

CIRRUS LOGIC, INC.
CONSOLIDATED CONDENSED STATEMENT OF OPERATIONS
(unaudited)
(in thousands, except per share data)

	Quarter Ended		
	Jun. 24, 2006	Mar. 25, 2006	Jun. 25, 2005
Net revenue	\$ 45,181	\$ 42,158	\$ 52,822
Cost of sales	18,023	17,678	25,522
Gross Margin	<u>27,158</u>	<u>24,480</u>	<u>27,300</u>
Gross Margin Percentage	60.1%	58.1%	51.7%
Operating expenses:			
Research and development	11,726	10,378	13,651
Selling, general and administrative	11,177	9,437	14,301
Litigation settlement, net	-	-	(24,758)
License agreement amendment	-	(7,000)	-
Total operating expenses	<u>22,903</u>	<u>12,815</u>	<u>3,194</u>
Total operating expenses as a percent of revenue	50.7%	30.4%	6.0%
Income from operations	4,255	11,665	24,106
Operating income as a percent of revenue	9.4%	27.7%	45.6%
Realized gain on marketable equity securities	193	-	-
Interest income, net	2,965	2,510	1,524
Other expense, net	55	21	(19)
Income before income taxes	<u>7,468</u>	<u>14,196</u>	<u>25,611</u>
Benefit for income taxes	(213)	(1,241)	(366)
Net income	<u>\$ 7,681</u>	<u>\$ 15,437</u>	<u>\$ 25,977</u>
Basic income per share:	\$ 0.09	\$ 0.18	\$ 0.30
Diluted income per share:	\$ 0.09	\$ 0.17	\$ 0.30
Basic weighted average common shares outstanding	87,196	86,718	85,230
Diluted weighted average common shares outstanding	88,759	88,924	86,183

Prepared in accordance with Generally Accepted Accounting Principles