

CREE, INC.
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(unaudited)

<i>(in millions of U.S. Dollars, except per share data)</i>	Three months ended	
	September 27, 2020	September 29, 2019
Revenue, net	\$216.6	\$242.8
Cost of revenue, net	162.6	168.6
Gross profit	54.0	74.2
Gross margin percentage	25 %	31 %
Operating expenses:		
Research and development	49.6	43.7
Sales, general and administrative	51.9	57.6
Amortization or impairment of acquisition-related intangibles	3.6	3.6
(Gain) loss on disposal or impairment of other assets	(0.2)	1.0
Goodwill impairment	105.7	—
Other operating expense	13.4	7.2
Operating loss	(170.0)	(38.9)
Operating loss percentage	(78)%	(16)%
Non-operating expense (income), net	14.0	(1.6)
Loss before income taxes	(184.0)	(37.3)
Income tax expense	0.1	0.5
Net loss	(184.1)	(37.8)
Net income attributable to noncontrolling interest	0.3	—
Net loss attributable to controlling interest	(\$184.4)	(\$37.8)
Basic and diluted loss per share		
Net loss attributable to controlling interest	(\$1.68)	(\$0.35)
Weighted average shares - basic and diluted (in thousands)	109,705	107,113