

Advanced Micro Devices, Inc.  
CONSOLIDATED STATEMENTS OF OPERATIONS  
(Thousands except per share amounts)

	Quarter Ended		
	Mar. 28, 2004 (Unaudited)	Dec. 28, 2003 (Unaudited)	Mar. 30, 2003 (Unaudited)
<b>Net sales</b>	\$ 1,236,433	\$ 1,205,593	\$ 714,555
Cost of sales	768,840	778,506	496,592
Research and development	226,090	226,503	203,062
Marketing, general and administrative	180,217	162,807	138,228
Restructuring and other special charges, net	-	(8,039)	2,146
	1,175,147	1,159,777	840,028
Operating income (loss)	61,286	45,816	(125,473)
Interest income and other, net	10,981	8,912	6,740
Interest expense	(30,154)	(30,943)	(25,805)
Income (loss) before minority interest, income taxes, and equity in net income of joint venture	42,113	23,785	(144,538)
Minority interest in loss of subsidiary	5,351	19,408	-
Provision for income taxes	2,373	-	2,936
Equity in net income of joint venture	-	-	1,118
<b>Net income (loss)</b>	45,091	43,193	(146,356)
<b>Net income (loss) per common share</b>			
Basic	\$ 0.13	\$ 0.12	\$ (0.42)
Diluted	\$ 0.12	\$ 0.12	\$ (0.42)
Shares used in per share calculation			
- Basic	351,328	349,071	345,012
- Diluted	417,963	416,190	345,012

Advanced Micro Devices, Inc.

**RECONCILIATION OF NET INCOME (LOSS) TO EBITDA**

(Thousands)

	Quarter Ended		
	Mar. 28, 2004 (Unaudited)	Dec. 28, 2003 (Unaudited)	Mar. 30, 2003 (Unaudited)
Net income (loss)	\$ 45,091	\$ 43,193	\$ (146,356)
Depreciation and amortization	297,980	287,311	209,754
Interest income	(2,178)	(3,236)	(8,017)
Interest expense	30,154	30,943	25,805
Provision for income taxes	2,373	-	2,936
<b>EBITDA</b>	<b>373,420</b>	<b>358,211</b>	<b>84,122</b>

**Advanced Micro Devices, Inc.**  
**CONSOLIDATED BALANCE SHEETS**  
(Thousands)

	Mar. 28, 2004	Dec. 28 2003*
	(unaudited)	
<b>Assets</b>		
Current assets:		
Cash, cash equivalents and short-term investments	\$ 1,308,356	\$ 1,313,367
Accounts receivable, net	669,357	609,457
Inventories	692,588	697,658
Prepaid expenses and other current assets	153,829	177,145
Deferred income taxes	119,546	102,651
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Total current assets	2,943,676	2,900,278
Property, plant and equipment, net	3,730,837	3,848,492
Other assets	328,442	345,575
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	\$ 7,002,955	\$ 7,094,345
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<b>Liabilities and Stockholders' Equity</b>		
Current liabilities:		
Accounts payable	\$ 498,927	\$ 492,616
Accrued compensation and benefits	186,091	160,644
Accrued liabilities	286,776	327,122
Restructuring accruals	24,175	29,770
Income taxes payable	28,867	41,370
Deferred income on shipments to distributors	114,292	116,949
Current portion of long-term debt and capital lease obligations	253,235	193,266
Other current liabilities	86,673	90,533
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Total current liabilities	1,479,036	1,452,270
Deferred income taxes	172,866	157,690
Long-term debt and capital lease obligations	1,801,002	1,899,674
Other long-term liabilities	383,048	428,761
Minority interest in subsidiary	716,481	717,640
Stockholders' equity:		
Capital stock:		
Common stock, par value	3,522	3,502
Capital in excess of par value	1,979,027	1,958,833
Retained earnings	262,723	217,891
Accumulated other comprehensive income	205,250	258,084
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Total stockholders' equity	2,450,522	2,438,310
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	\$ 7,002,955	\$ 7,094,345
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\*Derived from the December 28, 2003 audited financial statements of Advanced Micro Devices, Inc.

**AMD**  
**Selected Corporate Data**  
**(Unaudited)**

	Quarter Ended		
<u>Segment Information</u>	Mar. 28, 2004	Dec. 28, 2003	Mar. 30, 2003*
Computation Products (1)			
Revenue	\$ 571 M	\$ 581 M	\$ 470 M
Operating Income (Loss)	67 M	63 M	(53) M
Memory Products (2)			
Revenue	628 M	566 M	218 M
Operating Income (Loss)	14 M	(3) M	(64) M
All Other (3)			
Revenue	37 M	59 M	27 M
Operating Income (Loss)	(20) M	(14) M	(8) M
Total AMD			
Revenue	1,236 M	1,206 M	715 M
Operating Income (Loss)	61 M	46 M	(125) M
<u>Other Data</u>	Mar. 28, 2004	Dec. 28, 2003	Mar. 30, 2003*
Depreciation & Amortization	\$ 298 M	\$ 287 M	\$ 210 M
Capital Additions	\$ 202 M	\$ 164 M	\$ 181 M
Headcount	14,370	14,353	12,113
International Sales (4)	82%	83%	75%
Research and Development	\$ 226 M	\$ 227 M	\$ 203 M
EBITDA	\$ 373 M	\$ 358 M	\$ 84 M

\* Q1-2003 results do not include data for FASL LLC as the information is not available.

(1) Computation Products segment includes PC processors and Chipsets.

(2) Memory Products segment includes Flash memory products of AMD and FASL LLC.

(3) The All Other category includes Embedded Processors, Network Products, Geode products, and Foundry Services.

Also included in the All Other category is certain operating expenses and credits that are not allocated to the operating segments.

(4) For quarters ended December 28, 2003 and March 30, 2003, percentages were adjusted for sales to Latin America, which were previously reflected as U.S. sales.