

The background is a dark blue gradient with a perspective effect, showing a stream of binary code (0s and 1s) and data flow lines moving from the top right towards the bottom left. The text is centered in the lower half of the image.

Q4'17
EARNINGS PRESENTATION

DISCLOSURES

This presentation contains non-GAAP financial measures relating to our performance. You can find the reconciliation of these measures to the most directly comparable GAAP financial measure in the Appendix at the end of this presentation. The non-GAAP financial measures disclosed by Intel should not be considered a substitute for, or superior to, the financial measures prepared in accordance with GAAP. Please refer to "Explanation of Non-GAAP Measures" in Intel's quarterly earnings release for a detailed explanation of the adjustments made to the comparable GAAP measures, the ways management uses the non-GAAP measures, and the reasons why management believes the non-GAAP measures provide investors with useful supplemental information.

Statements in this presentation that refer to Business Outlook, future plans and expectations are forward-looking statements that involve a number of risks and uncertainties. Words such as "anticipates," "expects," "intends," "goals," "plans," "believes," "seeks," "estimates," "continues," "may," "will," "would," "should," "could," and variations of such words and similar expressions are intended to identify such forward-looking statements. Statements that refer to or are based on projections, uncertain events or assumptions also identify forward-looking statements. Such statements are based on management's expectations as of January 25, 2018 and involve many risks and uncertainties that could cause actual results to differ materially from those expressed or implied in these forward-looking statements. Important factors that could cause actual results to differ materially from the company's expectations are set in Intel's earnings release dated January 25, 2018, which is included as an exhibit to Intel's Form 8-K furnished to the SEC on such date. Additional information regarding these and other factors that could affect Intel's results is included in Intel's SEC filings, including the company's most recent reports on Forms 10-K and 10-Q. Copies of Intel's Form 10-K, 10-Q and 8-K reports may be obtained by visiting our Investor Relations website at www.intc.com or the SEC's website at www.sec.gov.

All information in this presentation reflects management's views as of January 25, 2018. Intel does not undertake, and expressly disclaims any duty, to update any statement made in this presentation, whether as a result of new information, new developments or otherwise, except to the extent that disclosure may be required by law.

CEO KEY MESSAGES

- Security is a top priority. We will restore confidence in data security with customer-first urgency, transparency, and timely communication.
- Q4 marked an all-time record quarter in an all-time record year. Met or exceeded all 2017 corporate and business unit revenue, spending, and profitability goals.
- Our Data-centric growth accelerated to 21% YoY in Q4 (excl. McAfee) and accounted for 47% of revenue. Our PC-centric business drove performance mix, profitability, and cash flow in a declining market.
- Execution on our big bets in Autonomous Driving, Artificial Intelligence, Memory, and 5G position Intel for leadership and growth in the new Data Economy.
- We expect 2018 to be another record year.... Raising dividend by 10%.

CFO KEY MESSAGES

Outstanding quarter... Record year... Building momentum into 2018

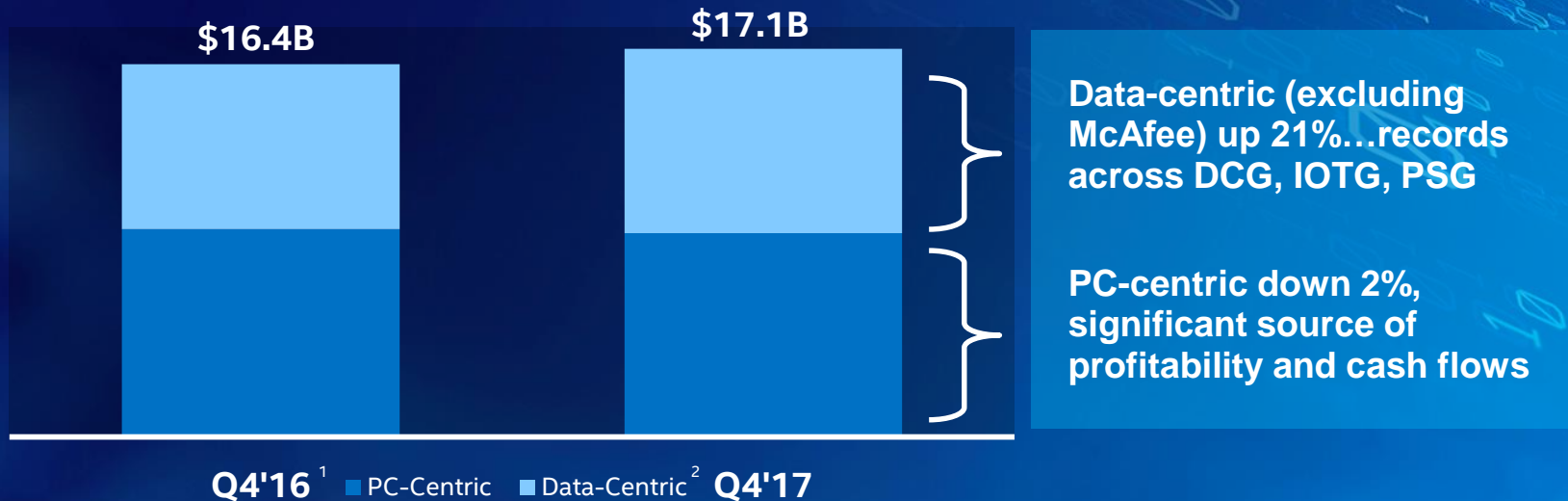
- Revenue of \$17.1B up 8% (excl. McAfee) with record DCG, PSG, and IOTG revenue.
- Non-GAAP EPS up 37% driven by strong data-centric growth, Op Margin expansion, and ICAP portfolio gains.
- Capital Allocation: Monetized ASML... redeemed \$1.6B Convertible debenture (reducing diluted share count by 59M shares)...tendered higher coupon debt for cash/ lower coupon.
- Tax reform levels playing field... improving competitiveness... \$5.4B Q4 charge... 14% effective tax rate in 2018.

ON TRACK TO EXCEED 3-YEAR-PLAN TARGETS IN YEAR TWO

STRONG GROWTH... TRANSFORMATION CONTINUES WITH ALL-TIME HIGH DATA-CENTRIC MIX

From PC-Centric to Data-Centric

Revenue up 8% excluding McAfee



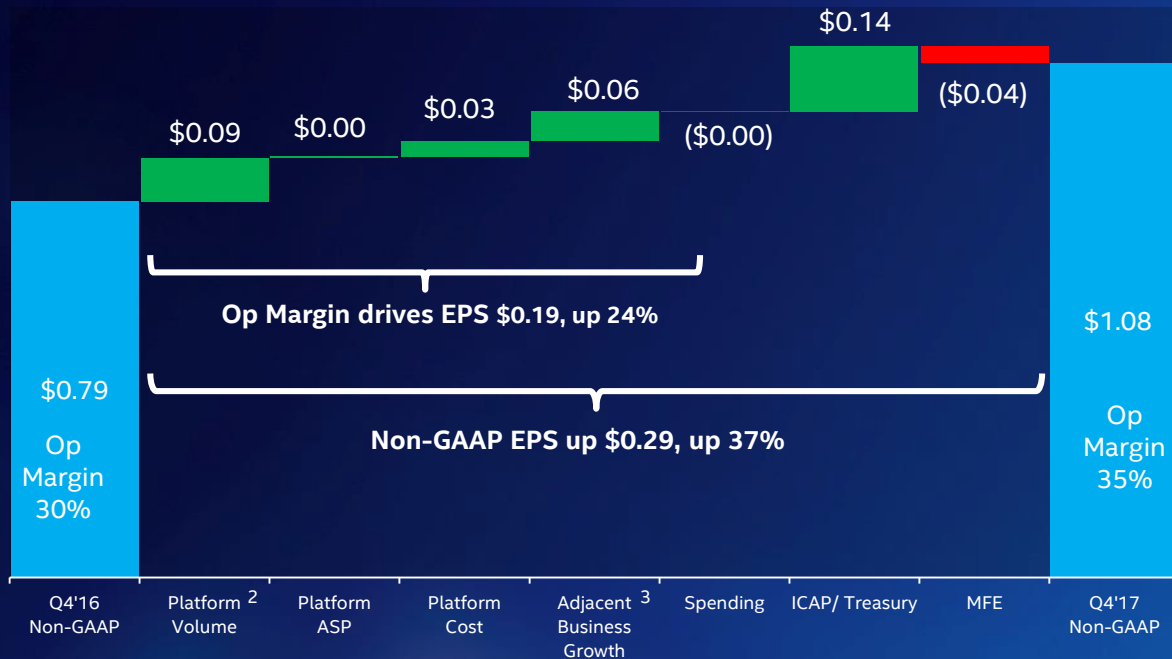
...DATA-CENTRIC REPRESENTS 47% OF TOTAL REVENUE

1. Q4'16 revenue includes McAfee.

2. Data-centric businesses include DCG, IOTG, NSG, PSG and All Other.

NON-GAAP EPS UP ~37%... OP MARGIN UP 5 PPTS¹

EPS Drivers Year-Over-Year



Platform Execution

- Server: Excellent momentum in cloud, networking & product transitions
- Client: Record core mix, lower 14nm costs, offset by 10nm transition costs

Expanded TAM...Adjacent Business Growth

- Increasing contributor to EPS growth... at lower margins
- NSG +9%, Modem +26%, plus Mobileye

Spending

- Significant leverage, investing in growth

Treasury/Other

- ASML gains \$1.5B... offset by \$0.5B charge from treasury transactions

1. EPS and operating margin are presented on a non-GAAP basis. Refer to the Appendix for a reconciliation of these non-GAAP measures.

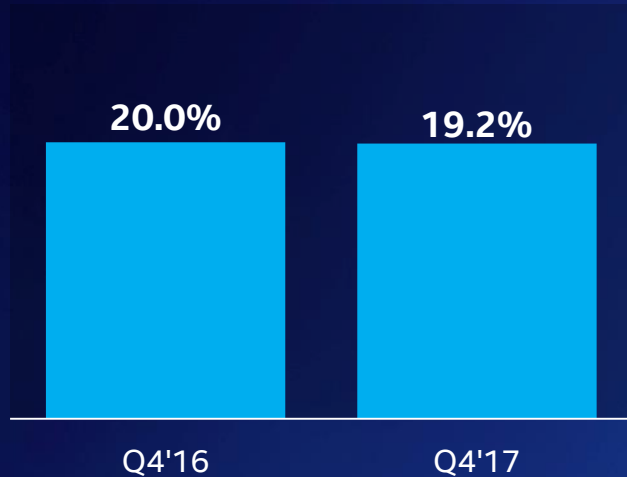
2. Platform includes CCG, DCG, and IOTG microprocessors and chipsets.

3. Adjacent Business Growth includes gross margin impact from non-platform products.

TOTAL SPENDING AS A % OF REVENUE DOWN FROM 33.2% TO 30.0%

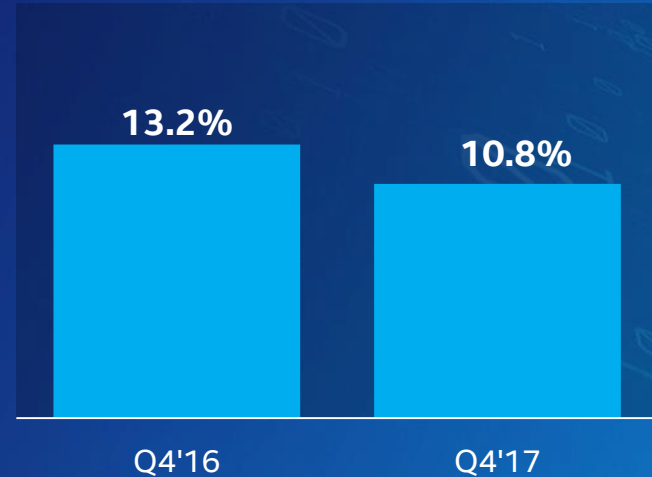
...now expecting to meet 30% commitment by 2019, one year early

R&D... Down ~1ppt



- Continued engineering efficiency efforts
- Driving Moore's Law forward
- Investments in AI and Autonomous Driving

SG&A... Down >2ppt



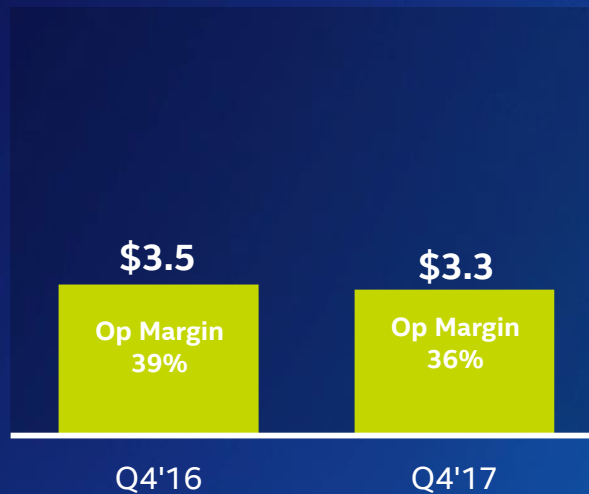
- Disciplined controls on spending
- Reductions in marketing, program changes
- Increased productivity with investments in growth businesses

CLIENT COMPUTING GROUP... GOOD EXECUTION

Revenue (\$B) down 2%



Operating Income (\$B) down 7%



Q4'16 to Q4'17	YoY Revenue (\$)
Platform	(4%)
Modem/Adjacencies ¹	15%

Market Segments	YoY Revenue (\$)
Notebook	Flat
Desktop	(8%)

CCG Platform	YoY Growth
PC Volumes	+1%
Desktop ASP	(2%)/+1% ²
Notebook ASP	(5%)/(3%) ²

Adjacent TAM growth... Modem & Adjacencies up 15%

Operating Margin lower on 10nm transition costs

Record Core i7 and Core i9 Volume with continued ramp of 8th Gen

1. CCG adjacencies include modem, home gateway products and set-top box components.

2. The first number in the series reflects the impact of changes to the Intel Inside Program, whereas the second number does not.

DATA CENTER GROUP... STRENGTH IN CLOUD & ADJACENCIES

Revenue (\$B) up 20%

Operating Income (\$B) up 59%



Q4'16 to Q4'17	YoY Revenue (\$)
Platform	18%
Adjacencies	35%

Market Segments	YoY Revenue (\$)
Cloud SP	35%
Enterprise & Gov.	11%
Comms SP	16%

DCG Platform	YoY Growth
Unit Volumes	10%
Average Selling Prices	8%

All-time Revenue Record... Accelerating Cloud, Adjacencies growth and Enterprise strength

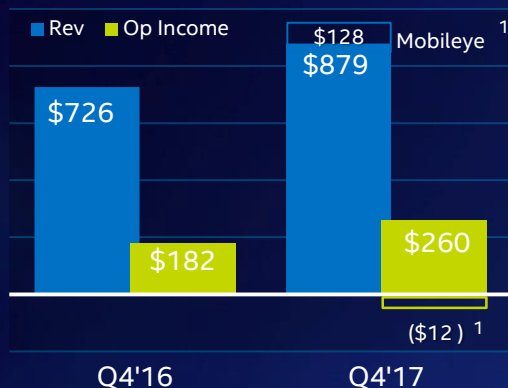
Xeon Scalable ramping per expectations

Operating Margin growth from revenue scale, ASP strength and exclusion of '16 one-time charges

IOTG, NSG & PSG BUSINESS SEGMENTS... REVENUE UP 19%

Expanded TAM... BUs increasingly relevant in size

IOTG + Mobileye (\$M)



NSG (\$M)



PSG (\$M)



- All time record IOTG revenue; up 21% on Retail, Video & Transportation
- Op income up 43% with revenue scale
- Mobileye on track to deal thesis... Op Income lower from transfer of IOTG resources

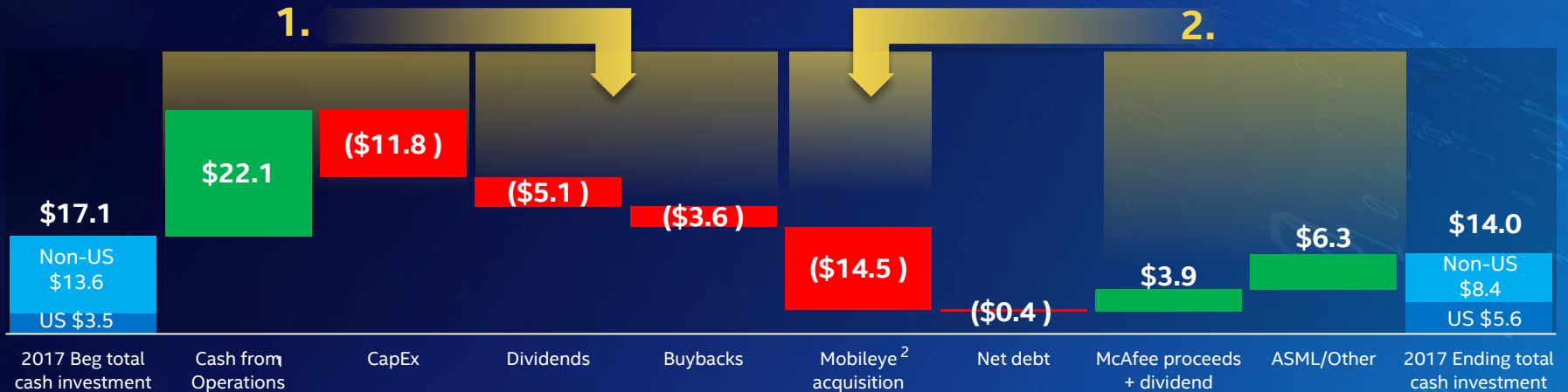
- NSG revenue, up 9%, growing SSD TAM & MSS
- Ramping 64T 3D NAND
- Op margin positive with ramping yields and cost/GB declines
- Expect FY 2018 profitability

- All time record PSG revenue up 35%... strength in Data Center, Auto, Embedded, last-time-buys
- Op income up 95%, Op margin up 9 ppt to 27%
- 14nm Stratix10 in full production

¹. Mobileye operating income is presented on a non-GAAP basis and excludes \$28M negative impact from acquisition-related inventory valuation adjustments. Mobileye is not part of IOTG segment.

SOURCES & USES OF CASH

FY 2017 (\$B)



\$5.6	GAAP Cash and Cash Equivalents	\$3.4
\$17.1	Total Cash Investments ³	\$14.0
\$25.3	Total Debt ⁴	\$26.8

1. Strong free cash flow \$10.3B... funds buyback and dividend
2. Repositioning portfolio... ICAP monetization and McAfee divestiture to fund majority of Mobileye transaction
3. Redeemed \$1.6B convertible debt, reducing 59M shares... tendered higher coupon debt for cash/lower coupon

1. Cash from operations includes cash prepayments received under LT strategic supply agreements.
 2. Mobileye consideration included approximately \$185 million for short-term investments.
 3. Total cash investments include cash and cash equivalents, short-term investments, and trading assets.
 4. Total debt includes short-term and long-term debt.

ICAP/TREASURY ITEMS... DISCIPLINED CAPITAL ALLOCATION

ICAP PORTFOLIO

- Sold 11.4M ASML shares in Q4
- Cash proceeds of \$2.0B, gain of \$1.5B
- Mark-to-market adjustments of \$2.7B unrealized gains booked to retained earnings on 1st day of fiscal 2018

2035 CONVERTIBLE

- Redeemed 2035 convertible debenture
- \$2.8B cash outflow
- Non-cash Q4 loss of \$385M
- Reduces diluted share count by 59M

DEBT RESTRUCTURING

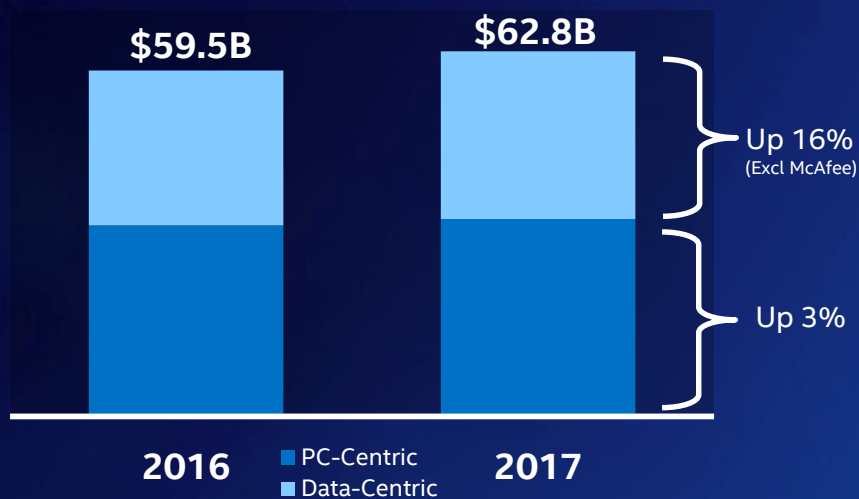
- Successfully tendered \$2.3B of higher-coupon debt
- Exchanged \$1.9B of old debt into \$2B 30-year new debt, reducing coupon rate by ~1%
- Redeemed \$425M of old debt for cash

Reduces diluted shares 59M

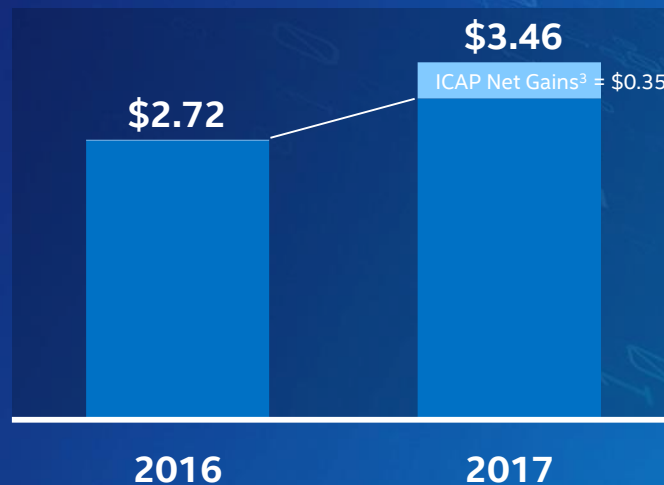
Tax efficient... Reduces leverage and annual interest expense

FULL YEAR 2017... ANOTHER RECORD YEAR

Revenue¹ up 9% excluding McAfee



Expanding EPS²... up 27%



Accelerating transformation... Data-Centric approaching 50% of revenue
Growing Earnings faster than Revenue... Excellent execution, disciplined spending
Outstanding year!

1. 2016 revenue includes McAfee.

2. Numbers presented on a non-GAAP basis.

3. ICAP Net Gains = Net gains (losses) on equity investments and Interest & Other, excluding McAfee divestiture impact



OUTLOOK

TAX REFORM IMPACT & CAPITAL ALLOCATION

TAX IMPACTS

- One-time Tax Impact is Q4'17 net charge of \$5.4B for U.S. tax reform:
 - ✓ \$6.1B charge for the accrual of tax on un-repatriated foreign earnings, payable over 8 years
 - ✓ Deferred Tax Re-measurement: \$0.7B benefit to re-measure net deferred tax liability to the reduced statutory tax rate of 21%
- Post-2017 effective tax rate expected to be ~14%
- EPS impact in 2018 ~\$0.28

CAPITAL ALLOCATION

- Tax Cuts & Jobs Act significantly improves Intel competitiveness
- Intel among the top 5 exporters and R&D investors in the U.S.
- Fab 42 fit-up committed last year, creating thousands of jobs at completion
- Overall investment profile and priorities remain unchanged
- Reduced tax rate driving EPS and FCF, supporting 10% dividend increase

2018 ACCOUNTING CHANGES

REVENUE RECOGNITION

- New accounting rules require revenue recognition upon transfer of control on shipment for direct customers and sales-in for channel customers
- Impact: \$0.7B adjustment to retained earnings, primarily from deferred income, on 1st day of fiscal 2018, no material impact to revenue

EQUITY GAINS/LOSSES

- New accounting rules for financial instruments require recognition of unrealized price changes each quarter
- Mark-to-market adjustments will flow through earnings
- Expect greater volatility from MTM adjustments
- Gains from sales (e.g. ASML) will not repeat going forward
- Impact: \$2.7B of net unrealized gains booked to retained earnings on 1st day of fiscal 2018
- Gains and losses will be adjusted from non GAAP results

FULL YEAR 2018 OUTLOOK... INVESTMENTS PAYING OFF

REVENUE

\$65.0B  **UP 4%**
excl. McAfee

Data-centric up mid-teens
PC-centric declines
low single-digits

OPERATING MARGIN*

30%  **DOWN**
~1PT

Gross margins down 2-2.5ppt on growth
of adjacent businesses & 10nm ramp
Spending down 1-1.5ppt

EPS*

\$3.55  **UP 3%**
UP 14%
excl. '17 ICAP Net Gains

Tax reform drives ~\$0.28

Gross Capex ~\$14B... Net Capital deployed ~\$12B...~\$2B customer pre-payments

Free cash flow at ~\$13B... Dividend raise of 10%...Transformation continues

Q1' 2018 OUTLOOK... STRONG START TO THE YEAR

REVENUE

\$15.0B  **UP 5%**
excl. McAfee
from Q1'17

Data-centric up
mid-teens, led by strong
memory growth
PC-centric declines
low single-digits

OPERATING MARGIN*

27%  **~FLAT**
from Q1'17

Gross margin down ~3 ppt on
ramp of adjacent businesses
and 10nm ramp
Spending down ~3 pts

EPS*

\$0.70  **UP 6%**
UP 11%
excl. '17 ICAP Net Gains

Adjacent business growth,
spending reductions & lower
effective tax rate

APPENDIX

RECONCILIATION OF NON-GAAP ACTUALS

(In Millions, Except Per Share Amounts)	Three Months Ended	
	Dec 30, 2017	Dec 31, 2016
GAAP NET REVENUE	\$17,053	\$16,374
ISecG (McAfee) net revenue	—	550
NON-GAAP NET REVENUE EXCLUDING ISecG (McAfee)	\$17,053	\$15,824
GAAP OPERATING INCOME	\$5,395	\$4,526
Inventory valuation	28	—
Amortization of acquisition-related intangibles	315	273
Restructuring and other charges	195	100
NON-GAAP OPERATING INCOME	\$5,933	\$4,899
ISecG (McAfee) operating income	—	103
NON-GAAP OPERATING INCOME EXCLUDING ISecG (McAfee)	\$5,933	\$4,796
GAAP DILUTED EARNINGS (LOSS) PER COMMON SHARE	(\$0.15)	\$0.73
Inventory valuation	0.01	—
Amortization of acquisition-related intangibles	0.06	0.06
Restructuring and other charges	0.04	0.02
Income tax reform	1.14	—
Income tax effect	(0.02)	(0.02)
NON-GAAP DILUTED EARNINGS PER COMMON ITEMS ¹	\$1.08	\$0.79
FREE CASH FLOW (In Millions)		Dec 30, 2017
GAAP CASH FROM OPERATIONS		\$22,110
Additions to property, plant and equipment		(11,778)
FREE CASH FLOW		\$10,332

¹ Non-GAAP EPS has been calculated based on common shares of 4,790 for the three months ended December 30, 2017, which is the number of weighted average common shares outstanding on a diluted basis determined as if the Company had net income for such period.

RECONCILIATION OF NON-GAAP OUTLOOK

	Q1 2018 Outlook	Full-year 2018 Outlook
GAAP OPERATING MARGIN	25%	28% approximately
Amortization of acquisition-related intangibles	2%	2 %
NON-GAAP OPERATING MARGIN	27% approximately	30% approximately
GAAP EARNINGS PER SHARE	\$0.65 +/- 5 cents	\$3.30 +/- 5 %
Amortization of acquisition-related intangibles	0.06	0.28
Income tax effect	(0.01)	(0.03)
NON-GAAP EARNINGS PER SHARE	\$0.70 +/- 5 cents	\$3.55 +/- 5 %

FREE CASH FLOW

(In Billions)

GAAP CASH FROM OPERATIONS

Additions to property, plant and equipment

FREE CASH FLOW

Full-year 2018 Outlook

\$27.0

(14.0)

\$13.0