

CREE, INC.
CONDENSED CONSOLIDATED STATEMENTS OF (LOSS) INCOME
(in thousands, except per share amounts and percentages)
(unaudited)

	Three Months Ended	
	September 27, 2015	September 28, 2014
Revenue, net	\$ 425,489	\$ 427,672
Cost of revenue, net	293,741	291,852
Gross profit	131,748	135,820
Gross margin percentage	31.0 %	31.8 %
Operating expenses:		
Research and development	43,540	46,725
Sales, general and administrative	75,263	69,692
Amortization or impairment of acquisition-related intangibles	7,062	6,499
Loss on disposal or impairment of long-lived assets	14,573	1,447
Total operating expenses	140,438	124,363
Operating (loss) income	(8,690)	11,457
Operating (loss) income percentage	(2.0)%	2.7 %
Non-operating (loss) income, net	(22,806)	2,904
(Loss) income before income taxes	(31,496)	14,361
Income tax (benefit) expense	(7,873)	3,231
Net (loss) income	\$ (23,623)	\$ 11,130
Diluted (loss) earnings per share	\$ (0.23)	\$ 0.09
Shares used in diluted per share calculation:	103,473	121,143