

## Adobe Systems Reports Record Revenue in Second Quarter of Fiscal 2005

## Condensed Consolidated Balance Sheets

(In thousands, except per share data)

(Unaudited)

	June 3, 2005	December 3, 2004
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 253,302	\$ 259,061
Short-term investments	1,437,264	1,054,160
Trade receivables, net	172,173	141,945
Other receivables	36,466	25,495
Deferred income taxes	56,513	51,751
Prepaid expenses and other current assets	43,850	18,617
	<u>1,999,568</u>	<u>1,551,029</u>
Total current assets		
Property and equipment, net	98,934	99,675
Goodwill	119,082	110,287
Purchased and other intangibles, net	17,108	15,513
Investment in lease receivable	126,800	126,800
Other assets	59,724	55,328
	<u>59,724</u>	<u>55,328</u>
Total assets	<u>\$ 2,421,216</u>	<u>\$ 1,958,632</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Trade and other payables	\$ 38,717	\$ 43,192
Accrued expenses	215,755	202,762
Income taxes payable	202,419	145,913
Deferred revenue	61,033	59,541
	<u>61,033</u>	<u>59,541</u>
Total current liabilities	<u>517,924</u>	<u>451,408</u>
Other long-term liabilities	4,767	4,838
Deferred income taxes	28,622	78,909
Stockholders' equity:		
Common stock, \$0.0001 par value	29,576	29,576
Additional paid-in-capital	1,264,736	1,164,643
Retained earnings	2,537,399	2,238,807
Accumulated other comprehensive (gain) loss	523	(2,289)
Treasury stock at cost, net of re-issuances	(1,962,331)	(2,007,260)
	<u>(1,962,331)</u>	<u>(2,007,260)</u>
Total stockholders' equity	<u>1,869,903</u>	<u>1,423,477</u>
Total liabilities and stockholders' equity	<u>\$ 2,421,216</u>	<u>\$ 1,958,632</u>