

Condensed Consolidated Statements of Cash Flows

(In thousands)

(Unaudited)

| | Three Months Ended | |
|---|---------------------|---------------------|
| | December 2, 2005 | December 3, 2004 |
| Cash flows from operating activities: | | |
| Net income | \$ 156,251 | \$ 113,501 |
| Adjustments to reconcile net income to net cash provided by operating activities: | | |
| Depreciation and amortization | 16,453 | 17,802 |
| Stock compensation expense | 101 | 46 |
| Deferred income taxes | 33,226 | (2,172) |
| Provision for (recovery of) losses on receivables | 369 | (58) |
| Tax benefit from employee stock option plans | 19,050 | 67,822 |
| Net gains on sales and impairments of investments | (4,995) | (4,158) |
| Changes in operating assets and liabilities: | | |
| Receivables | (7,993) | (30,291) |
| Other current assets | (4,075) | 6,424 |
| Trade and other payables | 3,614 | 6,531 |
| Accrued expenses | 22,478 | 32,971 |
| Income taxes payable | (19,764) | (30,778) |
| Deferred revenue | 7,560 | 12,393 |
| Net cash provided by operating activities | <u>222,275</u> | <u>190,033</u> |
| Cash flows from investing activities: | | |
| Purchases of short-term investments | (280,294) | (389,976) |
| Maturities of short-term investments | 91,347 | 47,539 |
| Sales of short-term investments | 345,359 | 279,728 |
| Acquisitions of property and equipment | (10,791) | (21,070) |
| Purchases of long-term investments and other assets | (7,858) | (16,262) |
| Proceeds from sale of equity securities and other assets | 97 | 2,788 |
| Net cash provided by (used for) investing activities | <u>137,860</u> | <u>(97,253)</u> |
| Cash flows from financing activities: | | |
| Purchases of treasury stock | (500,007) | (200,015) |
| Proceeds from issuance of treasury stock | 106,882 | 221,145 |
| Payment of dividends | — | (2,982) |
| Net cash provided by (used for) financing activities | <u>(393,125)</u> | <u>18,148</u> |
| Effect of foreign currency exchange rates on cash and cash equivalents | <u>(360)</u> | <u>3,732</u> |
| Net increase (decrease) in cash and cash equivalents | (33,350) | 114,660 |
| Cash and cash equivalents at beginning of period | <u>454,168</u> | <u>144,401</u> |
| Cash and cash equivalents at end of period | <u>\$ 420,818</u> | <u>\$ 259,061</u> |