

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

	<b>June 25, 2017</b>	<b>June 26, 2016</b>
	<b>(unaudited)</b>	
<b>ASSETS</b>		
Current assets:		
Cash, cash equivalents, and short-term investments	\$610,938	\$605,305
Accounts receivable, net	148,392	165,611
Income tax receivable	8,040	6,304
Inventories	284,385	303,542
Prepaid expenses	23,305	26,810
Other current assets	23,390	44,788
Current assets held for sale	2,180	4,347
Total current assets	<u>1,100,630</u>	<u>1,156,707</u>
Property and equipment, net	581,263	599,723
Goodwill	618,828	618,828
Intangible assets, net	274,315	302,810
Other long-term investments	50,366	40,179
Deferred income taxes	11,763	38,564
Other assets	12,702	9,249
Total assets	<u>\$2,649,867</u>	<u>\$2,766,060</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable, trade	\$133,185	\$132,286
Accrued salaries and wages	41,860	44,642
Other current liabilities	36,978	46,071
Total current liabilities	<u>212,023</u>	<u>222,999</u>
Long-term liabilities:		
Long-term debt	145,000	160,000
Deferred income taxes	49,860	943
Other long-term liabilities	20,179	14,294
Total long-term liabilities	<u>215,039</u>	<u>175,237</u>
Shareholders' equity:		
Common stock	121	125
Additional paid-in-capital	2,419,517	2,359,584
Accumulated other comprehensive income, net of taxes	5,909	8,728
Accumulated deficit	(202,742)	(613)
Total shareholders' equity	<u>2,222,805</u>	<u>2,367,824</u>
Total liabilities and shareholders' equity	<u>\$2,649,867</u>	<u>\$2,766,060</u>