

CREE, INC.
Operating Segment Information
(in thousands)

| | Three Months Ended | | Nine Months Ended | |
|--|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| | 3/27/2005 <u>(Unaudited)</u> | 3/28/2004 <u>(Unaudited)</u> | 3/27/2005 <u>(Unaudited)</u> | 3/28/2004 <u>(Unaudited)</u> |
| Revenue: | | | | |
| Cree* | \$ 95,753 | \$ 75,048 | \$ 286,275 | \$ 211,288 |
| Cree Microwave | 957 | 2,175 | 3,906 | 5,209 |
| Total revenue | <u>\$ 96,710</u> | <u>\$ 77,223</u> | <u>\$ 290,181</u> | <u>\$ 216,497</u> |
| Net income (loss) before income taxes: | | | | |
| Cree* | \$ 37,593 | \$ 24,149 | \$ 108,927 | \$ 61,861 |
| Cree Microwave | <u>(2,948)</u> | <u>(2,281)</u> | <u>(9,203)</u> | <u>(8,274)</u> |
| Total net income before income taxes | <u>\$ 34,645</u> | <u>\$ 21,868</u> | <u>\$ 99,724</u> | <u>\$ 53,587</u> |

* Includes interest income and other segment operating results