

Symantec's Fiscal 2009 Second Quarter Supplemental Information
(Unaudited)

SUMMARY ⁽¹⁾ (in thousands)

Revenue and Earnings Results	Sep-08Q	Jun-08Q	Sep-07Q	Q2 09 vs. Q2 08 Growth	Q2 09 vs. Q1 09 Growth
Non-GAAP Revenue	\$1,522,979	\$1,655,093	\$1,437,332	6%	-8%
GAAP Revenue	\$1,518,010	\$1,650,322	\$1,419,089	7%	-8%
Non-GAAP EPS	\$0.37	\$0.40	\$0.29	28%	-8%
GAAP EPS	\$0.16	\$0.22	\$0.06	167%	-27%

Revenue by Segment - Non-GAAP	Sep-08Q	Jun-08Q	Sep-07Q	Q2 09 vs. Q2 08 Growth	Q2 09 vs. Q1 09 Growth	Q2 09 % of Total Revenue
Security & Compliance ⁽²⁾	\$403,184	\$448,923	\$399,485	1%	-10%	26%
Storage and Server Management	\$572,539	\$615,815	\$512,354	12%	-7%	38%
Services ⁽²⁾	\$106,634	\$116,740	\$91,657	16%	-9%	7%
Total Enterprise:	\$1,082,357	\$1,181,478	\$1,003,496	8%	-8%	71%
Consumer	\$440,192	\$473,139	\$433,508	2%	-7%	29%
Other	\$430	\$476	\$328	31%	-10%	0%

Revenue by Geography - Non-GAAP	Sep-08Q	Jun-08Q	Sep-07Q	Q2 09 vs. Q2 08 Growth	Q2 09 vs. Q1 09 Growth	Q2 09 % of Total Revenue
International	\$763,891	\$866,006	\$729,788	5%	-12%	50%
U.S.	\$759,088	\$789,087	\$707,544	7%	-4%	50%
Americas (U.S., Latin America, Canada)	\$826,238	\$865,247	\$776,692	6%	-5%	54%
EMEA	\$480,661	\$558,649	\$465,676	3%	-14%	32%
Asia Pacific & Japan	\$216,080	\$231,197	\$194,964	11%	-7%	14%

Expenses and Profitability - Non-GAAP	Sep-08Q	Jun-08Q	Sep-07Q	Q2 09 vs. Q2 08 Growth	Q2 09 vs. Q1 09 Growth
Gross Margin	85.7%	86.5%	85.3%	N/A	N/A
Operating Expenses	\$861,726	\$946,616	\$864,820	0%	-9%
Operating Expenses as a % of total revenue	57%	57%	60%	N/A	N/A
Operating Income	\$443,025	\$485,092	\$361,547	23%	-9%
Operating Margin	29.1%	29.3%	25.2%	N/A	N/A
Net Income	\$311,177	\$341,780	\$262,635	18%	-9%
Fully Diluted Shares Outstanding	852,334	853,994	892,759	N/A	N/A

Balance Sheet & Cash Flow Metrics	Sep-08Q	Jun-08Q	Sep-07Q	Q2 09 vs. Q2 08 Growth	Q2 09 vs. Q1 09 Growth
Cash position (including short-term investments)	\$2,304,642	\$2,286,305	\$1,998,201	15%	1%
DSO	39 days	36 days	38 days	N/A	N/A
Non-GAAP Deferred Revenue	\$2,721,059	\$3,024,516	\$2,624,485	4%	-10%
GAAP Deferred Revenue	\$2,713,226	\$3,011,682	\$2,598,597	4%	-10%
Cash Flow from Operating Activities	\$248,291	\$413,576	\$330,969	-25%	-40%
Purchase of property and equipment	\$67,644	\$57,695	\$63,341	7%	17%
Stock Repurchase - number of shares purchased	9.3 million shares	9.7 million shares	21.6 million shares		

(1) The information presented above includes selected historical GAAP and non-GAAP financial information. To see the most directly comparable GAAP financial measures together with the reconciliation, go to: <http://investor.symantec.com/phoenix.zhtml?c=89422&p=irol-irhome>.

(2) During the first quarter of fiscal year 2009, Altiris services' revenue was reclassified from the Security and Compliance segment to the Services segment. Data shown from the prior periods have been reclassified to match the current reporting structure.

Symantec's Fiscal 2009 Second Quarter Supplemental Information
(Unaudited)

Large Transactions Summary

	Greater than \$300k	Greater than \$1m
Sep-08	326	77
Jun-08	336	85
Mar-08	449	115
Dec-07	554	127
Sep-07	302	64
Jun-07	249	48

Headcount

	Total Employees	Acquisition headcount included in total
Sep-08	17,993	7
Jun-08	17,763	101
Mar-08	17,648	-
Dec-07	17,906	164
Sep-07	18,059	-
Jun-07	17,705	980

SYMANTEC CORPORATION
GAAP Statements of Operations
(In thousands, except per share data)
(Unaudited)

	Fiscal YTD 2009	Three months ended		Fiscal 2008	Three months ended			Fiscal 2007	Three months ended				
		3-Oct-08	4-Jul-08		28-Mar-08	28-Dec-07	28-Sep-07		30-Mar-07	29-Dec-06	29-Sep-06	30-Jun-06	
Net revenues:													
Content, subscriptions, and maintenance	\$ 2,471,707	\$ 1,180,715	\$ 1,290,992	\$ 4,561,566	\$ 1,190,440	\$ 1,167,443	\$ 1,117,165	\$ 1,086,518	\$ 3,917,572	\$ 1,051,112	\$ 993,889	\$ 955,025	\$ 917,546
Licenses	696,625	337,295	359,330	1,312,853	349,301	347,808	301,924	313,820	1,281,794	306,105	321,984	305,383	348,322
Total net revenues	3,168,332	1,518,010	1,650,322	5,874,419	1,539,741	1,515,251	1,419,089	1,400,338	5,199,366	1,357,217	1,315,873	1,260,408	1,265,868
Cost of revenues:													
Content, subscriptions, and maintenance	430,644	212,070	218,574	826,339	206,746	204,355	205,572	209,666	823,525	210,888	213,977	203,524	195,136
Licenses	18,845	10,398	8,447	44,664	13,230	10,304	9,892	11,238	49,968	10,502	12,015	11,539	15,912
Amortization of acquired product rights	171,563	86,602	84,961	349,327	86,403	84,502	89,062	89,360	342,333	84,873	84,511	85,338	87,611
Total cost of revenues	621,052	309,070	311,982	1,220,330	306,379	299,161	304,526	310,264	1,215,826	306,263	310,503	300,401	298,659
Gross Profit	2,547,280	1,208,940	1,338,340	4,654,089	1,233,362	1,216,090	1,114,563	1,090,074	3,983,540	1,050,954	1,005,370	960,007	967,209
Operating expenses:													
Sales and marketing	1,259,802	596,983	662,819	2,415,264	623,592	627,980	595,162	568,530	2,007,651	575,546	500,067	464,589	467,449
Research and development	450,484	219,049	231,435	895,242	223,314	225,293	221,057	225,578	866,882	218,468	218,969	218,250	213,195
General and administrative	177,604	84,838	92,766	347,642	92,792	82,600	86,405	85,845	316,783	79,266	78,820	80,076	78,621
Amortization of other purchased intangible assets	111,030	55,651	55,379	225,131	56,284	54,996	56,926	56,925	201,502	49,932	50,476	50,480	50,614
Restructuring	26,795	9,790	17,005	73,914	22,031	23,305	9,578	19,000	70,236	50,758	-	6,220	13,258
Integration	-	-	-	-	-	-	-	-	744	744	-	-	-
Impairment of assets	26,204	26,204	-	94,616	1,928	6,142	86,546	-	-	-	-	-	-
Total operating expenses	2,051,919	992,515	1,059,404	4,051,809	1,019,941	1,020,316	1,055,674	955,878	3,463,798	974,714	846,332	819,615	823,137
Operating income	495,361	216,425	278,936	602,280	213,421	195,774	58,889	134,196	519,742	76,240	159,038	140,392	144,072
Interest income	30,290	12,302	17,988	76,896	16,899	19,997	19,179	20,821	122,043	30,503	28,741	34,983	27,816
Interest expense	(16,281)	(6,712)	(9,569)	(29,480)	(9,095)	(7,477)	(6,617)	(6,291)	(27,233)	(6,246)	(6,257)	(8,053)	(6,677)
Settlements of litigation	(1,748)	(1,748)	-	58,500	58,500	-	-	-	-	-	-	-	-
Other income (expense), net	(7,095)	(7,034)	(61)	4,327	3,444	(2,348)	1,965	1,266	17,070	5,568	(3,897)	15,581	(182)
Income before income taxes and loss from joint venture	500,527	213,233	287,294	712,523	283,169	205,946	73,416	149,992	631,622	106,065	177,625	182,903	165,029
Provision for income taxes	156,835	62,414	94,421	248,673	96,783	74,056	23,048	54,786	227,242	45,171	60,855	56,722	64,494
Loss from joint venture	16,927	10,746	6,181	-	-	-	-	-	-	-	-	-	-
Net income	\$ 326,765	\$ 140,073	\$ 186,692	\$ 463,850	\$ 186,386	\$ 131,890	\$ 50,368	\$ 95,206	\$ 404,380	\$ 60,894	\$ 116,770	\$ 126,181	\$ 100,535
Earnings per share - diluted	\$ 0.38	\$ 0.16	\$ 0.22	\$ 0.52	\$ 0.22	\$ 0.15	\$ 0.06	\$ 0.10	\$ 0.41	\$ 0.07	\$ 0.12	\$ 0.13	\$ 0.10
Weighted-average shares outstanding - diluted	853,174	852,334	853,994	884,136	856,747	876,221	892,759	910,302	983,261	932,985	963,309	987,916	1,048,833

SYMANTEC CORPORATION
Non-GAAP Statements of Operations ⁽¹⁾
(In thousands, except per share data)
(Unaudited)

	Fiscal YTD 2009	Three months ended		Fiscal 2008	Three months ended			Fiscal 2007	Three months ended				
		3-Oct-08	4-Jul-08		28-Mar-08	28-Dec-07	28-Sep-07		30-Mar-07	29-Dec-06	29-Sep-06	30-Jun-06	
Net revenues	\$ 3,178,072	\$ 1,522,979	\$ 1,655,093	\$ 5,937,189	\$ 1,547,987	\$ 1,529,026	\$ 1,437,332	\$ 1,422,844	\$ 5,252,664	\$ 1,364,782	\$ 1,326,341	\$ 1,273,392	\$ 1,288,149
Cost of revenues	441,613	218,228	223,385	854,269	216,016	210,780	210,964	216,508	857,056	217,936	222,172	209,879	207,069
Gross profit	2,736,459	1,304,751	1,431,708	5,082,920	1,331,971	1,318,246	1,226,368	1,206,336	4,395,608	1,146,846	1,104,169	1,063,513	1,081,080
Operating expenses:													
Sales and marketing	1,222,399	578,810	643,589	2,355,551	607,770	613,857	580,736	553,188	1,950,202	563,457	487,210	446,949	452,586
Research and development	423,789	204,946	218,843	835,977	209,079	209,579	206,056	211,263	807,950	206,148	202,607	200,963	198,232
General and administrative	162,154	77,970	84,184	314,582	84,371	75,272	78,028	76,911	291,766	72,036	72,844	73,293	73,593
Total operating expenses	1,808,342	861,726	946,616	3,506,110	901,220	898,708	864,820	841,362	3,049,918	841,641	762,661	721,205	724,411
Operating income	928,117	443,025	485,092	1,576,810	430,751	419,538	361,548	364,974	1,345,690	305,205	341,508	342,308	356,669
Interest income	30,290	12,302	17,988	76,896	16,899	19,997	19,179	20,821	122,043	30,503	28,741	34,983	27,816
Interest expense	(16,281)	(6,712)	(9,569)	(29,480)	(9,095)	(7,477)	(6,617)	(6,291)	(27,233)	(6,246)	(6,257)	(8,053)	(6,677)
Other income (expense), net	(7,095)	(7,034)	(61)	1,050	3,444	(5,626)	1,966	1,266	(2,919)	2,344	(3,897)	(1,184)	(182)
Income before income taxes and loss from joint venture	935,031	441,581	493,450	1,625,276	442,000	426,432	376,076	380,770	1,437,579	331,805	360,095	368,054	377,625
Provision for income taxes	268,552	121,693	146,859	498,765	132,570	134,684	113,440	118,072	445,102	105,038	109,288	106,590	124,185
Loss from joint venture	13,522	8,711	4,811	-	-	-	-	-	-	-	-	-	-
Net income	\$ 652,957	\$ 311,177	\$ 341,780	\$ 1,126,511	\$ 309,430	\$ 291,748	\$ 262,636	\$ 262,698	\$ 992,477	\$ 226,767	\$ 250,807	\$ 261,464	\$ 253,440
Earnings per share - diluted	\$ 0.77	\$ 0.37	\$ 0.40	\$ 1.27	\$ 0.36	\$ 0.33	\$ 0.29	\$ 0.29	\$ 1.01	\$ 0.24	\$ 0.26	\$ 0.26	\$ 0.24
Weighted-average shares outstanding - diluted	853,174	852,334	853,994	884,136	856,747	876,221	892,759	910,302	983,261	932,985	963,309	987,916	1,048,833

(1) The method we use to produce non-GAAP results is not computed according to GAAP and may differ from the methods used by other companies. Our non-GAAP results are not meant to be considered in isolation or as a substitute for comparable GAAP measures and should be read only in conjunction with our condensed consolidated financial statements prepared in accordance with GAAP.

SYMANTEC CORPORATION
Reconciliation of Non-GAAP Adjustments
Statements of Operations
(In thousands, except per share data)
(Unaudited)

	Fiscal YTD 2009	Three months ended		Fiscal 2008	Three months ended			Fiscal 2007	Three months ended				
		3-Oct-08	4-Jul-08		28-Mar-08	28-Dec-07	28-Sep-07		30-Mar-07	29-Dec-06	29-Sep-06	30-Jun-06	
NET REVENUES:													
GAAP net revenues	\$ 3,168,332	\$ 1,518,010	\$ 1,650,322	\$ 5,874,419	\$ 1,539,741	\$ 1,515,251	\$ 1,419,089	\$ 1,400,338	\$ 5,199,366	\$ 1,357,217	\$ 1,315,873	\$ 1,260,408	\$ 1,265,868
Deferred revenue related to acquisitions ⁽¹⁾	9,740	4,969	4,771	62,770	8,246	13,775	18,243	22,506	53,298	7,565	10,468	12,984	22,281
Non-GAAP net revenues	\$ 3,178,072	\$ 1,522,979	\$ 1,655,093	\$ 5,937,189	\$ 1,547,987	\$ 1,529,026	\$ 1,437,332	\$ 1,422,844	\$ 5,252,664	\$ 1,364,782	\$ 1,326,341	\$ 1,273,392	\$ 1,288,149
GROSS PROFIT:													
GAAP gross profit	\$ 2,547,280	\$ 1,208,940	\$ 1,338,340	\$ 4,654,089	\$ 1,233,362	\$ 1,216,090	\$ 1,114,563	\$ 1,090,074	\$ 3,983,540	\$ 1,050,954	\$ 1,005,370	\$ 960,007	\$ 967,209
Deferred revenue related to acquisitions ⁽¹⁾	9,740	4,969	4,771	62,770	8,246	13,775	18,243	22,506	53,298	7,565	10,468	12,984	22,281
Stock-based compensation ⁽²⁾	7,876	4,240	3,636	16,734	3,960	3,879	4,499	4,396	16,437	3,454	3,819	5,183	3,981
Amortization of acquired product rights ⁽³⁾	171,563	86,602	84,961	349,327	86,403	84,502	89,062	89,360	342,333	84,873	84,512	85,339	87,609
Gross profit adjustment	189,179	95,811	93,368	428,831	98,609	102,156	111,804	116,262	412,068	95,892	98,799	103,506	113,871
Non-GAAP gross profit	\$ 2,736,459	\$ 1,304,751	\$ 1,431,708	\$ 5,082,920	\$ 1,331,971	\$ 1,318,246	\$ 1,226,367	\$ 1,206,336	\$ 4,395,608	\$ 1,146,846	\$ 1,104,169	\$ 1,063,513	\$ 1,081,080
OPERATING EXPENSES:													
GAAP operating expenses	\$ 2,051,919	\$ 992,515	\$ 1,059,404	\$ 4,051,809	\$ 1,019,941	\$ 1,020,316	\$ 1,055,674	\$ 955,878	\$ 3,463,798	\$ 974,714	\$ 846,332	\$ 819,615	\$ 823,137
Stock-based compensation ⁽²⁾	(81,619)	(40,408)	(41,211)	(146,961)	(38,582)	(35,541)	(36,490)	(36,348)	(137,403)	(31,639)	(32,298)	(40,628)	(32,838)
Amortization of other intangible assets ⁽³⁾	(111,030)	(55,651)	(55,379)	(225,131)	(56,284)	(54,996)	(56,926)	(56,925)	(201,502)	(49,932)	(50,476)	(50,479)	(50,615)
Restructuring ⁽⁴⁾	(26,795)	(9,790)	(17,005)	(73,914)	(22,031)	(23,305)	(9,578)	(19,000)	(70,236)	(50,758)	-	(6,220)	(13,258)
Impairment of assets ⁽⁵⁾	(25,870)	(26,281)	411	(95,816)	(1,928)	(7,342)	(86,546)	-	-	-	-	-	-
Gain on sale of assets ⁽⁶⁾	1,341	1,341	-	-	-	-	-	-	-	-	-	-	-
Executive incentive bonuses ⁽⁷⁾	396	-	396	(3,436)	104	(424)	(1,314)	(1,802)	(3,995)	-	(897)	(1,083)	(2,015)
Integration ⁽⁸⁾	-	-	-	(441)	-	-	-	(441)	(744)	(744)	-	-	-
Operating expense adjustment	(243,577)	(130,789)	(112,788)	(545,699)	(118,721)	(121,608)	(190,854)	(114,516)	(413,880)	(133,073)	(83,671)	(98,410)	(98,726)
Non-GAAP operating expenses	\$ 1,808,342	\$ 861,726	\$ 946,616	\$ 3,506,110	\$ 901,220	\$ 898,708	\$ 864,820	\$ 841,362	\$ 3,049,918	\$ 841,641	\$ 762,661	\$ 721,205	\$ 724,411
OPERATING INCOME:													
GAAP operating income	\$ 495,361	\$ 216,425	\$ 278,936	\$ 602,280	\$ 213,421	\$ 195,774	\$ 58,889	\$ 134,196	\$ 519,742	\$ 76,240	\$ 159,038	\$ 140,391	\$ 144,072
Gross profit adjustment	189,179	95,811	93,368	428,831	98,609	102,156	111,804	116,262	412,068	95,892	98,799	103,506	113,871
Operating expense adjustment	243,577	130,789	112,788	545,699	118,721	121,608	190,854	114,516	413,880	133,073	83,671	98,410	98,726
Non-GAAP operating income	\$ 928,117	\$ 443,025	\$ 485,092	\$ 1,576,810	\$ 430,751	\$ 419,538	\$ 361,547	\$ 364,974	\$ 1,345,690	\$ 305,205	\$ 341,508	\$ 342,307	\$ 356,669
NET INCOME:													
GAAP net income	\$ 326,765	\$ 140,073	\$ 186,692	\$ 463,850	\$ 186,386	\$ 131,890	\$ 50,368	\$ 95,206	\$ 404,380	\$ 60,894	\$ 116,770	\$ 126,181	\$ 100,535
Gross profit adjustment	189,179	95,811	93,368	428,831	98,609	102,156	111,804	116,262	412,068	95,892	98,799	103,506	113,871
Operating expense adjustment	243,577	130,789	112,788	545,699	118,721	121,608	190,854	114,516	413,880	133,073	83,671	98,410	98,726
Gain on sale of assets ⁽⁶⁾	-	-	-	(3,277)	-	(3,277)	-	-	(19,988)	(3,223)	-	(16,765)	-
Settlements of litigation ⁽⁹⁾	1,748	1,748	-	(58,500)	(58,500)	-	-	-	-	-	-	-	-
Joint venture:													
Amortization of other intangible assets/stock-based compensation ⁽¹⁰⁾	3,405	2,035	1,370	-	-	-	-	-	-	-	-	-	-
Income tax effect on above items ⁽¹¹⁾	(111,717)	(59,279)	(52,438)	(250,092)	(35,786)	(60,629)	(90,391)	(63,286)	(217,863)	(59,869)	(48,433)	(49,868)	(59,692)
Non-GAAP net income	\$ 652,957	\$ 311,177	\$ 341,780	\$ 1,126,511	\$ 309,430	\$ 291,748	\$ 262,635	\$ 262,698	\$ 992,477	\$ 226,767	\$ 250,807	\$ 261,464	\$ 253,440
EARNINGS PER SHARE - DILUTED:													
GAAP earnings per share	\$ 0.38	\$ 0.16	\$ 0.22	\$ 0.52	\$ 0.22	\$ 0.15	\$ 0.06	\$ 0.10	\$ 0.41	\$ 0.07	\$ 0.12	\$ 0.13	\$ 0.10
Stock-based compensation adjustment per share, net of tax ⁽²⁾	0.08	0.04	0.04	0.14	0.04	0.04	0.04	0.04	0.12	0.03	0.03	0.04	0.04
Other non-GAAP adjustments per share, net of tax ^(1, 5-10)	0.31	0.17	0.14	0.61	0.10	0.14	0.19	0.15	0.48	0.14	0.11	0.09	0.15
Non-GAAP earnings per share	\$ 0.77	\$ 0.37	\$ 0.40	\$ 1.27	\$ 0.36	\$ 0.33	\$ 0.29	\$ 0.29	\$ 1.01	\$ 0.24	\$ 0.26	\$ 0.26	\$ 0.29
WEIGHTED-AVERAGE SHARES OUTSTANDING - DILUTED:													
GAAP weighted-average shares outstanding	853,174	852,334	853,994	884,136	856,747	876,221	892,759	910,302	983,261	932,985	963,309	987,916	1,048,833

(See notes on following page)

The non-GAAP financial measures included in the tables above are non-GAAP net revenues, non-GAAP net income and non-GAAP earnings per share, which adjust for the following items: business combination accounting entries, stock-based compensation expense, restructuring charges, charges related to the amortization of intangible assets and acquired product rights, litigation settlements, write-downs of assets and certain other items. We believe the presentation of these non-GAAP financial measures, when taken together with the corresponding GAAP financial measures, provides meaningful supplemental information regarding the Company's operating performance for the reasons discussed below. Our management uses these non-GAAP financial measures in assessing the Company's operating results, as well as when planning, forecasting and analyzing future periods. We believe that these non-GAAP financial measures also facilitate comparisons of the Company's performance to prior periods and to our peers and that investors benefit from an understanding of these non-GAAP financial measures.

(1) *Fair value adjustment to deferred revenue.* We have completed several business combinations and acquisitions for a variety of strategic purposes over the past few years. As is the case with our existing business, at the time of acquisition, these acquired businesses recorded deferred revenue related to past transactions for which revenue would be recognized in future periods as revenue recognition criteria are satisfied. The purchase accounting entries for these acquisitions require us to write down a portion of this deferred revenue to its then current fair value. Consequently, in post acquisition periods, we do not recognize the full amount of this deferred revenue. When measuring the performance of our business, however, we add back non-GAAP revenue associated with certain types of deferred revenue that were excluded as a result of these purchase accounting adjustments, as we believe that this provides information about the operating impact of the acquired businesses in a manner consistent with the revenue recognition for our pre-existing products and services. We believe that the inclusion of this revenue provides useful information to our management, as well as to investors.

(2) *Stock-based compensation.* Consists of expenses for employee stock options, restricted stock units, restricted stock awards and our employee stock purchase plan determined in accordance with Statement of Financial Accounting Standards Number 123(R), or SFAS 123(R). When evaluating the performance of our individual business units and developing short and long term plans, we do not consider stock-based compensation charges. Our management team is held accountable for cash-based compensation, but we believe that management is limited in its ability to project the impact of stock-based compensation and accordingly is not held accountable for its impact on our operating results. Although stock-based compensation is necessary to attract and retain quality employees, our consideration of stock based compensation places its primary emphasis on overall shareholder dilution rather than the accounting charges associated with such grants. In addition, for comparability purposes, we believe it is useful to provide a non-GAAP financial measure that excludes stock-based compensation in order to better understand the long-term performance of our core business and to facilitate the comparison of our results to the results of our peer companies. Furthermore, unlike cash compensation, the value of stock-based compensation is determined using a complex formula that incorporates factors, such as market volatility, that are beyond our control. Further, we believe it is useful to investors to understand the impact of SFAS 123(R) to our results of operations. For the three and six months ended October 3, 2008 and September 28, 2007, respectively, stock-based compensation was allocated as follows:

	Three Months Ended		Six Months Ended	
	October 3,	September 28,	October 3,	September 28,
	2008	2007	2008	2007
Cost of revenues	\$ 4,240	\$ 4,499	\$ 7,876	\$ 8,895
Sales and marketing	18,172	13,957	37,532	28,420
Research and development	14,026	14,841	27,153	29,008
General and administrative	8,210	7,692	16,934	15,410
Total stock-based compensation	<u>\$ 44,648</u>	<u>\$ 40,989</u>	<u>\$ 89,495</u>	<u>\$ 81,733</u>

(3) *Amortization of acquired product rights and other intangible assets.* When conducting internal development of intangible assets, accounting rules require that we expense the costs as incurred. In the case of acquired businesses, however, we are required to allocate a portion of the purchase price to the accounting value assigned to intangible assets acquired and amortize this amount over the estimated useful lives of the acquired intangibles. The acquired company, in most cases, has itself previously expensed the costs incurred to develop the acquired intangible assets, and the purchase price allocated to these assets is not necessarily reflective of the cost we would incur in developing the intangible asset. We eliminate these amortization charges from our non-GAAP operating results to provide better comparability of pre and post-acquisition operating results and comparability to results of businesses utilizing internally developed intangible assets.

(4) *Restructuring.* We have engaged in various restructuring activities over the past several years that have resulted in costs associated with severance, benefits, outplacement services, and excess facilities. Each restructuring has been a discrete event based on a unique set of business objectives or circumstances, and each has differed from the others in terms of its operational implementation, business impact and scope. We do not engage in restructuring activities in the ordinary course of business. While our operations previously benefited from the employees and facilities covered by our various restructuring charges, these employees and facilities have benefited different parts of our business in different ways, and the amount of these charges has varied significantly from period to period. We believe that it is important to understand these charges; however, we do not believe that these charges are indicative of future operating results and that investors benefit from an understanding of our operating results without giving effect to them.

(5) *Impairment of Assets.* Following a review of our real estate holdings we determined that certain long-term assets were underutilized. As a result, we have committed to sell vacant buildings and land. In accordance with SFAS No. 144, *Accounting for the Impairment or Disposal of Long-Lived Assets*, we have classified these assets as held for sale and adjusted the assets' carrying value when above the fair market value less cost to sell.

During the September 2007 quarter, management determined that certain tangible and intangible assets and liabilities of the Storage and Server Management segment (formally the Data Center Management segment) did not meet the long term strategic objectives of the segment, and we recorded a write-down in the value of these assets and liabilities to the respective estimated fair value. On March 8, 2008 these assets were sold to a third party. We do not believe that these charges are indicative of future operating results and believe that investors benefit from an understanding of our operating results without giving effect to them.

(6) *Gain on sale of assets.* During the September 2008 quarter, we sold two buildings. We exclude these gains because each is a unique one-time occurrence that is not closely related to, or a function of, our ongoing operations.

(7) *Executive incentive bonuses.* We have excluded bonuses related to acquisitions and executive sign-on bonuses for newly hired executives. We expect the benefit from these hires and retentions to extend over an indeterminate future period, but under GAAP we are required to expense the entire cost of the bonus in the period paid. We exclude these amounts to provide better comparability of the periods that include and do not include these charges. We believe that investors benefit from an understanding of our operating results for the periods presented without giving effect to these charges.

(8) *Integration.* These charges consist of expenses incurred for consulting services and other professional fees associated with integration activities of acquisitions. Because these expenses are non-recurring and unique to specific acquisitions, we believe they are not indicative of future operating results and that investors benefit from an understanding of our operating results without giving effect to them.

(9) *Settlements of litigation.* From time to time we are party to legal settlements. We excluded the impact of these settlements because we do not consider these litigations to be part of the ongoing operation of our business and because of the singular nature of the claims underlying the matter.

(10) *Joint venture.* Consistent with the reasons discussed in footnotes 2 and 3 above, we exclude stock-based compensation charges and amortization of other intangible assets related to the joint venture from our non-GAAP net income.

(11) *Income tax effect on above items.* This amount adjusts the provision for income taxes to reflect the effect of the non-GAAP adjustments on non-GAAP net income -GAAP adjustments on non-GAAP net income.

SYMANTEC CORPORATION

Reconciliation of GAAP Revenue Components to Non-GAAP Revenue Components

(In thousands)

(Unaudited)

	Fiscal YTD 2009			Three Months Ended Oct 3, 2008			Three Months Ended Jul 4, 2008		
	Non-GAAP			Non-GAAP			Non-GAAP		
	GAAP	Adjustments ⁽¹⁾	Non-GAAP	GAAP	Adjustments ⁽¹⁾	Non-GAAP	GAAP	Adjustments ⁽¹⁾	Non-GAAP
Net Revenues	\$ 3,168,332	\$ 9,740	\$ 3,178,072	\$ 1,518,010	\$ 4,969	\$ 1,522,979	\$ 1,650,322	\$ 4,771	\$ 1,655,093
Revenue by Segment⁽²⁾									
Security & Compliance Group	\$ 846,639	\$ 5,468	\$ 852,107	\$ 400,992	\$ 2,192	\$ 403,184	\$ 445,647	\$ 3,276	\$ 448,923
Storage and Server Management Group	1,187,465	889	1,188,354	572,309	230	572,539	615,156	659	615,815
Consumer	909,986	3,345	913,331	437,655	2,537	440,192	472,331	808	473,139
Services	223,337	37	223,374	106,624	10	106,634	116,713	27	116,740
Other	\$ 905	\$ 1	\$ 906	\$ 430	\$ -	\$ 430	\$ 475	\$ 1	\$ 476
Revenue by Geography:									
Americas ⁽³⁾	\$ 1,683,277	\$ 8,208	\$ 1,691,485	\$ 821,823	\$ 4,415	\$ 826,238	\$ 861,454	\$ 3,793	\$ 865,247
EMEA	1,038,021	1,289	1,039,310	480,182	479	480,661	557,839	810	558,649
Asia Pacific/Japan	\$ 447,034	\$ 243	\$ 447,277	\$ 216,005	\$ 75	\$ 216,080	\$ 231,029	\$ 168	\$ 231,197
Total U.S. Revenue	\$ 1,539,979	\$ 8,196	\$ 1,548,175	\$ 754,674	\$ 4,414	\$ 759,088	\$ 785,305	\$ 3,782	\$ 789,087
Total International Revenue	\$ 1,628,353	\$ 1,544	\$ 1,629,897	\$ 763,336	\$ 555	\$ 763,891	\$ 865,017	\$ 989	\$ 866,006

	FY 2008			Three Months Ended Mar 28, 2008			Three Months Ended Dec 28, 2007			Three Months Ended Sep 28, 2007			Three Months Ended Jun 29, 2007		
	Non-GAAP			Non-GAAP			Non-GAAP			Non-GAAP			Non-GAAP		
	GAAP	Adjustments ⁽¹⁾	Non-GAAP	GAAP	Adjustments ⁽¹⁾	Non-GAAP	GAAP	Adjustments ⁽¹⁾	Non-GAAP	GAAP	Adjustments ⁽¹⁾	Non-GAAP	GAAP	Adjustments ⁽¹⁾	Non-GAAP
Net Revenues	\$ 5,874,419	\$ 62,770	\$ 5,937,189	\$ 1,539,741	\$ 8,246	\$ 1,547,987	\$ 1,515,251	\$ 13,775	\$ 1,529,026	\$ 1,419,089	\$ 18,243	\$ 1,437,332	\$ 1,400,338	\$ 22,506	\$ 1,422,844
Revenue by Segment⁽²⁾															
Security & Compliance Group	\$ 1,609,468	\$ 38,740	\$ 1,648,208	\$ 423,026	\$ 5,900	\$ 428,926	\$ 410,249	\$ 8,674	\$ 418,923	\$ 388,524	\$ 10,961	\$ 399,485	\$ 387,669	\$ 13,205	\$ 400,874
Storage and Server Management Group	2,136,307	15,386	2,151,693	561,076	1,834	562,910	561,695	3,460	565,155	507,956	4,398	512,354	505,580	5,694	511,274
Consumer	1,746,089	-	1,746,089	448,625	-	448,625	440,206	-	440,206	433,508	-	433,508	423,750	-	423,750
Services	380,620	8,642	389,262	106,143	510	106,653	102,606	1,641	104,247	88,773	2,884	91,657	83,098	3,607	86,705
Other	\$ 1,935	\$ 2	\$ 1,937	\$ 871	\$ 2	\$ 873	\$ 495	\$ -	\$ 495	\$ 328	\$ -	\$ 328	\$ 241	\$ -	\$ 241
Revenue by Geography:															
Americas ⁽³⁾	\$ 3,095,492	\$ 42,482	\$ 3,137,974	\$ 799,756	\$ 6,051	\$ 805,807	\$ 779,817	\$ 9,258	\$ 789,075	\$ 764,470	\$ 12,222	\$ 776,692	\$ 751,449	\$ 14,951	\$ 766,400
EMEA	1,963,319	17,349	1,980,668	520,049	1,794	521,843	524,981	3,879	528,860	460,485	5,191	465,676	457,804	6,485	464,289
Asia Pacific/Japan	\$ 815,608	\$ 2,939	\$ 818,547	\$ 219,936	\$ 401	\$ 220,337	\$ 210,453	\$ 638	\$ 211,091	\$ 194,134	\$ 830	\$ 194,964	\$ 191,085	\$ 1,070	\$ 192,155
Total U.S. Revenue	\$ 2,814,444	\$ 41,783	\$ 2,856,227	\$ 729,095	\$ 5,980	\$ 735,075	\$ 708,186	\$ 9,080	\$ 717,266	\$ 695,517	\$ 12,027	\$ 707,544	\$ 681,646	\$ 14,696	\$ 696,342
Total International Revenue	\$ 3,059,975	\$ 20,987	\$ 3,080,962	\$ 810,646	\$ 2,266	\$ 812,912	\$ 807,065	\$ 4,695	\$ 811,760	\$ 723,572	\$ 6,216	\$ 729,788	\$ 718,692	\$ 7,810	\$ 726,502

	FY 2007			Three Months Ended Mar 30, 2007			Three Months Ended Dec 29, 2006			Three Months Ended Sep 29, 2006			Three Months Ended Jun 30, 2006		
	Non-GAAP			Non-GAAP			Non-GAAP			Non-GAAP			Non-GAAP		
	GAAP	Adjustments ⁽¹⁾	Non-GAAP	GAAP	Adjustments ⁽¹⁾	Non-GAAP	GAAP	Adjustments ⁽¹⁾	Non-GAAP	GAAP	Adjustments ⁽¹⁾	Non-GAAP	GAAP	Adjustments ⁽¹⁾	Non-GAAP
Net Revenues	\$ 5,199,366	\$ 53,298	\$ 5,252,664	\$ 1,357,217	\$ 7,565	\$ 1,364,782	\$ 1,315,873	\$ 10,468	\$ 1,326,341	\$ 1,260,408	\$ 12,984	\$ 1,273,392	\$ 1,265,868	\$ 22,281	\$ 1,288,149
Revenue by Segment⁽²⁾															
Security & Compliance Group	\$ 1,408,906	\$ 3,779	\$ 1,412,685	\$ 360,722	\$ 572	\$ 361,294	\$ 361,467	\$ 823	\$ 362,290	\$ 340,452	\$ 948	\$ 341,400	\$ 346,265	\$ 1,436	\$ 347,701
Storage and Server Management Group	1,906,607	49,317	1,955,924	501,790	6,993	508,783	479,758	9,645	489,403	459,151	12,036	471,187	465,908	20,643	486,551
Consumer	1,590,505	-	1,590,505	408,200	-	408,200	406,145	-	406,145	394,382	-	394,382	381,778	-	381,778
Services	293,226	202	293,428	86,439	-	86,439	68,517	-	68,517	66,356	-	66,356	71,914	202	72,116
Other	\$ 122	\$ -	\$ 122	\$ 66	\$ -	\$ 66	\$ (14)	\$ -	\$ (14)	\$ 67	\$ -	\$ 67	\$ 3	\$ -	\$ 3
Revenue by Geography:															
Americas ⁽³⁾	\$ 2,840,570	\$ 35,495	\$ 2,876,065	\$ 729,747	\$ 4,711	\$ 734,458	\$ 720,611	\$ 6,832	\$ 727,443	\$ 696,367	\$ 9,071	\$ 705,438	\$ 693,845	\$ 14,881	\$ 708,726
EMEA	1,644,177	13,244	1,657,421	442,395	2,339	444,734	417,813	2,987	420,800	386,422	3,166	389,588	397,547	4,752	402,299
Asia Pacific/Japan	\$ 714,619	\$ 4,559	\$ 719,178	\$ 185,075	\$ 515	\$ 185,590	\$ 177,449	\$ 649	\$ 178,098	\$ 177,619	\$ 747	\$ 178,366	\$ 174,476	\$ 2,648	\$ 177,124
Total U.S. Revenue	\$ 2,560,194	\$ 33,403	\$ 2,593,597	\$ 654,748	\$ 4,401	\$ 659,149	\$ 650,721	\$ 6,467	\$ 657,188	\$ 628,614	\$ 8,659	\$ 637,273	\$ 626,111	\$ 13,876	\$ 639,987
Total International Revenue	\$ 2,639,172	\$ 19,895	\$ 2,659,067	\$ 702,469	\$ 3,164	\$ 705,633	\$ 665,152	\$ 4,001	\$ 669,153	\$ 631,794	\$ 4,325	\$ 636,119	\$ 639,757	\$ 8,405	\$ 648,162

We include certain non-GAAP revenue and deferred revenue components in the tracking and forecasting of our revenue and management of our business. This includes non-GAAP revenue associated with deferred revenue that was excluded as a result of purchase accounting adjustments related to acquisitions. We believe the non-GAAP revenue measures set forth above are useful to investors, and such items are used by our management, because this revenue is reflective of our ongoing operating results.

(1) We have completed several business combinations and acquisitions for a variety of strategic purposes over the past few years. As is the case with our existing business, at the time of acquisition, acquired business had recorded deferred revenue related to past transactions for which revenue would be recognized in future periods as revenue recognition criteria are satisfied. The purchase accounting entries for these acquisitions require us to write down a portion of this deferred revenue to its then current fair value. Consequently, in post acquisition periods, we do not recognize the full amount of this deferred revenue. When measuring the performance of our business, however, we add back non-GAAP revenue associated with certain types of deferred revenue that were excluded as a result of these purchase accounting adjustments, as we believe that this provides information about the operating impact of the acquired businesses in a manner consistent with the revenue recognition for our for our pre-existing products and services. We believe that the inclusion of this revenue provides useful information to our management, as well as to investors.

(2) During the first quarter of fiscal year 2009, Altiris services' revenue was reclassified from the Security and Compliance segment to the Services segment. Data shown from the prior periods have been reclassified to match the current reporting structure.

(3) The Americas includes the United States, Latin America, and Canada.

SYMANTEC CORPORATION
Condensed Consolidated Balance Sheets
(In thousands)
(Unaudited)

	October 3, 2008	July 04, 2008	March 28, 2008	December 28, 2007	September 28, 2007	June 29, 2007	March 30, 2007	December 29, 2006	September 29, 2006	June 30, 2006
ASSETS										
Current assets:										
Cash and cash equivalents	\$ 2,262,157	\$ 2,045,243	\$ 1,890,225	\$ 1,484,489	\$ 1,388,364	\$ 1,374,049	\$ 2,559,034	\$ 2,592,003	\$ 2,607,786	\$ 3,685,517
Short-term investments	42,485	241,062	536,728	482,551	609,837	639,710	409,133	364,466	326,457	392,294
Trade accounts receivable, net	645,179	652,458	758,200	901,615	601,837	568,721	666,968	744,766	563,608	540,552
Inventories	26,590	28,324	34,138	34,591	32,735	34,666	42,183	43,804	43,010	42,830
Deferred income taxes	196,273	199,188	193,775	171,198	172,422	163,146	165,323	145,687	119,490	132,387
Other current assets	258,495	233,381	316,852	300,154	224,481	300,661	228,406	223,258	206,819	208,758
Total current assets	3,431,179	3,399,656	3,729,918	3,374,598	3,029,676	3,080,953	4,071,047	4,113,984	3,867,170	5,002,338
Property and equipment, net	942,754	1,028,534	1,001,750	1,039,510	1,125,560	1,113,315	1,092,240	1,114,018	1,062,354	1,098,629
Acquired product rights, net	526,143	607,600	648,950	733,278	788,884	925,595	909,878	992,638	1,067,766	1,150,352
Other intangible assets, net	1,141,443	1,197,604	1,243,524	1,299,083	1,315,003	1,411,713	1,245,638	1,295,445	1,339,779	1,390,258
Goodwill	11,323,506	11,312,011	11,207,357	11,208,960	10,948,364	10,969,774	10,340,348	10,344,055	10,326,629	10,329,888
Investment in joint venture	133,073	143,819	150,000	-	-	-	-	-	-	-
Other long-term assets	65,120	61,323	55,291	53,661	59,264	62,959	63,987	65,601	66,462	59,272
Long-term deferred income taxes	58,781	58,521	55,304	58,455	49,998	57,300	27,732	28,547	14,868	11,552
Total assets	\$ 17,621,999	\$ 17,809,068	\$ 18,092,094	\$ 17,767,545	\$ 17,316,749	\$ 17,621,609	\$ 17,750,870	\$ 17,954,288	\$ 17,745,028	\$ 19,042,289
LIABILITIES AND STOCKHOLDERS' EQUITY										
Current liabilities:										
Accounts payable	\$ 210,027	\$ 181,326	\$ 169,631	\$ 162,871	\$ 169,422	\$ 165,715	\$ 149,131	\$ 198,622	\$ 166,844	\$ 161,938
Accrued compensation and benefits	344,051	349,055	431,345	410,171	324,236	307,202	307,824	298,286	263,415	258,697
Current deferred revenue	2,337,237	2,602,551	2,661,515	2,497,697	2,265,575	2,330,411	2,387,733	2,199,844	1,990,193	2,021,949
Income taxes payable	50,196	77,807	72,263	78,997	40,520	13,056	238,486	338,049	260,183	360,681
Short-term borrowing	-	-	200,000	200,000	-	-	-	-	-	-
Short-term convertible debentures	-	-	-	-	-	-	-	-	-	518,200
Other current liabilities	228,906	222,340	264,832	231,686	191,500	224,416	234,915	182,760	169,515	170,572
Total current liabilities	3,170,417	3,433,079	3,799,586	3,581,422	2,991,253	3,040,800	3,318,089	3,217,561	2,850,150	3,492,037
Convertible senior notes	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000
Long-term deferred revenue	375,989	409,131	415,054	379,476	333,022	334,364	366,050	359,357	335,162	283,385
Long-term deferred tax liabilities	194,728	197,069	219,341	219,778	277,041	358,010	343,848	226,864	244,324	233,230
Long-term income taxes payable	491,612	499,519	478,743	459,126	424,595	414,322	-	-	-	-
Other long-term liabilities	95,961	104,302	106,187	98,662	85,419	38,647	-	-	-	-
Total Liabilities	6,428,707	6,743,100	7,118,911	6,838,464	6,211,330	6,286,143	6,149,357	5,925,900	5,551,106	6,134,972
Stockholders' equity:										
Common stock	8,357	8,376	8,393	8,452	8,650	8,813	8,994	9,275	9,413	9,875
Additional paid-in capital	9,121,142	9,097,974	9,139,084	9,207,367	9,495,987	9,740,361	10,061,144	10,511,659	10,759,857	11,552,839
Accumulated other comprehensive income	182,580	158,637	159,792	199,488	195,814	189,725	182,933	184,479	174,900	172,651
Retained earnings	1,881,213	1,800,981	1,665,914	1,513,774	1,404,968	1,396,567	1,348,442	1,322,975	1,249,752	1,171,952
Total stockholders' equity	11,193,292	11,065,968	10,973,183	10,929,081	11,105,419	11,335,466	11,601,513	12,028,388	12,193,922	12,907,317
Total liabilities and stockholders' equity	\$ 17,621,999	\$ 17,809,068	\$ 18,092,094	\$ 17,767,545	\$ 17,316,749	\$ 17,621,609	\$ 17,750,870	\$ 17,954,288	\$ 17,745,028	\$ 19,042,289

SYMANTEC CORPORATION
Reconciliation of GAAP deferred revenue
to Non-GAAP deferred revenue
(in thousands)
(Unaudited)

	As of:								
	Oct 03, 2008	Jul 04, 2008	Mar 28, 2008	Dec 28, 2007	Sep 28, 2007	Jun 29, 2007	Mar 30, 2007	Dec 29, 2006	Sep 29, 2006
<u>Deferred revenue reconciliation</u>									
GAAP deferred revenue	\$ 2,713,226	\$ 3,011,682	\$ 3,076,569	\$ 2,877,173	\$ 2,598,597	\$ 2,664,775	\$ 2,753,783	\$ 2,559,201	\$ 2,325,355
Add back:									
Deferred revenue related to acquisitions ⁽¹⁾	7,833	12,834	11,662	19,856	25,888	44,007	17,958	25,448	22,263
Non-GAAP deferred revenue	<u>\$ 2,721,059</u>	<u>\$ 3,024,516</u>	<u>\$ 3,088,231</u>	<u>\$ 2,897,029</u>	<u>\$ 2,624,485</u>	<u>\$ 2,708,782</u>	<u>\$ 2,771,741</u>	<u>\$ 2,584,649</u>	<u>\$ 2,347,618</u>

We include certain non-GAAP revenue and deferred revenue components in the tracking and forecasting of our revenue and management of our business. This includes non-GAAP revenue associated with deferred revenue that was excluded as a result of purchase accounting adjustments related to acquisitions. We believe the non-GAAP deferred revenue measures set forth above are useful to investors, and such items are used by our management, because this revenue is reflective of our ongoing operating results.

(1) We have completed several business combinations and acquisitions for a variety of strategic purposes over the past few years. As is the case with our existing business, at the time of acquisition, these acquired businesses had recorded deferred revenue related to past transactions for which revenue would be recognized in future periods as revenue recognition criteria are satisfied. The purchase accounting entries for these acquisitions require us to write down a portion of this deferred revenue to its then current fair value. Consequently, in post acquisition periods, we do not recognize the full amount of this deferred revenue. When measuring the performance of our business, however, we add back certain types of deferred revenue that were excluded as a result of these purchase accounting adjustments, as we believe that this provides information about the operating impact of the acquired businesses in a manner consistent with the revenue recognition for our pre-existing products and services. We believe that the inclusion of this deferred revenue provides useful information to our management, as well as to investors.

SYMANTEC CORPORATION
Trended Cash Flow Statements
(In thousands)
(Unaudited)

	Fiscal YTD			Fiscal			Fiscal			Fiscal			
	2009	Three months ended	4-Jul-08	2008	28-Mar-08	Three months ended	28-Sep-07	29-Jun-07	2007	30-Mar-07	Three months ended	30-Jun-06	
		3-Oct-08				28-Dec-07					29-Dec-06	29-Sep-06	
OPERATING ACTIVITIES:													
Net income	\$ 326,765	\$ 140,073	\$ 186,692	\$ 463,850	\$ 186,386	\$ 131,890	\$ 50,368	\$ 95,206	\$ 404,380	\$ 60,894	\$ 116,770	\$ 126,182	\$ 100,534
Adjustments to reconcile net income to net cash provided by operating activities													
Depreciation and amortization	411,567	211,511	200,056	824,109	205,705	200,911	204,048	213,445	811,443	201,967	200,982	201,618	206,876
Stock-based compensation expense	89,495	44,648	44,847	163,695	42,544	39,417	40,991	40,743	153,880	35,134	36,117	45,770	36,859
Impairment of assets	25,870	26,281	(411)	1,200	(86,546)	1,200	86,546	-	-	-	-	-	-
Impairment of equity investments	-	-	-	1,000	1,000	-	-	-	2,841	-	-	-	2,841
Deferred income taxes	(917)	(15,634)	14,717	(180,215)	(1,568)	(74,747)	(78,781)	(25,119)	11,173	90,240	(61,945)	20,211	(37,333)
Income tax benefit from the exercise of stock options	17,929	7,984	9,945	29,443	1,713	10,462	7,405	9,863	43,118	17,477	14,798	5,705	5,138
Excess income tax benefit from the exercise of stock options	(16,007)	(6,974)	(9,033)	(26,151)	(7,844)	(4,778)	(4,485)	(9,044)	(25,539)	(5,951)	(13,694)	(4,001)	(1,893)
Loss (gain) on sale of assets	-	-	-	97,463	91,144	6,319	-	-	(19,937)	(3,221)	-	(16,716)	-
Net (gain) on settlements of litigation	-	-	-	(58,500)	(58,500)	-	-	-	-	-	-	-	-
Loss from joint venture	16,927	10,746	6,181	-	-	-	-	-	-	-	-	-	-
Realized and other than temporary impairment loss on investments	2,330	2,330	-	-	-	-	-	-	-	-	-	-	-
Other	11,235	4,664	6,571	(894)	(3,970)	-	3,336	(260)	912	(302)	1,358	356	(500)
Net change in assets and liabilities, excluding effects of acquisitions:													
Trade accounts receivable, net	99,884	(19,001)	118,885	(7,002)	158,390	(284,378)	(22,405)	141,391	33,714	81,169	(167,072)	(24,449)	144,066
Inventories	5,945	121	5,824	10,791	1,567	(1,273)	2,791	7,706	10,324	1,982	185	(313)	8,470
Accounts payable	(986)	7,679	(8,665)	667	13,916	(20,896)	(5,035)	12,682	(25,623)	(50,696)	39,088	2,736	(16,751)
Accrued compensation and benefits	(81,905)	9,001	(90,906)	97,133	13,339	84,212	16,062	(16,480)	23,169	11,091	28,821	6,097	(22,840)
Deferred revenue	(228,632)	(158,366)	(70,266)	(126,716)	117,250	238,479	(119,009)	(110,004)	399,517	177,989	198,900	26,634	(4,006)
Income taxes payable	(51,477)	(20,885)	(30,592)	196,567	(18,895)	84,026	112,044	19,392	(181,926)	(94,702)	70,223	(97,362)	(60,085)
Other assets	72,683	(7,990)	80,673	81,115	22,259	8,452	30,075	20,329	(23,332)	(6,806)	(21,104)	(12,000)	16,578
Other liabilities	(38,839)	12,103	(50,942)	(2,334)	(3,520)	42,709	7,018	(48,541)	48,121	50,719	10,944	(3,828)	(9,714)
Net cash provided by operating activities	661,867	248,291	413,576	1,818,653	674,370	462,005	330,969	351,309	1,666,235	566,984	454,371	276,640	368,240
INVESTING ACTIVITIES:													
Purchase of property and equipment	(125,339)	(67,644)	(57,695)	(273,807)	(64,678)	(71,100)	(63,341)	(74,688)	(419,749)	(70,154)	(113,108)	(89,413)	(147,074)
Proceeds from sale of property and equipment	39,547	39,547	-	104,715	104,715	-	(903)	903	121,464	34,560	-	86,904	-
Purchase of intangible assets	-	-	-	-	-	-	-	-	(13,300)	-	(13,300)	-	-
Cash payments for business acquisitions, net of cash and cash equivalents acquired	(186,826)	(20,470)	(166,356)	(1,162,455)	(11,772)	(298,397)	(11,718)	(840,568)	(33,373)	(8,358)	(20,425)	(2,944)	(1,646)
Investment in Joint Venture	-	-	-	(150,000)	(150,000)	-	-	-	-	-	-	-	-
Purchases of available-for-sale securities	(172,891)	(295)	(172,596)	(1,233,954)	(408,850)	(184,534)	(340,039)	(300,531)	(226,905)	(97,339)	(87,074)	(29,809)	(12,683)
Proceeds from sales of available-for-sale securities	667,693	195,695	471,998	1,189,283	358,380	332,517	394,775	103,611	349,408	53,950	49,490	98,703	147,265
Net cash provided by (used in) investing activities	222,184	146,833	75,351	(1,526,218)	(172,205)	(221,514)	(21,226)	(1,111,273)	(222,455)	(87,341)	(184,417)	63,441	(14,138)
FINANCING ACTIVITIES:													
Sale of common stock warrants	-	-	-	-	-	-	-	-	326,102	-	-	-	326,102
Repurchase of common stock	(399,894)	(199,896)	(199,998)	(1,499,995)	(200,019)	(399,992)	(399,989)	(499,995)	(2,846,312)	(594,998)	(384,996)	(974,958)	(891,360)
Net proceeds from sales of common stock under employee stock benefit plans	185,537	110,550	74,987	224,152	59,990	33,942	68,057	62,163	230,295	61,039	51,274	77,501	40,481
Proceeds from debt issuance	-	-	-	-	-	-	-	-	2,067,299	(463)	-	-	2,067,762
Purchase of bond hedge	-	-	-	-	-	-	-	-	(592,490)	-	-	-	(592,490)
Proceeds from short-term borrowing	-	-	-	200,000	-	200,000	-	-	-	-	-	-	-
Repayment of short-term borrowing	(200,000)	-	(200,000)	-	-	-	-	-	-	-	-	-	-
Excess income tax benefit from the exercise of stock options	16,007	6,974	9,033	26,151	7,844	4,778	4,485	9,044	255,539	5,951	13,694	4,001	1,893
Repayment of other long-term obligation	(3,716)	(1,874)	(1,842)	(11,724)	(1,811)	(2,309)	(2,271)	(5,333)	(520,000)	-	-	(520,000)	-
Tax payments related to restricted stock issuance	(14,830)	(62)	(14,768)	(4,137)	(395)	(692)	(111)	(2,939)	-	-	-	-	-
Net cash (used in) provided by financing activities	(416,896)	(84,308)	(332,588)	(1,065,553)	(134,391)	(164,273)	(329,829)	(437,060)	(1,309,567)	(528,471)	(320,028)	(1,413,456)	952,388
Effect of exchange rate fluctuations on cash and cash equivalents	(95,223)	(93,902)	(1,321)	104,309	37,962	19,907	34,401	12,039	109,199	15,859	34,291	(4,356)	63,405
Increase (decrease) in cash and cash equivalents	371,932	216,914	155,018	(668,809)	405,736	96,125	14,315	(1,184,985)	243,412	(32,969)	(15,783)	(1,077,731)	1,369,895
Beginning cash and cash equivalents	1,890,225	2,045,243	1,890,225	2,559,034	1,484,489	1,388,364	1,374,049	2,559,034	2,315,622	2,592,003	2,607,786	3,685,517	2,315,622
Ending cash and cash equivalents	\$ 2,262,157	\$ 2,262,157	\$ 2,045,243	\$ 1,890,225	\$ 1,890,225	\$ 1,484,489	\$ 1,388,364	\$ 1,374,049	\$ 2,559,034	\$ 2,559,034	\$ 2,592,003	\$ 2,607,786	\$ 3,685,517

SYMANTEC CORPORATION
Guidance - Reconciliation of Projected GAAP Revenue, GAAP Deferred Revenue and GAAP Earnings per Share
to Non-GAAP Revenue, Deferred Revenue and Earnings per Share
(Unaudited)

	Three Months Ending:
	January 2, 2009
<u>Revenue reconciliation (in millions)</u>	
GAAP revenue range	\$1,446 - \$1,496
Add back:	
Deferred revenue related to acquisitions ⁽¹⁾	4
Non-GAAP revenue range	\$1,450 - \$1,500
<u>Earnings per share reconciliation</u>	
GAAP earnings per share range	\$0.11 - \$0.14
Add back:	
Stock-based compensation, net of tax ⁽²⁾	0.04
Deferred revenue related to acquisitions, amortization of acquired product rights and other intangible assets, and restructuring net of tax ^(1,3,4)	0.15
Non-GAAP earnings per share range	\$0.30 - \$0.33
As of :	
January 2, 2009	
<u>Deferred revenue reconciliation (in millions)</u>	
GAAP deferred revenue range	\$2,696 - \$2,821
Add back:	
Deferred revenue related to acquisitions ⁽¹⁾	4
Non-GAAP deferred revenue range	\$2,700 - \$2,825

We believe the presentation of these non-GAAP financial measures, when taken together with the corresponding GAAP financial measures, provide meaningful supplemental information regarding the Company's operating performance by excluding certain items that may not be indicative of the Company's core business, operating results or future outlook. Our management uses, and believes that investors benefit from referring to, these non-GAAP financial measures in assessing the Company's operating results both as a consolidated entity and at the business unit level, as well as when planning, forecasting and analyzing future periods. We believe that these non-GAAP financial measures also facilitate comparisons of the Company's performance to prior periods and to our peers. These measures are used by our management for the reasons associated with each of the adjusting items as described below.

(1) *Fair value adjustment to deferred revenue.* We have completed several business combinations and acquisitions for a variety of strategic purposes over the past few years. As is the case with our existing business, at the time of acquisition, these acquired businesses recorded deferred revenue related to past transactions for which revenue would be recognized in future periods as revenue recognition criteria are satisfied. The purchase accounting entries for these acquisitions require us to write down a portion of this deferred revenue to its then current fair value. Consequently, in post acquisition periods, we do not recognize the full amount of this deferred revenue. When measuring the performance of our business, however, we add back non-GAAP revenue associated with certain types of deferred revenue that were excluded as a result of these purchase accounting adjustments, as we believe that this provides information about the operating impact of the acquired businesses in a manner consistent with the revenue recognition for our pre-existing products and services. We believe that the inclusion of this revenue and deferred revenue provides useful information to our management, as well as to investors.

(2) *Stock-based compensation.* Consists of expenses for employee stock options, restricted stock units, restricted stock awards and our employee stock purchase plan determined in accordance with Statement of Financial Accounting Standards Number 123(R), or SFAS 123(R). When evaluating the performance of our individual business units and developing short and long term plans, we do not consider stock-based compensation charges. Our management team is held accountable for cash-based compensation, but we believe that management is limited in its ability to project the impact of stock-based compensation and accordingly is not held accountable for its impact on our operating results. Although stock-based compensation is necessary to attract and retain quality employees, our consideration of stock based compensation places its primary emphasis on overall shareholder dilution rather than the accounting charges associated with such grants. In addition, for comparability purposes, we believe it is useful to provide a non-GAAP financial measure that excludes stock-based compensation in order to better understand the long-term performance of our core business and to facilitate the comparison of our results to the results of our peer companies. Furthermore, unlike cash compensation, the value of stock-based compensation is determined using a complex formula that incorporates factors, such as market volatility, that are beyond our control. Further, we believe it is useful to investors to understand the impact of SFAS 123(R) to our results of operations.

(3) *Amortization of acquired product rights and other intangible assets.* When conducting internal development of intangible assets, accounting rules require that we expense the costs as incurred. In the case of acquired businesses, however, we are required to allocate a portion of the purchase price to the accounting value assigned to intangible assets acquired and amortize this amount over the estimated useful lives of the acquired intangibles. The acquired company, in most cases, has itself previously expensed the costs incurred to develop the acquired intangible assets, and the purchase price allocated to these assets is not necessarily reflective of the cost we would incur in developing the intangible asset. We eliminate these amortization charges from our non-GAAP operating results to provide better comparability of pre and post-acquisition operating results and comparability to results of businesses utilizing internally developed intangible assets.

(4) *Restructuring.* We have engaged in various restructuring activities over the past several years that have resulted in costs associated with severance, benefits, outplacement services, and excess facilities. Each restructuring has been a discrete event based on a unique set of business objectives or circumstances, and each has differed from the others in terms of its operational implementation, business impact and scope. We do not engage in restructuring activities in the ordinary course of business. While our operations previously benefited from the employees and facilities covered by our various restructuring charges, these employees and facilities have benefited different parts of our business in different ways, and the amount of these charges has varied significantly from period to period. We believe that it is important to understand these charges; however, we do not believe that these charges are indicative of future operating results and that investors benefit from an understanding of our operating results without giving effect to them.