



Fourth Quarter Fiscal 2010 Earnings

November 3, 2010



Safe Harbor

Before we proceed with our presentation, we would like to point out that the following discussion will contain forward-looking statements from industry consultants, Qualcomm and others regarding industry trends, anticipated future results and product availability, potential market size, market shares and other factors that inherently involve risks and uncertainties, including the rate of development, deployment and commercial acceptance of CDMA- and OFDMA-based networks and technology and fluctuations in the demand for CDMA- and OFDMA-based products, services or applications.

- These and other risks and uncertainties relating to Qualcomm's business are outlined in detail in our most recent 10-Q and 10-K forms filed with the Securities and Exchange Commission.
- Please consult those documents for a more complete understanding of these risks and uncertainties.

This presentation includes a discussion of "Non-GAAP financial measures" as that term is defined in Regulation G. The most directly comparable GAAP financial measures and information reconciling these Non-GAAP financial measures to the Company's financial results prepared in accordance with GAAP have been included at the end of this presentation.

Qualcomm Reports Q4 & FY'10 Earnings

FISCAL YEAR ENDING SEPTEMBER 26, 2010

- Record earnings per share;
- Record MSM chipset shipments;
- Outlook for strong revenue and earnings growth in fiscal 2011;
- Well positioned with industry-leading chipset roadmap, broad licensing program and increasing number of global partners to take advantage of the industry trends.



Fourth Fiscal Quarter Results

■ Non-GAAP⁽¹⁾ Financial Results

- Revenues of \$2.95 billion, up 10% YoY and 9% QoQ.
- Operating income of \$1.13 billion, up 36% YoY⁽⁴⁾ and 14% QoQ.
- Diluted EPS of \$0.68, up 42% YoY⁽⁴⁾ and 19% QoQ.
- Free cash flow of \$1.11 billion, down 14% YoY.

■ Business Metrics

- ~111 million MSM[™] shipments, up 22% YoY and 8% QoQ.
- ~\$28.3 billion total reported device sales, up 14% YoY and 12% QoQ^{(2) (3)}.
- ~153 to 157 million units of CDMA-based devices shipped at an ASP of ~\$179 to \$185 per unit^{(2) (3)}.

■ Return of Capital to Shareholders

- Cash dividends paid of \$305 million, or \$0.19 per share.
- Repurchase of common stock of \$122 million, 3.5 million shares.

(1), (2), (3) & (4) See notes on slide 19.

Fiscal Year 2010 Results

■ Non-GAAP⁽¹⁾ Financial Results

- Revenues of \$10.98 billion, up 6% YoY.
- Operating income of \$4.32 billion, up 37% YoY⁽⁴⁾.
- Diluted EPS of \$2.46, up 88% YoY⁽⁴⁾.
- Free cash flow of \$4.16 billion, down 40% YoY⁽⁴⁾.

■ Business Metrics

- ~399 million MSM[™] shipments, up 26% YoY.
- ~\$105.7 billion total reported device sales, up 7% YoY⁽²⁾ ⁽³⁾.
- ~561 to 577 million units of CDMA-based devices shipped at an ASP of ~\$183 to \$189 per unit⁽²⁾ ⁽³⁾.

■ Return of Capital to Shareholders

- Cash dividends paid of \$1.18 billion, or \$0.72 per share.
- Repurchase of common stock of \$3.02 billion, 79.8 million shares.

(1), (2), (3), & (4) See notes on slide 19.

Fourth Quarter Results vs. Guidance

Qualcomm Non-GAAP ⁽¹⁾	Q4'10 Prior Guidance*	Q4'10 Results
Revenues	~\$2.67 - \$2.93B	\$2.95B
Diluted EPS	~\$0.55 - \$0.59	\$0.68
MSM Shipments	~106 - 111M	111M
Total Reported Device Sales ⁽²⁾ (Jun. Qtr ⁽³⁾)	~\$26.5 - \$28.5B	\$28.3B
Est. CDMA-Based Devices Shipped ⁽²⁾ (Jun. Qtr ⁽³⁾)	not provided	~153 - 157M
Est. CDMA-Based Device ASP ⁽²⁾ (Jun. Qtr ⁽³⁾)	not provided	~\$179 - \$185

(1), (2) & (3) See notes on slide 19.

* Guidance as of Jul. 21, 2010.

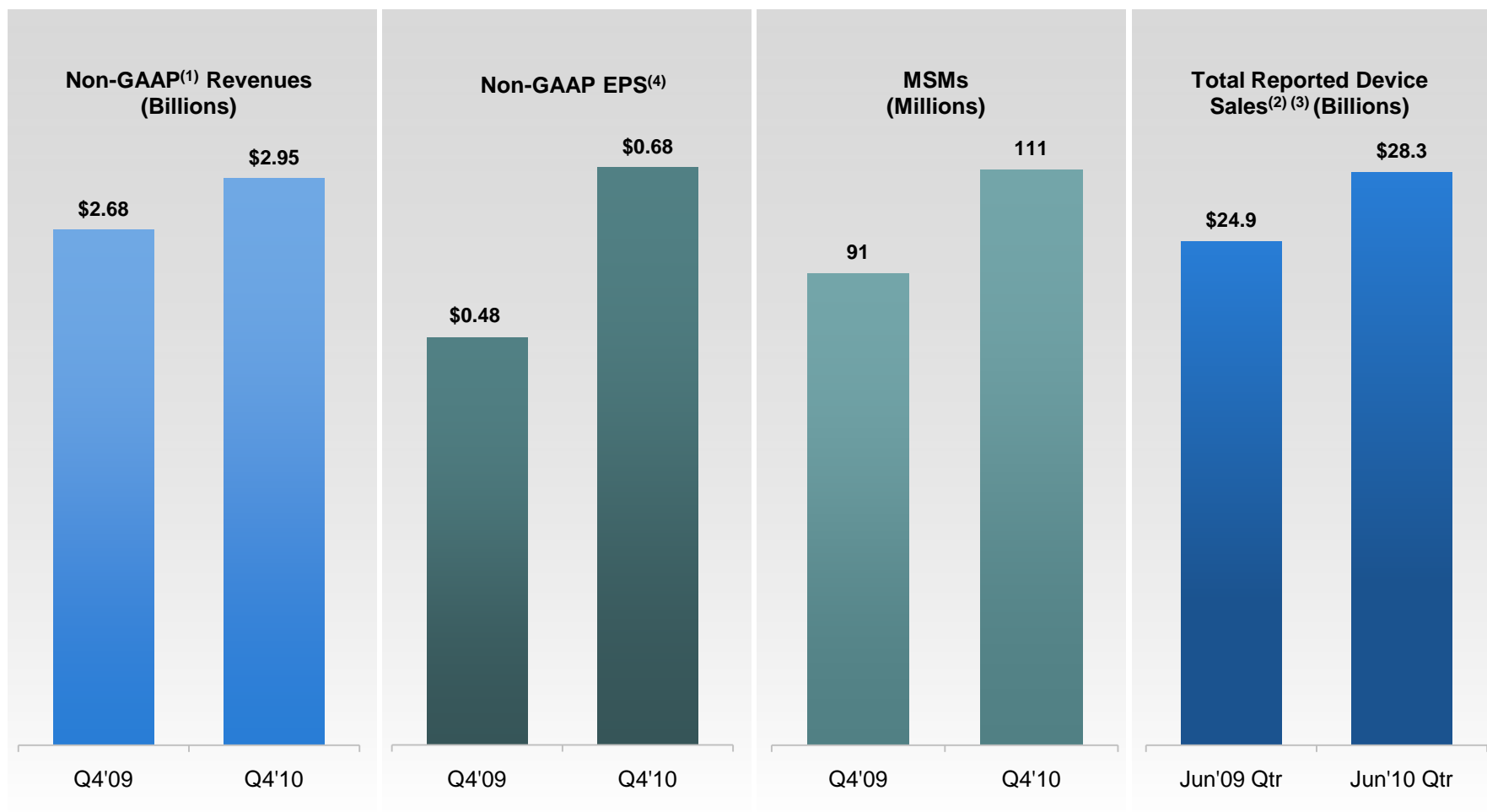
Fiscal Year Results vs. Guidance

Qualcomm Non-GAAP ⁽¹⁾	FY'10 Prior Guidance*	FY'10 Results
Revenues	~\$10.7 - \$11.0B	\$10.98B
Diluted EPS	~\$2.33 - \$2.37	\$2.46
MSM Shipments	~394 - 399M	399M
Total Reported Device Sales ^{(2) (3)}	~\$103.9 - \$105.9B	\$105.7B
Est. CDMA-Based Devices Shipped ^{(2) (3)}	not provided	~561 - 577M
Est. CDMA-Based Device ASP ^{(2) (3)}	~\$184 - \$188	~\$183 - \$189

(1), (2) & (3) See notes on slide 19.

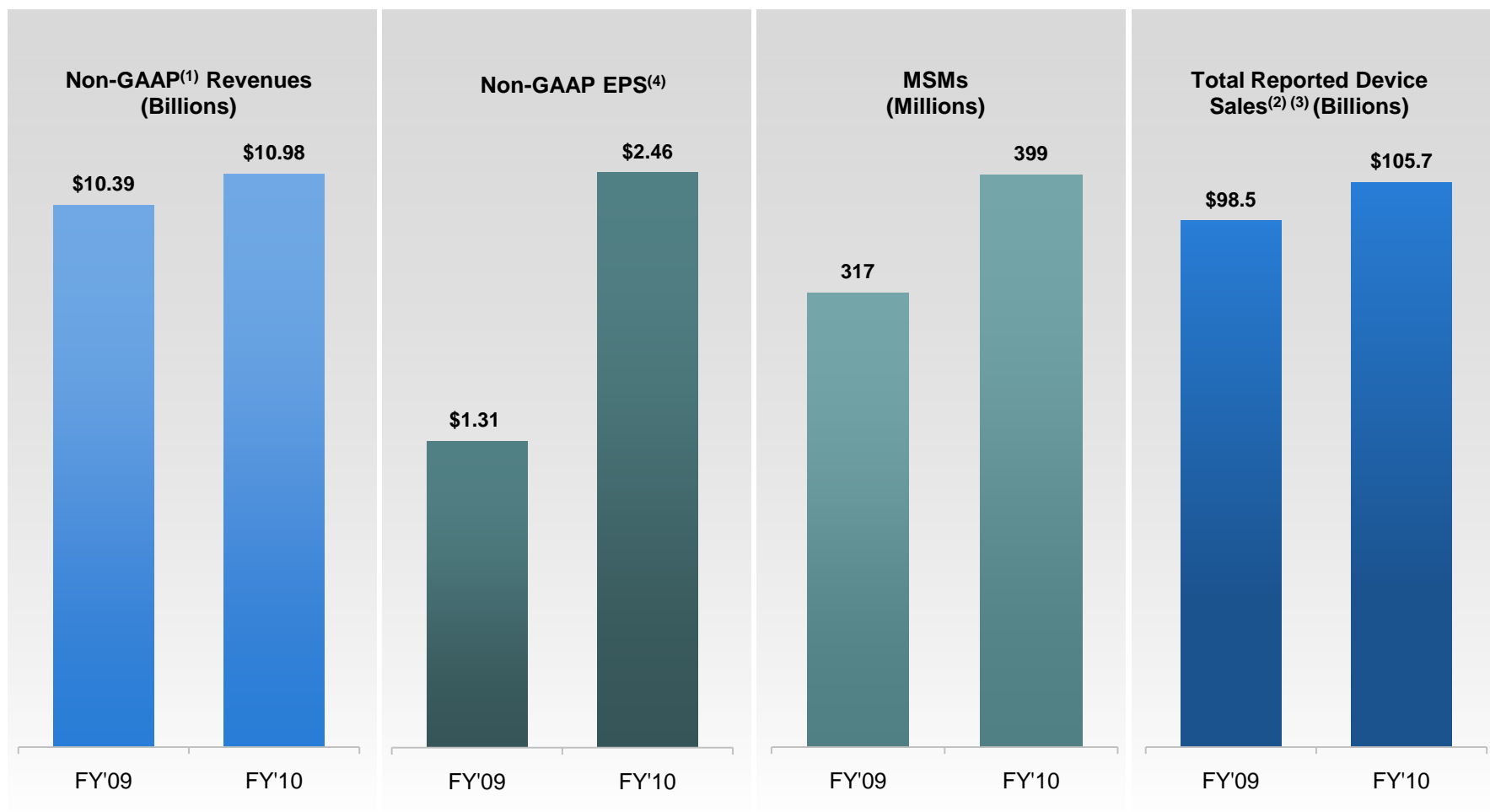
* Guidance as of Jul. 21, 2010.

Fourth Fiscal Quarter Results vs. Last Year



(1), (2), (3) & (4) See notes on slide 19.

Fiscal Year Results vs. Last Year



(1), (2), (3) & (4) See notes on slide 19.

First Quarter & Fiscal Year 2011 Guidance

AS OF NOVEMBER 3, 2010

Qualcomm Non-GAAP ⁽¹⁾	Q1'10 Results	Q1'11 Guidance	FY'10 Results	FY'11 Guidance
Revenues	\$2.67B	~\$3.05 - \$3.35B	\$10.98B	~\$12.4 - \$13.0B
Operating Income	not provided	not provided	\$4.32B	~\$4.8 - \$5.3B
Diluted EPS	\$0.62	~\$0.70 - \$0.74	\$2.46	~\$2.63 - \$2.77
MSM Shipments	92M	~115 - 119M	399M	not provided
Total Reported Device Sales ^{(2) (3)}	\$24.5B	~\$31.5 - \$33.5B	\$105.7B	not provided

(1), (2), & (3) See notes on slide 19.

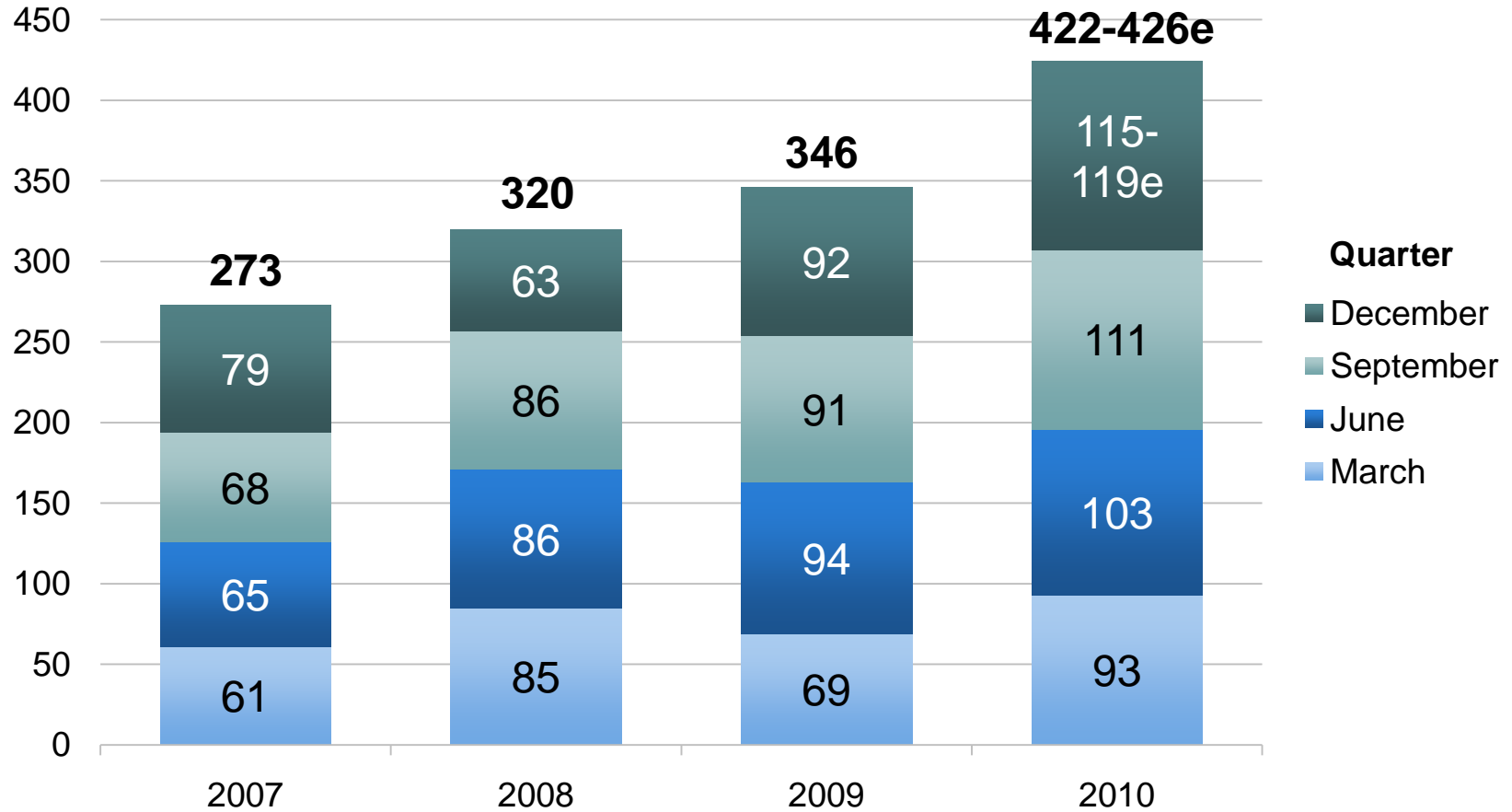
Commenced a FLO TV Restructuring Plan

- We have commenced a restructuring plan under which we expect to exit the current FLO TV service business.
- In addition to ongoing operating costs, we expect to incur restructuring charges related to this plan in the range of \$125 million to \$175 million in fiscal 2011, which are primarily related to certain contractual obligations and are included in our fiscal 2011 outlook.
- Additionally, we continue to evaluate strategic options for the FLO TV business, which include, but are not limited to, operating the FLO TV network under a new wholesale service; sale to, or joint venture with, a third party; and/or the sale of the spectrum licenses and the discontinuance of the operation of the network.
- Additional charges, including impairment of assets, may be incurred as we continue to evaluate or implement these strategic options or if we are unable to generate adequate future cash flows associated with this business.



Qualcomm MSM Shipments

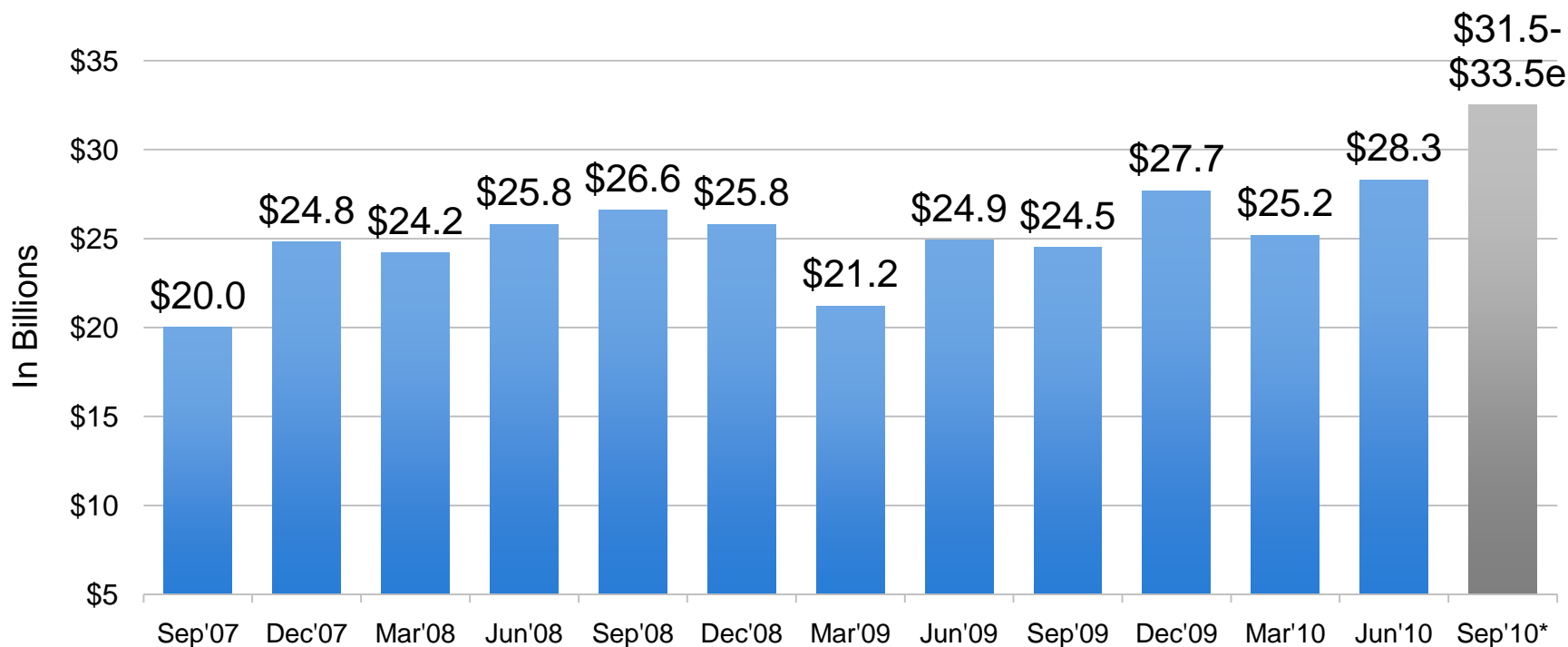
CALENDAR YEAR, MILLIONS, AS OF NOVEMBER 3, 2010



Quarterly Total Reported Device Sales^{(2) (3)}

REPORTED BY QUALCOMM LICENSEES

- 185+ CDMA licensees; 115+ licensed for WCDMA/TD-SCDMA.
- 9 royalty-bearing single-mode OFDM/OFDMA licensees.



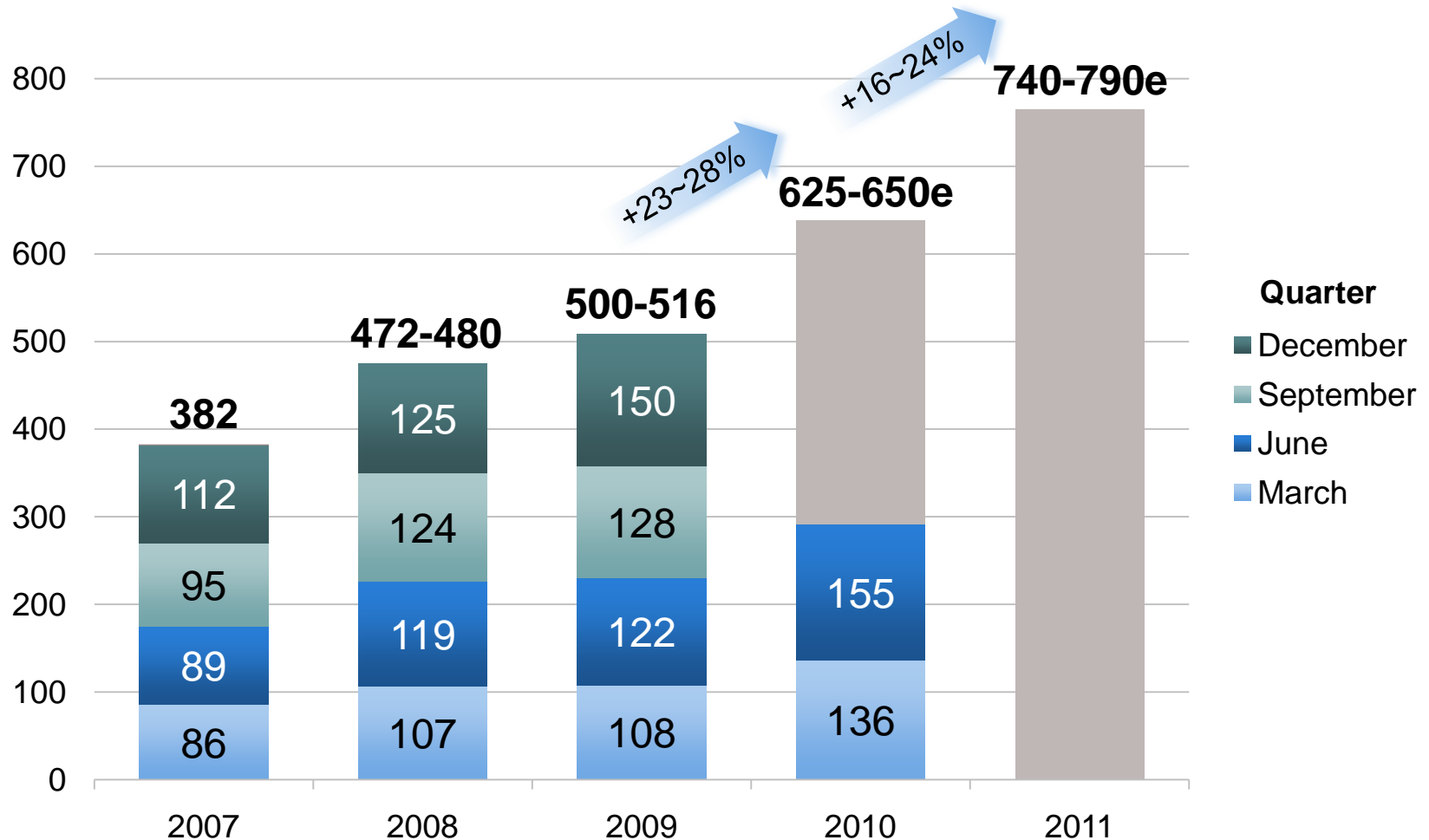
Est. ASP ^{(2) (3)}	\$211	\$222	\$226	\$216	\$211-217	\$203-209	\$193-199	\$200-206	\$189-195	\$182-188	\$183-189	\$179-185	not provided
Est. Shipment ^{(2) (3)}	95M	112M	107M	119M	122-126M	123-127M	106-110M	120-124M	126-130M	148-152M	134-138M	153-157M	not provided

(2) & (3) See note on slide 19.

* Guidance as of Nov. 3, 2010.

Quarterly CDMA-Based Device Shipment Estimates⁽²⁾

CALENDAR YEAR, MILLIONS, MIDPOINTS⁽⁵⁾, AS OF NOVEMBER 3, 2010

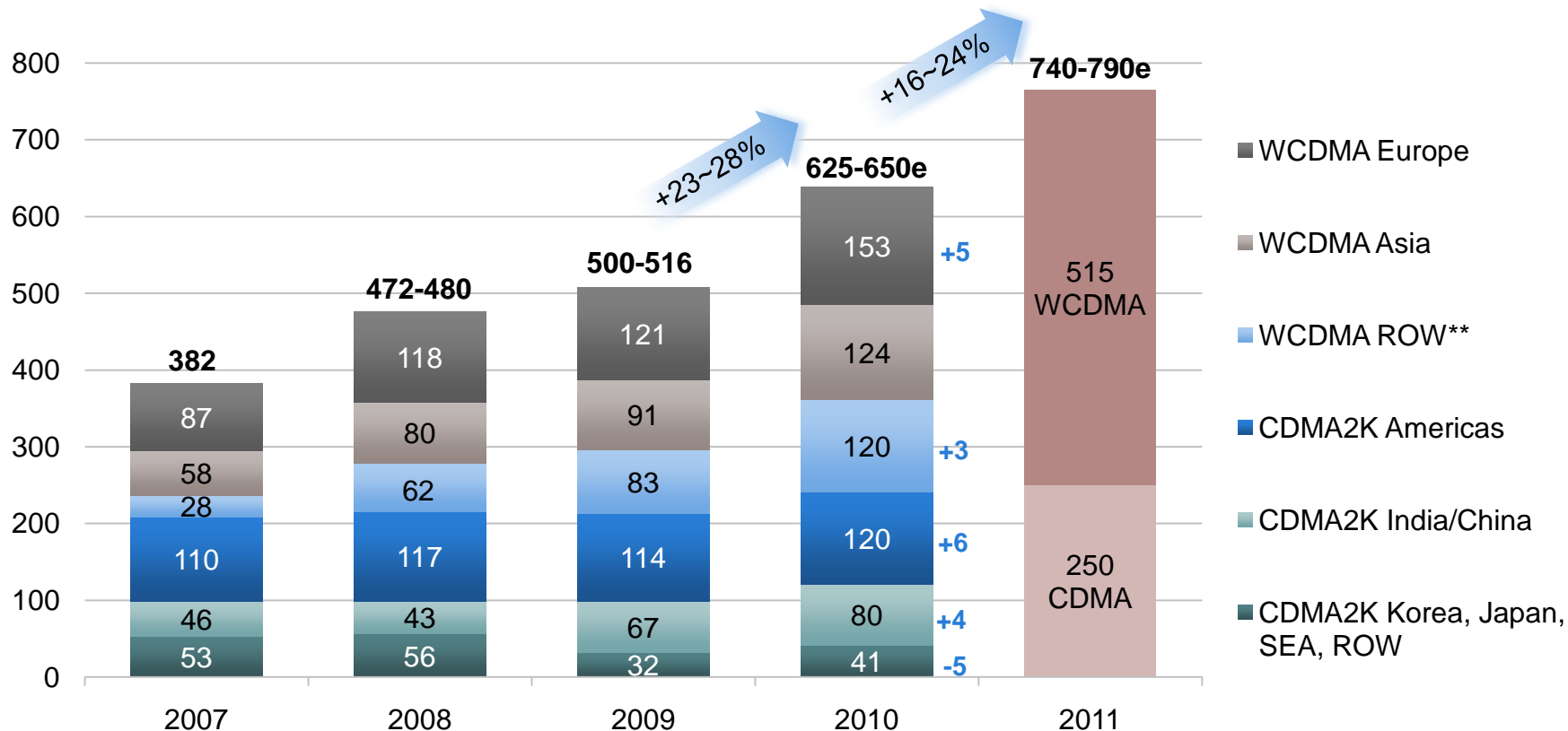


(2) & (5) See notes on slide 19.

Note: Sums of quarterly amounts may not equal totals due to rounding.

Regional* CDMA-Based Device Shipment Estimates⁽²⁾

CALENDAR YEAR, MILLIONS, MIDPOINTS⁽⁵⁾, AS OF NOVEMBER 3, 2010



	2007	2008	2009	2010	2011
WCDMA	173	260	295	397 est.	515 est.
CDMA	<u>209</u>	<u>216</u>	<u>213</u>	<u>241 est.</u>	<u>250 est.</u>
Total	382	476	508	638 est.	765 est.

Change from prior estimates

(2) & (5) See notes on slide 19.

* Regional device shipments are Qualcomm estimates and include handsets, data devices, telematics, security devices and some quantity of channel inventory. WCDMA includes TD-SCDMA. Both CDMA and WCDMA include multimode LTE.
 ** WCDMA ROW includes North America.

Quarterly Estimated CDMA-Based Device Shipments & ASP Trend^{(2) (3)}

	FY'09				FY'10				FY'11
	Sep '08	Dec '08	Mar '09	Jun '09	Sep '09	Dec '09	Mar '10	Jun '10	Sep '10**
Qtr. Total Reported Device Sales (\$B)	\$26.6	\$25.8	\$21.2	\$24.9	\$24.5	\$27.7	\$25.2	\$28.3	\$31.5-\$33.5e
FY Total Reported Device Sales (\$B)				\$98.5				\$105.7	
Qtr. Device Shipments* (M)	124	125	108	122	128	150	136	155	
CY Device Shipments* (M)		476				508			625-650e
FY Device Shipments* (M)				480				569	
Qtr. Device ASP*	\$214	\$206	\$196	\$203	\$192	\$185	\$186	\$182	
FY Device ASP*				\$205				\$186	

(2) & (3) See note on slide 19.

* Midpoints, see note (5) on slide 19.

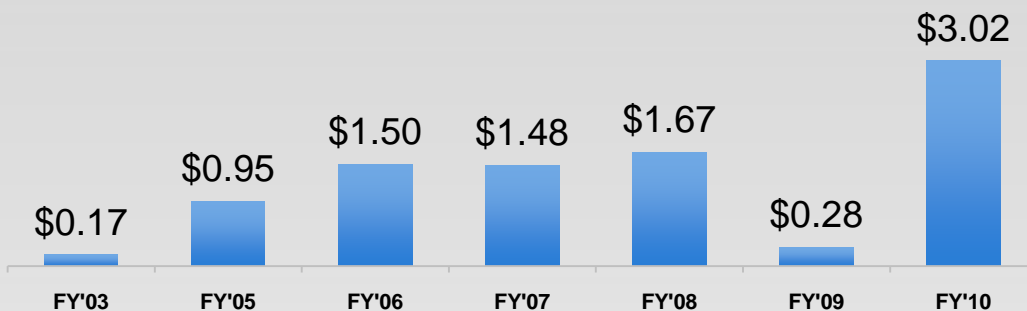
** Guidance as of Nov. 3, 2010.

Note: Sums of quarterly amounts may not equal totals due to rounding.

Cumulative \$14.8B Capital Returned to Stockholders

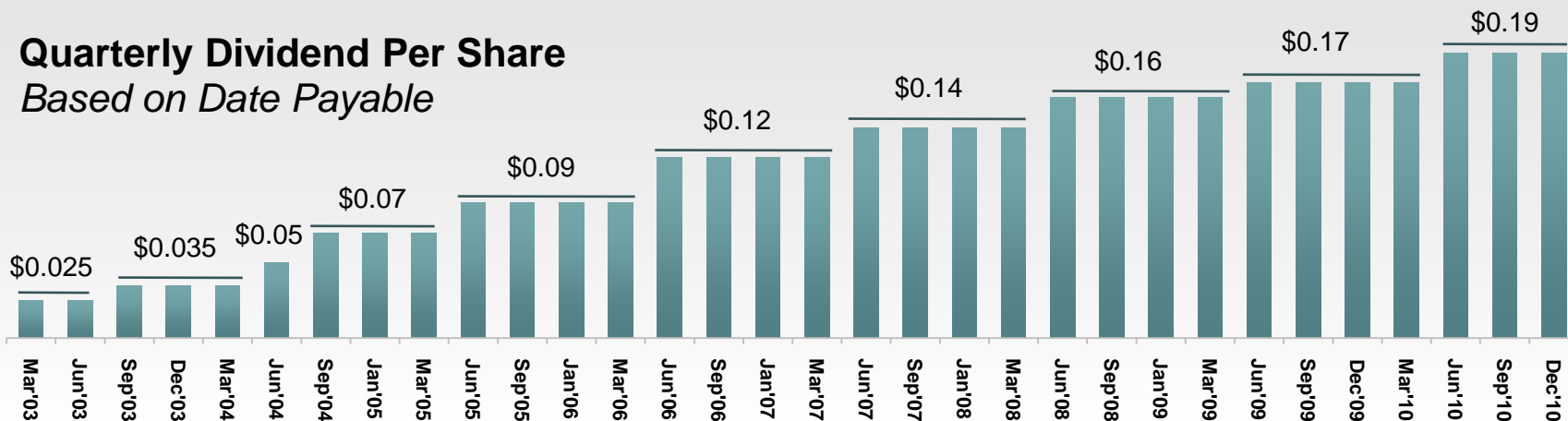
AS OF NOVEMBER 3, 2010

Share Repurchases* (Billions)



\$1.7 billion available for repurchase under current BOD authorization

Quarterly Dividend Per Share Based on Date Payable



Note: The Company effected a two-for-one stock split in August 2004. All references to per share data have been adjusted to reflect the stock split.
*Gross Repurchases.

Financial Strength

(\$ in Billions)	Sep. 2009	Sep. 2010	
Domestic	\$7.9	\$6.3	Cash Resources and Operating/Stock Repurchases Flexibility
Offshore	\$9.8	\$12.1	
Total Cash & Marketable Securities	\$17.7	\$18.4	
Total Assets	\$27.4	\$30.6	Solid Balance Sheet
Stockholders' Equity	\$20.3	\$20.9	
Debt*	\$0.2	\$1.3	
EBITDA ⁽⁴⁾	\$2.2	\$4.2	Cash Flow to Support Future Growth and Dividends
Non-GAAP Free Cash Flow ⁽⁴⁾	\$6.9	\$4.2	

* Includes capital leases and loan payable to banks related to India BWA spectrum purchase.

(4) See note on slide 19.

Footnotes

- (1) Non-GAAP results exclude the Qualcomm Strategic Initiatives (QSI) segment, certain share-based compensation, certain tax items that are not related to the current year and acquired in-process research and development (R&D) expense.
- (2) Total reported device sales is the sum of all reported sales in U.S. dollars (as reported to us by our licensees) of all licensed CDMA-based subscriber devices (including handsets, modules, modem cards and other subscriber devices) by our licensees during a particular period. The reported quarterly estimated ranges of ASPs and unit shipments are determined based on the information as reported to us by our licensees during the relevant period and our own estimates of the selling prices and unit shipments for licensees that do not provide such information. Not all licensees report sales, selling prices and/or unit shipments the same way (e.g., some licensees report selling prices net of permitted deductions, such as transportation, insurance and packing costs, while other licensees report selling prices and then identify the amount of permitted deductions in their reports), and the way in which licensees report such information may change from time to time. Total reported device sales, estimated unit shipments and estimated ASPs for a particular period may include prior period activity that is reported with the activity for the particular period. For results using assumptions in effect for quarters prior to the second quarter of fiscal 2010, please refer to the “Changes to QTL Metrics” table of our April 21, 2010 earnings release that was furnished to the Securities and Exchange Commission on Form 8-K.
- (3) Royalties are recognized when reported, generally one quarter following shipment.
- (4) In the year-over-year comparisons, the following should be noted: fiscal 2009 results (GAAP and Non-GAAP) included a \$783 million charge related to a litigation settlement and patent agreement with Broadcom Corporation, including \$35 million recorded in the fourth quarter of 2009; both the fourth quarter and fiscal 2009 results (GAAP and Non-GAAP) also included a \$230 million charge related to the Korea Fair Trade Commission fine; GAAP results in fiscal 2009 included a \$155 million tax benefit related to prior years as a result of tax audits; net income was favorably impacted in fiscal 2010 (GAAP and Non-GAAP) due to a significant increase in net investment income; and fiscal 2009 operating and free cash flow included the receipt of a \$2.5 billion payment related to the license and settlement agreements with Nokia.
- (5) The midpoints of the estimated ASP and device shipment ranges for the relevant periods are identified for comparison purposes only and do not indicate a higher degree of confidence in the midpoints.



➤ Reconciliations

Non-GAAP Results

IN MILLIONS EXCEPT PER SHARE DATA

SEGMENTS	Non-GAAP (1)	Share-Based Compensation (2)	Tax Items (3)	In- Process R&D	QSI (4)	GAAP (1)
Q4 - FISCAL 2010						
Revenues	\$2,952	\$ -	\$ -	\$ -	\$ -	\$2,952
<i>Change from prior year</i>	10%				(100%)	10%
<i>Change from prior quarter</i>	9%				(100%)	9%
Operating income (loss)	\$1,130	(\$161)	\$ -	\$ -	(\$132)	\$837
<i>Change from prior year</i>	36%	(9%)		N/A	(53%)	40%
<i>Change from prior quarter</i>	14%	(8%)		N/A	N/M	6%
EBT	\$1,361	(\$161)	\$ -	\$ -	(\$153)	\$1,047
<i>Change from prior year</i>	38%	(9%)		N/A	(61%)	41%
<i>Change from prior quarter</i>	17%	(8%)		N/A	N/M	8%
EBT as a % of revenues	46%	<i>N/M</i>		<i>N/A</i>	<i>N/M</i>	35%
Net income (loss)	\$1,105	(\$120)	(\$40)	\$ -	(\$80)	\$865
<i>Change from prior year</i>	36%	(41%)	N/M	N/A	(3%)	8%
<i>Change from prior quarter</i>	18%	(8%)	N/M	N/A	N/M	13%
Diluted EPS	\$0.68	(\$0.07)	(\$0.02)	\$ -	\$(0.05)	\$0.53
<i>Change from prior year</i>	42%	(40%)	N/M	N/A	0%	10%
<i>Change from prior quarter</i>	19%	0%	N/M	N/A	N/M	13%
Diluted shares used	1,621	1,621	1,621	1,621	1,621	1,621
Q3 - FISCAL 2010						
Revenues	\$2,700	\$ -	\$ -	\$ -	\$6	\$2,706
Operating income (loss)	991	(149)	-	-	(50)	792
EBT	1,161	(149)	-	-	(41)	971
Net income (loss)	936	(111)	(54)	-	(4)	767
Diluted EPS	\$0.57	(\$0.07)	(\$0.03)	\$ -	\$ -	\$0.47
Diluted shares used	1,642	1,642	1,642	1,642	1,642	1,642

Non-GAAP Results, (cont.)

IN MILLIONS EXCEPT PER SHARE DATA

SEGMENTS	Non-GAAP (1)	Share-Based Compensation (2)	Tax Items (3)	In- Process R&D	QSI (4)	GAAP (1)
Q1 - FISCAL 2010						
Revenues	\$2,668	\$ -	\$ -	\$ -	\$2	\$2,670
Operating income (loss)	1,134	(151)	-	-	(104)	879
EBT	1,310	(151)	-	-	(107)	1,052
Net income (loss)	1,041	(114)	(32)	-	(54)	841
Diluted EPS	\$0.62	(\$0.07)	\$(0.02)	\$ -	(\$0.03)	\$0.50
Diluted shares used	1,691	1,691	1,691	1,691	1,691	1,691
Q4 - FISCAL 2009						
Revenues	\$2,683	\$ -	\$ -	\$ -	\$7	\$2,690
Operating income (loss)	831	(148)	-	-	(86)	597
EBT	985	(148)	-	-	(95)	742
Net income (loss)	811	(85)	155	-	(78)	803
Diluted EPS	\$0.48	(\$0.05)	\$ 0.09	\$ -	(\$0.05)	\$0.48
Diluted shares used	1,688	1,688	1,688	1,688	1,688	1,688
12 MONTHS - FISCAL 2010						
Revenues	\$10,982	\$ -	\$ -	\$ -	\$9	\$10,991
<i>Change from prior year</i>	6%				(69%)	6%
Operating income (loss)	\$4,316	(\$614)	\$ -	(\$3)	(\$416)	\$3,283
<i>Change from prior year</i>	37%	(5%)		N/M	(23%)	47%
EBT	\$5,086	(\$614)	\$ -	(\$3)	(\$435)	\$4,034
<i>Change from prior year</i>	68%	(5%)		N/M	(20%)	94%
Net income (loss)	\$4,071	(\$442)	(\$159)	(\$3)	(\$220)	\$3,247
<i>Change from prior year</i>	86%	3%	N/M	N/M	13%	104%
Diluted EPS	\$2.46	(\$0.27)	(\$0.10)	\$ -	(\$0.13)	\$1.96
<i>Change from prior year</i>	88%	0%	N/M	N/M	13%	106%
Diluted shares used	1,658	1,658	1,658	1,658	1,658	1,658

Non-GAAP Results, (cont.)

IN MILLIONS EXCEPT PER SHARE DATA

SEGMENTS	Non-GAAP (1)	Share-Based Compensation (2)	Tax Items (3)	In- Process R&D	QSI (4)	GAAP (1)
12 MONTHS - FISCAL 2009						
Revenues	\$10,387	\$ -	\$ -	\$ -	\$29	\$10,416
Operating income (loss)	3,153	(584)	-	(6)	(337)	2,226
EBT	3,027	(584)	-	(6)	(361)	2,076
Net income (loss)	2,187	(455)	118	(6)	(252)	1,592
Diluted EPS	\$1.31	(\$0.27)	\$0.07	\$ -	(\$0.15)	\$0.95
Diluted shares used	1,673	1,673	1,673	1,673	1,673	1,673

(1) Fiscal 2009 results included a \$783 million charge related to a litigation settlement and patent agreement with Broadcom Corporation, including \$748 million recorded in the second quarter of fiscal 2009 and \$35 million recorded in the fourth quarter of 2009. The fourth quarter of fiscal 2009 results also included a \$230 million charge related to the Korea Fair Trade Commission fine.

(2) Certain share-based compensation is included in operating expenses as part of employee-related costs but is not allocated to the Company's segments as such costs are not considered relevant by management in evaluating segment performance.

(3) During the first, second, third and fourth quarters of fiscal 2010, the Company recorded \$32 million, \$33 million, \$32 million and \$40 million in state tax expense, respectively, or \$0.02 diluted loss per share for each quarter, because deferred revenue related to the license and settlement agreements with Nokia was taxable in fiscal 2010 but the resulting deferred tax asset will reverse in future years when the Company's state tax rate, based on the legislation in effect during fiscal 2010, will be lower. During the third quarter of fiscal 2010, the Company recorded \$22 million of tax expense, or \$0.01 diluted loss per share, as a result of prior year tax audits completed during the third quarter.

(4) At fiscal year-end, the sum of the quarterly tax provisions for each column, including QSI, equals the annual tax provisions for each column computed in accordance with GAAP. In interim quarters, the tax provision for the QSI operating segment is computed by subtracting the Non-GAAP tax provision, the tax items column and the tax provision related to share-based compensation from the GAAP tax provision.

N/M - Not Meaningful

Sums may not equal totals due to rounding.

Reconciliation of EPS

Reconciliation of Diluted Earnings Per Share Q3FY10 Results to Q4FY10 Results

	<u>Non-GAAP (1)</u>	<u>GAAP</u>
Q3 Earnings per Share	\$0.57	\$0.47
Q4 Earning per Share	\$0.68	\$0.53
Difference	<u>\$0.11</u>	<u>\$0.06</u>

Certain EPS Factors

Higher QTL earnings	\$0.04	\$0.04
Higher QCT earnings	\$0.07	\$0.07
Other factors (2)	\$0.00	\$0.00
QSI (3)	NA	(\$0.05)
Share-based compensation	NA	(\$0.01)
Tax items excluded from Non-GAAP results	NA	\$0.01
	<u>\$0.11</u>	<u>\$0.06</u>

(1) Non-GAAP results exclude the QSI segment, certain share-based compensation, certain tax items that are not related to the current year and acquired in-process research and development expense.

(2) Other factors are primarily related to improvements in investment income and our tax rate, offset by increases in operating expenses.

(3) Primarily attributable to the gain on the sale of our Australia spectrum license in Q3.

NA - Not Applicable

Non-GAAP Cash Flow

(In millions)

Three Months Ended September 26, 2010

	Non-GAAP	Share-Based Compensation	Tax Items	In-Process R&D	QSI	GAAP
Net cash provided (used) by operating activities	\$ 1,214	\$ (11) (a)	\$ -	\$ -	\$ (110)	\$ 1,093
Less: capital expenditures	(101)	-	-	-	(12)	(113)
Free cash flow	<u>\$ 1,113</u>	<u>\$ (11)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (122)</u>	<u>\$ 980</u>

Twelve Months Ended September 26, 2010

	Non-GAAP	Share-Based Compensation	Tax Items	In-Process R&D	QSI	GAAP
Net cash provided (used) by operating activities	\$ 4,511	\$ (45) (a)	\$ -	\$ -	\$ (390)	\$ 4,076
Less: capital expenditures	(350)	-	-	-	(76)	(426)
Free cash flow	<u>\$ 4,161</u>	<u>\$ (45)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (466)</u>	<u>\$ 3,650</u>

Three Months Ended September 27, 2009

	Non-GAAP	Share-Based Compensation	Tax Items	In-Process R&D	QSI	GAAP
Net cash provided (used) by operating activities	\$ 1,411	\$ (25) (a)	\$ -	\$ -	\$ (65)	\$ 1,321
Less: capital expenditures	(117)	-	-	-	(27)	(144)
Free cash flow	<u>\$ 1,294</u>	<u>\$ (25)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (92)</u>	<u>\$ 1,177</u>

Twelve Months Ended September 27, 2009

	Non-GAAP	Share-Based Compensation	Tax Items	In-Process R&D	QSI	GAAP
Net cash provided (used) by operating activities	\$ 7,556	\$ (79) (a)	\$ -	\$ -	\$ (305)	\$ 7,172
Less: capital expenditures	(649)	-	-	-	(112)	(761)
Free cash flow	<u>\$ 6,907</u>	<u>\$ (79)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (417)</u>	<u>\$ 6,411</u>

(a) Incremental tax benefits from stock options exercised during the period.

EBITDA

Reconciliation of EBITDA to Net Income (In millions)

	Fiscal Year 2009	Fiscal Year 2010
	<u>2009</u>	<u>2010</u>
Net income	\$ 1,592	\$ 3,247
Plus: Income tax expense	484	787
Plus: Depreciation and amortization	635	666
Less: Interest and dividend income, net	(492)	(472)
EBITDA	<u>\$ 2,219</u>	<u>\$ 4,228</u>

EBITDA is defined as Earnings (Loss) Before Interest, Taxes, Depreciation and Amortization

Business Outlook

AS OF NOVEMBER 3, 2010

FIRST FISCAL QUARTER		
	Q1 FY10 Results	Current Guidance Q1 FY11 Estimates
Non-GAAP		
Revenues	\$2.67B	\$3.05B - \$3.35B
<i>Year-over-year change</i>		<i>increase 14% - 26%</i>
Diluted earnings per share (EPS)	\$0.62	\$0.70 - \$0.74
<i>Year-over-year change</i>		<i>increase 13% - 19%</i>
Effective income tax rate		21%
GAAP		
Revenues	\$2.67B	\$3.05B - \$3.35B
<i>Year-over-year change</i>		<i>increase 14% - 25%</i>
Diluted EPS	\$0.50	\$0.58 - \$0.62
<i>Year-over-year change</i>		<i>increase 16% - 24%</i>
Diluted EPS attributable to QSI	(\$0.03)	(\$0.05)
Diluted EPS attributable to share-based compensation	(\$0.07)	(\$0.07)
Diluted EPS attributable to certain tax items	(\$0.02)	\$0.00
Effective income tax rate		19%

Sums may not equal totals due to rounding.

Business Outlook, (cont.)

AS OF NOVEMBER 3, 2010

FISCAL YEAR		
	FY 2010 Results	Current Guidance FY 2011 Estimates
Non-GAAP		
Revenues	\$10.98B	\$12.4B - \$13.0B
<i>Year-over-year change</i>		<i>increase 13% - 18%</i>
Operating Income	\$4.32B	\$4.8B - \$5.3B
<i>Year-over-year change</i>		<i>increase 11% - 23%</i>
Diluted earnings per share (EPS)	\$2.46	\$2.63 - \$2.77
<i>Year-over-year change</i>		<i>increase 7% - 13%</i>
Effective income tax rate	20%	21%
GAAP		
Revenues	\$10.99B	\$12.4B - \$13.0B
<i>Year-over-year change</i>		<i>increase 13% - 18%</i>
Operating Income	\$3.28B	\$3.6B - \$4.1B
<i>Year-over-year change</i>		<i>increase 10% - 25%</i>
Diluted EPS	\$1.96	\$2.08 - \$2.22
<i>Year-over-year change</i>		<i>increase 6% - 13%</i>
Diluted EPS attributable to QSI	(\$0.13)	(\$0.22)
Diluted EPS attributable to share-based compensation	(\$0.27)	(\$0.32)
Diluted EPS attributable to certain tax items	(\$0.10)	(\$0.01)
Effective income tax rate	20%	19%

Sums may not equal totals due to rounding.

Q1 Combined R&D and SG&A Guidance

Reconciliation of Non-GAAP to GAAP Combination of R&D and SG&A (\$ in millions)

	Q4 FY2010 Results	Fiscal Q1 - 2011 Guidance*
Non - GAAP combined R&D and SG&A expenses ⁽¹⁾	\$ 911	Increase approx. 0% sequentially (est.)
QSI	\$ 67	not provided
Total combined R&D and SG&A expenses excluding certain share-based compensation	\$ 978	Decrease approx. (1%) sequentially (est.)
Share-based compensation allocated to SG&A & R&D	\$ 149	
Total GAAP combined R&D and SG&A expenses ⁽²⁾	\$ 1,127	Decrease approx. (1%) sequentially (est.)

(1) Non-GAAP combined R&D and SG&A expenses guidance for Q1 FY11 excludes expenses related to the QSI segment, acquired in-process R&D and certain share-based compensation.

(2) Q1 FY11 total GAAP combined R&D and SG&A expenses guidance includes an estimate of the share-based compensation expense allocated to R&D and SG&A.

* Guidance as of November 3, 2010

FY'11 Combined R&D and SG&A Guidance

Reconciliation of Non-GAAP to GAAP Combination of R&D and SG&A (\$ in millions)

	Fiscal 2010 Results	Fiscal 2011 Guidance*
Non-GAAP combined R&D and SG&A expenses ⁽¹⁾	\$ 3,410	Increase approx. 7% sequentially (est.)
QSI	\$ 206	not provided
In-process R&D	\$ 3	not provided
Total combined R&D and SG&A expenses excluding certain share-based compensation	\$ 3,619	Increase approx. 7 - 8% sequentially (est.)
Share-based compensation allocated to SG&A & R&D	\$ 572	
Total GAAP combined R&D and SG&A expenses ⁽²⁾	\$ 4,191	Increase approx. 8 - 9% sequentially (est.)

(1) Non-GAAP combined R&D and SG&A expenses guidance for fiscal 2011 excludes expenses related to the QSI segment, acquired in-process R&D and certain share-based compensation.

(2) FY11 total GAAP combined R&D and SG&A expenses guidance includes an estimate of the share-based compensation expense allocated to R&D and SG&A.

* Guidance as of November 3, 2010



➤ Thank You