

**CREE, INC.**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
(in thousands)

	September 26, 2010 <u>(Unaudited)</u>	<u>June 27, 2010</u>
<b>Assets:</b>		
<b>Current assets:</b>		
Cash, cash equivalents and short term investments	\$ 1,098,780	\$ 1,066,405
Accounts receivable, net	123,015	117,535
Inventories	125,906	112,241
Deferred income taxes	18,823	18,823
Prepaid expenses and other current assets	40,001	40,159
<b>Total current assets</b>	<u>1,406,525</u>	<u>1,355,163</u>
Property and equipment, net	459,642	419,726
Intangible assets, net	104,307	106,109
Goodwill	313,019	313,019
Other assets	4,884	5,159
<b>Total assets</b>	<u>\$ 2,288,377</u>	<u>\$ 2,199,176</u>
<b>Liabilities and Shareholders' Equity:</b>		
<b>Current liabilities:</b>		
Accounts payable, trade	\$ 78,549	\$ 63,826
Accrued salaries and wages	25,100	26,247
Income taxes payable	12,642	14,375
Other current liabilities	15,668	15,643
<b>Total current liabilities</b>	<u>131,959</u>	<u>120,091</u>
<b>Long-term liabilities:</b>		
Deferred income taxes	39,398	39,398
Other long-term liabilities	16,408	11,639
<b>Total long-term liabilities</b>	<u>55,806</u>	<u>51,037</u>
<b>Shareholders' Equity:</b>		
Common stock	135	135
Additional paid-in-capital	1,521,029	1,507,435
Accumulated other comprehensive income, net of taxes	13,105	12,171
Retained earnings	566,343	508,307
<b>Total shareholders' equity</b>	<u>2,100,612</u>	<u>2,028,048</u>
<b>Total liabilities and shareholders' equity</b>	<u>\$ 2,288,377</u>	<u>\$ 2,199,176</u>