

Condensed Consolidated Statements Of Income

(In thousands, except per share data)
(Unaudited)

	Three Months Ended		Nine Months Ended	
	August 30 2002	August 31 2001	August 30 2002	August 31 2001
Revenue:				
Products	\$ 280,505	\$ 292,118	\$ 864,655	\$ 965,180
Services and support	4,374	—	5,479	—
Total revenue	284,879	292,118	870,134	965,180
Cost of revenue:				
Products	28,471	20,041	73,303	62,416
Services and support	3,165	—	4,463	—
Total cost of revenue	31,636	20,041	77,766	62,416
Gross profit	253,243	272,077	792,368	902,764
Operating expenses:				
Research and development	59,746	54,189	181,901	169,473
Sales and marketing	93,837	95,447	287,053	308,889
General and administrative	26,649	26,030	81,314	87,475
Restructuring and other charges	—	—	1,605	—
Acquired in-process research and development	—	—	5,769	—
Amortization of goodwill and purchased intangibles	3,541	3,568	10,623	10,731
Total operating expenses	183,773	179,234	568,265	576,568
Operating income	69,470	92,843	224,103	326,196
Nonoperating loss, net:				
Investment loss	(4,198)	(39,447)	(13,393)	(87,516)
Interest and other income	4,141	6,744	11,805	17,073
Total nonoperating loss, net	(57)	(32,703)	(1,588)	(70,443)
Income before income taxes	69,413	60,140	222,515	255,753
Provision for income taxes	22,212	19,846	71,205	84,398
Net income	\$ 47,201	\$ 40,294	\$ 151,310	\$ 171,355
Basic net income per share	\$.20	\$.17	\$.64	\$.72
Shares used in computing basic net income per share	238,010	238,051	237,812	239,110
Diluted net income per share	\$.19	\$.16	\$.62	\$.68
Shares used in computing diluted net income per share	243,375	248,566	245,119	250,844