

VMware, Inc.

RECONCILIATION OF Q3 2008 GAAP TO NON-GAAP CASH FLOWS FROM OPERATIONS

(in thousands)

(unaudited)

	For the Three Months Ended September 30,	
	2008	2007
GAAP operating cash flows	\$ 243,505	\$ 198,333
Capitalized software development	(37,961)	(22,314)
Excess tax benefits from stock-based compensation	5,844	-
Non-GAAP operating cash flows	<u>\$ 211,388</u>	<u>\$ 176,019</u>

VMware, Inc.

**RECONCILIATION OF TRAILING TWELVE MONTHS
GAAP TO NON-GAAP CASH FLOWS FROM OPERATIONS**

(in thousands)

(unaudited)

	For the Trailing Twelve Months Ended September 30,	
	2008	2007
GAAP operating cash flows	\$ 690,893	\$ 513,682
Capitalized software development	(68,772)	(37,316)
Excess tax benefits from stock-based compensation	85,271	-
Non-GAAP operating cash flows	<u>\$ 707,392</u>	<u>\$ 476,366</u>