

**CREE, INC.**  
**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS**  
(in thousands)

	September 25, 2016	June 26, 2016
<b>ASSETS</b>		
Current assets:		
Cash, cash equivalents, and short-term investments	\$589,048	\$605,305
Accounts receivable, net	146,067	138,772
Income tax receivable	9,855	6,304
Inventories	291,533	281,671
Prepaid expenses	23,344	25,728
Other current assets	41,584	44,501
Current assets held for sale	421,094	54,426
Total current assets	1,522,525	1,156,707
Property and equipment, net	373,211	387,167
Goodwill	518,059	518,059
Intangible assets, net	252,568	259,400
Other long-term investments	39,049	40,179
Deferred income taxes	38,708	38,564
Long-term assets held for sale	—	356,735
Other assets	8,635	9,249
Total assets	\$2,752,755	\$2,766,060
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable, trade	\$114,302	\$122,808
Accrued salaries and wages	36,250	40,128
Other current liabilities	41,940	45,101
Current liabilities held for sale	18,383	14,962
Total current liabilities	210,875	222,999
Long-term liabilities:		
Long-term debt	187,000	160,000
Deferred income taxes	945	943
Long-term liabilities held for sale	—	1,850
Other long-term liabilities	11,676	12,444
Total long-term liabilities	199,621	175,237
Shareholders' equity:		
Common stock	124	125
Additional paid-in-capital	2,369,408	2,359,584
Accumulated other comprehensive income, net of taxes	8,437	8,728
Accumulated deficit	(35,710)	(613)
Total shareholders' equity	2,342,259	2,367,824
Total liabilities and shareholders' equity	\$2,752,755	\$2,766,060

These unaudited condensed consolidated balance sheets reflect the Wolfspeed business as discontinued operations. The assets and liabilities of the Wolfspeed business are therefore classified as held for sale and are reflected as current in nature as of September 25, 2016.

