

Cree Conference Call Financial Metrics

(in thousands, except percentages)
(unaudited)

Balance Sheet Metrics

	9/29/2013	6/30/2013	3/31/2013	12/30/2012	9/23/2012
Days sales outstanding	48	46	47	38	46
Inventory days on hand	81	76	82	78	81

Cash Flow Metrics

	9/29/2013	6/30/2013	3/31/2013	12/30/2012	9/23/2012
Cash flows from operations	\$ 69,236	\$ 61,164	\$ 45,776	\$ 92,608	\$ 85,686
PP&E CapEx spending	(33,680)	(22,062)	(24,976)	(17,833)	(12,597)
Patents spending	(4,769)	(5,064)	(5,773)	(4,473)	(5,548)
Free cash flow ¹	\$ 30,787	\$ 34,038	\$ 15,027	\$ 70,302	\$ 67,541

¹Cash flows from operations less capital expenditures

Cash Flow Adjustments

	9/29/2013	6/30/2013	3/31/2013	12/30/2012	9/23/2012
Depreciation - property and equipment	\$ 30,080	\$ 29,285	\$ 28,527	\$ 30,417	\$ 27,234
Amortization - patents	2,114	1,931	1,729	1,785	1,570
Amortization - acquisition related intangibles	7,287	7,715	7,719	7,719	7,670
Total depreciation and amortization	\$ 39,481	\$ 38,931	\$ 37,975	\$ 39,921	\$ 36,474
	9/29/2013	6/30/2013	3/31/2013	12/30/2012	9/23/2012
Amortization - acquisition related intangibles: pre-tax	\$ 7,287	\$ 7,715	\$ 7,719	\$ 7,719	\$ 7,670
Amortization - acquisition related intangibles: net of tax ²	5,611	6,495	6,638	5,712	5,983
Total stock compensation expense: pre-tax	\$ 14,578	\$ 12,955	\$ 13,915	\$ 14,544	\$ 12,485
Total stock compensation expense: net of tax ²	11,225	10,907	11,967	10,763	9,738

²Estimated income tax effect is based upon the Company's overall consolidated effective tax rate for the given period.