

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

	Quarter Ended		
	Sept. 25, 2004	Jun. 26, 2004	Sept. 27, 2003
Net sales	\$ 51,332	\$ 59,117	\$ 50,130
Cost of sales	28,404	27,444	24,132
Gross Margin	<u>22,928</u>	<u>31,673</u>	<u>25,998</u>
Gross Margin Percentage	44.7%	53.6%	51.9%
Operating expenses:			
Research and development	17,793	18,707	20,427
Selling, general and administrative	13,162	12,494	12,203
Restructuring and other costs	4,148	1,723	395
Amortization of acquired intangibles	3,419	3,419	3,778
Patent infringement settlements, net	-	-	(14,402)
Total operating expenses	<u>38,522</u>	<u>36,343</u>	<u>22,401</u>
Total operating expenses as a percent of revenue	75.0%	61.5%	44.7%
Income (loss) from operations	(15,594)	(4,670)	3,597
Operating income (loss) as a percent of revenue	(30.4%)	(7.9%)	7.2%
Realized gain on marketable equity securities	-	669	10,080
Interest income and other, net	599	630	255
Income (loss) before income taxes	<u>(14,995)</u>	<u>(3,371)</u>	<u>13,932</u>
Provision (benefit) for income taxes	66	24	(7,122)
Net income (loss)	<u>\$ (15,061)</u>	<u>\$ (3,395)</u>	<u>\$ 21,054</u>
Basic and diluted income (loss) per share	\$ (0.18)	\$ (0.04)	\$ 0.25
Basic weighted average common shares outstanding	84,671	84,419	83,946
Diluted weighted average common shares outstanding	84,671	84,419	85,556

Prepared in accordance with Generally Accepted Accounting Principles