

**SUMMARY OF CONSOLIDATED FINANCIAL AND
SUPPLEMENTAL INFORMATION BY QUARTER**

(In millions, except per share amounts)	Q4 2018	Q3 2018	Q2 2018	Q1 2018	Q4 2017	Q3 2017	Q2 2017	Q1 2017	Q4 2016	Q3 2016	Q2 2016	Q1 2016
INCOME STATEMENT DATA:												
Net revenue	\$ 18,657	\$ 19,163	\$ 16,962	\$ 16,066	\$ 17,053	\$ 16,149	\$ 14,763	\$ 14,796	\$ 16,374	\$ 15,778	\$ 13,533	\$ 13,702
Cost of sales ¹	7,430	6,803	6,543	6,335	6,275	6,085	5,667	5,636	6,259	5,785	5,550	5,560
Gross margin	11,227	12,360	10,419	9,731	10,778	10,064	9,096	9,160	10,115	9,993	7,983	8,142
Research and development (R&D)	3,433	3,428	3,371	3,311	3,253	3,209	3,262	3,311	3,266	3,055	3,131	3,233
Marketing, general and administrative (MG&A)	1,520	1,605	1,725	1,900	1,842	1,661	1,850	2,099	2,153	2,001	2,002	2,221
Restructuring and other charges	—	(72)	—	—	195	4	105	80	100	372	1,272	—
Amortization of acquisition-related intangibles	50	50	50	50	53	49	37	38	41	74	89	90
Operating expenses¹	5,003	5,011	5,146	5,261	5,343	4,923	5,254	5,528	5,560	5,502	6,494	5,544
Operating income	6,224	7,349	5,273	4,470	5,435	5,141	3,842	3,632	4,555	4,491	1,489	2,598
Gains (losses) on equity investments, net	(490)	(75)	(203)	643	1,211	846	342	252	18	(12)	478	22
Interest and other, net ¹	(99)	(132)	459	(102)	(611)	(57)	388	(69)	(133)	(161)	(297)	(112)
Income before taxes	5,635	7,142	5,529	5,011	6,035	5,930	4,572	3,815	4,440	4,318	1,670	2,508
Provision for taxes	440	744	523	557	6,722	1,414	1,764	851	878	940	340	462
Net income	\$ 5,195	\$ 6,398	\$ 5,006	\$ 4,454	\$ (687)	\$ 4,516	\$ 2,808	\$ 2,964	\$ 3,562	\$ 3,378	\$ 1,330	\$ 2,046
Earnings per share – Basic	\$ 1.14	\$ 1.40	\$ 1.08	\$ 0.95	\$ (0.15)	\$ 0.96	\$ 0.60	\$ 0.63	\$ 0.75	\$ 0.71	\$ 0.28	\$ 0.43
Earnings per share – Diluted	\$ 1.12	\$ 1.38	\$ 1.05	\$ 0.93	\$ (0.15)	\$ 0.94	\$ 0.58	\$ 0.61	\$ 0.73	\$ 0.69	\$ 0.27	\$ 0.42
Weighted average shares of common stock outstanding - Basic	4,549	4,574	4,649	4,674	4,683	4,688	4,710	4,723	4,735	4,734	4,729	4,722
Weighted average shares of common stock outstanding - Diluted	4,619	4,648	4,747	4,790	4,683	4,821	4,845	4,881	4,881	4,877	4,866	4,875
Gross margin % of revenue	60.2%	64.5%	61.4%	60.6%	63.2 %	62.3%	61.6%	61.9%	61.8%	63.3%	59.0%	59.4%
R&D % of revenue	18%	18%	20%	21%	19 %	20%	22%	22%	20%	19%	23%	24%
MG&A % of revenue	8%	8%	10%	12%	11 %	10%	13%	14%	13%	13%	15%	16%
Operating income % of revenue	33%	38%	31%	28%	32 %	32%	26%	25%	28%	28%	11%	19%
Net income % of revenue	28%	33%	30%	28%	(4)%	28%	19%	20%	22%	21%	10%	15%
Effective income tax rate	7.8%	10.4%	9.5%	11.1%	111.4 %	23.8%	38.6%	22.3%	19.8%	21.8%	20.4%	18.4%
SUPPLEMENTAL OPERATING SEGMENT DATA:												
	Q4 2018	Q3 2018	Q2 2018	Q1 2018	Q4 2017	Q3 2017	Q2 2017	Q1 2017	2017	2016		
Net revenue:												
Client Computing Group	\$ 9,822	\$ 10,234	\$ 8,728	\$ 8,220	\$ 8,954	\$ 8,860	\$ 8,213	\$ 7,976	\$ 34,003	\$ 32,908		
Data Center Group	6,069	6,139	5,549	5,234	5,582	4,878	4,372	4,232	19,064	17,236		
Internet of Things Group	816	919	880	840	879	849	720	721	3,169	2,638		
Non-Volatile Memory Solutions Group	1,107	1,081	1,079	1,040	889	891	874	866	3,520	2,576		
Programmable Solutions Group	612	496	517	498	568	469	440	425	1,902	1,669		
All Other	231	294	209	234	181	202	144	576	1,103	2,360		
Total net revenue	\$ 18,657	\$ 19,163	\$ 16,962	\$ 16,066	\$ 17,053	\$ 16,149	\$ 14,763	\$ 14,796	\$ 62,761	\$ 59,387		
Operating income (loss):												
Client Computing Group	\$ 3,665	\$ 4,532	\$ 3,234	\$ 2,791	\$ 3,263	\$ 3,600	\$ 3,025	\$ 3,031	\$ 12,919	\$ 10,646		
Data Center Group	3,055	3,082	2,737	2,602	2,992	2,255	1,661	1,487	8,395	7,520		
Internet of Things Group	189	321	243	227	260	146	139	105	650	585		
Non-Volatile Memory Solutions Group	(19)	160	(65)	(81)	31	(52)	(110)	(129)	(260)	(544)		
Programmable Solutions Group	162	106	101	97	156	113	97	92	458	(104)		
All Other	(828)	(852)	(977)	(1,166)	(1,267)	(921)	(970)	(954)	(4,112)	(4,970)		
Total operating income	\$ 6,224	\$ 7,349	\$ 5,273	\$ 4,470	\$ 5,435	\$ 5,141	\$ 3,842	\$ 3,632	\$ 18,050	\$ 13,133		

¹ Cost of sales, operating expenses and interest and other have been retrospectively restated due to the adoption of ASU 2017-07 in the first quarter of 2018.

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(In millions)	<u>Q4 2018</u>	<u>Q3 2018</u>	<u>Q2 2018</u>	<u>Q1 2018</u>	<u>Q4 2017</u>	<u>Q4 2016</u>	<u>Q4 2015</u>	<u>Q4 2014</u>
BALANCE SHEET DATA:								
Current assets:								
Cash and short-term investments	\$ 5,807	\$ 6,048	\$ 4,877	\$ 5,574	\$ 5,247	\$ 8,785	\$ 17,990	\$ 4,991
Trading assets	5,843	7,138	7,348	10,623	8,755	8,314	7,323	9,063
Total cash investments	11,650	13,186	12,225	16,197	14,002	17,099	25,313	14,054
Accounts receivable	6,722	5,457	4,636	4,879	5,607	4,690	4,787	4,427
Inventories								
Raw materials	813	932	896	862	738	695	532	462
Work in process	4,511	4,507	4,356	4,060	4,213	3,190	2,893	2,375
Finished goods	1,929	1,962	2,092	2,224	2,032	1,668	1,742	1,436
Total inventories	7,253	7,401	7,344	7,146	6,983	5,553	5,167	4,273
Assets held for sale	—	—	—	—	—	5,210	71	—
Other current assets	3,162	3,546	3,398	3,408	2,908	2,956	2,982	3,018
Total current assets	28,787	29,590	27,603	31,630	29,500	35,508	38,320	25,772
Property, plant and equipment, net	48,976	47,071	45,914	43,735	41,109	36,171	31,858	33,238
Equity investments ¹	6,042	7,551	9,245	9,481	8,579	—	—	—
Marketable equity securities ¹	—	—	—	—	—	6,180	5,960	7,097
Other long-term investments	3,388	3,562	3,071	3,435	3,712	4,716	1,891	2,023
Goodwill	24,513	24,506	24,351	24,346	24,389	14,099	11,332	10,861
Identified intangible assets, net	11,836	12,007	12,098	12,355	12,745	9,494	3,933	4,446
Other long-term assets ¹	4,421	3,955	3,690	3,614	3,215	7,159	8,165	6,575
Total assets	\$ 127,963	\$ 128,242	\$ 125,972	\$ 128,596	\$ 123,249	\$ 113,327	\$ 101,459	\$ 90,012
Current liabilities:								
Short-term debt	\$ 1,261	\$ 3,051	\$ 3,510	\$ 3,842	\$ 1,776	\$ 4,634	\$ 2,634	\$ 1,596
Accounts payable and accrued liabilities	15,365	16,523	14,061	16,119	13,989	12,030	10,768	12,188
Deferred income	—	—	—	—	1,656	1,718	2,188	2,205
Liabilities held for sale	—	—	—	—	—	1,920	56	—
Total current liabilities	16,626	19,574	17,571	19,961	17,421	20,302	15,646	15,989
Debt	25,098	24,823	24,632	24,770	25,037	20,649	20,036	12,059
Contract liabilities	2,049	2,220	2,393	2,479	—	—	—	—
Income taxes payable, non-current	4,897	4,879	5,618	5,774	4,069	125	114	262
Deferred income taxes	1,665	1,485	1,666	1,564	3,046	1,730	954	1,909
Other long-term liabilities	2,646	3,263	3,391	3,082	3,791	3,413	2,727	3,016
Temporary equity	419	515	654	801	866	882	897	912
Total stockholders' equity	74,563	71,483	70,047	70,165	69,019	66,226	61,085	55,865
Total liabilities, temporary equity, and stockholders' equity	\$ 127,963	\$ 128,242	\$ 125,972	\$ 128,596	\$ 123,249	\$ 113,327	\$ 101,459	\$ 90,012

¹ Equity investments relates to the new financial instruments standard adopted in the first quarter of 2018 and is not applicable in prior periods. This line item contains amounts reclassified from other long-term assets and marketable equity securities. Due to this reclassification, the marketable equity securities line item will no longer be presented in our future financial statements. We have also restated our December 30, 2017 balance sheet for prior period comparability on the face of the financial statements.

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(In millions, unless otherwise stated)	Q4 2018	Q3 2018	Q2 2018	Q1 2018	Q4 2017	Q3 2017	Q2 2017	Q1 2017	Q4 2016	Q3 2016	Q2 2016	Q1 2016
SELECTED CASH FLOW INFORMATION:												
<i>Operating activities:</i>												
Depreciation	\$ 2,100	\$ 1,884	\$ 1,730	\$ 1,806	\$ 1,762	\$ 1,690	\$ 1,675	\$ 1,625	\$ 1,582	\$ 1,543	\$ 1,522	\$ 1,619
Share-based compensation	\$ 343	\$ 383	\$ 387	\$ 433	\$ 307	\$ 326	\$ 328	\$ 397	\$ 308	\$ 324	\$ 364	\$ 448
Amortization of intangibles	\$ 393	\$ 390	\$ 392	\$ 390	\$ 378	\$ 365	\$ 313	\$ 321	\$ 348	\$ 385	\$ 395	\$ 396
Customer deposits and prepaid supply agreements	\$ (105)	\$ (108)	\$ (19)	\$ 1,599	\$ 105	\$ 1,000	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Net cash provided by operating activities	\$ 6,900	\$ 8,835	\$ 7,413	\$ 6,284	\$ 7,241	\$ 6,264	\$ 4,707	\$ 3,898	\$ 8,150	\$ 5,758	\$ 3,845	\$ 4,055
<i>Investing activities:</i>												
Additions to property, plant and equipment	\$ (3,890)	\$ (3,851)	\$ (4,530)	\$ (2,910)	\$ (4,069)	\$ (2,979)	\$ (2,778)	\$ (1,952)	\$ (3,530)	\$ (2,463)	\$ (2,286)	\$ (1,346)
Acquisitions, net of cash acquired	\$ (7)	\$ (183)	\$ —	\$ —	\$ —	\$ (14,496)	\$ (3)	\$ —	\$ (319)	\$ (532)	\$ (50)	\$ (14,569)
Proceeds from divestitures	\$ —	\$ —	\$ 548	\$ —	\$ —	\$ 2,200	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
<i>Financing activities:</i>												
Issuance of long-term debt, net of issuance costs	\$ —	\$ 423	\$ —	\$ —	\$ —	\$ 638	\$ 7,078	\$ —	\$ —	\$ —	\$ 2,734	\$ —
Repayment of debt and debt conversion	\$ (1,098)	\$ (759)	\$ (842)	\$ (327)	\$ (6,578)	\$ (1,002)	\$ (500)	\$ —	\$ (1,500)	\$ —	\$ —	\$ —
Repurchase of common stock	\$ (2,266)	\$ (2,657)	\$ (3,893)	\$ (1,914)	\$ (4)	\$ (1,093)	\$ (1,276)	\$ (1,242)	\$ (533)	\$ (457)	\$ (804)	\$ (793)
Payment of dividends to stockholders	\$ (1,368)	\$ (1,373)	\$ (1,400)	\$ (1,400)	\$ (1,278)	\$ (1,278)	\$ (1,287)	\$ (1,229)	\$ (1,233)	\$ (1,231)	\$ (1,233)	\$ (1,228)
EARNINGS PER SHARE OF COMMON STOCK INFORMATION:												
Weighted average shares outstanding - basic	4,549	4,574	4,649	4,674	4,683	4,688	4,710	4,723	4,735	4,734	4,729	4,722
Dilutive effects of:												
Employee equity incentive plans	43	40	52	65	—	34	36	58	50	47	49	66
Convertible debt	27	34	46	51	—	99	99	100	96	96	88	87
Weighted average shares outstanding - diluted	4,619	4,648	4,747	4,790	4,683	4,821	4,845	4,881	4,881	4,877	4,866	4,875
STOCK BUYBACK:												
BUYBACK ACTIVITY:												
Shares of common stock repurchased	51	50	76	41	—	29	38	35	15	13	26	27
Cumulative shares of common stock repurchased (in billions)	5.2	5.1	5.1	5.0	4.9	4.9	4.9	4.9	4.9	4.8	4.8	4.8
BUYBACK SUMMARY:												
Dollars authorized for buyback (in billions)	\$ 90.0	\$ 75.0	\$ 75.0	\$ 75.0	\$ 75.0	\$ 75.0	\$ 75.0	\$ 65.0	\$ 65.0	\$ 65.0	\$ 65.0	\$ 65.0
Increase in dollar authorization (in billions)	\$ 15.0	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 10.0	\$ —	\$ —	\$ —	\$ —	\$ —
Cumulative buyback dollars (in billions)	\$ (72.7)	\$ (70.3)	\$ (67.8)	\$ (63.7)	\$ (61.8)	\$ (61.8)	\$ (60.8)	\$ (59.5)	\$ (58.2)	\$ (57.7)	\$ (57.2)	\$ (56.4)
Remaining dollars authorized for buyback (in billions)	\$ 17.3	\$ 4.7	\$ 7.2	\$ 11.3	\$ 13.2	\$ 13.2	\$ 14.2	\$ 5.5	\$ 6.8	\$ 7.3	\$ 7.8	\$ 8.6
OTHER INFORMATION:												
Employees (in thousands)	107.4	107.1	104.2	103.7	102.7	102.0	100.6	106.9	106.0	105.6	106.5	112.4