

**QUALCOMM Incorporated**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**

(In thousands)

(Unaudited)

	<b>Three Months Ended</b>			<b>Nine</b>
	<b>June 26,</b>	<b>March 27,</b>	<b>December 26,</b>	<b>Months Ended</b>
	<b>2005</b>	<b>2005</b>	<b>2004</b>	<b>June 26,</b>
				<b>2005</b>
<b>Operating Activities:</b>				
Income from continuing operations	\$ 560	\$ 532	\$ 513	\$ 1,605
Depreciation and amortization	51	48	45	144
Net realized gains on marketable securities and other investments	(74)	(28)	(64)	(166)
Losses (gains) on derivative instruments	8	4	(3)	9
Equity in losses of investees	7	17	-	24
Non-cash income tax expense	116	18	185	319
Other non-cash charges and (credits)	-	11	(1)	10
Increase (decrease) in cash resulting from changes in:				
Accounts receivable, net	(122)	185	(113)	(50)
Inventories	(30)	(1)	(2)	(33)
Other assets	19	7	(71)	(45)
Trade accounts payable	15	(17)	(23)	(25)
Payroll, benefits and other liabilities	(34)	39	(49)	(44)
Unearned revenue	7	6	(20)	(7)
Net cash provided by operating activities	<u>523</u>	<u>821</u>	<u>397</u>	<u>1,741</u>
<b>Investing Activities:</b>				
Capital expenditures	(156)	(94)	(188)	(438)
Purchases of available-for-sale securities	(2,277)	(2,254)	(1,865)	(6,396)
Proceeds from sale of available-for-sale securities	2,433	2,381	1,663	6,477
Collection of finance receivables	-	-	1	1
Issuance of notes receivable	-	(12)	(2)	(14)
Other investments and acquisitions, net of cash acquired	(4)	(6)	(179)	(189)
Other items, net	5	24	-	29
Net cash provided (used) by investing activities	<u>1</u>	<u>39</u>	<u>(570)</u>	<u>(530)</u>
<b>Financing Activities:</b>				
Proceeds from issuance of common stock	54	86	96	236
Proceeds from put options	15	16	(2)	29
Repurchase and retirement of common stock	(723)	(230)	-	(953)
Dividends paid	(147)	(230)	-	(377)
Net cash (used) provided by financing activities	<u>(801)</u>	<u>(358)</u>	<u>94</u>	<u>(1,065)</u>
Effect of exchange rate changes on cash	(1)	1	-	-
<b>Net (decrease) increase in cash and cash equivalents</b>	<u>(278)</u>	<u>503</u>	<u>(79)</u>	<u>146</u>
<b>Cash and cash equivalents at beginning of period</b>	<u>1,638</u>	<u>1,135</u>	<u>1,214</u>	<u>1,214</u>
<b>Cash and cash equivalents at end of period</b>	<u><u>\$ 1,360</u></u>	<u><u>\$ 1,638</u></u>	<u><u>\$ 1,135</u></u>	<u><u>\$ 1,360</u></u>