



Supplemental Financial Information
Fourth Quarter Ended March 31, 2010
(In millions, except per share amounts and where otherwise noted)

Revenue	Q1-08	Q2-08	Q3-08	Q4-08	FY 2008	Q1-09	Q2-09	Q3-09	Q4-09	FY 2009	Q1-10	Q2-10	Q3-10	Q4-10	FY 2010
Total Revenue	\$ 1,025	\$ 1,067	\$ 1,100	\$ 1,085	\$ 4,277	\$ 1,087	\$ 1,107	\$ 1,042	\$ 1,035	\$ 4,271	\$ 1,050	\$ 1,072	\$ 1,128	\$ 1,103	\$ 4,353
<i>y/y change</i>	8%	8%	10%	8%	8%	6%	4%	-5%	-5%	0%	-3%	-3%	8%	7%	2%
<i>y/y change - Constant Currency ⁽¹⁾</i>	5%	5%	5%	2%	4%	0%	0%	0%	3%	1%	4%	1%	4%	3%	3%
North America Revenue	\$ 580	\$ 596	\$ 600	\$ 589	\$ 2,365	\$ 596	\$ 615	\$ 608	\$ 625	\$ 2,444	\$ 630	\$ 628	\$ 655	\$ 670	\$ 2,583
<i>% of Total Revenue</i>	57%	56%	55%	54%	55%	55%	56%	58%	60%	57%	60%	59%	58%	61%	59%
International Revenue	\$ 445	\$ 471	\$ 500	\$ 496	\$ 1,912	\$ 491	\$ 492	\$ 434	\$ 410	\$ 1,827	\$ 420	\$ 444	\$ 473	\$ 433	\$ 1,770
<i>% of Total Revenue</i>	43%	44%	45%	46%	45%	45%	44%	42%	40%	43%	40%	41%	42%	39%	41%

Operating Margin	Q1-08	Q2-08	Q3-08	Q4-08	FY 2008	Q1-09	Q2-09	Q3-09	Q4-09	FY 2009	Q1-10	Q2-10	Q3-10	Q4-10	FY 2010
GAAP Operating Margin	21%	23%	23%	14%	20%	28%	30%	30%	17%	26%	31%	32%	31%	21%	29%
<i>y/y change - Points</i>	+16 pts.	+15 pts.	+14 pts.	+15 pts.	+15 pts.	+7 pts.	+7 pts.	+7 pts.	+3 pts.	+6 pts.	+3 pts.	+2 pts.	+1 pt.	+4 pts.	+3 pts.
Non-GAAP Operating Margin w/ Stock Based Comp	25%	27%	27%	23%	26%	31%	31%	32%	30%	31%	34%	34%	33%	23%	31%
<i>y/y change - Points</i>	+8 pts.	+4 pts.	+6 pts.	+6 pts.	+6 pts.	+6 pts.	+4 pts.	+5 pts.	+7 pts.	+5 pts.	+3 pts.	+3 pts.	+1 pt.	-7 pts.	+0 pts.
Non-GAAP Operating Margin w/o Stock Based Comp	27%	30%	30%	26%	28%	34%	33%	34%	33%	34%	37%	37%	35%	26%	34%
<i>y/y change - Points</i>	+8 pts.	+4 pts.	+6 pts.	+7 pts.	+6 pts.	+7 pts.	+3 pts.	+4 pts.	+7 pts.	+6 pts.	+3 pts.	+4 pts.	+1 pt.	-7 pts.	+0 pts.

Earnings Per Share	Q1-08	Q2-08	Q3-08	Q4-08	FY 2008	Q1-09	Q2-09	Q3-09	Q4-09	FY 2009	Q1-10	Q2-10	Q3-10	Q4-10	FY 2010
GAAP Diluted EPS	\$ 0.23	\$ 0.25	\$ 0.30	\$ 0.13	\$ 0.92	\$ 0.37	\$ 0.39	\$ 0.39	\$ 0.13	\$ 1.29	\$ 0.37	\$ 0.41	\$ 0.49	\$ 0.19	\$ 1.47
<i>y/y change</i>						61%	56%	30%	0%	40%	0%	5%	26%	46%	14%
<i>y/y change - Constant Currency ⁽¹⁾</i>						55%	52%	37%	33%	46%	6%	11%	22%	54%	19%
Non-GAAP Diluted EPS	\$ 0.29	\$ 0.32	\$ 0.36	\$ 0.22	\$ 1.18	\$ 0.40	\$ 0.40	\$ 0.43	\$ 0.31	\$ 1.54	\$ 0.42	\$ 0.42	\$ 0.43	0.34	1.62
<i>y/y change</i>						38%	25%	19%	41%	31%	5%	5%	0%	10%	5%
<i>y/y change - Constant Currency ⁽¹⁾</i>						33%	28%	24%	71%	34%	14%	8%	-2%	13%	8%

Billings	Q1-08	Q2-08	Q3-08	Q4-08	FY 2008	Q1-09	Q2-09	Q3-09	Q4-09	FY 2009	Q1-10	Q2-10	Q3-10	Q4-10	FY 2010
Total Billings ⁽²⁾	\$ 888	\$ 874	\$ 1,252	\$ 1,603	\$ 4,617	\$ 880	\$ 936	\$ 1,114	\$ 1,427	\$ 4,357	\$ 1,010	\$ 859	\$ 1,216	\$ 1,450	\$ 4,535
<i>y/y change</i>	14%	2%	-14%	12%	2%	-1%	7%	-11%	-11%	-6%	15%	-8%	9%	2%	4%

Cash Flow from Operations - Direct Method	Q1-08	Q2-08	Q3-08	Q4-08	FY 2008	Q1-09	Q2-09	Q3-09	Q4-09	FY 2009	Q1-10	Q2-10	Q3-10	Q4-10	FY 2010
Cash Collections from Billings ⁽³⁾	\$ 1,112	\$ 994	\$ 1,082	\$ 1,772	\$ 4,960	\$ 1,193	\$ 1,000	\$ 1,015	\$ 1,527	\$ 4,735	\$ 1,255	\$ 855	\$ 1,093	\$ 1,567	\$ 4,770
Vendor Disbursements and Payroll	(918)	(766)	(790)	(850)	(3,324)	(959)	(738)	(698)	(717)	(3,112)	(846)	(653)	(697)	(800)	(2,996)
Income Tax Payments	(139)	(31)	5	(209)	(374)	(108)	(29)	(43)	(171)	(351)	(120)	(56)	(21)	(132)	(329)
Other Disbursements, Net	(68)	(4)	(64)	(23)	(159)	(72)	(15)	18	9	(60)	(27)	(26)	(33)	1	(85)
Cash Flow from Operations	\$ (13)	\$ 193	\$ 233	\$ 690	\$ 1,103	\$ 54	\$ 218	\$ 292	\$ 648	\$ 1,212	\$ 262	\$ 120	\$ 342	\$ 636	\$ 1,360
<i>y/y change</i>	nm	nm	-60%	32%	3%	nm	13%	25%	-6%	10%	385%	-45%	17%	-2%	12%
<i>y/y change - Constant Currency ⁽¹⁾</i>						nm	-1%	6%	-4%	5%	465%	-39%	36%	-4%	19%
Adjustments: ⁽⁴⁾															
Restructuring & Other Payments	32	20	26	23	101	38	25	15	28	106	19	13	11	10	53
Adjusted Cash Flow from Operations	\$ 19	\$ 213	\$ 259	\$ 713	\$ 1,204	\$ 92	\$ 243	\$ 307	\$ 676	\$ 1,318	\$ 281	\$ 133	\$ 353	\$ 646	\$ 1,413
<i>y/y change</i>	nm	nm	-58%	27%	3%	nm	14%	19%	-5%	9%	205%	-45%	15%	-4%	7%
Income Tax Payments	139	31	(5)	209	374	108	29	43	171	351	120	56	21	132	329
Pre Tax Adjusted Cash Flow from Operations	\$ 158	\$ 244	\$ 254	\$ 922	\$ 1,578	\$ 200	\$ 272	\$ 350	\$ 847	\$ 1,669	\$ 401	\$ 189	\$ 374	\$ 778	\$ 1,742
<i>y/y change</i>	68%	nm	-60%	35%	8%	27%	11%	38%	-8%	6%	101%	-31%	7%	-8%	4%

Free Cash Flow	Q1-08	Q2-08	Q3-08	Q4-08	FY 2008	Q1-09	Q2-09	Q3-09	Q4-09	FY 2009	Q1-10	Q2-10	Q3-10	Q4-10	FY 2010
Cash Flow from Operations	\$ (13)	\$ 193	\$ 233	\$ 690	\$ 1,103	\$ 54	\$ 218	\$ 292	\$ 648	\$ 1,212	\$ 262	\$ 120	\$ 342	\$ 636	\$ 1,360
Less CAPEX	(23)	(32)	(26)	(36)	(117)	(23)	(22)	(19)	(19)	(83)	(25)	(17)	(15)	(22)	(79)
Less CAPDEV	(25)	(27)	(27)	(33)	(112)	(34)	(35)	(33)	(27)	(129)	(37)	(50)	(46)	(55)	(188)
Free Cash Flow	\$ (61)	\$ 134	\$ 180	\$ 621	\$ 874	\$ (3)	\$ 161	\$ 240	\$ 602	\$ 1,000	\$ 200	\$ 53	\$ 281	\$ 559	\$ 1,093

Bookings	Q1-08	Q2-08	Q3-08	Q4-08	FY 2008	Q1-09	Q2-09	Q3-09	Q4-09	FY 2009	Q1-10	Q2-10	Q3-10	Q4-10	FY 2010
Total Subscription and Maintenance Bookings	\$ 762	\$ 897	\$ 1,113	\$ 1,338	\$ 4,110	\$ 918	\$ 1,393	\$ 1,113	\$ 1,359	\$ 4,783	\$ 1,090	\$ 854	\$ 1,206	\$ 1,285	\$ 4,435
Total Software Fees & Other Bookings	25	50	49	39	163	24	35	32	25	116	32	27	58	52	169
Subtotal Product Bookings	\$ 787	\$ 947	\$ 1,162	\$ 1,377	\$ 4,273	\$ 942	\$ 1,428	\$ 1,145	\$ 1,384	\$ 4,899	\$ 1,122	\$ 881	\$ 1,264	\$ 1,337	\$ 4,604
<i>y/y change</i>	38%	43%	-23%	30%	13%	20%	51%	-1%	1%	15%	19%	-38%	10%	-3%	-6%
Professional Services Bookings ⁽⁵⁾	108	94	108	141	451	88	74	103	81	346	76	66	107	111	360
Total Bookings	\$ 895	\$ 1,041	\$ 1,270	\$ 1,518	\$ 4,724	\$ 1,030	\$ 1,502	\$ 1,248	\$ 1,465	\$ 5,245	\$ 1,198	\$ 947	\$ 1,371	\$ 1,448	\$ 4,964
<i>y/y change</i>	37%	39%	-21%	27%	12%	15%	44%	-2%	-3%	11%	16%	-37%	10%	-1%	-5%
<i>y/y change - Constant Currency ⁽¹⁾</i>						10%	46%	3%	5%	15%	22%	-37%	5%	-4%	-6%
Weighted Average Subscription and Maintenance Duration in Years ⁽⁶⁾	2.95	2.97	2.94	3.04	2.98	3.37	4.14	3.10	3.64	3.61	4.21	3.26	3.23	3.45	3.54
Annualized Subscription & Maintenance Bookings	258	302	379	440	1,379	272	336	359	373	1,325	259	262	373	372	1,253
<i>y/y change</i>	2%	27%	-9%	24%	12%	5%	11%	-5%	-15%	-4%	-5%	-22%	4%	0%	-5%
<i>y/y change - Constant Currency ⁽¹⁾</i>						2%	13%	0%	-8%	-1%	-1%	-23%	-1%	-3%	-7%



Supplemental Financial Information
Fourth Quarter Ended March 31, 2010
(In millions, except per share amounts and where otherwise noted)

Balance Sheet	Q1-08	Q2-08	Q3-08	Q4-08	Q1-09	Q2-09	Q3-09	Q4-09	Q1-10	Q2-10	Q3-10	Q4-10
Cash and cash equivalents	\$ 1,729	\$ 1,888	\$ 2,077	\$ 2,795	\$ 2,410	\$ 2,399	\$ 2,369	\$ 2,712	\$ 2,978	\$ 3,025	\$ 2,624	\$ 2,583
Total Debt	2,486	2,495	2,498	2,516	2,170	2,191	2,077	1,908	1,919	1,934	1,545	1,545
Net (Debt) Cash	\$ (757)	\$ (607)	\$ (421)	\$ 279	\$ 240	\$ 208	\$ 292	\$ 804	\$ 1,059	\$ 1,091	\$ 1,079	\$ 1,038

Revenue Backlog	Q1-08	Q2-08	Q3-08	Q4-08	Q1-09	Q2-09	Q3-09	Q4-09	Q1-10	Q2-10	Q3-10	Q4-10
Revenue to be Recognized <12 months - Current	\$ 3,173	\$ 3,175	\$ 3,254	\$ 3,478	\$ 3,451	\$ 3,264	\$ 3,203	\$ 3,295	\$ 3,366	\$ 3,376	\$ 3,466	\$ 3,531
<i>y/y change</i>	8%	12%	6%	13%	9%	3%	-2%	-5%	-2%	3%	8%	7%
<i>y/y change - Constant Currency ⁽¹⁾</i>					4%	5%	3%	3%	1%	2%	5%	4%
Revenue to be Recognized >12 to <24 months	60%	59%	59%	58%	57%	51%	51%	49%	47%	47%	48%	49%
Revenue to be Recognized >24 to <36 months	27%	27%	27%	29%	28%	27%	28%	29%	28%	29%	29%	30%
Revenue to be Recognized >36 months	13%	14%	14%	13%	15%	22%	21%	22%	25%	24%	23%	21%
Total Revenue to be Recognized >12 months	\$ 2,916	\$ 3,000	\$ 3,100	\$ 3,380	\$ 3,375	\$ 3,741	\$ 3,828	\$ 4,083	\$ 4,357	\$ 4,330	\$ 4,450	\$ 4,679
<i>y/y change</i>	10%	20%	8%	10%	16%	25%	23%	21%	29%	16%	16%	15%
<i>y/y change - Constant Currency ⁽¹⁾</i>					11%	27%	28%	29%	34%	14%	13%	12%
Total Revenue Backlog	\$ 6,089	\$ 6,175	\$ 6,354	\$ 6,858	\$ 6,826	\$ 7,005	\$ 7,031	\$ 7,378	\$ 7,723	\$ 7,706	\$ 7,916	\$ 8,210
<i>y/y change</i>	9%	16%	7%	11%	12%	13%	11%	8%	13%	10%	13%	11%
<i>y/y change - Constant Currency ⁽¹⁾</i>					8%	16%	15%	16%	17%	9%	9%	8%
Deferred Revenue - Billed or Collected	\$ 3,118	\$ 2,954	\$ 3,078	\$ 3,700	\$ 3,431	\$ 3,164	\$ 3,102	\$ 3,431	\$ 3,432	\$ 3,251	\$ 3,293	\$ 3,623
<i>y/y change</i>	15%	17%	5%	13%	10%	7%	1%	-7%	0%	3%	6%	6%
Unearned Revenue yet to be Billed	2,971	3,221	3,276	3,158	3,395	3,841	3,929	3,947	4,291	4,455	4,623	4,587
<i>y/y change</i>	3%	15%	8%	10%	14%	19%	20%	25%	26%	16%	18%	16%
Total Revenue Backlog	\$ 6,089	\$ 6,175	\$ 6,354	\$ 6,858	\$ 6,826	\$ 7,005	\$ 7,031	\$ 7,378	\$ 7,723	\$ 7,706	\$ 7,916	\$ 8,210
<i>y/y change</i>	9%	16%	7%	11%	12%	13%	11%	8%	13%	10%	13%	11%

Billings Backlog	Q1-08	Q2-08	Q3-08	Q4-08	Q1-09	Q2-09	Q3-09	Q4-09	Q1-10	Q2-10	Q3-10	Q4-10
Amounts to be Billed - Current	\$ 1,663	\$ 1,684	\$ 1,821	\$ 1,716	\$ 1,853	\$ 1,778	\$ 1,752	\$ 1,719	\$ 1,772	\$ 1,863	\$ 1,984	\$ 1,891
<i>y/y change</i>	-1%	3%	10%	13%	11%	6%	-4%	0%	-4%	5%	13%	10%
<i>y/y change - Constant Currency ⁽¹⁾</i>					7%	7%	0%	8%	-1%	3%	9%	6%
Amounts to be Billed - Non-Current	1,308	1,537	1,455	1,442	1,542	2,063	2,177	2,228	2,519	2,592	2,639	2,696
<i>y/y change</i>	9%	32%	6%	6%	18%	34%	50%	55%	63%	26%	21%	21%
<i>y/y change - Constant Currency ⁽¹⁾</i>					13%	36%	55%	65%	70%	24%	18%	18%
Total Billings Backlog	\$ 2,971	\$ 3,221	\$ 3,276	\$ 3,158	\$ 3,395	\$ 3,841	\$ 3,929	\$ 3,947	\$ 4,291	\$ 4,455	\$ 4,623	\$ 4,587
<i>y/y change</i>	3%	15%	8%	10%	14%	19%	20%	25%	26%	16%	18%	16%
<i>y/y change - Constant Currency ⁽¹⁾</i>					9%	21%	25%	34%	32%	14%	14%	13%

Expected Future Cash Collections	Q1-08	Q2-08	Q3-08	Q4-08	Q1-09	Q2-09	Q3-09	Q4-09	Q1-10	Q2-10	Q3-10	Q4-10
Total Billings Backlog	\$ 2,971	\$ 3,221	\$ 3,276	\$ 3,158	\$ 3,395	\$ 3,841	\$ 3,929	\$ 3,947	\$ 4,291	\$ 4,455	\$ 4,623	\$ 4,587
Trade & Installment A/R - Current, Net	787	678	968	970	712	696	879	839	662	718	932	931
Installment A/R - Non-Current, Net	284	286	231	234	185	186	129	128	83	84	46	46
Total Expected Cash Collections	\$ 4,042	\$ 4,185	\$ 4,475	\$ 4,362	\$ 4,292	\$ 4,723	\$ 4,937	\$ 4,914	\$ 5,036	\$ 5,257	\$ 5,601	\$ 5,564
<i>y/y change</i>	-1%	4%	3%	4%	6%	13%	10%	13%	17%	11%	13%	13%

Roll Forward of Revenue Backlog	Q1-08	Q2-08	Q3-08	Q4-08	Q1-09	Q2-09	Q3-09	Q4-09	Q1-10	Q2-10	Q3-10	Q4-10
Opening Revenue Backlog	\$ 6,155	\$ 6,089	\$ 6,175	\$ 6,354	\$ 6,858	\$ 6,826	\$ 7,005	\$ 7,031	\$ 7,378	\$ 7,723	\$ 7,706	\$ 7,916
Total Bookings	895	1,041	1,270	1,518	1,030	1,502	1,248	1,465	1,198	947	1,371	1,448
Total Revenue	(1,025)	(1,067)	(1,100)	(1,085)	(1,087)	(1,107)	(1,042)	(1,035)	(1,050)	(1,072)	(1,128)	(1,103)
FX Impact & Other	64	112	9	71	25	(216)	(180)	(83)	197	108	(33)	(51)
Closing Revenue Backlog	\$ 6,089	\$ 6,175	\$ 6,354	\$ 6,858	\$ 6,826	\$ 7,005	\$ 7,031	\$ 7,378	\$ 7,723	\$ 7,706	\$ 7,916	\$ 8,210

Footnotes:

For reconciliations of prior period non-GAAP metrics to their comparable GAAP metrics, please see the Company's earnings press release and accompanying financial tables for the applicable period available on our website (www.ca.com/investor).

(1) Constant currency information is presented to provide a framework to assess how the underlying businesses performed excluding the effect of foreign currency rate fluctuations. To present this information, current and comparative prior period results for entities reporting in currencies other than US dollars are converted into US dollars at the exchange rate in effect on March 31, 2009, which was the last day of fiscal year 2009. Constant currency excludes the impacts from the Company's hedging program. The constant currency calculation for annualized subscription and maintenance bookings is calculated by dividing the subscription and maintenance bookings in constant currency by the weighted average subscription and maintenance duration in years.

(2) Total billings for the second quarter of fiscal 2010 was previously understated in error in the third quarter fiscal 2010 supplemental financial package and has been corrected herein. Billings backlog and cash collections from billings as reported were not affected.

(3) Amounts include VAT and Sales Taxes.

(4) All adjustments are reflected on a pre-tax basis.

(5) Certain professional services bookings under non-committed customer contracts where the customer does not fully utilize the contractual value of services may not result in future revenue. In such cases, adjustments are reflected in the revenue backlog.

(6) The weighted average subscription and maintenance duration (also referred to as contract length) reflects the average duration of all subscription and maintenance agreements executed during any given reporting period weighted by each agreement's contract value.



Supplemental Financial Information
Fourth Quarter Ended March 31, 2010
(in millions, except per share amounts and where otherwise noted)

Reconciliation of Non-GAAP Results Excluding Share-based Compensation to GAAP Net Income					
	Q1-10	Q2-10	Q3-10	Q4-10	FY 2010
Total Revenue	\$ 1,050	\$ 1,072	\$ 1,128	\$ 1,103	\$ 4,353
Total expenses before interest and income taxes	725	733	777	871	3,106
GAAP income before interest and income taxes	325	339	351	232	1,247
GAAP Operating Margin (% of revenue)	31%	32%	31%	21%	29%
Non-GAAP operating adjustments:					
Purchased software amortization	14	13	13	15	55
Intangibles amortization	14	13	14	15	56
Share-based compensation	27	26	22	27	102
Restructuring and other ⁽¹⁾	2	-	2	(2)	2
Hedging (gains)/losses, net ⁽²⁾	7	2	(6)	(3)	-
Total non-GAAP operating adjustments	\$ 64	\$ 54	\$ 45	\$ 52	\$ 215
Non-GAAP income excluding share-based compensation before interest and income taxes	389	393	396	284	1,462
Non-GAAP Operating Margin (% of revenue)	37%	37%	35%	26%	34%
Interest expense, net	17	22	23	14	76
Interest on dilutive convertible bonds	(10)	(14)	(11)	-	(35)
Non-GAAP income excluding share-based compensation before income taxes	\$ 382	\$ 385	\$ 384	\$ 270	\$ 1,421
Non-GAAP Effective Tax Rate ⁽³⁾	35.5%	35.5%	35.5%	28.5%	34.2%
Income tax provision ⁽⁴⁾	136	137	136	77	486
Non-GAAP income ⁽⁵⁾	\$ 246	\$ 248	\$ 248	\$ 193	\$ 935
Non-GAAP Diluted EPS ⁽⁵⁾⁽⁶⁾	\$ 0.45	\$ 0.45	\$ 0.46	\$ 0.37	\$ 1.74
Diluted weighted average shares used in computation ⁽⁶⁾	540	542	535	514	533

	Q1-10	Q2-10	Q3-10	Q4-10	FY 2010
GAAP income before interest and income taxes (from above)	\$ 325	\$ 339	\$ 351	\$ 232	\$ 1,247
Interest expense, net	17	22	23	14	76
GAAP income before income taxes	308	317	328	218	1,171
Income tax provision	113	99	71	117	400
GAAP income	\$ 195	\$ 218	\$ 257	\$ 101	\$ 771
GAAP Diluted EPS	\$ 0.37	\$ 0.41	\$ 0.49	\$ 0.19	\$ 1.47
Diluted weighted average shares used in computation	540	542	535	514	533

	Q1-10	Q2-10	Q3-10	Q4-10	FY 2010
GAAP Diluted EPS	\$ 0.37	\$ 0.41	\$ 0.49	\$ 0.19	\$ 1.47
Non-GAAP adjustments, net of taxes:					
Purchased software & intangibles amortization	\$ 0.03	\$ 0.03	\$ 0.03	\$ 0.04	\$ 0.14
Share-based compensation	0.03	0.03	0.03	0.03	0.12
Restructuring and other ⁽¹⁾	-	-	-	-	0.01
Hedging (gains)/losses, net ⁽²⁾	0.01	-	(0.01)	(0.01)	-
Non-GAAP effective tax rate adjustments ⁽⁴⁾	0.01	(0.02)	(0.08)	0.12	-
Non-GAAP Diluted EPS	\$ 0.45	\$ 0.45	\$ 0.46	\$ 0.37	\$ 1.74
Diluted weighted average shares used in computation	540	542	535	514	533

Footnotes:

- (1) Excludes \$50 in costs related to the Fiscal 2010 restructuring plan for the three months and fiscal year ended March 31, 2010.
- (2) Consists of gains and losses since inception of hedges that mature within the quarter, but exclude gains and losses of hedges that do not mature within the quarter.
- (3) The full-year non-GAAP effective tax rate is not affected by inclusion or exclusion of share-based compensation expenses. However, for purposes of the quarterly tax rate analysis, the non-GAAP tax rate methodology accounts for discrete tax items on a prospective basis, such that exclusion of share-based compensation expenses from profits before tax impacts the relative non-GAAP quarterly tax rate.
- (4) The effective tax rate on non-GAAP income is the Company's provision for income taxes expressed as a percentage of non-GAAP income before income taxes. Such tax rates reflect the statutory tax rate after the adjustments for the impacts of certain discrete items (such as changes in tax rates, reconciliations of tax returns to tax provisions and resolutions of tax contingencies).
- (5) Non-GAAP net income and the number of shares used in the computation of non-GAAP diluted EPS have been adjusted to reflect the dilutive impact of the Company's 1.625% Convertible Senior Notes and stock awards outstanding for all applicable periods.
- (6) The calculation of the non-GAAP diluted EPS includes certain adjustments required by ASC 260-10-45 which treats certain stock awards as participating securities for the computation of earnings per share. As a result, non-GAAP diluted EPS may not equal the non-GAAP income divided by the diluted weighted average shares.

Refer to the discussion of non-GAAP financial measures included in the accompanying press release for additional information.