

CREE, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS
(in thousands)

	<u>December 26, 2010</u> (Unaudited)	<u>June 27, 2010</u>
Assets:		
Current assets:		
Cash, cash equivalents and short term investments	\$ 1,110,828	\$ 1,066,405
Accounts receivable, net	135,132	117,535
Inventories	145,517	112,241
Income taxes receivable	3,645	-
Deferred income taxes	19,435	18,823
Prepaid expenses and other current assets	38,671	40,159
Total current assets	<u>1,453,228</u>	<u>1,355,163</u>
Property and equipment, net	495,928	419,726
Intangible assets, net	103,621	106,109
Goodwill	326,178	313,019
Other assets	4,656	5,159
Total assets	<u>\$ 2,383,611</u>	<u>\$ 2,199,176</u>
Liabilities and Shareholders' Equity:		
Current liabilities:		
Accounts payable, trade	\$ 80,595	\$ 63,826
Accrued salaries and wages	19,760	26,247
Income taxes payable	-	14,375
Other current liabilities	21,414	15,643
Contingent payment due related to LLF acquisition	13,159	-
Total current liabilities	<u>134,928</u>	<u>120,091</u>
Long-term liabilities:		
Deferred income taxes	39,398	39,398
Other long-term liabilities	20,469	11,639
Total long-term liabilities	<u>59,867</u>	<u>51,037</u>
Shareholders' Equity:		
Common stock	136	135
Additional paid-in-capital	1,561,402	1,507,435
Accumulated other comprehensive income, net of taxes	11,160	12,171
Retained earnings	616,118	508,307
Total shareholders' equity	<u>2,188,816</u>	<u>2,028,048</u>
Total liabilities and shareholders' equity	<u>\$ 2,383,611</u>	<u>\$ 2,199,176</u>