

CREE, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(unaudited)

<i>(in millions of U.S. Dollars)</i>	Nine months ended	
	March 28, 2021	March 29, 2020
Operating activities:		
Net loss	(\$374.9)	(\$151.7)
Net (loss) income from discontinued operations	(178.8)	1.7
Net loss from continuing operations	(196.1)	(153.4)
Adjustments to reconcile net loss from continuing operations to net cash used in operating activities:		
Depreciation and amortization	88.6	73.7
Amortization of debt issuance costs and discount, net of capitalized interest	26.1	17.2
Stock-based compensation	40.3	36.9
Loss on disposal or impairment of long-lived assets	3.7	1.7
Amortization of premium/discount on investments	4.9	0.5
Realized gain on sale of investments	(0.3)	(1.0)
(Gain) loss on equity investment	(7.9)	9.2
Foreign exchange gain on equity investment	(3.4)	(1.2)
Deferred income taxes	0.5	(0.8)
Changes in operating assets and liabilities:		
Accounts receivable, net	(11.7)	(31.7)
Inventories	(25.4)	2.2
Prepaid expenses and other assets	(28.2)	0.9
Accounts payable, trade	27.2	(6.3)
Accrued salaries and wages and other liabilities	12.5	(18.7)
Accrued contract liabilities	10.3	5.9
Net cash used in operating activities of continuing operations	(58.9)	(64.9)
Net cash (used in) provided by operating activities of discontinued operations	(16.6)	25.4
Cash used in operating activities	(75.5)	(39.5)
Investing activities:		
Purchases of property and equipment	(394.0)	(166.9)
Purchases of patent and licensing rights	(3.6)	(2.8)
Proceeds from sale of property and equipment	0.2	1.8
Purchases of short-term investments	(342.1)	(421.2)
Proceeds from maturities of short-term investments	335.6	342.5
Proceeds from sale of short-term investments	28.1	96.4
Proceeds from sale of business, net	36.6	—
Net cash used in investing activities of continuing operations	(339.2)	(150.2)
Net cash used in investing activities of discontinued operations	(0.3)	(2.0)
Cash used in investing activities	(339.5)	(152.2)
Financing activities:		
Proceeds from long-term debt borrowings	30.0	—
Payments on long-term debt borrowings, including finance lease obligations	(30.3)	(0.4)
Proceeds from issuance of common stock	530.1	31.0
Tax withholding on vested equity awards	(31.7)	(16.2)
Commitment fee on long-term incentive agreement	(0.5)	—
Cash provided by financing activities	497.6	14.4
Effects of foreign exchange changes on cash and cash equivalents	0.2	(0.2)
Net change in cash and cash equivalents	82.8	(177.5)
Cash and cash equivalents:		
Cash and cash equivalents, beginning of period	448.8	500.5
Cash and cash equivalents, end of period	\$531.6	\$323.0