

GILEAD SCIENCES, INC.
RECONCILIATION OF GAAP TO NON-GAAP FINANCIAL INFORMATION

(unaudited)

(in thousands, except per share amounts)

Below is a reconciliation of Gilead's GAAP operating results and diluted per share amounts as reported in the press release dated October 18, 2007. Non-GAAP net income and net income per diluted share for the 2007 periods are presented excluding the impact of stock-based compensation expense and the related methodology for deriving dilutive securities. Non-GAAP net income and net income per diluted share for the 2006 periods are presented excluding the impact of stock-based compensation expense and the related methodology for deriving dilutive securities, as well as the impact of the purchased in-process research and development charge incurred in connection with the acquisition of Corus Pharma, Inc. Management believes this non-GAAP information is useful for investors, taken in conjunction with Gilead's GAAP financial statements, because management uses such information internally for its operating, budgeting and financial planning purposes. Non-GAAP information is not prepared under a comprehensive set of accounting rules and should only be used to supplement an understanding of the company's operating results as reported under GAAP.

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2007	2006	2007	2006
Net income (loss) (GAAP)	\$ 398,319	\$ (52,164)	\$ 1,213,656	\$ 475,690
Purchased in-process research and development	-	355,568	-	355,568
Stock-based compensation expense, net of tax	31,777	25,580	106,223	76,804
Net income (Non-GAAP)	<u>\$ 430,096</u>	<u>\$ 328,984</u>	<u>\$ 1,319,879</u>	<u>\$ 908,062</u>
Shares used in per share calculation - diluted (GAAP)	959,043	914,866	962,804	956,202
Dilutive securities	1,780	38,780	2,108	1,335
Shares used in per share calculation - diluted (Non-GAAP)	<u>960,823</u>	<u>953,646</u>	<u>964,912</u>	<u>957,537</u>
Net income (loss) per share - diluted (GAAP)	<u>\$ 0.42</u>	<u>\$ (0.06)</u>	<u>\$ 1.26</u>	<u>\$ 0.49</u>
Net income per share - diluted (Non-GAAP)	<u>\$ 0.45</u>	<u>\$ 0.34</u>	<u>\$ 1.37</u>	<u>\$ 0.95</u>