

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

	December 27, 2009 (Unaudited)	June 28, 2009
<b>Assets:</b>		
<b>Current assets:</b>		
Cash, cash equivalents and short term investments	\$ 939,244	\$ 417,653
Accounts receivable, net	113,389	103,035
Inventory, net	93,319	78,841
Income taxes receivable	1,526	1,526
Deferred income taxes	11,017	10,022
Prepaid expenses and other current assets	21,933	18,359
<b>Total current assets</b>	<b>1,180,428</b>	<b>629,436</b>
Property and equipment, net	365,915	320,110
Long-term investments	14,845	29,557
Intangible assets, net	109,813	113,328
Goodwill	313,564	304,791
Other assets	5,772	7,345
<b>Total assets</b>	<b>\$ 1,990,337</b>	<b>\$ 1,404,567</b>
<b>Liabilities and Shareholders' Equity:</b>		
<b>Current liabilities:</b>		
Accounts payable, trade	\$ 55,969	\$ 38,770
Accrued salaries and wages	21,458	16,732
Income taxes payable	2,025	8,139
Deferred income taxes	458	122
Other current liabilities	18,543	7,868
Contingent payment due related to LLF acquisition	8,773	-
Contingent payment due related to COTCO acquisition	-	57,050
<b>Total current liabilities</b>	<b>107,226</b>	<b>128,681</b>
<b>Long-term liabilities:</b>		
Deferred income taxes	43,869	42,752
Other long-term liabilities	8,386	8,386
<b>Total long-term liabilities</b>	<b>52,255</b>	<b>51,138</b>
<b>Shareholders' Equity:</b>		
Common stock	132	112
Additional paid-in-capital	1,407,941	857,383
Accumulated other comprehensive income, net of taxes	11,954	11,236
Retained earnings	410,829	356,017
<b>Total shareholders' equity</b>	<b>1,830,856</b>	<b>1,224,748</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 1,990,337</b>	<b>\$ 1,404,567</b>