

Micron Technology Financial Conference Call

Fourth Quarter of Fiscal 2010



©2010 Micron Technology, Inc. All rights reserved. Products are warranted only to meet Micron's production data sheet specifications. Information, products, and/or specifications are subject to change without notice. All information is provided on an "AS IS" basis without warranties of any kind. Dates are estimates only. Drawings are not to scale. Micron and the Micron logo are trademarks of Micron Technology, Inc. All other trademarks are the property of their respective owners.

October 10

©2010 Micron Technology, Inc. | 1

Safe Harbor

During the course of this meeting, we may make projections or other forward-looking statements regarding future events or the future financial performance of the Company and the industry. We wish to caution you that such statements are predictions and that actual events or results may differ materially. We refer you to the documents the Company files on a consolidated basis from time to time with Securities and Exchange Commission, specifically the Company's most recent Form 10-K and Form 10-Q. These documents contain and identify important factors that could cause the actual results for the Company on a consolidated basis to differ materially from those contained in our projections or forward-looking statements. These certain factors can be found at <http://www.micron.com/certainfactors>. Although we believe that the expectations reflected in the forward-looking statements are reasonable, we cannot guarantee future results, levels of activity, performance or achievements. We are under no duty to update any of the forward-looking statements after the date of the presentation to conform these statements to actual results.

Steve Appleton

Chairman and CEO

Bit Growth, ASP, and Cost/Bit

Q4-10 Actual and Q1-11 Estimates

October 7, 2010

Bit Growth ¹	Q4-10 Actual	Q1-11 Estimate
DRAM Sales	Down ~ 12%	NA
DRAM Production	Down ~ 1%	Up mid single digits
NAND Sales	Down ~ 7%	NA
NAND Production	Down ~ 5%	Up mid-high teens

¹All bit growth data excludes Numonyx

ASP ²	Q4-10 Actual	Q1-11 QTD Estimate
Total DRAM	Down ~ 2%	Down high-teens
Trade NAND³	Up ~ 3%	Down mid-high single digits

²All ASP data excludes Numonyx

³Trade NAND excludes sales to Intel which are at long-term negotiated prices approximating cost

Cost/Bit ⁴	Q4-10 Actual	Q1-11 Estimate
Total DRAM	Down ~ 2%	Down mid-high single digits
NAND	Down ~ 3%⁵	Down mid-high teens

⁴All cost/bit data excludes Numonyx, NRV, and idle facility costs

⁵Excludes price adjustments from suppliers in Q3

This summary contains projections or other forward-looking statements regarding future events or the future financial performance of the Company and the industry. We wish to caution you that these projections and other forward-looking statements are predictions and that our actual results of operations and performance could differ materially and adversely from those expressed or implied by these projections or other forward-looking statements. We refer you to the documents the Company files on a consolidated basis from time to time with the Securities and Exchange Commission, specifically the Company's most recent Form 10-K and Form 10-Q. These documents contain and identify important factors that could cause the actual results for the Company on a consolidated basis to differ materially from those contained in our projections or forward-looking statements. These risk factors can be found on the Company's Web site at <http://investors.micron.com/>. Although we believe that the expectations reflected in these projections and other forward-looking statements are reasonable as of their date, we cannot guarantee future results, levels of activity, performance or achievements. These projections and other forward-looking statements have been made as of October 7, 2010 and are based on information available to us as of this date, and we are under no duty to update any of these projections or other forward-looking statements contained herein. We encourage you to monitor our web site at <http://investors.micron.com/> throughout the quarter for the most current information on the Company, including information on the various financial conferences that we will be attending.

P&L and Cash Flow

Q4-10 Actual and Q1-11 Estimates

October 7, 2010

P&L and Cash Flow	Q4-10 Actual	Q1-11 Estimate
R&D	\$197M	\$195-205M
SG&A	\$141M	\$140-150M
Net Interest Expense	\$31M	~ \$35M
Taxes	\$25M	~ \$10-20M
Equity Comp Expense	\$20M	~ \$20M
Diluted Shares	1,143M¹	~ 1,160M¹
CapEx	\$478M	\$2.4-2.9B (FY11)²
D&A	\$531M	\$525-535M

¹Including the shares related to convertible debt

²Depending on market conditions

This summary contains projections or other forward-looking statements regarding future events or the future financial performance of the Company and the industry. We wish to caution you that these projections and other forward-looking statements are predictions and that our actual results of operations and performance could differ materially and adversely from those expressed or implied by these projections or other forward-looking statements. We refer you to the documents the Company files on a consolidated basis from time to time with the Securities and Exchange Commission, specifically the Company's most recent Form 10-K and Form 10-Q. These documents contain and identify important factors that could cause the actual results for the Company on a consolidated basis to differ materially from those contained in our projections or forward-looking statements. These risk factors can be found on the Company's Web site at <http://investors.micron.com/>. Although we believe that the expectations reflected in these projections and other forward-looking statements are reasonable as of their date, we cannot guarantee future results, levels of activity, performance or achievements. These projections and other forward-looking statements have been made as of October 7, 2010 and are based on information available to us as of this date, and we are under no duty to update any of these projections or other forward-looking statements contained herein. We encourage you to monitor our web site at <http://investors.micron.com/> throughout the quarter for the most current information on the Company, including information on the various financial conferences that we will be attending.

Financial Summary

Dollars in millions, except per share	Q4 – 2010	% of Sales	Q3 – 2010	% of Sales
Net sales	\$2,493	100%	\$2,288	100%
Gross margin	781	31%	848	37%
Operating income	433	17%	540	24%
Gain on acquisition of Numonyx	-		437	
Income tax (provision) benefit	(25)		41	
Net income attributable to noncontrolling interests	(17)		(21)	
Net income attributable to Micron shareholders	\$342	14%	\$939	41%
Diluted earnings per share	\$0.32		\$0.92	
Shares in diluted EPS calc	1,142.6		1,049.4	

Ron Foster

CFO and VP of Finance

Micron Product Category Rankings

October 7, 2010

Product Categories	FQ4-10 ~ % of Revenues	FQ4-10 Gross Margin Ranking
Specialty DRAM	Low double digits	#1
Core DRAM (DDR2/DDR3)	High 30's	#2
NAND	High 20's	#3*
NOR	Mid teens	#4
Other	Low-mid single digits	#5

* Trade NAND excludes sales to Intel which are at long-term negotiated prices approximating cost

This summary contains projections or other forward-looking statements regarding future events or the future financial performance of the Company and the industry. We wish to caution you that these projections and other forward-looking statements are predictions and that our actual results of operations and performance could differ materially and adversely from those expressed or implied by these projections or other forward-looking statements. We refer you to the documents the Company files on a consolidated basis from time to time with the Securities and Exchange Commission, specifically the Company's most recent Form 10-K and Form 10-Q. These documents contain and identify important factors that could cause the actual results for the Company on a consolidated basis to differ materially from those contained in our projections or forward-looking statements. These risk factors can be found on the Company's Web site at <http://investors.micron.com/>. Although we believe that the expectations reflected in these projections and other forward-looking statements are reasonable as of their date, we cannot guarantee future results, levels of activity, performance or achievements. These projections and other forward-looking statements have been made as of October 7, 2010 and are based on information available to us as of this date, and we are under no duty to update any of these projections or other forward-looking statements contained herein. We encourage you to monitor our web site at <http://investors.micron.com/> throughout the quarter for the most current information on the Company, including information on the various financial conferences that we will be attending.

Bit Growth, ASP, and Cost/Bit

Q4-10 Actual and Q1-11 Estimates

October 7, 2010

Bit Growth ¹	Q4-10 Actual	Q1-11 Estimate
DRAM Sales	Down ~ 12%	NA
DRAM Production	Down ~ 1%	Up mid single digits
NAND Sales	Down ~ 7%	NA
NAND Production	Down ~ 5%	Up mid-high teens

¹All bit growth data excludes Numonyx

ASP ²	Q4-10 Actual	Q1-11 QTD Estimate
Total DRAM	Down ~ 2%	Down high-teens
Trade NAND³	Up ~ 3%	Down mid-high single digits

²All ASP data excludes Numonyx

³Trade NAND excludes sales to Intel which are at long-term negotiated prices approximating cost

Cost/Bit ⁴	Q4-10 Actual	Q1-11 Estimate
Total DRAM	Down ~ 2%	Down mid-high single digits
NAND	Down ~ 3%⁵	Down mid-high teens

⁴All cost/bit data excludes Numonyx, NRV, and idle facility costs

⁵Excludes price adjustments from suppliers in Q3

This summary contains projections or other forward-looking statements regarding future events or the future financial performance of the Company and the industry. We wish to caution you that these projections and other forward-looking statements are predictions and that our actual results of operations and performance could differ materially and adversely from those expressed or implied by these projections or other forward-looking statements. We refer you to the documents the Company files on a consolidated basis from time to time with the Securities and Exchange Commission, specifically the Company's most recent Form 10-K and Form 10-Q. These documents contain and identify important factors that could cause the actual results for the Company on a consolidated basis to differ materially from those contained in our projections or forward-looking statements. These risk factors can be found on the Company's Web site at <http://investors.micron.com/>. Although we believe that the expectations reflected in these projections and other forward-looking statements are reasonable as of their date, we cannot guarantee future results, levels of activity, performance or achievements. These projections and other forward-looking statements have been made as of October 7, 2010 and are based on information available to us as of this date, and we are under no duty to update any of these projections or other forward-looking statements contained herein. We encourage you to monitor our web site at <http://investors.micron.com/> throughout the quarter for the most current information on the Company, including information on the various financial conferences that we will be attending.

P&L and Cash Flow

Q4-10 Actual and Q1-11 Estimates

October 7, 2010

P&L and Cash Flow	Q4-10 Actual	Q1-11 Estimate
R&D	\$197M	\$195-205M
SG&A	\$141M	\$140-150M
Net Interest Expense	\$31M	~ \$35M
Taxes	\$25M	~ \$10-20M
Equity Comp Expense	\$20M	~ \$20M
Diluted Shares	1,143M¹	~ 1,160M¹
CapEx	\$478M	\$2.4-2.9B (FY11)²
D&A	\$531M	\$525-535M

¹Including the shares related to convertible debt

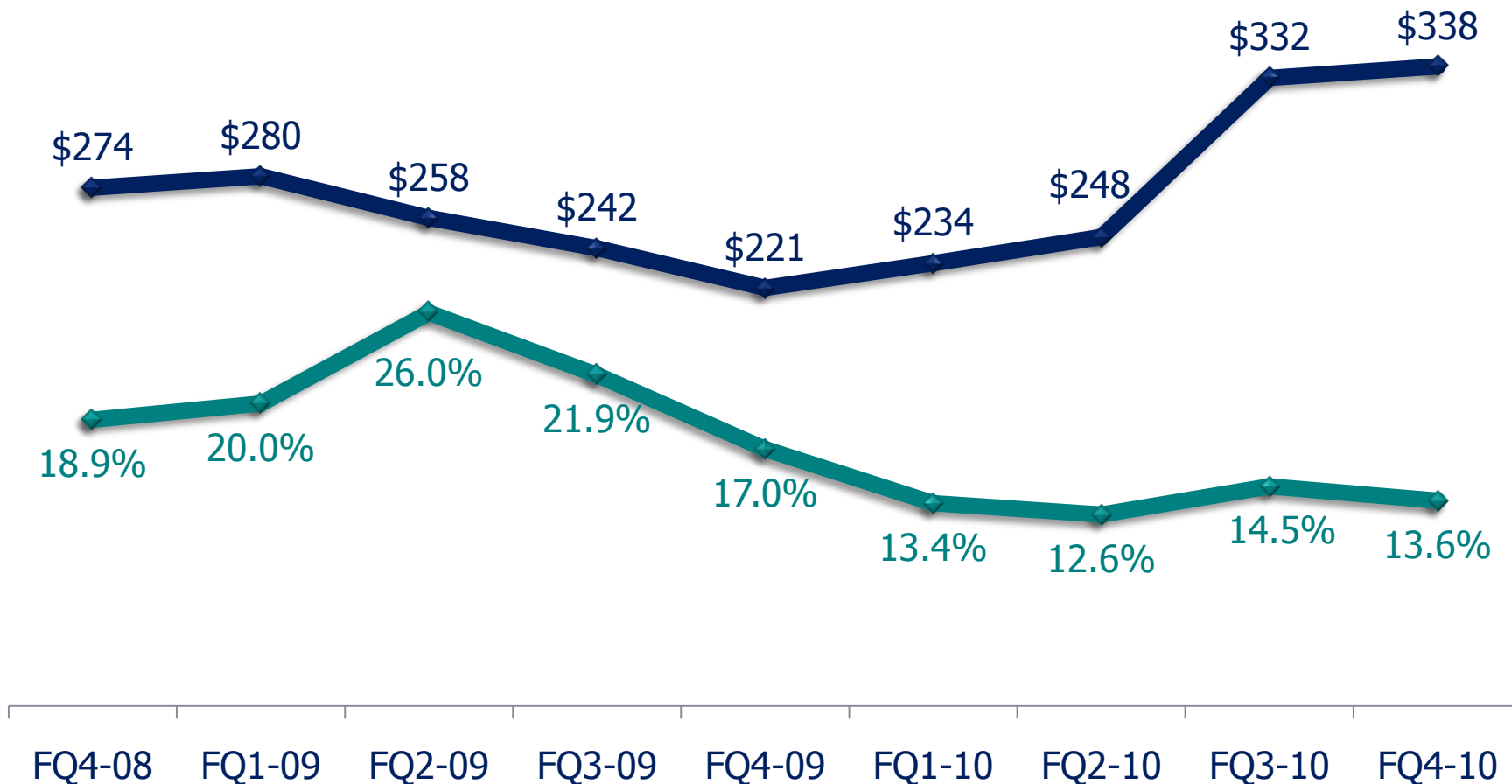
²Depending on market conditions

This summary contains projections or other forward-looking statements regarding future events or the future financial performance of the Company and the industry. We wish to caution you that these projections and other forward-looking statements are predictions and that our actual results of operations and performance could differ materially and adversely from those expressed or implied by these projections or other forward-looking statements. We refer you to the documents the Company files on a consolidated basis from time to time with the Securities and Exchange Commission, specifically the Company's most recent Form 10-K and Form 10-Q. These documents contain and identify important factors that could cause the actual results for the Company on a consolidated basis to differ materially from those contained in our projections or forward-looking statements. These risk factors can be found on the Company's Web site at <http://investors.micron.com/>. Although we believe that the expectations reflected in these projections and other forward-looking statements are reasonable as of their date, we cannot guarantee future results, levels of activity, performance or achievements. These projections and other forward-looking statements have been made as of October 7, 2010 and are based on information available to us as of this date, and we are under no duty to update any of these projections or other forward-looking statements contained herein. We encourage you to monitor our web site at <http://investors.micron.com/> throughout the quarter for the most current information on the Company, including information on the various financial conferences that we will be attending.

Operating Expenses

Millions of US\$

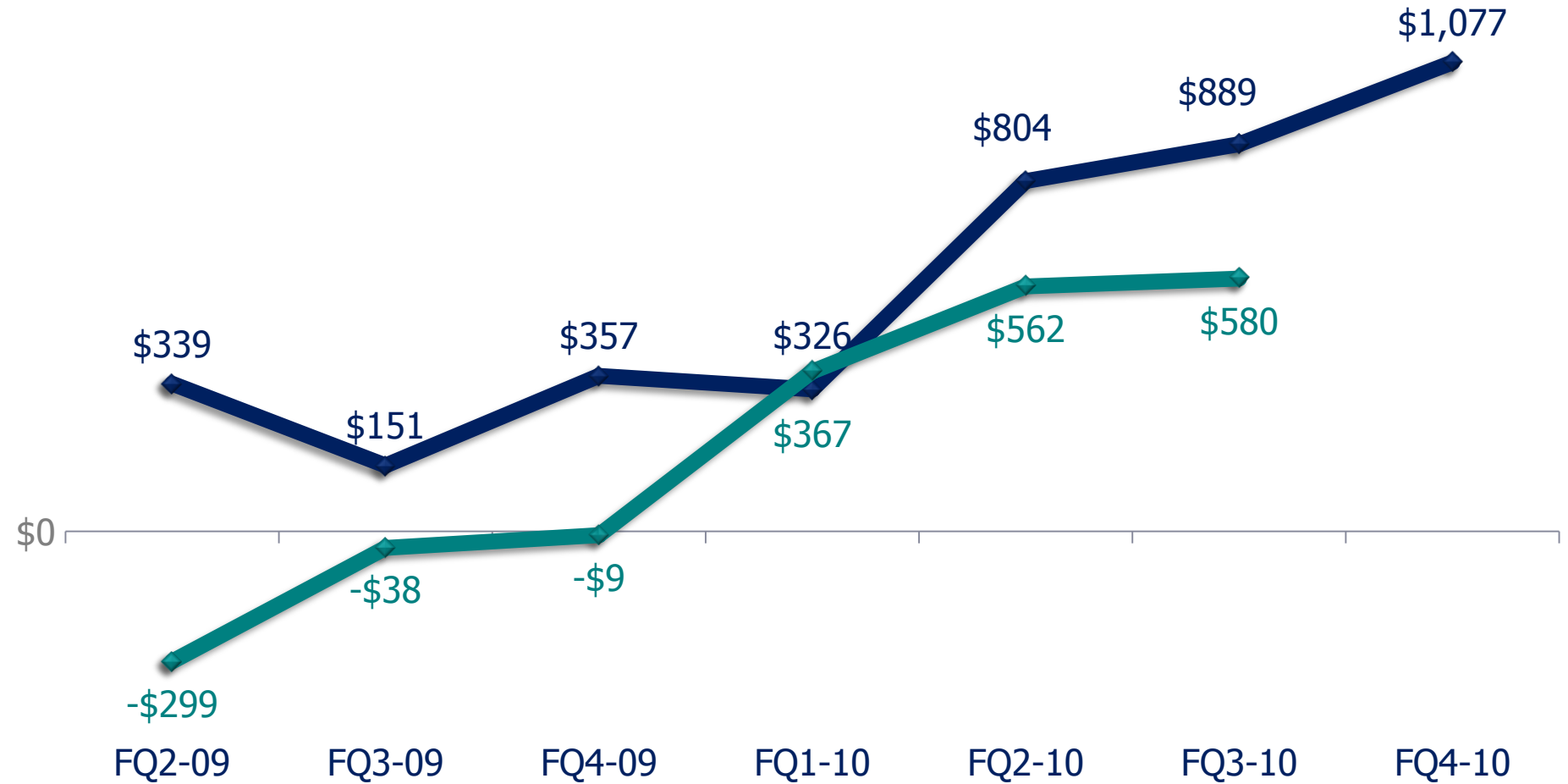
◆ OpEx ◆ OpEx % Sales



Cash Flow From Operations

Millions of US\$

◆ Micron ◆ Market



All competitor data based on closest calendar quarter; Micron data based on fiscal quarters
Source: Company Data, Finance Strategy Group

Market: Elpida, Hynix, Inotera, Nanya, Powerchip, ProMOS, Winbond
Represented by a weighted average of competitors' respective operating cash flows

Free Cash Flow

Millions of US\$

Last Twelve Months



Numonyx Pro Forma Gross Margin

Dollars in millions	Q4 – 2010	% of Sales
Net sales, as reported	\$555	
Deferred revenue not recognized	47	
Net sales, as adjusted	<u>\$602</u>	
Gross margin, as reported	\$118	21%
Gross margin on deferred revenue not recognized	5	
Inventory fair value adjustment	56	
Change in amortization of tangible and intangible assets	8	
Gross margin, as adjusted	<u>\$187</u>	31%

Consolidated Pro Forma Diluted EPS

Dollars in millions, except per share	Q4 – 2010	Q3 – 2010
Earnings used in diluted calculation, as reported	\$365	\$963
Gross margin on deferred revenue not recognized	5	4
Inventory fair value adjustment	56	11
Change in amortization of tangible and intangible assets	8	8
Numonyx acquisition-related gains	-	(488)
Lexar NAND purchases settlement	-	(41)
Legal settlements accrual	-	64
Grants, incentives and other	(8)	(27)
Earnings used in diluted calculation, as adjusted	<u>\$426</u>	<u>\$494</u>
Shares used in diluted EPS, as reported	1,142.6	1,049.4
Diluted earnings per share, as reported	\$0.32	\$0.92
Diluted earnings per share, as adjusted	\$0.37	\$0.47

Q&A

