products sold \$ 13 \$ 6 \$ 6 \$ 19 \$ 12 Research and development 122 28 27 150 46 Selling, general and administrative 51 23 24 74 48 | Net loss attributable to noncontrolling interest | | (69) | | - | | - | | (69) | | - | | |
| Income (loss) per share from continuing operations \$ (2.93) \$ 1.36 \$ 1.31 \$ (2.31) \$ 2.63 Income (loss) per share from discontinued operations, net of income taxes (0.09) - 0.002 (0.10) 0.07 Net income (loss) per share \$ (3.02) \$ 1.36 \$ 1.33 \$ (2.41) \$ 2.70 Diluted income (loss) per share \$ (2.93) \$ 1.36 \$ 1.33 \$ (2.41) \$ 2.70 Diluted income (loss) per share \$ (2.93) \$ 1.30 \$ 1.19 \$ (2.43) \$ 2.41 Income (loss) per share from continuing operations \$ (2.93) \$ 1.30 \$ 1.19 \$ (2.43) \$ 2.41 Income (loss) per share from discontinued operations, net of income taxes \$ (0.09) - 0.02 (0.11) 0.06 Net income (loss) per share \$ (3.02) \$ 1.30 \$ 1.21 \$ (2.54) \$ 2.47 Shares used in per share calculations: Basic 392 277 258 335 257 Diluted 415 289 284 346 281 Share-based compensation expense included in continuing operations: Cost of products sold \$ 13 \$ 6 \$ 6 \$ 19 \$ 12 Research and development 122 28 27 150 46 Selling, general and administrative 51 23 24 74 48 | Net income (loss) attributable to ordinary shares | \$ | (1,186) | \$ | 377 | \$ | 344 | \$ | (809) | \$ | 695 | | |
| Income (loss) per share from continuing operations \$ (2.93) \$ 1.36 \$ 1.31 \$ (2.31) \$ 2.63 Income (loss) per share from discontinued operations, net of income taxes (0.09) - 0.002 (0.10) 0.07 Net income (loss) per share \$ (3.02) \$ 1.36 \$ 1.33 \$ (2.41) \$ 2.70 Diluted income (loss) per share \$ (2.93) \$ 1.36 \$ 1.33 \$ (2.41) \$ 2.70 Diluted income (loss) per share \$ (2.93) \$ 1.30 \$ 1.19 \$ (2.43) \$ 2.41 Income (loss) per share from continuing operations \$ (2.93) \$ 1.30 \$ 1.19 \$ (2.43) \$ 2.41 Income (loss) per share from discontinued operations, net of income taxes \$ (0.09) - 0.02 (0.11) 0.06 Net income (loss) per share \$ (3.02) \$ 1.30 \$ 1.21 \$ (2.54) \$ 2.47 Shares used in per share calculations: Basic 392 277 258 335 257 Diluted 415 289 284 346 281 Share-based compensation expense included in continuing operations: Cost of products sold \$ 13 \$ 6 \$ 6 \$ 19 \$ 12 Research and development 122 28 27 150 46 Selling, general and administrative 51 23 24 74 48 | Basic income (loss) per share (1). | | | | | | | | | | | | |
| Income (loss) per share from discontinued operations, net of income taxes (0.09) - (0.02) (0.10) (0.07) | | \$ | (2.93) | \$ | 1.36 | \$ | 1.31 | \$ | (2.31) | \$ | 2.63 | | |
| Net income (loss) per share \$ (3.02) \$ 1.36 \$ 1.33 \$ (2.41) \$ 2.70 | | Ť | | - | - | - | | - | | _ | | | |
| Income (loss) per share from continuing operations \$ (2.93) \$ 1.30 \$ 1.19 \$ (2.43) \$ 2.41 Income (loss) per share from discontinued operations, net of income taxes (0.09) - 0.02 (0.11) 0.06 Net income (loss) per share \$ (3.02) \$ 1.30 \$ 1.21 \$ (2.54) \$ 2.47 | | \$ | | \$ | 1.36 | \$ | | \$ | | \$ | | | |
| Income (loss) per share from continuing operations \$ (2.93) \$ 1.30 \$ 1.19 \$ (2.43) \$ 2.41 Income (loss) per share from discontinued operations, net of income taxes (0.09) - 0.02 (0.11) 0.06 Net income (loss) per share \$ (3.02) \$ 1.30 \$ 1.21 \$ (2.54) \$ 2.47 | | - | | - | | - | | | | | | | |
| Income (loss) per share from discontinued operations, net of income taxes (0.09) - 0.02 (0.11) 0.06 Net income (loss) per share \$ (3.02) \$ 1.30 \$ 1.21 \$ (2.54) \$ 2.47 Shares used in per share calculations: Basic 392 277 258 335 257 Diluted 415 289 284 346 281 Share-based compensation expense included in continuing operations: Cost of products sold \$ 13 \$ 6 \$ 6 \$ 19 \$ 12 Research and development 122 28 27 150 46 Selling, general and administrative 51 23 24 74 48 | Diluted income (loss) per share (2): | | | | | | | | | | | | |
| Net income (loss) per share \$ (3.02) \$ 1.30 \$ 1.21 \$ (2.54) \$ 2.47 Shares used in per share calculations: Basic 392 277 258 335 257 Diluted 415 289 284 346 281 Share-based compensation expense included in continuing operations: Cost of products sold \$ 13 \$ 6 \$ 6 19 \$ 12 Research and development 122 28 27 150 46 Selling, general and administrative 51 23 24 74 48 | Income (loss) per share from continuing operations | \$ | (2.93) | \$ | 1.30 | \$ | 1.19 | \$ | (2.43) | \$ | 2.41 | | |
| Shares used in per share calculations: Basic 392 277 258 335 257 Diluted 415 289 284 346 281 Share-based compensation expense included in continuing operations: Cost of products sold \$ 13 \$ 6 \$ 6 19 \$ 12 Research and development 122 28 27 150 46 Selling, general and administrative 51 23 24 74 48 | | | _ | | | | | | | | | | |
| Basic Diluted 392 415 277 258 289 335 257 257 289 Share-based compensation expense included in continuing operations: Share-based compensation expense included in continuing operations: Cost of products sold \$ 13 \$ 6 \$ 6 19 \$ 12 Research and development 122 28 27 150 46 Selling, general and administrative 51 23 24 74 48 | Net income (loss) per share | \$ | (3.02) | \$ | 1.30 | \$ | 1.21 | \$ | (2.54) | \$ | 2.47 | | |
| Diluted 415 289 284 346 281 Share-based compensation expense included in continuing operations: Cost of products sold \$ 13 \$ 6 \$ 6 19 \$ 12 Research and development 122 28 27 150 46 Selling, general and administrative 51 23 24 74 48 | Shares used in per share calculations: | | | | | | | | | | | | |
| Share-based compensation expense included in continuing operations: Cost of products sold \$ 13 \$ 6 \$ 6 \$ 19 \$ 12 Research and development 122 28 27 150 46 Selling, general and administrative 51 23 24 74 48 | Basic | | 392 | | 277 | | 258 | | 335 | | 257 | | |
| Cost of products sold \$ 13 \$ 6 \$ 6 \$ 19 \$ 12 Research and development 122 28 27 150 46 Selling, general and administrative 51 23 24 74 48 | Diluted | | 415 | | 289 | | 284 | | 346 | | 281 | | |
| Research and development 122 28 27 150 46 Selling, general and administrative 51 23 24 74 48 | Share-based compensation expense included in continuing operations: | | | | | | | | | | | | |
| Selling, general and administrative 51 23 24 74 48 | Cost of products sold | \$ | 13 | \$ | 6 | \$ | 6 | \$ | 19 | \$ | 12 | | |
| | Research and development | | 122 | | 28 | | 27 | | 150 | | 46 | | |
| Total share-based compensation expense \$ 186 \$ 57 \$ 57 \$ 243 \$ 106 | Selling, general and administrative | | 51 | | 23 | | 24 | | 74 | | 48 | | |
| | Total share-based compensation expense | \$ | 186 | \$ | 57 | \$ | 57 | \$ | 243 | \$ | 106 | | |

⁽¹⁾ For the fiscal quarter and two fiscal quarters ended May 1, 2016, basic loss per share numerators are reduced by the amount of net loss attributable to noncontrolling interest, which is 5.5% of net loss incurred subsequent to January 31, 2016. The noncontrolling interest is related to the restricted exchangeable partnership units of Broadcom Cayman L.P. ("Partnership REUs"), of which Broadcom Limited is the General Partner.

⁽²⁾ For the fiscal quarter and two fiscal quarters ended May 1, 2016, diluted loss per share numerators and denominators include the impact of the noncontrolling interest, which assumes conversion of Partnership REUs to Broadcom ordinary shares. The diluted loss per share calculations include 23 million and 11 million Partnership REUs for the fiscal quarter and two fiscal quarters ended May 1, 2016, respectively, representing an assumed conversion of 100% of the Partnership REUs under the "if converted" method.

BROADCOM LIMITED FINANCIAL RECONCILIATION: GAAP TO NON-GAAP - UNAUDITED (IN MILLIONS, EXCEPT DAYS)

| May by Part (1988) Age (1988) <t< th=""><th></th><th></th><th colspan="6">Fiscal Quarter Ended</th><th colspan="4">Two Fiscal Quarters Ended</th></t<> | | | Fiscal Quarter Ended | | | | | | Two Fiscal Quarters Ended | | | |
|--|--|----------|----------------------|----|-------|----|-------|----|---------------------------|----|-------|--|
| Continuo de la comunicación promose adjustences 3 (3.0) 3 (3.0) 3 (3.0) 5 (3.0) | | | - | | • / | | - | | • | | - | |
| State revenue on non GAAP basis S. 1,500 S. 1,501 | | \$ | 3,541 | \$ | 1,771 | \$ | 1,614 | \$ | 5,312 | \$ | 3,249 | |
| Process margin on GAAP basis | Acquisition-related purchase accounting revenue adjustment (1) | | 21 | | 11 | | 31 | | 32 | | 53 | |
| Purchase accounting reverse injustment 1 | Net revenue on non-GAAP basis | \$ | 3,562 | \$ | 1,782 | \$ | 1,645 | \$ | 5,344 | \$ | 3,302 | |
| Purchase accounting reverse injustment 1 | Gross margin on GAAP basis | S | 1 046 | s | 941 | \$ | 846 | s | 1 987 | s | 1 672 | |
| Pubble secounting effects airwance \$188 \$1.0 | | Ψ | , | Ψ | | Ψ | | Ψ | , | Ψ | , | |
| Sunce based compensation compensat | | | | | - | | - | | | | | |
| Restricturing charges 2 1 1 3 2 Acquisition non-GAAP basis 5 2.138 5 0 9 3.227 2 1.02 Resurch and development on GAAP basis 8 2.12 2 2 2 2 3 3 9 Resurch and development on GAAP basis 2 2 2 2 3 3 9 Resurch and development on ome GAAP basis 5 3 2 2 3 3 9 Siling, general and administrative expense on GAAP basis 5 3 1 4 | | | | | 130 | | 113 | | | | | |
| Research and development on GAP basis 5.2188 5.1089 5.2019 5.2019 5.2019 5.2019 5.2019 5.2019 5.2019 5.2019 5.2019 5.2019 5.2019 5.2019 5.2019 5.2019 6.2019 | Share-based compensation expense | | 13 | | 6 | | 6 | | 19 | | 12 | |
| Coron margin on non-GAAP basis S. 2,138 S. 1,089 S. 9,000 S. 3,270 S. 2,151 S. 1,000 S. 4,000 Share-based compression expense 122 2.82 2.72 1,000 3.43 9.00 Recearch and development on non-GAAP basis \$ 6.63 \$ 2.328 \$ 2.221 \$ 3.03 9.00 Silling, general and administrative expense on GAAP basis \$ 2.328 \$ 1.01 \$ 1.02 \$ 2.225 Silling, general and administrative expense on GAAP basis \$ 2.024 \$ 1.02 \$ 2 | Restructuring charges | | 32 | | 1 | | 1 | | 33 | | 3 | |
| Research and development on GAAP basis \$ 1,800 \$ 1,000 | Acquisition-related costs | | - | | - | | 1 | | - | | 2 | |
| Bather-based compensation response 122 28 27 150 4 a Acquisition-related custs 5 663 \$ 238 \$ 220 \$ 90 \$ 43 Research and development on non-GAAP basis \$ 268 \$ 218 \$ 10 \$ 14< | Gross margin on non-GAAP basis | \$ | 2,138 | \$ | 1,089 | \$ | 998 | \$ | 3,227 | \$ | 1,972 | |
| Acquisition-eland closes 2 1 3 3 9 8 9 8 9 8 9 8 9 8 9 8 9 8 9 8 9 8 9 8 9 8 9 8 9 8 2 2 2 8 9 9 8 9 9 8 9 9 8 9 9 9 8 9 <td>Research and development on GAAP basis</td> <td>\$</td> <td>787</td> <td>\$</td> <td>267</td> <td>\$</td> <td>251</td> <td>\$</td> <td>1,054</td> <td>\$</td> <td>486</td> | Research and development on GAAP basis | \$ | 787 | \$ | 267 | \$ | 251 | \$ | 1,054 | \$ | 486 | |
| Research and development on non-GAAP basis S 6.06.3 S 2.28.8 S 2.21.1 S 4.01.2 Selling, general and administrative expense on GAAP basis \$ 1.23 2.44 7.4 4.8 Acquisition-related costs \$ 1.41 2.23 2.4 7.4 4.8 Acquisition-related costs \$ 1.41 2.23 2.4 7.4 4.8 Acquisition-related costs \$ 1.41 2.23 2.4 7.4 4.8 Selling, general and administrative expense on on GAAP basis \$ 1.04 9.8 8.8 7.6 \$ 2.1 \$ 1.0 \$ 1.8 \$ 2.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 \$ 1.0 | | | 122 | | 28 | | 27 | | 150 | | 46 | |
| Selling, general and administrative expense on GAAP basis \$ 238 \$ 114 \$ 108 \$ 352 \$ 28 Share-based compensation expense 41 23 24 74 48 Acquisition-related costs 41 23 8 64 18 Selling, general and administrative expense on non-GAAP basis \$ 146 5 8 5 21 5 150 21 \$ 150 21 \$ 150 </td <td>Acquisition-related costs</td> <td></td> <td>2</td> <td></td> <td>1</td> <td></td> <td>3</td> <td></td> <td>3</td> <td></td> <td>9</td> | Acquisition-related costs | | 2 | | 1 | | 3 | | 3 | | 9 | |
| Sheep-based compensation expense 51 23 24 74 8 Acquisition-related costs 41 23 8 64 18 Schling, general and administrative expense on non-GAAP basis 2 144 2 8 2.213 8 8 12 18 18 18 12 18 | Research and development on non-GAAP basis | \$ | 663 | \$ | 238 | \$ | 221 | \$ | 901 | \$ | 431 | |
| Acquisition-related costs 41 23 8 64 18 Selling, general and administrative expense on one-GAAP basis \$ 2,047 \$ 466 \$ 2,76 \$ 2,13 \$ 8,35 Amortization of intangible assets 735 \$ 466 \$ 428 \$ 2,513 \$ 83 Share-based compensation expense 173 \$ 54 \$ 10 318 24 Restructuring, impairment and disposal charges 287 31 10 318 24 Acquisition-related costs 43 24 11 67 27 Total operating expenses on non-GAAP basis \$ 10,001 \$ 475 \$ 418 \$ 5,020 \$ 80 Operating income (loss) on GAAP basis \$ 10,001 \$ 475 \$ 418 \$ 5,020 \$ 80 Purchase accounting effect on inventory 28 11 31 32 5 Purchase accounting effect on inventory 28 5 5 75 243 16 Amortization of intangible assets 93 184 172 11 31 2 16 <td>Selling, general and administrative expense on GAAP basis</td> <td>\$</td> <td>238</td> <td>\$</td> <td>114</td> <td>\$</td> <td>108</td> <td>\$</td> <td>352</td> <td>\$</td> <td>225</td> | Selling, general and administrative expense on GAAP basis | \$ | 238 | \$ | 114 | \$ | 108 | \$ | 352 | \$ | 225 | |
| Selling general and administrative expense on non-GAAP basis \$ 2,047 \$ 466 \$ 428 \$ 2,513 \$ 853 Amortization of intangible assets 735 54 59 789 118 Share-based compensation expense 735 54 59 789 118 Share-based compensation expense 735 51 524 54 Restructuring, impairment and disposal charges 287 31 10 318 24 Acquisition-related costs 43 24 11 67 27 Total operating expenses on non-GAAP basis \$ 809 \$ 300 \$ 207 \$ \$ 1,115 \$ 590 Operating income (loss) on GAAP basis \$ 1,001 \$ 475 \$ 418 \$ (520 \$ 819 Acquisition-related purchase accounting revenue adjustment 70 282 11 31 32 351 Amortization of intangible assets 933 184 172 1,117 344 Amortization of intangible assets 933 184 172 1,117 344 Amortization compensation expense 186 57 57 243 106 Restructuring, impairment and disposal charges 319 32 11 351 27 Acquisition-related costs 319 32 11 351 27 Acquisition-related costs 319 32 311 351 37 Acquisition-related costs 310 32 311 351 37 Acquisition-related costs 310 32 311 351 37 Acquisition-related costs 310 32 31 32 31 Acquisition-related costs 310 32 31 32 31 32 31 Acquisition-related costs 310 32 31 32 31 32 31 Acquisition-related costs 310 32 31 32 31 32 31 32 31 32 31 32 32 | Share-based compensation expense | | 51 | | 23 | | 24 | | 74 | | 48 | |
| Total operating expenses on GAAP basis \$ 2,047 \$ 466 \$ 428 \$ 2,513 \$ 83 Amortization of intangible assets 735 54 59 789 118 Share-based compensation expense 173 51 51 224 94 Restructuring, impairment and disposal charges 287 31 10 318 24 Acquisition-related costs 43 24 11 67 27 Total operating expenses on non-GAAP basis \$ 809 \$ 306 \$ 297 \$ 1,115 \$ 500 Operating income (loss) on GAAP basis \$ (1,001) \$ 475 \$ 418 \$ (526) \$ 889 Acquisition-related purchase accounting revenue adjustment ("") 21 11 31 32 35 Purchase accounting effect on inventry 288 - - 8 1 29 443 1 2 13 1 32 33 184 172 1,117 344 160 4 1 1 15 2 1 1 | Acquisition-related costs | | 41 | | 23 | | 8 | | 64 | | 18 | |
| Amortization of intangible assets 735 54 59 789 118 Share-based compensation expense 173 51 51 224 94 Restructuring, impairment and disposal charges 287 31 10 318 24 Acquisition-related costs 43 24 11 67 27 Total operating expenses on non-GAAP basis \$ (1,001) \$ 475 \$ 418 \$ (520) \$ 819 Acquisition-related purchase accounting revenue adjustment (1) 21 11 31 32 53 Purchase accounting effect on inventory 828 - - 48 4 Amortization of intangible assets 933 184 172 1,117 344 Share-based compensation expense 186 57 57 243 100 Restructuring, impairment and disposal charges 318 24 12 67 29 Operating income on non-GAAP basis \$ (250) \$ (8) 8 9 3 3 11 351 27 | Selling, general and administrative expense on non-GAAP basis | \$ | 146 | \$ | 68 | \$ | 76 | \$ | 214 | \$ | 159 | |
| Share-based compensation expense 173 51 224 94 Restricturing, impairment and disposal charges 287 31 10 318 24 Acquisition-related costs 8899 2809 2809 297 \$ 1,115 \$ 500 Operating income (loss) on GAAP basis \$ (1,001) \$ 475 \$ 418 \$ (526) \$ 819 Acquisition-related purchase accounting revenue adjustment 21 11 31 32 53 Purchase accounting effect on inventory 828 - - 828 - 488 48 52 53 10 33 32 53 53 20 288 4 48 \$ 52 48 4 4 \$ 22 \$ 8 4 \$ 4 \$ 22 \$ 33 \$ 13 3 3 \$ 32 \$ 33 \$ 13 3 3 \$ 2 \$ 13 \$ 13 \$ 10 \$ 13 \$ 13 \$ 13 \$ 12 \$ 10 \$ 10 \$ 10 \$ 10 \$ 10 \$ 10 \$ 10< | Total operating expenses on GAAP basis | \$ | 2,047 | \$ | 466 | \$ | 428 | \$ | 2,513 | \$ | 853 | |
| Restructuring, impairment and disposal charges 287 31 10 318 24 Acquisition-relacted costs 43 24 11 67 27 Total operating expenses on non-GAAP basis \$ 809 \$ 306 \$ 207 \$ 1115 \$ 500 Operating income (loss) on GAAP basis \$ (1),001 \$ 475 \$ 418 \$ (252) \$ 819 Acquisition-related purchase accounting revenue adjustment (1) 21 11 31 32 53 Purchase accounting effect on inventory 2828 . | Amortization of intangible assets | | 735 | | 54 | | 59 | | 789 | | 118 | |
| Acquisition-related costs 4 11 67 27 Total operating expenses on non-GAAP basis \$ 809 \$ 306 \$ 207 \$ 1,115 \$ 500 Operating income (loss) on GAAP basis \$ (1,000) \$ 475 \$ 418 \$ (520) \$ 809 Acquisition-related purchase accounting revenue adjustment (1) 21 11 31 32 53 Purchase accounting effect on inventory 828 828 4 Amontziation of intangible sasets 933 184 172 1,117 344 Share-based compensation expense 186 57 57 243 106 Restructuring, impairment and disposal charges 319 32 11 351 27 Acquisition-related costs 313 32 12 67 23 12 67 23 130 2 11 67 23 12 67 22 17 2 13 2 12 67 23 12 16 2 13 2 12< | Share-based compensation expense | | 173 | | 51 | | 51 | | 224 | | 94 | |
| Protating expenses on non-GAAP basis S 809 S 306 S 297 S 1,115 S 590 | Restructuring, impairment and disposal charges | | 287 | | 31 | | 10 | | 318 | | 24 | |
| Operating income (loss) on GAAP basis \$ (1,001) \$ 475 \$ 418 \$ (526) \$ 819 Acquisition-related purchase accounting revenue adjustment (1) 21 111 31 32 53 Purchase accounting reflect on inventory 828 - - 828 4 Amortization of intangible assets 933 184 172 1,117 344 Share-based compensation expense 186 57 57 243 106 Restructuring, impairment and disposal charges 319 32 11 351 27 Acquisition-related costs 43 24 12 67 29 Operating income on non-GAAP basis \$ 1,329 8783 \$ 701 \$ 2,112 3,132 Interest expense on GAAP basis \$ (256) 8(84) \$ (53) \$ (340) \$ (107) Acquisition-related costs 106 43 - 149 - Interest expense on non-GAAP basis \$ (155) \$ (41) \$ (53) \$ (19) \$ (17) Acquisition-related purc | Acquisition-related costs | | 43 | | 24 | | 11 | | 67 | | 27 | |
| Acquisition-related purchase accounting effect on inventory 21 11 31 32 53 Purchase accounting effect on inventory 828 - - 828 4 Amortization of intangible assets 933 184 172 1,117 344 Share-based compensation expense 186 57 57 243 106 Restructuring, impairment and disposal charges 319 32 111 351 27 Acquisition-related costs 43 24 12 67 29 Operating income on non-GAAP basis \$ 1,329 \$ 783 701 \$ 2,112 \$ 1,382 Interest expense on GAAP basis \$ (256) \$ (84) \$ (53) \$ (340) \$ (107) Acquisition-related costs 106 43 - 149 - 149 - 149 Income (loss) from continuing operations before income taxes on GAAP basis \$ (150) \$ (41) \$ (33) \$ (922) \$ 715 Acquisition-related purchase accounting revenue adjustment (1) 21 11 31 32 53 | Total operating expenses on non-GAAP basis | \$ | 809 | \$ | 306 | \$ | 297 | \$ | 1,115 | \$ | 590 | |
| Purchase accounting effect on inventory 828 - - 828 1 Amortization of intangible assets 933 184 172 1,117 344 Share-based compensation expense 186 57 57 243 106 Restructuring, impairment and disposal charges 319 32 11 351 27 Acquisition-related costs 43 24 12 67 29 Departing income on non-GAAP basis \$ 1,329 \$ 783 701 \$ 2,112 \$ 1,382 Interest expense on GAAP basis \$ (255) \$ (84) \$ (53) \$ (340) \$ (107) Acquisition-related costs 106 43 - 149 - Income (loss) from continuing operations before income taxes on GAAP basis \$ (1,316) \$ 394 \$ 364 \$ (922) \$ 715 Acquisition-related purchase accounting revenue adjustment (1) 21 11 31 32 53 Purchase accounting effect on inventory 828 - - 828 - - 828< | Operating income (loss) on GAAP basis | \$ | (1,001) | \$ | 475 | \$ | 418 | \$ | (526) | \$ | 819 | |
| Amortization of intangible assets 933 184 172 1,117 344 Share-based compensation expense 186 57 57 243 106 Restructuring, impairment and disposal charges 319 32 111 351 27 Acquisition-related costs 43 24 12 67 29 Operating income on non-GAAP basis \$ 1,329 \$ 783 \$ 701 \$ 2,112 \$ 1,382 Interest expense on GAAP basis \$ (256) \$ (84) \$ (53) \$ (340) \$ (107) Acquisition-related costs 106 43 - 149 - Interest expense on non-GAAP basis \$ (150) \$ (41) \$ (53) \$ (191) \$ (107) Income (loss) from continuing operations before income taxes on GAAP basis \$ (150) \$ (41) \$ (35) \$ (99) \$ (15) \$ (34) \$ (922) \$ (107) Purchase accounting revenue adjustment 21 11 31 32 53 Purchase accounting effect on inventory 828 - - | Acquisition-related purchase accounting revenue adjustment (1) | | 21 | | 11 | | 31 | | 32 | | 53 | |
| Share-based compensation expense 186 57 57 243 106 Restructuring, impairment and disposal charges 319 32 11 351 27 Acquisition-related costs 43 24 12 67 29 Interest expense on GAAP basis \$ 1,329 \$ 783 \$ 103 \$ 2,112 \$ 1,382 Acquisition-related costs 106 43 - 149 - Interest expense on non-GAAP basis \$ (150) \$ (41) \$ (53) \$ (190) \$ (107) Acquisition-related costs 106 43 - 149 - Income (loss) from continuing operations before income taxes on GAAP basis \$ (150) \$ (41) \$ (53) \$ (190) \$ (107) Acquisition-related purchase accounting revenue adjustment (1) 21 11 31 32 53 Purchase accounting effect on inventory 828 - - 828 - - 828 - - 828 - - 828 - - 828 | Purchase accounting effect on inventory | | 828 | | - | | - | | 828 | | 4 | |
| Restructuring, impairment and disposal charges 319 32 11 351 27 Acquisition-related costs 43 24 12 67 29 Operating income on non-GAAP basis \$ 1,329 \$ 783 \$ 701 \$ 2,112 \$ 1,382 Interest expense on GAAP basis \$ (256) \$ (84) \$ (53) \$ (340) \$ (107) Acquisition-related costs 1106 43 - 149 - Income (loss) from continuing operations before income taxes on GAAP basis \$ (150) \$ (41) \$ (53) \$ (191) \$ (107) Acquisition-related purchase accounting revenue adjustment (1) 21 11 31 32 53 Purchase accounting effect on inventory 828 - - 828 4 Amortization of intangible assets 186 57 57 243 106 Restructuring, impairment and disposal charges 186 57 57 243 106 Restructuring, impairment and disposal charges 319 32 11 351 27 | Amortization of intangible assets | | 933 | | 184 | | 172 | | 1,117 | | 344 | |
| Acquisition-related costs 43 24 12 67 29 Operating income on non-GAAP basis \$ 1,329 \$ 783 \$ 701 \$ 2,112 \$ 1,382 Interest expense on GAAP basis \$ (256) \$ (84) \$ (53) \$ (340) \$ (107) Acquisition-related costs 106 43 - < 149 | | | | | | | | | | | | |
| Name | | | | | | | | | | | | |
| Interest expense on GAAP basis \$ (256) \$ (84) \$ (53) \$ (340) \$ (107) Acquisition-related costs 106 43 - 149 - 149 - 149 - 149 - 149 140 14 | | | | | | | | | | | | |
| Acquisition-related costs 106 43 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - 149 - | Operating income on non-GAAP basis | \$ | 1,329 | \$ | 783 | \$ | 701 | \$ | 2,112 | \$ | 1,382 | |
| Interest expense on non-GAAP basis \$ (150) \$ (41) \$ (53) \$ (191) \$ (107) | | \$ | | \$ | | \$ | (53) | \$ | | \$ | (107) | |
| Income (loss) from continuing operations before income taxes on GAAP basis \$ (1,316) \$ 394 \$ 364 \$ (922) \$ 715 Acquisition-related purchase accounting revenue adjustment (1) 21 11 31 32 53 Purchase accounting effect on inventory 828 - | • | | | | | | | | | | | |
| Acquisition-related purchase accounting revenue adjustment (1) 21 11 31 32 53 Purchase accounting effect on inventory 828 828 4 Amortization of intangible assets 933 184 172 1,117 344 Share-based compensation expense 186 57 57 243 106 Restructuring, impairment and disposal charges 319 32 11 351 27 Acquisition-related costs 149 67 12 216 29 Loss on extinguishment of debt 53 - 13 53 13 Income before income taxes on non-GAAP basis \$1,173 \$ 745 \$ 660 \$ 1,918 \$ 1,291 Provision for (benefit from) income taxes on GAAP basis \$ (99) \$ 17 \$ 25 \$ (82) \$ 38 Income tax effects of non-GAAP reconciling adjustments | Interest expense on non-GAAP basis | \$ | (150) | \$ | (41) | \$ | (53) | \$ | (191) | \$ | (107) | |
| Purchase accounting effect on inventory 828 - - - 828 4 Amortization of intangible assets 933 184 172 1,117 344 Share-based compensation expense 186 57 57 243 106 Restructuring, impairment and disposal charges 319 32 11 351 27 Acquisition-related costs 149 67 12 216 29 Loss on extinguishment of debt 53 - 13 53 13 Income before income taxes on non-GAAP basis \$ 1,173 \$ 745 \$ 660 \$ 1,918 \$ 1,291 Provision for (benefit from) income taxes on GAAP basis \$ (99) \$ 17 \$ 25 \$ (82) \$ 38 Income tax effects of non-GAAP reconciling adjustments 152 18 15 170 37 | | \$ | (1,316) | \$ | 394 | \$ | 364 | \$ | (922) | \$ | 715 | |
| Amortization of intangible assets 933 184 172 1,117 344 Share-based compensation expense 186 57 57 243 106 Restructuring, impairment and disposal charges 319 32 11 351 27 Acquisition-related costs 149 67 12 216 29 Loss on extinguishment of debt 53 - 13 53 13 Income before income taxes on non-GAAP basis \$ 1,173 \$ 745 \$ 660 \$ 1,918 \$ 1,291 Provision for (benefit from) income taxes on GAAP basis \$ (99) \$ 17 \$ 25 \$ (82) \$ 38 Income tax effects of non-GAAP reconciling adjustments 152 18 15 170 37 | | | | | 11 | | 31 | | | | | |
| Share-based compensation expense 186 57 57 243 106 Restructuring, impairment and disposal charges 319 32 11 351 27 Acquisition-related costs 149 67 12 216 29 Loss on extinguishment of debt 53 - 13 53 13 Income before income taxes on non-GAAP basis \$ 1,173 745 660 \$ 1,918 \$ 1,291 Provision for (benefit from) income taxes on GAAP basis \$ (99) \$ 17 \$ 25 (82) \$ 38 Income tax effects of non-GAAP reconciling adjustments 152 18 15 170 37 | | | | | | | | | | | | |
| Restructuring, impairment and disposal charges 319 32 11 351 27 Acquisition-related costs 149 67 12 216 29 Loss on extinguishment of debt 53 - 13 53 13 Income before income taxes on non-GAAP basis \$ 1,173 745 660 \$ 1,918 \$ 1,291 Provision for (benefit from) income taxes on GAAP basis \$ (99) \$ 17 \$ 25 (82) \$ 38 Income tax effects of non-GAAP reconciling adjustments 152 18 15 170 37 | | | | | | | | | | | | |
| Acquisition-related costs 149 67 12 216 29 Loss on extinguishment of debt 53 - 13 53 13 Income before income taxes on non-GAAP basis \$ 1,173 \$ 745 \$ 660 \$ 1,918 \$ 1,291 Provision for (benefit from) income taxes on GAAP basis \$ (99) \$ 17 \$ 25 \$ (82) \$ 38 Income tax effects of non-GAAP reconciling adjustments 152 18 15 170 37 | • | | | | | | | | | | | |
| Loss on extinguishment of debt 53 - 13 53 13 Income before income taxes on non-GAAP basis \$ 1,173 \$ 745 \$ 660 \$ 1,918 \$ 1,291 Provision for (benefit from) income taxes on GAAP basis \$ (99) \$ 17 \$ 25 \$ (82) \$ 38 Income tax effects of non-GAAP reconciling adjustments 152 18 15 170 37 | | | | | | | | | | | | |
| Income before income taxes on non-GAAP basis \$ 1,173 \$ 745 \$ 660 \$ 1,918 \$ 1,291 Provision for (benefit from) income taxes on GAAP basis \$ (99) \$ 17 \$ 25 \$ (82) \$ 38 Income tax effects of non-GAAP reconciling adjustments 152 18 15 170 37 | | | | | 0/ | | | | | | | |
| Provision for (benefit from) income taxes on GAAP basis \$ (99) \$ 17 \$ 25 \$ (82) \$ 38 Income tax effects of non-GAAP reconciling adjustments 152 18 15 170 37 | - | • | | • | 7/15 | • | | • | | - | | |
| Income tax effects of non-GAAP reconciling adjustments 152 18 15 170 37 | meonic before meonic maes ou non-ceptal basis | <u> </u> | 1,1/3 | Ф | 143 | φ | 000 | φ | 1,710 | φ | 1,471 | |
| | | \$ | | \$ | | \$ | | \$ | | \$ | | |
| Provision for income taxes on non-GAAP basis \$ 53 \$ 35 \$ 40 \$ 88 \$ 75 | | | | | | | | | | | | |
| | Provision for income taxes on non-GAAP basis | \$ | 53 | \$ | 35 | \$ | 40 | \$ | 88 | \$ | 75 | |

| Net income (loss) on GAAP basis | \$ (1,255) | \$ 377 | \$ 344 | \$ (878) | \$ 695 |
|--|---------------|-----------|-----------|-------------|-------------|
| Acquisition-related purchase accounting revenue adjustment (1) | 21 | 11 | 31 | 32 | 53 |
| Purchase accounting effect on inventory | 828 | - | - | 828 | 4 |
| Amortization of intangible assets | 933 | 184 | 172 | 1,117 | 344 |
| Share-based compensation expense | 186 | 57 | 57 | 243 | 106 |
| Restructuring, impairment and disposal charges | 319 | 32 | 11 | 351 | 27 |
| Acquisition-related costs | 149 | 67 | 12 | 216 | 29 |
| Loss on extinguishment of debt | 53 | - | 13 | 53 | 13 |
| Income tax effects of non-GAAP reconciling adjustments | (152) | (18) | (15) | (170) | (37) |
| Discontinued operations, net of income taxes | 38 | - | (5) | 38 | (18) |
| Net income on non-GAAP basis | \$ 1,120 | \$ 710 | \$ 620 | \$ 1,830 | \$ 1,216 |
| | | | | | |
| Shares used in per share calculation - diluted on GAAP basis | 415 | 289 | 284 | 346 | 281 |
| Non-GAAP adjustment | 27 | 6 | 7 | 22 | 7 |
| Shares used in per share calculation - diluted on non-GAAP basis (2) | 442 | 295 | 291 | 368 | 288 |
| | | | | | |
| Days sales outstanding on GAAP basis | 48 | 55 | 43 | | |
| Non-GAAP adjustment | (1) | (1) | (1) | | |
| Days sales outstanding on non-GAAP basis (3) | 47 | 54 | 42 | | |
| | | | | | |
| Inventory Days on Hand on GAAP basis | 59 | 64 | 68 | | |
| Non-GAAP adjustment | 13 | - | 1 | | |
| Inventory Days on Hand on non-GAAP basis (4) | 72 | 64 | 69 | | |
| | | | | | |

⁽¹⁾ Amounts represent licensing revenue not included in GAAP net revenue as a result of the effect of purchase accounting for acquisitions.

⁽²⁾ The number of shares used in the diluted per share calculations on a non-GAAP basis excludes the impact of share-based compensation expense expected to be incurred in future periods and not yet recognized in the financial statements, which would otherwise be assumed to be used to repurchase shares under the GAAP treasury stock method.

⁽³⁾ Days sales outstanding on a non-GAAP basis includes the impact of the acquisition-related purchase accounting revenue adjustment and excludes the impact of accounts receivable related to discontinued operations.

⁽⁴⁾ Inventory days on hand on a non-GAAP basis excludes the impact of purchase accounting on inventory, amortization of intangible assets, share-based compensation expense, restructuring charges, acquisition-related costs, and cost of products sold attributable to discontinued operations.

BROADCOM LIMITED CONDENSED CONSOLIDATED BALANCE SHEETS - UNAUDITED (IN MILLIONS)

| | May 1, 2016 | November 1, 2015 (1) | | | |
|--|----------------|-------------------------|--|--|--|
| ASSETS | | | | | |
| Current assets: | | | | | |
| Cash and cash equivalents | \$ 2,041 | \$ 1,822 | | | |
| Trade accounts receivable, net | 1,857 | 1,019 | | | |
| Inventory | 1,467 | 524 | | | |
| Assets held-for-sale | 842 | 22 | | | |
| Other current assets | 480 | 372 | | | |
| Total current assets | 6,687 | 3,759 | | | |
| Property, plant and equipment, net | 2,486 | 1,460 | | | |
| Goodwill | 24,776 | 1,674 | | | |
| Intangible assets, net | 16,944 | 3,277 | | | |
| Other long-term assets | 514 | 345 | | | |
| Total assets | \$ 51,407 | \$ 10,515 | | | |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | | | | |
| Current liabilities: | | | | | |
| Accounts payable | \$ 985 | \$ 617 | | | |
| Employee compensation and benefits | 303 | 250 | | | |
| Current portion of long-term debt | 344 | 46 | | | |
| Other current liabilities | 1,019 | 206 | | | |
| Total current liabilities | 2,651 | 1,119 | | | |
| Long-term liabilities: | 14.664 | 2.926 | | | |
| Long-term debt Pension and post-retirement benefit obligations | 14,664 475 | 3,826 475 | | | |
| Other long-term liabilities | 10,855 | 381 | | | |
| Total liabilities | | | | | |
| Total Habilities | 28,645 | 5,801 | | | |
| Shareholders' equity: | | | | | |
| Ordinary shares | 18,659 | 2,547 | | | |
| Retained earnings | 1,116 | 2,240 | | | |
| Accumulated other comprehensive loss | (73) | (73) | | | |
| Total Broadcom Limited shareholders' equity | 19,702 | 4,714 | | | |
| Noncontrolling interest | 3,060 | | | | |
| Total shareholders' equity | 22,762 | 4,714 | | | |
| Total liabilities and shareholders' equity | \$ 51,407 | \$ 10,515 | | | |

⁽¹⁾ Amounts as of November 1, 2015 have been derived from audited financial statements as of that date.

BROADCOM LIMITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS - UNAUDITED (IN MILLIONS)

| | Fiscal Quarter Ended | | | | | | Two Fiscal Quarters Ended | | | | |
|--|----------------------|----------------|----------|----------------|----|----------------|---------------------------|----------------|----------|----------------|--|
| | I | May 1, 2016 | Janu | ary 31, 016 | | May 3, 2015 | N | May 1, 2016 | | May 3, 2015 | |
| Cash flows from operating activities: | | | | | | | | | | | |
| Net income (loss) | \$ | (1,255) | \$ | 377 | \$ | 344 | \$ | (878) | \$ | 695 | |
| Adjustments to reconcile net income (loss) to net cash provided by operating activities: | | | | | | | | | | | |
| Depreciation and amortization | | 1,040 | | 244 | | 230 | | 1,284 | | 456 | |
| Share-based compensation | | 198 | | 57 | | 57 | | 255 | | 106 | |
| Excess tax from share-based compensation | | (35) | | (23) | | (50) | | (58) | | (70) | |
| Non-cash portion of debt extinguishment loss | | 30 | | - | | 13 | | 30 | | 13 | |
| Non-cash restructuring, impairment and disposal charges | | 22 | | 22 | | - | | 44 | | 5 | |
| Gain on sale of business | | - | | - | | - | | - | | (14) | |
| Deferred taxes | | (164) | | (8) | | 4 | | (172) | | (2) | |
| Amortization of debt issuance costs and accretion of debt discount | | 13 | | 4 | | 7 | | 17 | | 14 | |
| Other | | 22 | | 4 | | - | | 26 | | 6 | |
| Changes in assets and liabilities, net of acquisitions and disposals: | | | | | | | | | | | |
| Trade accounts receivable, net | | (128) | | (41) | | (40) | | (169) | | 24 | |
| Inventory | | 886 | | 34 | | 10 | | 920 | | 43 | |
| Accounts payable | | (149) | | (68) | | 55 | | (217) | | (23) | |
| Employee compensation and benefits | | 98 | | (149) | | 49 | | (51) | | (41) | |
| Other current assets and current liabilities | | 70 | | 16 | | 27 | | 86 | | (18) | |
| Other long-term assets and long-term liabilities | | (26) | | 5 | | (43) | | (21) | | (50) | |
| 5 | | 622 | | 474 | | 663 | | 1,096 | | 1,144 | |
| Net cash provided by operating activities | | 022 | | 4/4 | | 003 | | 1,090 | | 1,144 | |
| Cash flows from investing activities: | | | | | | | | | | | |
| Acquisitions of businesses, net of cash acquired | | (10,023) | | (12) | | _ | | (10.035) | | - | |
| Proceeds from sales of businesses | | _ | | 68 | | _ | | 68 | | 650 | |
| Purchases of property, plant and equipment | | (158) | | (140) | | (177) | | (298) | | (339) | |
| Proceeds from disposals of property, plant and equipment | | - | | - | | 37 | | - | | 63 | |
| Purchases of investments | | (58) | | (1) | | (9) | | (59) | | (9) | |
| Proceeds from sales and maturities of investments | | 32 | | - | | - | | 32 | | - | |
| Net cash provided by (used in) investing activities | | (10,207) | - | (85) | | (149) | - | (10,292) | | 365 | |
| The table provided by (about in) investing activities | | (10,207) | | (00) | | (1.7) | | (10,2>2) | | | |
| Cash flows from financing activities: | | | | | | | | | | | |
| Proceeds from term loan borrowings | | 15,926 | | - | | - | | 15,926 | | - | |
| Debt repayments | | (4,828) | | (11) | | (605) | | (4,839) | | (617) | |
| Payment of assumed debt | | (1,475) | | - | | - | | (1,475) | | - | |
| Debt issuance costs | | (104) | | (4) | | - | | (108) | | - | |
| Dividend payments | | (204) | | (122) | | (99) | | (326) | | (188) | |
| Issuance of ordinary shares | | 107 | | 72 | | 79 | | 179 | | 130 | |
| Excess tax from share-based compensation | | 35 | | 23 | | 50 | | 58 | | 70 | |
| Net cash provided by (used in) financing activities | | 9,457 | | (42) | | (575) | | 9,415 | | (605) | |
| Not show as in each and each assistants | | (130) | | 247 | | (61) | | 210 | | 004 | |
| Net change in cash and cash equivalents | | (128) | | 347 | | (61) | | 219 | | 904 | |
| Cash and cash equivalents at the beginning of period | <u>e</u> | 2,169 | <u>e</u> | 1,822 | Ф. | 2,569 | Ф. | 1,822 | <i>•</i> | 1,604 | |
| Cash and cash equivalents at end of period | \$ | 2,041 | \$ | 2,169 | \$ | 2,508 | \$ | 2,041 | \$ | 2,508 | |