

# Consolidated statements of stockholders' equity

Three years ended December 25, 1999



	<i>Common stock and capital in excess of par value</i>		<i>Retained earnings</i>	<i>Accumulated other com- prehensive income</i>	<i>Total</i>
	<i>Number of shares</i>	<i>Amount</i>			
<i>(In millions-except per share amounts)</i>					
<b>Balance at December 28, 1996</b>	<b>3,283</b>	<b>\$ 2,897</b>	<b>\$ 13,853</b>	<b>\$ 122</b>	<b>\$ 16,872</b>
Components of comprehensive income:					
Net income	-	-	6,945	-	6,945
Change in unrealized gain on available-for-sale investments, net of tax	-	-	-	(64)	(64)
Total comprehensive income					<u>6,881</u>
Proceeds from sales of shares through employee stock plans, tax benefit of \$224 and other	61	581	(1)	-	580
Proceeds from sales of put warrants	-	288	-	-	288
Reclassification of put warrant obligation, net	-	(144)	(1,622)	-	(1,766)
Repurchase and retirement of common stock	(88)	(311)	(3,061)	-	(3,372)
Cash dividends declared (\$.058 per share)	-	-	(188)	-	(188)
<b>Balance at December 27, 1997</b>	<b>3,256</b>	<b>3,311</b>	<b>15,926</b>	<b>58</b>	<b>19,295</b>
Components of comprehensive income:					
Net income	-	-	6,068	-	6,068
Change in unrealized gain on available-for-sale investments, net of tax	-	-	-	545	545
Total comprehensive income					<u>6,613</u>
Proceeds from sales of shares through employee stock plans, tax benefit of \$415 and other	66	922	-	-	922
Proceeds from exercise of 1998 step-up warrants	155	1,620	-	-	1,620
Proceeds from sales of put warrants	-	40	-	-	40
Reclassification of put warrant obligation, net	-	53	588	-	641
Repurchase and retirement of common stock	(162)	(1,124)	(4,462)	-	(5,586)
Cash dividends declared (\$.050 per share)	-	-	(168)	-	(168)
<b>Balance at December 26, 1998</b>	<b>3,315</b>	<b>4,822</b>	<b>17,952</b>	<b>603</b>	<b>23,377</b>
Components of comprehensive income:					
Net income	-	-	7,314	-	7,314
Change in unrealized gain on available-for-sale investments, net of tax	-	-	-	3,188	3,188
Total comprehensive income					<u>10,502</u>
Proceeds from sales of shares through employee stock plans, tax benefit of \$506 and other	56	1,049	-	-	1,049
Proceeds from sales of put warrants	-	20	-	-	20
Reclassification of put warrant obligation, net	-	7	64	-	71
Repurchase and retirement of common stock	(71)	(1,076)	(3,536)	-	(4,612)
Issuance of common stock in connection with Level One Communications acquisition	34	1,963	-	-	1,963
Stock options assumed in connection with acquisitions	-	531	-	-	531
Cash dividends declared (\$.110 per share)	-	-	(366)	-	(366)
<b>Balance at December 25, 1999</b>	<b>3,334</b>	<b>\$ 7,316</b>	<b>\$ 21,428</b>	<b>\$ 3,791</b>	<b>\$ 32,535</b>

See accompanying notes.

**Note:** Share and per share amounts shown have been adjusted for stock splits through 1999.