

Consolidated balance sheets

December 25, 1999 and December 26, 1998



(In millions--except per share amounts)

	1999	1998
Assets		
Current assets:		
Cash and cash equivalents	\$ 3,695	\$ 2,038
Short-term investments	7,705	5,272
Trading assets	388	316
Accounts receivable, net of allowance for doubtful accounts of \$67 (\$62 in 1998)	3,700	3,527
Inventories	1,478	1,582
Deferred tax assets	673	618
Other current assets	180	122
Total current assets	<u>17,819</u>	<u>13,475</u>
Property, plant and equipment:		
Land and buildings	7,246	6,297
Machinery and equipment	14,851	13,149
Construction in progress	1,460	1,622
	<u>23,557</u>	<u>21,068</u>
Less accumulated depreciation	11,842	9,459
Property, plant and equipment, net	<u>11,715</u>	<u>11,609</u>
Marketable strategic equity securities	7,121	1,757
Other long-term investments	790	3,608
Goodwill and other acquisition-related intangibles	4,934	111
Other assets	1,470	911
Total assets	<u>\$ 43,849</u>	<u>\$ 31,471</u>
Liabilities and stockholders' equity		
Current liabilities:		
Short-term debt	\$ 230	\$ 159
Accounts payable	1,370	1,244
Accrued compensation and benefits	1,454	1,285
Deferred income on shipments to distributors	609	606
Accrued advertising	582	458
Other accrued liabilities	1,159	1,094
Income taxes payable	1,695	958
Total current liabilities	<u>7,099</u>	<u>5,804</u>
Long-term debt	955	702
Deferred tax liabilities	3,130	1,387
Put warrants	130	201
Commitments and contingencies		
Stockholders' equity:		
Preferred stock, \$.001 par value, 50 shares authorized; none issued	-	-
Common stock, \$.001 par value, 4,500 shares authorized; 3,334 issued and outstanding (3,315 in 1998) and capital in excess of par value	7,316	4,822
Retained earnings	21,428	17,952
Accumulated other comprehensive income	3,791	603
Total stockholders' equity	<u>32,535</u>	<u>23,377</u>
Total liabilities and stockholders' equity	<u>\$ 43,849</u>	<u>\$ 31,471</u>

See accompanying notes.

Note: Share and per share amounts shown have been adjusted for stock splits through 1999.
Certain prior year amounts have been reclassified to conform to the 1999 presentation.