



Q3 2008 Results and Guidance Summary

October 21, 2008

Cautionary Statement:

During the course of this presentation and the question and answer session, we will make forward-looking statements regarding future events or the future performance of the Company. These forward-looking statements may include guidance we will provide on future revenue, gross margin and operating expense targets for the fourth quarter of 2008 and any other future periods, and statements about the prospects for our various businesses and the development status and planned availability of new products. All statements that we make or incorporate by reference in the presentation and Q&A session, other than statements or characterizations of historical fact, are forward-looking statements. It should be clearly understood that these forward-looking statements, and our assumptions about the factors that influence them, are based on the limited information available to us at this date. Such information is subject to change. We undertake no obligation to revise or update publicly any forward-looking statement, except as required by law.

Forward-looking statements are not guarantees of future results and are subject to risks, uncertainties and assumptions that are difficult to predict. Therefore, our actual results could differ materially and adversely from those described in the statements you hear today as a result of various factors. We refer you to our 2007 Form 10-K, subsequent and forthcoming 10-Qs and other filings with the SEC, which discuss some of the important risk factors that could contribute to such differences or otherwise affect our business, results of operations and financial condition.

In addition, during the presentation we may refer to certain non-GAAP financial measures. Non-GAAP weighted average shares outstanding (diluted) adjusts GAAP weighted average shares outstanding (diluted) to exclude the benefits of compensation costs attributable to future services and not yet recognized in the financial statements that are treated as proceeds assumed to be used to repurchase shares under the GAAP treasury stock method. Non-GAAP free cash flow is defined as net cash provided from operating activities less purchases of property and equipment, net, as reported in our statements of cash flows presented in accordance with GAAP.

The non-GAAP financial information presented herein should be considered supplemental to, and not as a substitute for, or superior to, financial measures calculated in accordance with GAAP. However, Broadcom believes that non-GAAP reporting, giving effect to the adjustments shown in the reconciliations in this presentation, provides important supplemental information to management and investors regarding financial and business trends relating to the company's financial condition and results of operations. For further information regarding why Broadcom believes that certain non-GAAP financial measures provide useful information, the specific manner in which management uses these measures, and some of the limitations associated with the use of these measures, please refer to the company's Current Report on Form 8-K filed with the SEC January 24, 2008.

Finally, you should note that financial information for the three months ended March 31, 2006 and all prior periods reflects the company's restated financial statements, contained in its amended Annual Report on Form 10-K/A for the year ended December 31, 2005, and an amended Quarterly Report on Form 10-Q/A for the quarter ended March 31, 2006, filed with the SEC January 23, 2007.

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Q3 2008 Results Versus Guidance

(in millions)	Q2 2008A	Q3 2008 Guidance	Q3 2008A	Commentary
Revenue	\$1,201	\$1,250 to \$1,300	\$1,298	Record revenue, up 36.7% year-over-year
Revenue ex Verizon royalty*	\$1,165		\$1,260	
Cost of revenue	\$555		\$619	
Cost of revenue	\$545		\$608	
Stock-based compensation	\$6		\$7	
Amortization of purchased intangibles	\$4		\$4	
Gross margin	53.8%	Down, in historical range ex Verizon royalty	52.3%	
Gross margin ex Verizon royalty, stock-based compensation and amortization*	53.3%		51.7%	
Total operating expense	\$523	Up \$24 to \$31 sequentially	\$522	Ongoing expense control efforts and \$7M - \$8M of legal and prototyping expense timing shift into Q4 2008
Research and development	\$380		\$379	
Salaries and benefits	\$180		\$180	
Stock-based compensation	\$90		\$93	Up from mid Q2 2008 annual grant
Development and design cost	\$55		\$50	
Other**	\$55		\$56	
Selling, general and administrative	\$142		\$142	
Salaries and benefits	\$54		\$55	
Stock-based compensation	\$31		\$33	Up from mid Q2 2008 annual grant
Legal, accounting, and other external fees	\$40		\$38	
Other**	\$17		\$16	
Other operating expense***	\$1		\$ -	
Target Market Revenue	Q2 2008A	Q3 2008 Guidance	Q3 2008A	% Increase Year-over-Year
Broadband	\$458	Modest Growth	\$458	26.9%
Enterprise Networking	\$329	Growth	\$346	20.9%
Mobile & Wireless	\$414	Growth	\$494	63.2%

*Please see non-GAAP to GAAP reconciliation on page 4.

**Other includes but is not limited to the following: depreciation and amortization, facilities expense and travel.

***Other operating expense includes but is not limited to in-process R&D, impairments of purchased intangible assets, and settlement costs.

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Revenue, Gross Profit and Share Reconciliation

Revenue (in millions)	Q2 2008	Q3 2008
Revenue ex Verizon royalty	\$1,165	\$1,260
Verizon royalty revenue	\$36	\$38
Total revenue	\$1,201	\$1,298

Gross profit (in millions)	Q2 2008	% of Revenue	Q3 2008	% of Revenue
Gross profit ex Verizon royalty, stock based compensation and amortization	\$621	53.3%	\$652	51.7%
- Stock-based compensation and amortization	(\$11)		(\$11)	
Gross profit ex Verizon royalty	\$610	52.4%	\$641	50.9%
+ Verizon royalty	\$36		\$38	
Total gross profit	\$646	53.8%	\$679	52.3%

Shares (in millions)	Q2 2008	Q3 2008
Non-GAAP weighted average shares outstanding (diluted)*	556	552
GAAP adjustment	(26)	(28)
GAAP weighted average shares outstanding (diluted)	530	524

*Please note — the calculation of non-GAAP weighted average shares outstanding (diluted) excludes the benefits of compensation costs attributable to future services and not yet recognized in the financial statements that are treated as proceeds assumed to be used to repurchase shares under the GAAP treasury stock method.

Q4 2008 Guidance*

(in millions)	Q3 2008 Actual	Q4 2008 Guidance*	Commentary
Revenue	\$1,298	\$1,170 to \$1,235	
Gross margin	52.3%	Down 50 to 75 basis points sequentially	Driven principally by mix
Total operating expense (including stock-based compensation)	\$522	Up \$12 to \$17 sequentially	Includes \$7M - \$8M timing shift from Q3 to Q4 in legal and prototyping expense
Total stock-based compensation**	\$133	Approximately \$130	
Target Markets			
Broadband	\$458	Growth	Driven primarily by set-top box
Enterprise Networking	\$346	Decline	Typical seasonal softness, as well as end customer caution given current economic environment
Mobile & Wireless	\$494	Modest Decline	Driven mostly by the trend that some of our large customers had peak seasonal/holiday orders in Q3 2008

* Excludes the impact of the proposed AMD transaction.

** Included in cost of revenue, research and development, and selling, general and administrative expenses. Please see slide 6 for breakout.

Broadcom has based the preceding guidance for the three months ending December 31, 2008 on expectations, assumptions and estimates that we believe are reasonable given our assessment of historical trends and other information reasonably available as of October 21, 2008. Our guidance consists of predictions only, however, and is subject to a wide range of known and unknown business risks and uncertainties, many of which are beyond our control. The forecasts and projections contained in the table above should not be regarded as representations by Broadcom that the estimated results will be achieved. Projections and estimates are necessarily speculative in nature and actual results may vary materially from the guidance we provide today.

The guidance set forth in the table above should be read together with the information under the caption, "Cautions regarding Forward Looking Statements" above, our Annual Report on Form 10-K for the year ended December 31, 2007, subsequent Quarterly Reports on Form 10-Q, recent Current Reports on Form 8-K, and our other Securities and Exchange Commission filings. We undertake no obligation to publicly update or revise any forward-looking statements, including the guidance set forth herein.

Stock-Based Compensation Expense

(in millions)	Q3 2007	Q2 2008	Q3 2008
<i>Cost of revenue</i>	\$7	\$6	\$7
<i>Research and development</i>	\$95	\$90	\$93
<i>Selling, general and administrative</i>	\$37	\$31	\$33
Total	\$139	\$127	\$133
% of Revenue			
<i>Cost of revenue</i>	0.7%	0.5%	0.5%
<i>Research and development</i>	10.0%	7.5%	7.2%
<i>Selling, general and administrative</i>	3.9%	2.6%	2.6%
Total	14.6%	10.6%	10.3%

Broadcom Corporation
Unaudited GAAP Consolidated Statements of Operations
(In thousands, except per share amounts)

	<u>Q1'06</u>	<u>Q2'06</u>	<u>Q3'06</u>	<u>Q4'06</u>	<u>Q1'07</u>	<u>Q2'07</u>	<u>Q3'07</u>	<u>Q4'07</u>	<u>Q1'08</u>	<u>Q2'08</u>	<u>Q3'08</u>
Net revenue	\$ 900,647	\$ 941,131	\$ 902,586	\$ 923,454	\$ 901,481	\$ 897,920	\$ 949,959	\$ 1,027,035	\$ 1,032,210	\$ 1,200,931	\$ 1,298,475
Cost of revenue	434,209	457,374	450,164	453,818	440,949	437,037	465,970	488,222	481,163	554,596	619,459
Gross profit	466,438	483,757	452,422	469,636	460,532	460,883	483,989	538,813	551,047	646,335	679,016
Gross margin	51.8%	51.4%	50.1%	50.9%	51.1%	51.3%	50.9%	52.5%	53.4%	53.8%	52.3%
Operating expense:											
Research and development	251,694	280,024	272,565	312,731	300,810	332,130	352,283	363,285	355,688	380,035	379,279
Selling, general and administrative	112,899	121,982	125,281	143,850	128,647	119,859	124,907	119,324	111,946	142,017	141,941
Amortization of purchased intangible assets	1,083	605	329	330	329	200	314	184	183	184	183
In-process research and development	5,200	-	-	-	300	10,200	4,970	-	10,900	-	-
Impairment of intangible assets	-	-	-	-	1,500	-	-	-	-	1,900	250
Settlement costs	-	-	-	-	-	-	-	-	15,810	-	-
Restructuring costs (reversal)	-	-	-	-	-	-	-	-	-	(1,000)	-
Income from operations	95,562	81,146	54,247	12,725	28,946	(1,506)	1,515	56,020	56,520	123,199	157,363
Interest income, net	23,738	28,194	31,826	35,239	37,008	32,904	31,443	29,714	20,104	12,428	12,451
Other income (expense), net	1,771	1,448	299	446	(1,409)	642	(1,670)	5,849	924	(191)	(3,720)
Income before income taxes	121,071	110,788	86,372	48,410	64,545	32,040	31,288	91,583	77,548	135,436	166,094
Provision (benefit) for income taxes	3,373	4,702	(23,809)	3,334	3,554	(2,216)	3,528	1,248	3,234	647	1,188
Net income	\$ 117,698	\$ 106,086	\$ 110,181	\$ 45,076	\$ 60,991	\$ 34,256	\$ 27,760	\$ 90,335	\$ 74,314	\$ 134,789	\$ 164,906
Net income per share (basic)	\$ 0.22	\$ 0.19	\$ 0.20	\$ 0.08	\$ 0.11	\$ 0.06	\$ 0.05	\$ 0.17	\$ 0.14	\$ 0.26	\$ 0.32
Net income per share (diluted)	\$ 0.20	\$ 0.18	\$ 0.19	\$ 0.08	\$ 0.10	\$ 0.06	\$ 0.05	\$ 0.16	\$ 0.14	\$ 0.25	\$ 0.31
Weighted average shares (basic)	538,968	547,790	547,927	548,210	547,860	540,851	539,931	541,006	530,338	512,875	509,041
Weighted average shares (diluted)	601,204	594,546	572,597	584,927	585,740	575,115	577,583	572,289	539,827	529,977	523,759

The following table presents details of total stock-based compensation expense *included* in each functional line item in the unaudited condensed consolidated statements of income above:

Cost of revenue	\$ 6,286	\$ 7,105	\$ 5,742	\$ 5,456	\$ 5,814	\$ 6,861	\$ 7,214	\$ 6,581	\$ 5,465	\$ 6,237	\$ 6,652
Research and development	70,005	86,420	78,191	72,480	78,431	90,832	94,619	89,767	78,706	90,003	93,334
Selling, general and administrative	31,695	38,940	37,595	28,449	32,626	36,607	37,023	33,277	29,065	31,268	33,328

All share numbers and per share amounts have been adjusted to reflect Broadcom's three-for-two stock split effected February 21, 2006.

Broadcom Corporation
Unaudited GAAP Condensed Consolidated Statements of Cash Flows
(In thousands)

	<u>Q1'06</u>	<u>Q2'06</u>	<u>Q3'06</u>	<u>Q4'06</u>	<u>Q1'07</u>	<u>Q2'07</u>	<u>Q3'07</u>	<u>Q4'07</u>	<u>Q1'08</u>	<u>Q2'08</u>	<u>Q3'08</u>
Operating activities											
Net income (loss)	\$ 117,698	\$ 106,086	\$ 110,181	\$ 45,076	\$ 60,991	\$ 34,256	\$ 27,760	\$ 90,335	\$ 74,314	\$ 134,789	\$ 164,906
Adjustments to reconcile net income (loss) to net cash provided by operating activities:											
Depreciation and amortization	11,188	12,137	11,880	12,397	10,679	16,979	14,897	18,329	17,221	18,338	19,370
Stock-based compensation expense:											
Stock options and other awards	93,825	87,423	87,140	72,277	79,145	86,053	84,128	74,935	58,029	57,178	53,684
Restricted stock units issued by the Company	14,161	45,042	34,388	34,108	37,726	48,247	54,728	54,690	55,207	70,330	79,630
Acquisition-related items:											
Amortization of purchased intangible assets	4,064	3,349	2,643	2,347	3,379	2,766	4,249	4,118	4,118	4,118	4,118
In-process research and development	5,200	-	-	-	300	10,200	4,970	-	10,900	-	-
Impairment of intangible assets	-	-	-	-	1,500	-	-	-	-	1,900	250
Impairment of strategic investments and marketable securities	(700)	-	-	-	2,637	11	2,121	(2,960)	-	1,760	4,287
Change in operating assets and liabilities:											
Accounts receivable	(44,199)	(56,702)	(15,998)	41,476	22,459	(19,280)	(11,509)	26,730	6,581	(117,396)	(21,183)
Inventory	(31,105)	(51,735)	54,508	20,734	2,383	9,087	(20,399)	(18,153)	9,911	(34,944)	(66,259)
Prepaid expenses and other assets	16,395	1,352	(3,809)	6,228	(16,290)	(356)	(24,964)	(18,081)	(6,296)	25,054	(20,387)
Accounts payable	30,225	(2,510)	(80,590)	44,539	21,475	(10,873)	44,547	(41,451)	46,014	77,815	23,503
Accrued settlement liabilities	(2,000)	-	-	(11)	(2,000)	-	-	-	10,000	(12,000)	-
Other accrued and long-term liabilities:	16,647	1,151	29,522	5,631	17,652	(17,359)	30,507	20,825	(46,959)	20,386	44,330
Net cash provided by operating activities	<u>231,399</u>	<u>145,593</u>	<u>229,865</u>	<u>284,802</u>	<u>242,036</u>	<u>159,731</u>	<u>211,035</u>	<u>209,317</u>	<u>239,040</u>	<u>247,328</u>	<u>286,249</u>
Investing activities											
Net purchase of property and equipment	(14,957)	(22,272)	(19,926)	(35,322)	(63,964)	(43,415)	(15,939)	(27,109)	(25,662)	(23,405)	(16,084)
Net cash paid for acquisitions and other purchased intangible assets	(67,921)	-	(2,204)	75	(47,677)	(30,275)	(141,372)	-	(19,795)	(9,943)	(57)
Sales (purchases) of strategic investments	137	-	-	(2,121)	(3,500)	306	-	3,506	(355)	-	-
Purchases of marketable securities	(174,927)	(197,106)	(302,162)	(252,761)	(266,312)	(189,418)	(112,732)	(95,724)	(135,166)	(202,495)	(772,012)
Proceeds from sales and maturities of marketable securities:	167,881	103,542	214,391	235,899	378,154	285,978	156,960	270,136	148,183	72,415	291,424
Net cash provided by (used in) investing activities	<u>(89,787)</u>	<u>(115,836)</u>	<u>(109,901)</u>	<u>(54,230)</u>	<u>(3,299)</u>	<u>23,176</u>	<u>(113,083)</u>	<u>150,809</u>	<u>(32,795)</u>	<u>(163,428)</u>	<u>(496,729)</u>
Financing activities											
Repurchases of Class A common stock	(93,799)	(152,303)	(29,631)	-	(425,062)	(216,226)	(170,534)	(328,391)	(391,732)	(444,131)	(23,912)
Minimum tax withholding paid on behalf of employees for restricted stock units	(7,680)	(13,487)	(7,664)	-	(23,991)	(12,588)	(16,453)	(16,644)	(12,130)	(13,623)	(19,433)
Proceeds from issuance of common stock, net	395,040	106,243	6,757	78	80,825	61,625	81,912	134,267	12,314	78,300	23,968
Excess tax benefits from stock-based compensation	338	-	-	(338)	-	-	-	-	-	-	-
Payment on assumed debt and other obligations	(4,625)	-	-	-	-	-	-	-	-	-	-
Net cash provided by (used in) financing activities	<u>289,274</u>	<u>(59,547)</u>	<u>(30,538)</u>	<u>(260)</u>	<u>(368,228)</u>	<u>(167,189)</u>	<u>(105,075)</u>	<u>(210,768)</u>	<u>(391,548)</u>	<u>(379,454)</u>	<u>(19,377)</u>
Increase (decrease) in cash and cash equivalents	430,886	(29,790)	89,426	230,312	(129,491)	15,718	(7,123)	149,358	(185,303)	(295,554)	(229,857)
Cash and cash equivalents at beginning of period	1,437,276	1,868,162	1,838,372	1,927,798	2,158,110	2,028,619	2,044,337	2,037,214	2,186,572	2,001,269	1,705,715
Cash and cash equivalents at end of period	<u>\$ 1,868,162</u>	<u>\$ 1,838,372</u>	<u>\$ 1,927,798</u>	<u>\$ 2,158,110</u>	<u>\$ 2,028,619</u>	<u>\$ 2,044,337</u>	<u>\$ 2,037,214</u>	<u>\$ 2,186,572</u>	<u>\$ 2,001,269</u>	<u>\$ 1,705,715</u>	<u>\$ 1,475,858</u>
Unaudited Supplemental Financial Information											
Cash and cash equivalents	\$ 1,868,162	\$ 1,838,372	\$ 1,927,798	\$ 2,158,110	\$ 2,028,619	\$ 2,044,337	\$ 2,037,214	\$ 2,186,572	\$ 2,001,269	\$ 1,705,715	\$ 1,475,858
Short-term marketable securities	272,402	366,894	449,353	522,340	460,677	370,336	308,932	141,728	90,033	228,418	770,872
Long-term marketable securities:	172,889	171,961	177,273	121,148	73,589	66,116	84,107	75,352	114,456	105,513	40,905
Total cash, cash equivalents and marketable securities	<u>\$ 2,313,453</u>	<u>\$ 2,377,227</u>	<u>\$ 2,554,424</u>	<u>\$ 2,801,598</u>	<u>\$ 2,562,885</u>	<u>\$ 2,480,789</u>	<u>\$ 2,430,253</u>	<u>\$ 2,403,652</u>	<u>\$ 2,205,758</u>	<u>\$ 2,039,646</u>	<u>\$ 2,287,635</u>
Increase (decrease) from prior quarter end	<u>\$ 437,932</u>	<u>\$ 63,774</u>	<u>\$ 177,197</u>	<u>\$ 247,174</u>	<u>\$ (238,713)</u>	<u>\$ (82,096)</u>	<u>\$ (50,536)</u>	<u>\$ (26,601)</u>	<u>\$ (197,894)</u>	<u>\$ (166,112)</u>	<u>\$ 247,989</u>
GAAP net cash provided by operating activities	\$ 231,399	\$ 145,593	\$ 229,865	\$ 284,802	\$ 242,036	\$ 159,731	\$ 211,035	\$ 209,317	\$ 239,040	\$ 247,328	\$ 286,249
Purchase of property and equipment, net	(14,957)	(22,272)	(19,926)	(35,322)	(63,964)	(43,415)	(15,939)	(27,109)	(25,662)	(23,405)	(16,084)
Free cash flow	<u>\$ 216,442</u>	<u>\$ 123,321</u>	<u>\$ 209,939</u>	<u>\$ 249,480</u>	<u>\$ 178,072</u>	<u>\$ 116,316</u>	<u>\$ 195,096</u>	<u>\$ 182,208</u>	<u>\$ 213,378</u>	<u>\$ 223,923</u>	<u>\$ 270,165</u>

Broadcom Corporation
Unaudited GAAP Condensed Consolidated Balance Sheets and Other Metrics
(In thousands, except metric amounts)

	<u>Q1'06</u>	<u>Q2'06</u>	<u>Q3'06</u>	<u>Q4'06</u>	<u>Q1'07</u>	<u>Q2'07</u>	<u>Q3'07</u>	<u>Q4'07</u>	<u>Q1'08</u>	<u>Q2'08</u>	<u>Q3'08</u>
ASSETS											
Current assets:											
Cash and cash equivalents	\$ 1,868,162	\$ 1,838,372	\$ 1,927,798	\$ 2,158,110	\$ 2,028,619	\$ 2,044,337	\$ 2,037,214	\$ 2,186,572	\$ 2,001,269	\$ 1,705,715	\$ 1,475,858
Short-term marketable securities	272,402	366,894	449,353	522,340	460,677	370,336	308,932	141,728	90,033	228,418	770,872
Accounts receivable, net	351,599	408,301	424,299	382,823	363,001	382,285	395,732	369,004	362,436	479,832	501,015
Inventory	226,301	278,036	223,528	202,794	200,411	191,324	213,160	231,313	221,402	256,346	322,605
Prepaid expenses and other current assets	87,355	90,242	95,025	85,721	101,605	103,969	127,940	125,663	125,413	89,815	105,481
Total current assets	2,805,819	2,981,845	3,120,003	3,351,788	3,154,313	3,092,251	3,082,978	3,054,280	2,800,553	2,760,126	3,175,831
Property and equipment, net	100,556	110,691	118,762	164,699	221,833	228,271	226,079	241,803	250,526	252,890	252,999
Long-term marketable securities	172,889	171,961	177,273	121,148	73,589	66,116	84,107	75,352	114,456	105,513	40,905
Goodwill	1,188,694	1,186,286	1,187,263	1,185,145	1,215,070	1,236,488	1,365,764	1,376,721	1,376,936	1,386,642	1,386,394
Purchased intangible assets, net	37,368	34,019	31,376	29,029	42,150	39,384	50,725	46,607	42,489	38,371	34,253
Other assets	18,156	15,916	16,374	24,957	26,672	25,860	31,387	43,430	49,571	56,812	58,293
Total assets	<u>\$ 4,323,482</u>	<u>\$ 4,500,718</u>	<u>\$ 4,651,051</u>	<u>\$ 4,876,766</u>	<u>\$ 4,733,627</u>	<u>\$ 4,688,370</u>	<u>\$ 4,841,040</u>	<u>\$ 4,838,193</u>	<u>\$ 4,634,531</u>	<u>\$ 4,600,354</u>	<u>\$ 4,948,675</u>
LIABILITIES AND SHAREHOLDERS' EQUITY											
Current liabilities:											
Accounts payable	\$ 323,930	\$ 321,011	\$ 240,421	\$ 307,972	\$ 334,868	\$ 303,067	\$ 349,759	\$ 313,621	\$ 360,571	\$ 435,082	\$ 459,593
Wages and related benefits	86,968	73,852	91,431	104,940	129,346	121,304	159,132	147,853	137,373	124,276	166,137
Deferred revenue	2,121	1,520	1,463	1,873	2,493	2,874	6,371	15,864	7,907	7,514	10,246
Accrued liabilities	241,031	257,628	271,330	263,916	290,502	258,764	241,894	253,226	239,593	259,617	238,010
Total current liabilities	654,050	654,011	604,645	678,701	757,209	686,009	757,156	730,564	745,444	826,489	873,986
Commitments and contingencies											
Long-term deferred revenue	-	-	-	-	-	-	5,990	8,108	7,006	5,878	4,764
Other long-term liabilities	9,027	7,952	6,978	6,399	35,324	31,669	33,094	63,373	63,568	64,217	65,879
Shareholders' equity	3,660,405	3,838,755	4,039,428	4,191,666	3,941,094	3,970,692	4,044,800	4,036,148	3,818,513	3,703,770	4,004,046
Total liabilities and shareholders' equity	<u>\$ 4,323,482</u>	<u>\$ 4,500,718</u>	<u>\$ 4,651,051</u>	<u>\$ 4,876,766</u>	<u>\$ 4,733,627</u>	<u>\$ 4,688,370</u>	<u>\$ 4,841,040</u>	<u>\$ 4,838,193</u>	<u>\$ 4,634,531</u>	<u>\$ 4,600,354</u>	<u>\$ 4,948,675</u>
GAAP inventory turns	7.7	6.6	8.1	9.0	8.8	9.1	8.7	8.4	8.7	8.7	7.7
GAAP days in inventory	47.4	55.3	45.2	40.7	41.4	39.8	41.6	43.1	41.9	42.1	47.4

Broadcom Corporation
Unaudited Supplementary Financial Data
(In thousands)

	<u>Q1'06</u>	<u>Q2'06</u>	<u>Q3'06</u>	<u>Q4'06</u>	<u>Q1'07</u>	<u>Q2'07</u>	<u>Q3'07</u>	<u>Q4'07</u>	<u>Q1'08</u>	<u>Q2'08</u>	<u>Q3'08</u>
Cost of Revenue:											
Stock-based compensation	\$ 6,286	\$ 7,105	\$ 5,742	\$ 5,456	\$ 5,814	\$ 6,861	\$ 7,214	\$ 6,581	\$ 5,465	\$ 6,237	\$ 6,652
Amortization of purchased intangible assets	2,981	2,744	2,314	2,017	3,050	2,566	3,935	3,934	3,935	3,934	3,935
Research and development:											
Stock-based compensation	70,005	86,420	78,191	72,480	78,431	90,832	94,619	89,767	78,706	90,003	93,334
Selling, general and administrative:											
Stock-based compensation	31,695	38,940	37,595	28,449	32,626	36,607	37,023	33,277	29,065	31,268	33,328
Recovery of legal fees related to certain litigation	-	-	-	-	-	-	-	-	(8,569)	-	-
Other Operating Expense:											
Amortization of purchased intangible assets	1,083	605	329	330	329	200	314	184	183	184	183
In-process research and development	5,200	-	-	-	300	10,200	4,970	-	10,900	-	-
Impairment of intangible assets	-	-	-	-	1,500	-	-	-	-	1,900	250
Settlement costs	-	-	-	-	-	-	-	-	15,810	-	-
Restructuring costs (reversal)	-	-	-	-	-	-	-	-	-	(1,000)	-
Other:											
Employer payroll tax expense on certain stock option exercises	9,404	2,638	548	-	1,886	934	1,484	3,182	930	1,169	1,532
Charges related to equity award review	-	-	1,599	48,302	3,434	(25)	-	-	-	-	-
Loss (gain) on strategic investments, net	(700)	-	-	-	2,637	11	2,121	(2,960)	-	1,760	2,506
Non-operating gains	(434)	(48)	-	-	(3)	(126)	(146)	(2,444)	-	-	(193)

Broadcom Corporation
Unaudited Supplementary Financial Data
(In thousands)

	Q1'06	Q2'06	Q3'06	Q4'06	Q1'07	Q2'07	Q3'07	Q4'07	Q1'08	Q2'08	Q3'08
Net revenue:											
Broadband	\$ 331,152	\$ 357,103	\$ 358,865	\$ 337,849	\$ 349,295	\$ 347,995	\$ 361,171	\$ 353,832	\$ 365,441	\$ 457,924	\$ 458,323
Mobile & Wireless	263,905	278,815	255,967	302,224	274,238	266,192	302,892	381,112	359,028	414,471	494,429
Enterprise Networking	305,590	305,213	287,754	283,381	277,948	283,733	285,896	292,091	307,741	328,536	345,723
	<u>\$ 900,647</u>	<u>\$ 941,131</u>	<u>\$ 902,586</u>	<u>\$ 923,454</u>	<u>\$ 901,481</u>	<u>\$ 897,920</u>	<u>\$ 949,959</u>	<u>\$ 1,027,035</u>	<u>\$ 1,032,210</u>	<u>\$ 1,200,931</u>	<u>\$ 1,298,475</u>
% of revenue:											
Broadband	36.8%	37.9%	39.8%	36.6%	38.7%	38.8%	38.0%	34.5%	35.4%	38.1%	35.3%
Mobile & Wireless	29.3	29.6	28.4	32.7	30.4	29.6	31.9	37.1	34.8	34.5	38.1
Enterprise Networking	33.9	32.5	31.8	30.7	30.9	31.6	30.1	28.4	29.8	27.4	26.6
	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>
Cost of revenue:											
Product cost	\$ 424,942	\$ 447,525	\$ 442,108	\$ 446,345	\$ 432,085	\$ 427,610	\$ 454,821	\$ 477,707	\$ 471,763	\$ 544,425	\$ 608,872
Stock-based compensation	6,286	7,105	5,742	5,456	5,814	6,861	7,214	6,581	5,465	6,237	6,652
Amortization of purchased intangibles	2,981	2,744	2,314	2,017	3,050	2,566	3,935	3,934	3,935	3,934	3,935
Cost of revenue	<u>\$ 434,209</u>	<u>\$ 457,374</u>	<u>\$ 450,164</u>	<u>\$ 453,818</u>	<u>\$ 440,949</u>	<u>\$ 437,037</u>	<u>\$ 465,970</u>	<u>\$ 488,222</u>	<u>\$ 481,163</u>	<u>\$ 554,596</u>	<u>\$ 619,459</u>
Gross profit as a % of net revenue	51.8%	51.4%	50.1%	50.9%	51.1%	51.3%	50.9%	52.5%	53.4%	53.8%	52.3%
Research and development:											
Salaries and benefits	\$ 105,626	\$ 116,333	\$ 118,929	\$ 146,718	\$ 133,374	\$ 145,371	\$ 151,878	\$ 164,362	\$ 163,382	\$ 180,412	\$ 180,058
Stock-based compensation	70,005	86,420	78,191	72,480	78,431	90,832	94,619	89,767	78,706	90,003	93,334
Development and design costs	42,314	40,851	37,884	50,477	43,667	49,691	57,748	58,874	60,454	54,431	50,200
Other (1)	33,749	36,420	37,561	43,056	45,338	46,236	48,038	50,282	53,146	55,189	55,687
	<u>\$ 251,694</u>	<u>\$ 280,024</u>	<u>\$ 272,565</u>	<u>\$ 312,731</u>	<u>\$ 300,810</u>	<u>\$ 332,130</u>	<u>\$ 352,283</u>	<u>\$ 363,285</u>	<u>\$ 355,688</u>	<u>\$ 380,035</u>	<u>\$ 379,279</u>
Selling, general and administrative:											
Salaries and benefits	\$ 38,154	\$ 36,495	\$ 37,455	\$ 61,458	\$ 42,959	\$ 41,324	\$ 44,546	\$ 47,323	\$ 51,201	\$ 54,035	\$ 54,740
Stock-based compensation	31,695	38,940	37,595	28,449	32,626	36,607	37,023	33,277	29,065	31,268	33,328
Legal and accounting fees	26,253	29,585	33,206	35,853	34,340	22,932	23,639	19,359	16,052	40,182	37,544
Other (1)	16,797	16,962	17,025	18,090	18,722	18,996	19,699	19,365	15,628	16,532	16,329
	<u>\$ 112,899</u>	<u>\$ 121,982</u>	<u>\$ 125,281</u>	<u>\$ 143,850</u>	<u>\$ 128,647</u>	<u>\$ 119,859</u>	<u>\$ 124,907</u>	<u>\$ 119,324</u>	<u>\$ 111,946</u>	<u>\$ 142,017</u>	<u>\$ 141,941</u>
Shares:											
GAAP weighted average shares outstanding (diluted)	601,204	594,546	572,597	584,927	585,740	575,115	577,583	572,289	539,827	529,977	523,759
Non-GAAP adjustment	16,987	21,575	22,150	19,815	18,614	21,715	22,320	20,283	16,726	25,620	28,693
Non-GAAP weighted average shares outstanding (diluted)	<u>618,191</u>	<u>616,121</u>	<u>594,747</u>	<u>604,741</u>	<u>604,354</u>	<u>596,830</u>	<u>599,903</u>	<u>592,573</u>	<u>556,553</u>	<u>555,597</u>	<u>552,452</u>

(1) Other includes but is not limited to the following: depreciation and amortization, facilities expense and travel.