



ELECTRONIC ARTS™

**Fiscal Third and Fourth Quarters
and Fiscal 2006 Update
Conference Call**

Today's Call

Table of Contents

	Page
Welcome and Safe Harbor Statement	3
Our Outlook	4 - 5
Safe Harbor Statement	6

EA Update – Holiday 2005

Safe Harbor

Good afternoon.

Today on the call we have:

Larry Probst – Chairman and Chief Executive Officer and

Warren Jenson – Chief Financial and Administrative Officer

Before we begin – I'd like to remind you that:

1. You may find copies of our SEC filings, today's press release and a replay of the webcast on our web site at <http://investor.ea.com>. Shortly after the call – we will post a copy of Warren's remarks on our web site.
2. During the course of this call – we may make forward-looking statements regarding future events and the future financial results and performance of the Company and the interactive entertainment industry. We caution you that actual events and results may differ materially. We refer you to our most recent Form 10-K and 10-Q filed with the SEC for a discussion of risk factors that could cause actual events or our actual results to differ materially from those discussed today. We make these statements as of December 20, 2005 and disclaim any duty to update them.

And now – I'd like to turn the call over to Warren.

EA Update

Holiday 2005

Good afternoon. The purpose of this call is to provide you with an additional update as to recent holiday trends and our resulting performance.

As we discussed in late November and again in early December – our sales have been below our expectations. Unfortunately – we have seen no improvement in the last 12 days and sales have – in fact – further weakened in North America.

At the time of our last earnings call – we estimated industry numbers for the December quarter to be slightly up against last year given the introduction of two new platforms – it now appears that the overall market will be down double digits. The demand curve has shifted abruptly.

Added together – we expect our third quarter results to come in well below both the previous low end of our guidance range and current consensus estimates. This could be a mid teens percentage decline on the top line.

Without going into specifics – we also expect these market trends to impact our fourth quarter and full year results.

EA Update

Holiday 2005

Before we take questions – let me address a couple issues:

First – why no numbers? While we do have estimates of gross revenue for the remainder of the quarter – what we don't have is a clear view of ending channel inventories and retail sell thru trends into January. Our final Q3 results will be predicated on our reserve levels – which depend directly on this information. Given the size of the holiday quarter and the degradation we have seen thus far in the marketplace – it would be irresponsible to provide revised guidance at this time.

Second – what about Q4 and the year ahead? While we expect several positives – we have no reason to believe that this abrupt shift in demand for current generation software will reverse itself. Of course – we will update our Q4 estimates and our industry outlook in our next earnings call.

Operator – with that – we will open the call to a few questions.

EA Update

Safe Harbor Statement

Some statements set forth in this conference call are forward-looking statements and are subject to change. Statements including words such as "anticipate", "believe", "estimate", "expect" or "it is likely" and statements in the future tense are forward-looking statements. These forward-looking statements are preliminary estimates based on current information and are subject to business and economic risks that could cause actual future results to differ materially from our expectations set forth in the forward-looking statements. Some of the factors which could cause our actual results to differ materially from expectations include the following: sales of our titles during the remainder of the quarter and fiscal year; consumer spending trends; our ability to manage expenses during the remainder of the quarter and fiscal year; the timely release of next-generation hardware; the availability of an adequate supply of current-generation and next-generation hardware units; our ability to predict consumer preferences among competing hardware platforms; the seasonal and cyclical nature of the interactive game business; timely development and release of our products; competition in the interactive game business; our ability to secure licenses to valuable entertainment properties on favorable terms; changes in our effective tax rates; our ability to attract and retain key personnel; adoption of new accounting regulations and standards; potential regulation of our products in key territories; developments in the law regarding protection of our products; fluctuations in foreign exchange rates; and other factors described in our Annual Report on Form 10-K for the year ended March 31, 2005 and in our Quarterly Report on Form 10-Q for the quarter ended September 30, 2005. We expressly disclaim any obligation to, and do not intend to, update these forward-looking statements.