

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 net income and diluted per share amounts as reported in the press release dated January 27, 2009. Non-GAAP net income and net income per diluted share for three months ended December 31, 2008 and 2007, and the year ended December 31, 2007, are presented excluding the after-tax impact of stock-based compensation expense and adjusted for the application of APB 25 in computing non-GAAP dilutive securities. Non-GAAP net income and net income per diluted share for the year ended December 31, 2008 are presented excluding the after-tax impact of the purchased in-process research and development expense incurred in connection with the acquisition of Navitas Assets, LLC's assets related to its cicletanine business and the after-tax impact of stock-based compensation expense, and adjusted for the application of APB 25 in computing non-GAAP dilutive securities. 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		Year Ended	
	December 31,		December 31,	
	2008	2007	2008	2007
Net income (GAAP)	\$ 568,194	\$ 401,642	\$ 2,011,154	\$ 1,615,298
Stock-based compensation expense, net of tax	30,308	25,121	112,799	131,344
Purchased in-process research and development expense, net of tax	-	-	7,769	-
Net income (Non-GAAP)	<u>\$ 598,502</u>	<u>\$ 426,763</u>	<u>\$ 2,131,722</u>	<u>\$ 1,746,642</u>
Shares used in per share calculation - diluted (GAAP)	942,837	969,274	958,825	964,356
Dilutive securities	683	2,227	1,686	2,123
Shares used in per share calculation - diluted (Non-GAAP)	<u>943,520</u>	<u>971,501</u>	<u>960,511</u>	<u>966,479</u>
Net income per share - diluted (GAAP)	<u>\$ 0.60</u>	<u>\$ 0.41</u>	<u>\$ 2.10</u>	<u>\$ 1.68</u>
Net income per share - diluted (Non-GAAP)	<u>\$ 0.63</u>	<u>\$ 0.44</u>	<u>\$ 2.22</u>	<u>\$ 1.81</u>