

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

	Quarter Ended			Year Ended	
	Dec. 28, 2003 (Unaudited)	Sept. 28, 2003 (Unaudited)	Dec. 29, 2002 (Unaudited)	Dec. 28, 2003 (Unaudited)	Dec. 29, 2002*
Net sales	\$ 1,205,593	\$ 953,759	\$ 686,430	\$ 3,519,168	\$ 2,697,029
Cost of sales	778,508	626,880	506,613	2,327,063	2,105,661
Research and development	226,502	213,997	244,848	852,075	816,114
Marketing, general and administrative	162,807	151,111	194,389	587,307	670,065
Restructuring and other special charges, net	(8,039)	(8,000)	330,575	(13,893)	330,575
	1,159,778	983,988	1,276,425	3,752,552	3,922,415
Operating income (loss)	45,815	(30,229)	(589,995)	(233,384)	(1,225,386)
Interest and other income, net	8,913	493	992	21,116	32,132
Interest expense	(30,943)	(26,848)	(22,296)	(109,960)	(71,349)
Income (loss) before minority interest, income taxes, and equity in net income (loss) of joint venture	23,785	(56,584)	(611,299)	(322,228)	(1,264,603)
Minority interest in (income) loss of subsidiary	19,408	25,353	-	44,761	-
Provision (benefit) for income taxes	-	-	243,470	2,936	44,586
Equity in net income (loss) of joint venture and other	-	-	29	5,913	6,177
Net income (loss)	43,193	(31,231)	(854,740)	(274,490)	(1,303,012)
Net income (loss) per common share					
Basic	\$ 0.12	\$ (0.09)	\$ (2.49)	\$ (0.79)	\$ (3.81)
Diluted	\$ 0.12	\$ (0.09)	\$ (2.49)	\$ (0.79)	\$ (3.81)
Shares used in per share calculation					
- Basic	357,090	347,334	343,949	346,934	342,334
- Diluted	416,190	347,334	343,949	346,934	342,334

*Derived from the December 29, 2002 audited financial statements of Advanced Micro Devices, Inc.

Advanced Micro Devices, Inc.

RECONCILIATION OF NET Income (LOSS) TO EBITDA
(Thousands)

	Quarter Ended			Year Ended	
	Dec. 28,	Sept. 28,	Dec. 29,	Dec. 28,	Dec. 29,
	2003	2003	2002	2003	2002*
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net income (loss)	\$ 43,193	\$ (31,231)	\$ (854,740)	\$ (274,490)	\$ (1,303,012)
Depreciation and amortization	287,311	285,030	199,800	995,663	756,200
Interest income	(3,236)	(3,244)	(4,655)	(19,851)	(35,390)
Interest expense	30,943	26,848	22,296	109,960	71,349
Provision (benefit) for income taxes	-	-	243,470	2,936	44,586
EBITDA	358,211	277,403	(393,829)	814,218	(466,267)

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

	Dec. 28, 2003 (unaudited)	Sept. 28, 2003 (unaudited)	Dec. 29, 2002*
Assets			
Current assets:			
Cash, cash equivalents and short-term investments	\$ 1,313,367	\$ 1,075,939	\$ 1,006,655
Accounts receivable, net	609,457	543,444	395,828
Inventories	697,658	692,395	432,603
Prepaid expenses and other current assets	177,145	206,202	184,592
Deferred income taxes	102,651	113,569	91,137
Total current assets	2,900,278	2,631,549	2,110,815
Property, plant and equipment, net	3,848,492	3,808,567	2,880,809
Investment in joint venture	-	-	382,942
Other assets	345,575	295,289	335,752
	\$ 7,094,345	\$ 6,735,405	\$ 5,710,318
Liabilities and Stockholders' Equity			
Current			
Notes payable	\$ -	\$ -	\$ 913
Accounts payable	490,318	335,925	352,438
Accrued compensation and benefits	160,644	156,569	131,324
Accrued liabilities	329,420	310,861	435,657
Restructuring accruals	29,770	43,901	99,974
Income taxes payable	41,370	47,279	21,246
Deferred income on shipments to distributors	116,949	89,329	57,184
Current portion of long-term debt and capital lease obligations	193,266	200,717	71,339
Other current liabilities	90,533	84,458	89,437
Total current liabilities	1,452,270	1,269,039	1,259,512
Deferred income taxes	157,690	166,385	91,137
Long-term debt and capital lease obligations	1,899,674	1,880,859	1,570,322
Other long-term liabilities	428,761	425,282	322,082
Minority interest in (income) loss of subsidiary	717,640	711,056	-
Stockholders' equity:			
Capital stock:			
Common stock, par value	3,500	3,478	3,445
Capital in excess of par value	1,958,833	1,939,968	1,921,247
Retained earnings	217,893	174,700	492,668
Accumulated other comprehensive income	258,084	164,638	49,905
Total stockholders' equity	2,438,310	2,282,784	2,467,265
	\$ 7,094,345	\$ 6,735,405	\$ 5,710,318

*Derived from the December 29, 2002 audited financial statements of Advanced Micro Devices, Inc.

AMD
Selected Corporate Data
(Unaudited)
Quarter Ended

Year Ended

<u>Segment Information</u>	Dec. 28, 2003*	Sept. 28, 2003*	Dec. 29, 2002	Dec. 28, 2003*	Dec. 29, 2002
Computation Products (1)					
Revenue	\$581M	\$503M	\$422M	\$1,960M	\$1,756M
Operating Income (Loss)	63M	19M	(157)M	(23)M	(661)M
Memory Products (2)					
Revenue	566M	424M	217M	1,419M	741M
Operating Income (Loss)	(3)M	(49)M	(59)M	(190)M	(160)M
All Other (3)					
Revenue	59M	26M	48M	140M	200M
Operating Income (Loss)	(14)M	0M	(374)M	(21)M	(405)M
Total AMD					
Revenue	1,206M	954M	687M	3,519M	2,697M
Operating Income (Loss)	46M	(30)M	(590)M	(233)M	(1,225)M
<u>Other Data</u>	Dec. 28, 2003*	Sept. 28, 2003*	Dec. 29, 2002	Dec. 28, 2003*	Dec. 29, 2002
Depreciation & Amortization	\$287M	\$285M	\$200M	\$996M	\$756M
Capital Additions	\$164M	\$138M	\$138M	\$586M	\$705M
Headcount	14,353	14,380	12,832	14,353	12,832
International Sales	81%	79%	76%	77%	71%
Research and Development	\$227M	\$214M	\$245M	\$852M	\$816M
EBITDA	\$358M	\$277M	\$(394)M	\$814M	(\$466M)

* Information includes the results of FASL, LLC, AMD's majority owned subsidiary. Prior periods 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 that are not allocated to the operating segments.

Note: Figures may not foot due to rounding