

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

	March 28, 2010 (Unaudited)	June 28, 2009
<b>Assets:</b>		
<b>Current assets:</b>		
Cash, cash equivalents and short-term investments	\$ 987,857	\$ 417,653
Accounts receivable, net	125,834	103,035
Inventory, net	107,019	78,841
Income taxes receivable	1,526	1,526
Deferred income taxes	11,017	10,022
Prepaid expenses and other current assets	24,652	18,359
<b>Total current assets</b>	<b>1,257,905</b>	<b>629,436</b>
Property and equipment, net	400,378	320,110
Long-term investments	3,163	29,557
Intangible assets, net	108,299	113,328
Goodwill	313,564	304,791
Other assets	8,099	7,345
<b>Total assets</b>	<b>\$ 2,091,408</b>	<b>\$ 1,404,567</b>
<b>Liabilities and Shareholders' Equity:</b>		
<b>Current liabilities:</b>		
Accounts payable, trade	\$ 71,071	\$ 38,770
Accrued salaries and wages	25,772	16,732
Income taxes payable	9,164	8,139
Deferred income taxes	62	122
Other current liabilities	10,773	7,868
Contingent payment due related to COTCO acquisition	-	57,050
<b>Total current liabilities</b>	<b>116,842</b>	<b>128,681</b>
<b>Long-term liabilities:</b>		
Deferred income taxes	43,869	42,752
Other long-term liabilities	5,407	8,386
<b>Total long-term liabilities</b>	<b>49,276</b>	<b>51,138</b>
<b>Shareholders' Equity:</b>		
Common stock	134	112
Additional paid-in-capital	1,458,397	857,383
Accumulated other comprehensive income, net of taxes	11,300	11,236
Retained earnings	455,459	356,017
<b>Total shareholders' equity</b>	<b>1,925,290</b>	<b>1,224,748</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 2,091,408</b>	<b>\$ 1,404,567</b>