

First Quarter Fiscal 2009 Earnings

January 28, 2009



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 which 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.

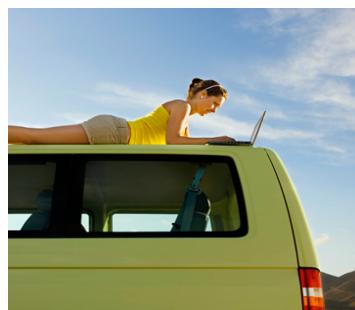
- These and other risks and uncertainties relating to Qualcomm's business are outlined in detail in our most recent 10-Q and 10-K forms filed with the Securities and Exchange Commission.
- Please consult those documents for a more complete understanding of these risks and uncertainties.
- This presentation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

Disclaimer

Nothing in this presentation is an offer to sell any of the parts referenced herein. This presentation may reference and/or show images of parts and/or devices utilizing parts whose manufacture, use, sale, offer for sale, or importation into the United States are subject to certain injunctions against Qualcomm. This presentation is intended solely to provide information for those products and uses of products that are outside the scope of the injunctions. Any device utilizing 1x-EVDO parts must utilize Qualcomm's hybrid mode alternative solution.

Qualcomm Reports Q1 FY'09 Earnings

(January 28, 2009)



- **Healthy demand for 3G devices in the September Quarter**
- **First quarter revenues were at the high end of prior guidance, and operating profit exceeded prior guidance**
- **Distress in global financial markets continued resulting in additional impairments to marketable securities**
- **The CDMA inventory channel has contracted as expected, and the business environment continues to remain uncertain**

Qualcomm Reports Q1 FY'09 Earnings

(January 28, 2009)

Pro Forma Results*

- **Revenues of \$2.51 billion**, up 3% year-over-year
- **Operating income of \$986 million**, up 4% year-over-year
- **Diluted EPS of \$0.31**, down 40% year-over-year
 - *Includes \$388 million in other-than-temporary impairments of marketable securities*

Operating Results

- **~63 million MSM chip shipments**, down 20% year-over-year
- **~125 million CDMA-based device shipments**, up 32% year-over-year
 - **Estimated \$212 average selling price**
- **Record operating cash flow of \$3.5 billion**
 - *Includes payment of \$2.5B rec'd in Oct.'08 related to agreements with Nokia*

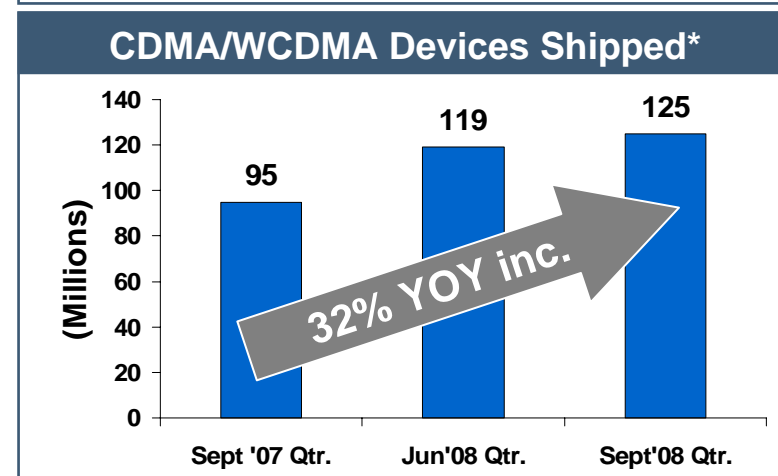
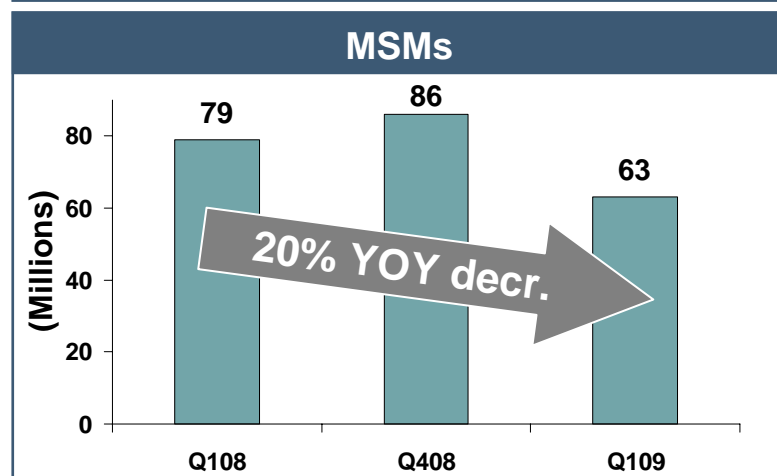
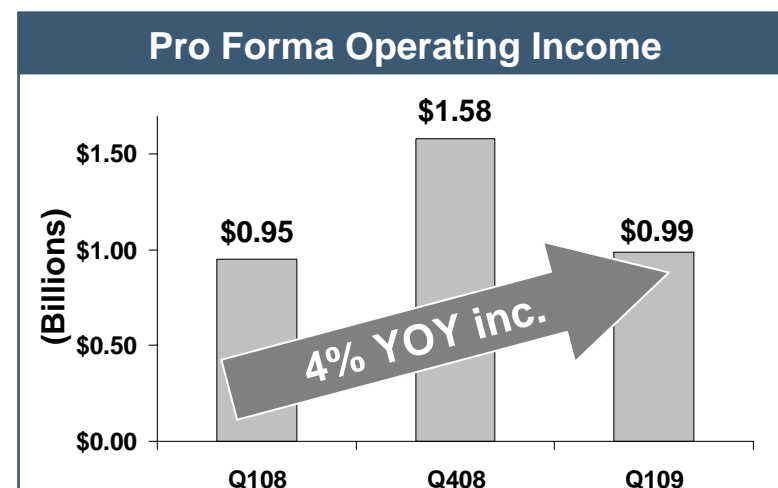
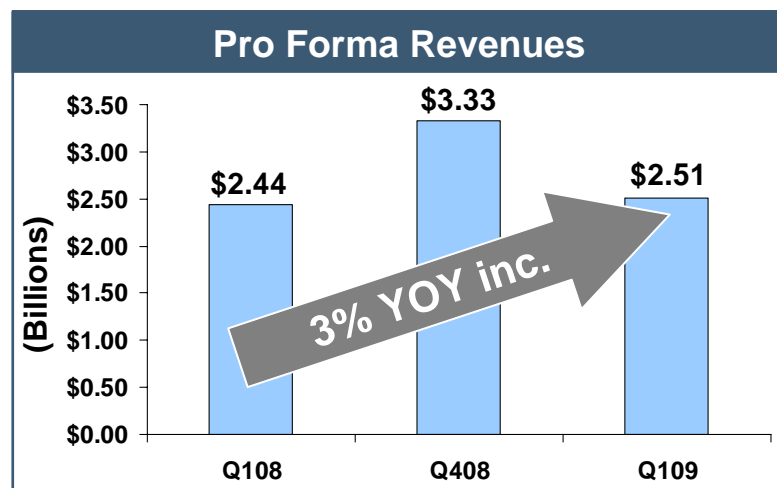
Return of capital to stockholders:

- **\$264 million of cash dividends announced**, or \$0.16 per share
- **\$284 million to repurchase 8.9 million shares**

*Note Q1'08 results did not include royalty revenues from Nokia for sales of Nokia products.

First Fiscal Quarter Results

(January 28, 2009)



*Royalties are recognized when reported, generally one quarter following shipment. CDMA/WCDMA devices shipped are derived from reports provided by our licensees/manufacturers during the year and our own estimates of unreported activity.

Q1 FY'09 Results Comparison

Met or Exceeded Prior Guidance

Qualcomm Pro Forma*	Q1 FY09 Prior Guidance	Q1 FY09 Results
Revenues	~\$2.3B - \$2.5Be	\$2.51B
Operating Income	~\$800M - \$900Me	\$986M
MSM shipments	~60M - 65Me	63M
CDMA/WCDMA devices shipped (Sept quarter)⁽¹⁾	~121M – 126Me	125M
CDMA/WCDMA device ASP (Sept quarter)⁽¹⁾	~\$205e	~\$212

*Pro forma results exclude the QSI segment, certain estimated share-based compensation, certain tax items related to prior years and in-process R&D expense.

(1) Shipments in Sep. quarter, reported in Dec. quarter. CDMA/WCDMA device shipments and average selling prices are for estimated worldwide device shipments, including shipments not reported to Qualcomm.

Business Segment Highlights

- **Qualcomm Technology Licensing (QTL)**
 - 160+ CDMA licensees; 95+ licensed for WCDMA/TD-SCDMA;
 - 8 royalty-bearing OFDM/OFDMA single mode subscriber and infrastructure licensees
- **Qualcomm CDMA Technologies (QCT)**
 - ~63 million MSMs shipped
 - Announced a new dual-CPU Snapdragon™ single-chip solution, featuring two computing cores capable of up to 1.5GHz for greater processing capabilities and optimized battery life
 - Snapdragon™ platform continues to gain industry traction with 30+ device designs in development using Snapdragon chipsets by 15+ leading device manufacturers
 - Announced the Kayak™ PC alternative, which leverages 3G wireless broadband to help make Internet connectivity available and affordable in emerging markets
 - Announced the acquisition of certain graphics and multimedia technology assets, intellectual property and resources that were formerly the basis of AMD's handheld business

Business Segment Highlights, *(cont.)*

- **Qualcomm Wireless & Internet (QWI)**

- **Qualcomm Internet Services (QIS)**

- Announced a partnership with Amobee Media Systems to offer mobile advertising on our Plaza solution
- Announced MTS Mobility will be the first service provider in Canada to offer BREW applications for download

- **Qualcomm Enterprise Services (QES)**

- Announced that we are providing the managed network services enabling the Peek device, an email-only mobile device

- **Firethorn**

- Introduced our mobile application upgrade which enable us to transition our financial institution and wireless operator relationships from banking to broader mobile commerce functionality
- Introduced Citi Mobile for Cards, allowing Citi credit card customers to access real-time credit card account information on their mobile phones
- Announced San Diego County Credit Union as a new financial institution customer
- Announced our participation in the MasterCard Mobile Partner Program allowing us to collaborate with MasterCard and its key partners to drive the evolution of mobile payments forward

Business Segment Highlights, *(cont.)*

• Reconciling Items



• MediaFLO Technologies

- Conducted drive test of MediaFLO broadcast mobile TV platform in collaboration with Toyota Motor Corporation

• Qualcomm Strategic Initiatives (QSI)



• MediaFLO USA

- Audiovox selects MediaFLO USA to bring the award winning FLO TV service experience to the U.S. automotive market for the first time
- People are watching FLO TV on average more than 20 minutes per day which is comparable to the average time U.S. cell phone users spend per day talking on their cell phone
- We are prepared to launch our FLO TV service and turn on 100 new transmitters across the U.S. immediately after the DTV transition date, which will allow a total of more than 180 million consumers in 80 markets to use our innovative wireless service

Qualcomm Guidance

(January 28, 2009)



- **Reduced visibility in the marketplace makes it difficult to forecast future inventory levels or predict when a recovery begins**
- **We are not providing earnings per share guidance due to volatility in financial markets and the impact it has had, and may continue to have, on our investment portfolio & net income**
- **Although we continue to estimate healthy growth in the CDMA-based device market, we have lowered our shipment estimate for calendar year 2009 devices**
- **We are fortunate to have a strong balance sheet and operating cash flows in these difficult times**

Q2 FY'09 Guidance Comparison

(as of January 28, 2009)

Qualcomm Pro Forma*	Q2 FY08 Results ⁽¹⁾	Q2 FY09 Guidance
Revenues	\$2.60B*	~\$2.25B - \$2.45Be
Operating Income	\$1.02B*	~\$750M - \$850Me
MSM shipments	85M	~60M to 65Me
CDMA/WCDMA devices shipped ⁽²⁾ (Dec quarter)	112M	~116M to 121Me
CDMA/WCDMA device ASP ⁽²⁾ (Dec quarter)	~\$222	~\$207e

*Pro forma results exclude the QSI segment, certain estimated share-based compensation, certain tax items related to prior years and in-process R&D expense.

(1) Note Q2'08 results did not include royalty revenues from Nokia for sales of Nokia products.

(2) Shipments in Dec. quarter, reported in Mar. quarter. CDMA/WCDMA device shipments and average selling prices are for estimated worldwide device shipments, including shipments not reported to Qualcomm.

FY09 Guidance Comparison

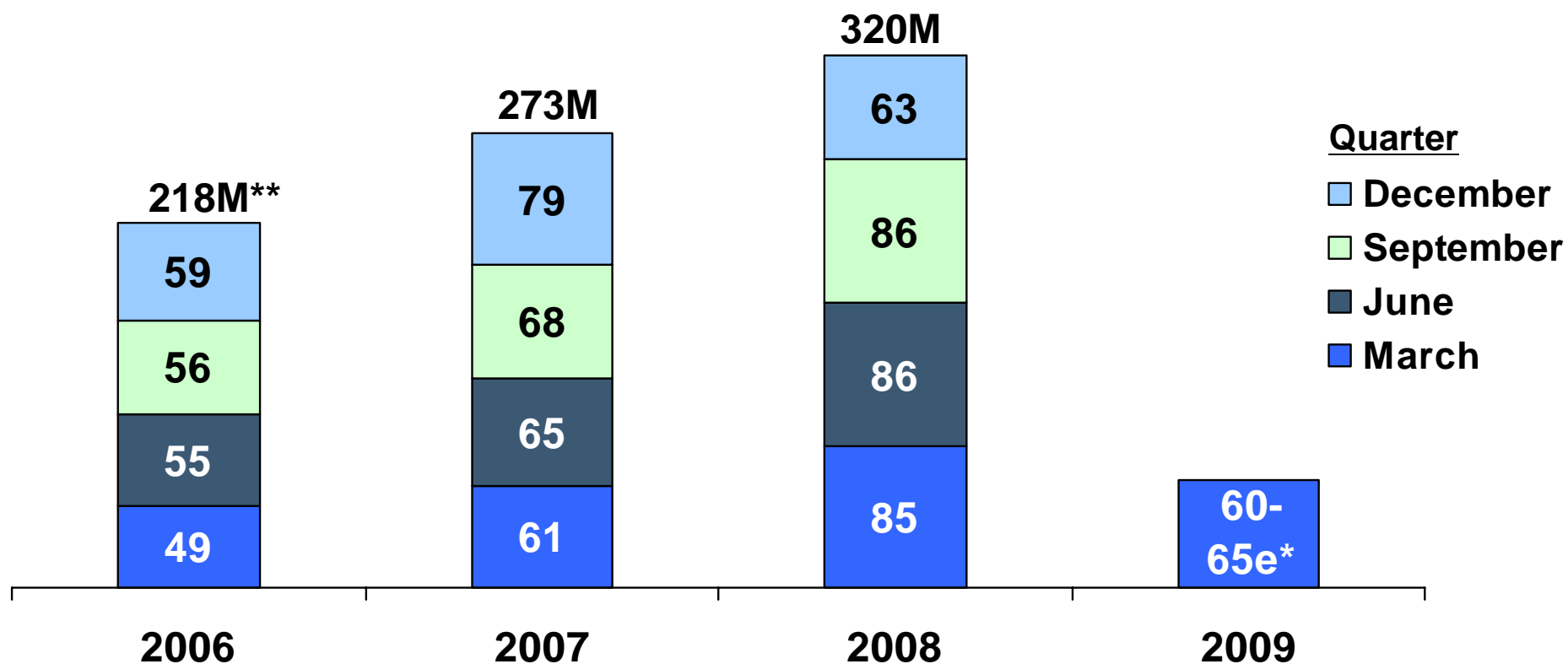
(as of January 28, 2009)

Qualcomm Pro Forma*	2009 Prior Guidance	2009 Current Guidance
Revenues (FY)	\$10.2B - \$10.8B	\$9.3B to \$9.8Be
Operating Income (FY)	\$3.7B - \$3.9B	\$3.2B to \$3.5Be
CDMA/WCDMA device ASP ⁽¹⁾ (FY)	~\$195	~\$202e
CDMA/WCDMA device shipments (CY)	580M – 620M	540M- 590Me

*Pro forma results exclude the QSI segment, certain estimated share-based compensation, certain tax items related to prior years and in-process R&D expense.

(1) Shipments in Sept. to June quarters, reported in Dec. to Sept. quarters (our FY). CDMA/WCDMA device shipments and average selling prices are for estimated worldwide device shipments, including shipments not reported to Qualcomm.

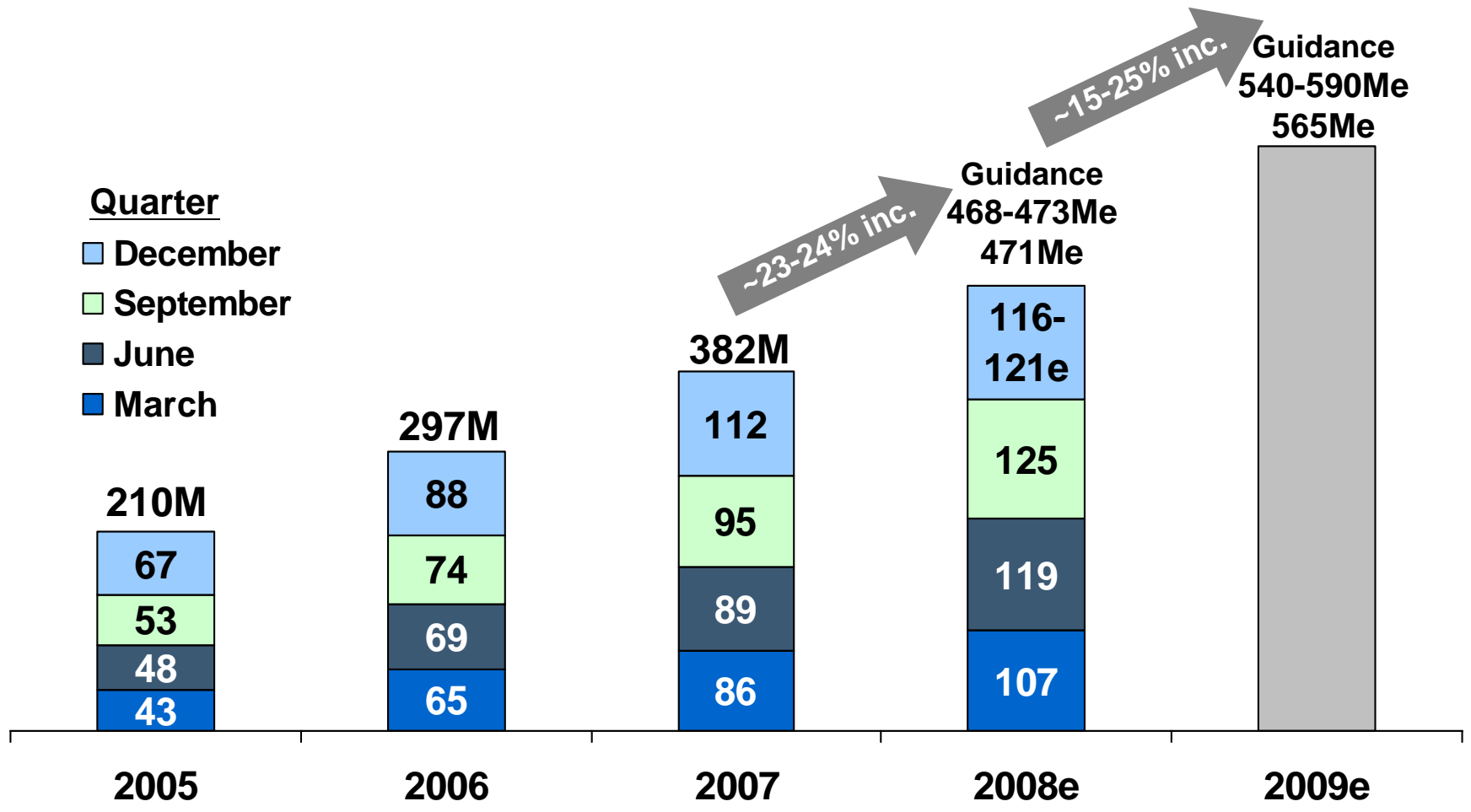
CDMA and WCDMA (UMTS) Qualcomm MSM Shipments (Calendar Year, Millions)



*Guidance as of January 28, 2009.

**Sum of quarterly amounts do not equal total due to rounding.

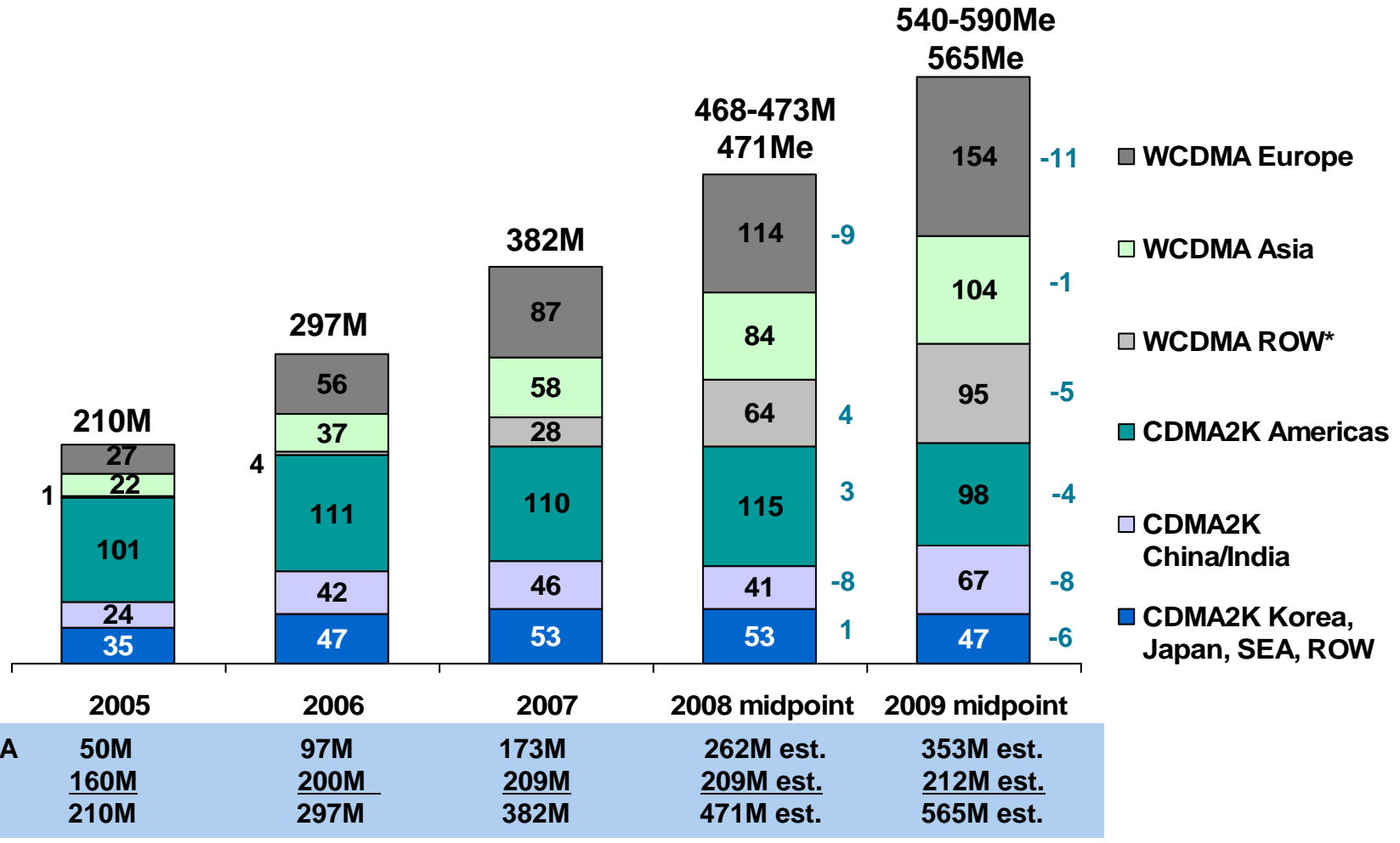
CDMA and WCDMA (UMTS) Device Shipment Estimates (Calendar Year, Millions) as of January 28, 2009



Note: Totals may not match sum of quarters due to rounding. CDMA/WCDMA device shipments and average selling prices are for estimated worldwide device shipments, including shipments not reported to Qualcomm.

CDMA and WCDMA (UMTS) Device Shipment Estimates

(Calendar Year, Millions) as of January 28, 2009






Change from prior guidance

Note: Regional device shipments are Qualcomm estimates and include handsets, data devices, telematics, security devices and some quantity of channel inventory. CDMA/WCDMA device shipments are for estimated worldwide device shipments, including shipments not reported to Qualcomm.

*WCDMA ROW includes North America

Quarterly CDMA/WCDMA Device Shipments & ASP Trend

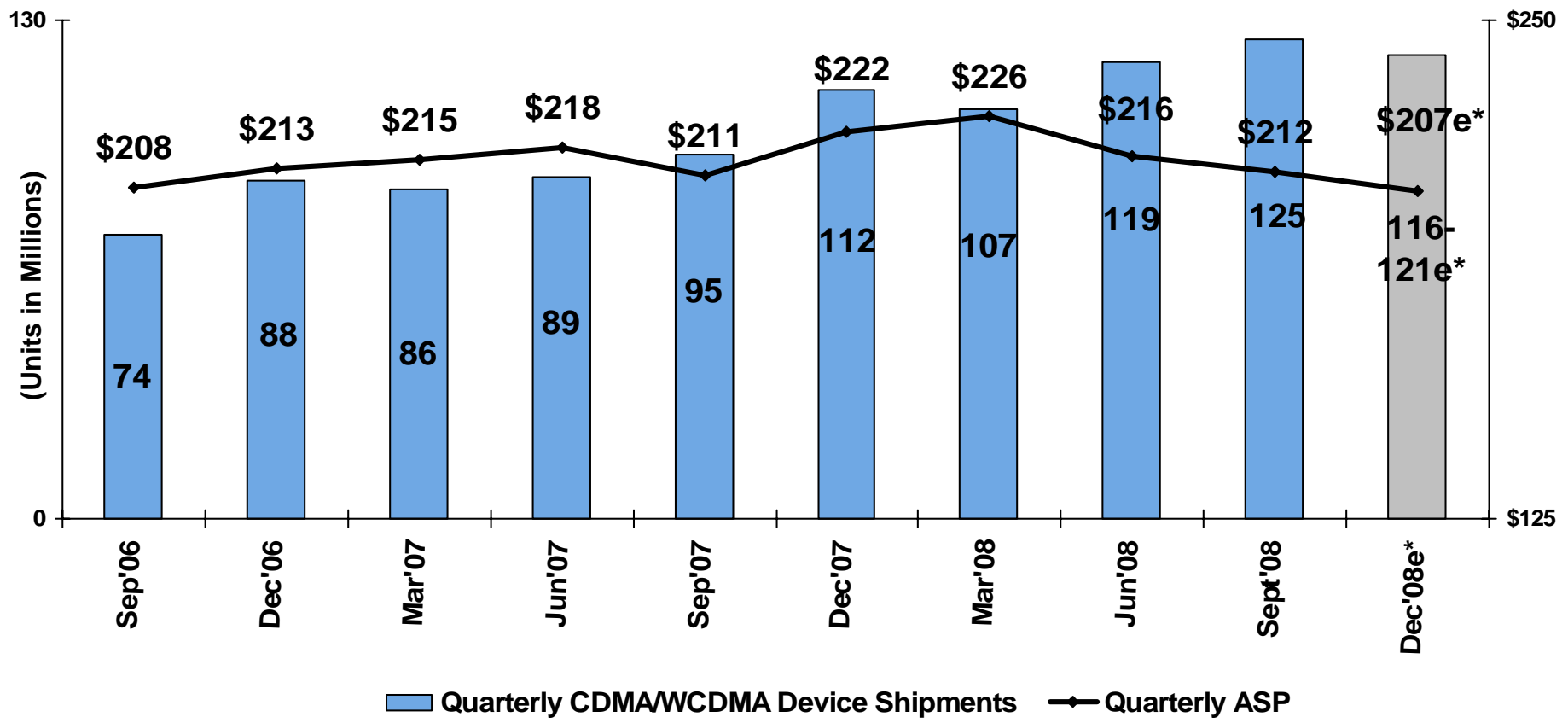
	FY07				FY08				FY09	
	Sep '06	Dec '06	Mar '07	Jun '07	Sep '07	Dec '07	Mar '08	Jun '08	Sep '08	Dec '08
Device shipments	74	88	86	89	95	112	107	119	125	116-121e*
Calendar year		297				382				
Fiscal year				338				433		
Device ASP	\$208	\$213	\$215	\$218	\$211	\$222	\$226	\$216	\$212	\$207e*
Fiscal year ASP				\$214				\$219		\$202e*

-  Quarterly CDMA/WCDMA device shipments (Millions of units)
-  Quarterly Average Selling Price (ASP)
-  Fiscal Year Average Selling Price (ASP)

Note: Shipments from September to June quarters are reported by licensees in December to September, Qualcomm's Fiscal Year. Reflects adjustments made as a result of the completion of licensee audits. CDMA/WCDMA device shipments and average selling prices are for estimated worldwide device shipments, including shipments not reported to Qualcomm.

*Guidance as of January 28, 2009

Quarterly CDMA/WCDMA Device Shipments & ASP Trend



Note: Shipments from September to June quarters are reported by licensees in December to September, Qualcomm's Fiscal Year. Reflects adjustments made as a result of the completion of licensee audits. CDMA/WCDMA device shipments and average selling prices are for estimated worldwide device shipments, including shipments not reported to Qualcomm.

*Guidance as of January 28, 2009.

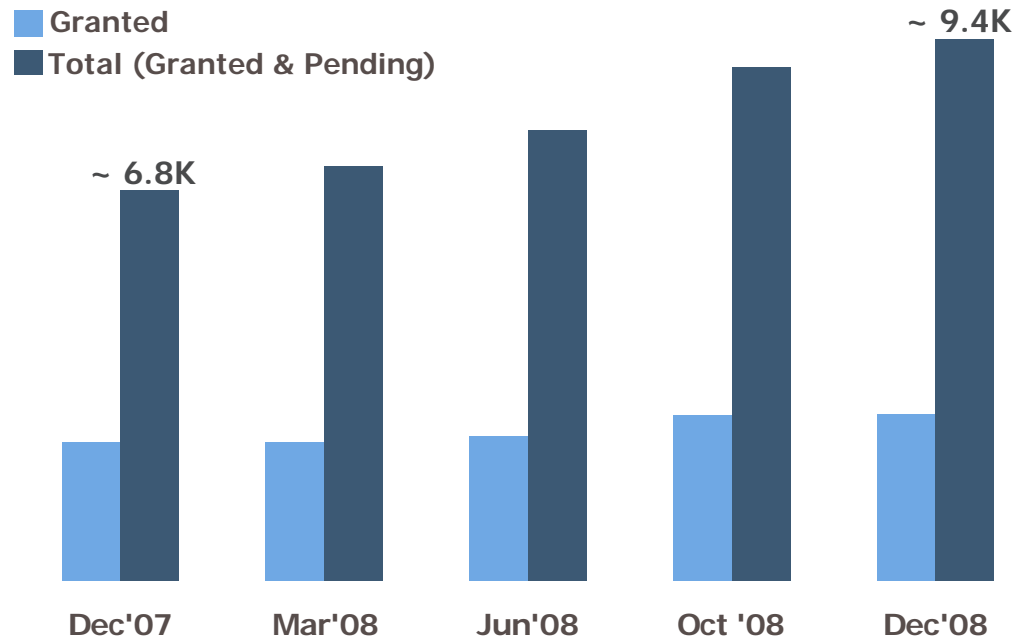
Qualcomm's Unique Patent Position

PATENT PORTFOLIO IS A STRONG ASSET VALUE

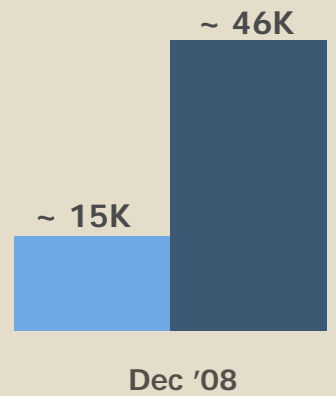
- Industry recognized patent portfolio essential for all 3G CDMA and 4G OFDMA standards
- Patents essential/applicable to GSM/GPRS/EDGE products

Cumulative U.S. Patents

(Excludes non-U.S. pending and granted patents)



Cumulative Foreign Granted & Pending Patents



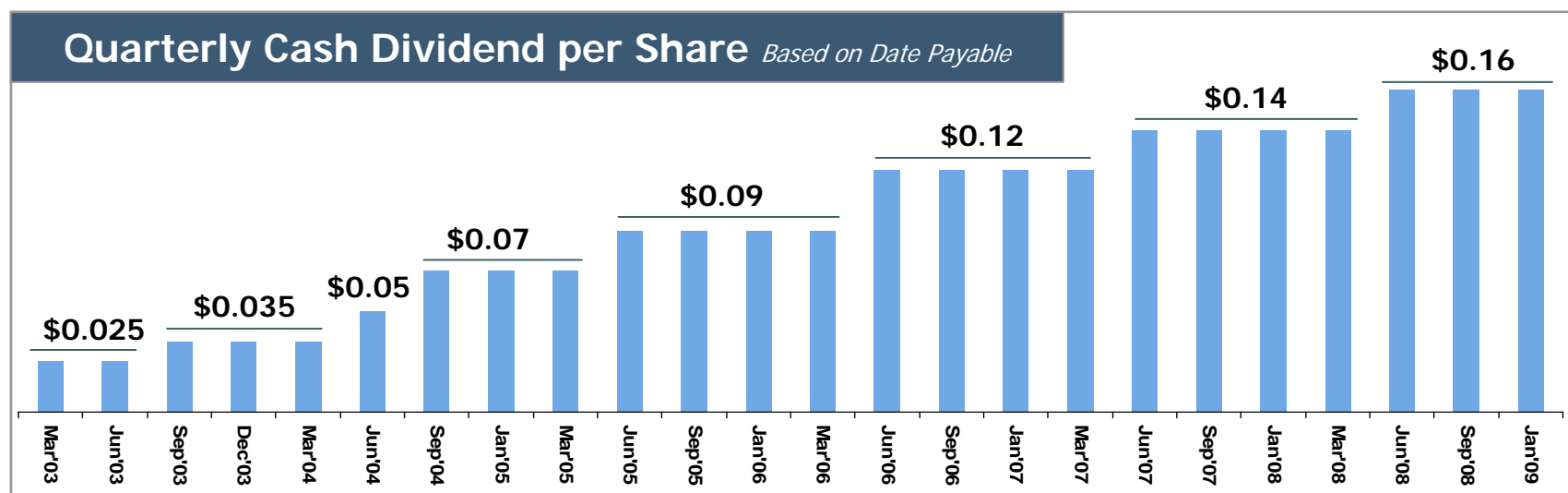
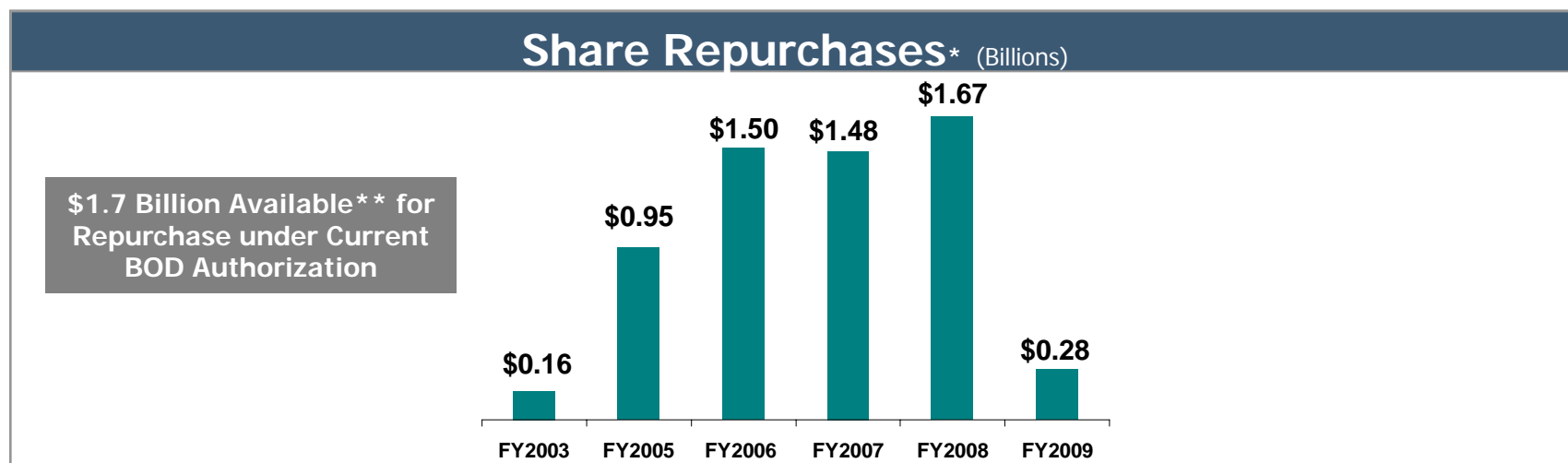
Cash & Marketable Securities Allocation

Diversified for Liquidity, Income and Growth

(as of January 22, 2009)

Asset	Type	% of Total Portfolio	Key Attributes
	Money Market Funds	25%	Predominantly U.S. government/agency funds
	Money Market Securities	16%	Liquid, short/ultra-short duration, managed internally
Cash		41%	
	Government Securities	4%	AAA Rated
	Invt Grade MBS & ABS	3%	Mostly AAA rated
	Invt Grade Corporate Bonds	21%	Investment grade; ~1.1 year duration
	Inflation Protected Securities	2%	TIPS Funds
	Sr. Secured Corporate Loans	8%	Floating rate, below investment grade, senior secured debt
	Non-Invt Grade Bonds	6%	Below investment grade debt
	Preferred Securities	2%	Generally investment grade; fixed maturity
Bonds		46%	
	Preferred Securities	2%	Generally investment grade; perpetual maturity
	Domestic (US) Equities	9%	} Various managers/ETFs
	European Equities	1%	
	Pacific Equities	1%	
Stocks		13%	
Total Portfolio		100%	

Cumulative \$9.8B Capital Returned to Stockholders**

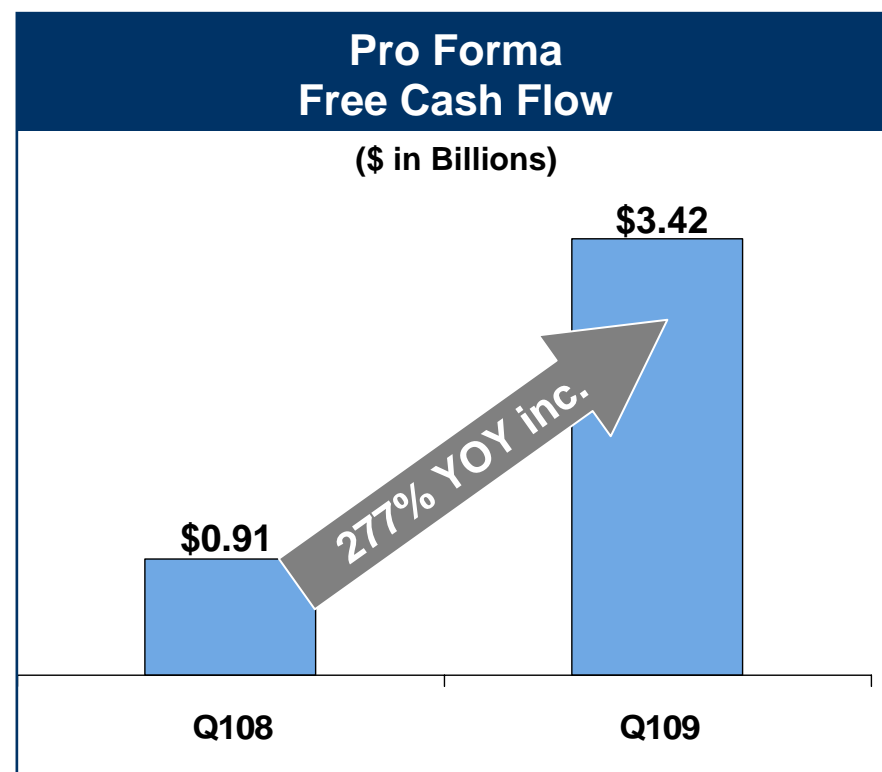
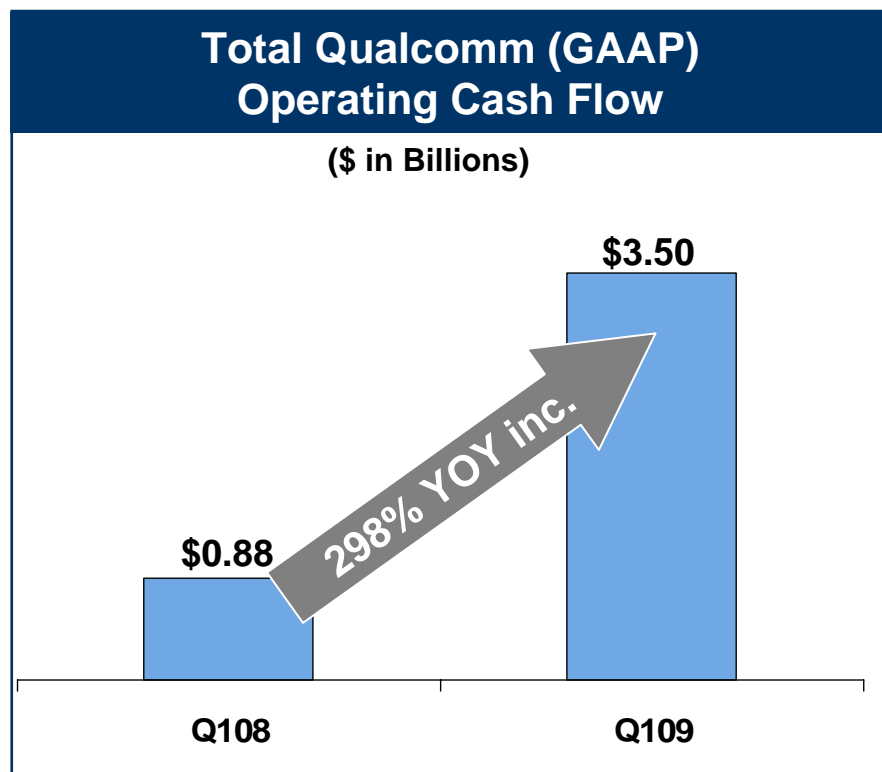


Note: The Company effected a two-for-one stock split in August 2004. All references to per share data have been adjusted to reflect the stock split.

*Gross repurchases.

**As of January 28, 2009.

Qualcomm Business Model Continues to Generate Strong Cash Flow



Record Q1 Cash Flow driven by payment of \$2.5B received in Oct.'08 related to agreements with Nokia

Financial Strength

(\$ Billions)	<u>Dec'07</u>	<u>Dec'08</u>	
<i>Domestic</i>	\$5.4	\$6.6	Cash resources and operating flexibility
<i>Offshore</i>	\$5.9	\$6.5	
Cash & Marketable Securities	\$11.3	\$13.1	
Total Assets	\$18.3	\$23.5	Solid balance sheet
Stockholder's Equity	\$15.6	\$17.1	
Debt*	\$0.1	\$0.2	
EBITDA	\$0.9	\$0.5	Cash flow to support future growth
Pro Forma Free Cash Flow	\$0.9	\$3.4	

*Capital leases

Balance Sheets

<i>(\$ Billions)</i>	Dec '07	Dec '08
Cash & Marketable Securities	\$11.3	\$13.1
Receivables & Inventory	\$1.2	\$1.4
Fixed Assets, Goodwill & Other Intangible Assets	\$3.3	\$6.8
Deferred Tax Assets & Other	\$2.5	\$2.2
Total Assets	\$18.3	\$23.5
Total Liabilities	\$2.7	\$6.4
Stockholders' Equity	\$15.6	\$17.1
Total Liabilities & Stockholders' Equity	\$18.3	\$23.5

Strength & Flexibility to Support Strong Growth & Shareholder Returns

Reconciliations

Pro Forma Results Reconciliations

First Quarter - Fiscal Year 2009

Segments	Qualcomm Pro Forma (1)	Estimated Share-Based Compensation (2)	QSI (3)	Total Qualcomm (GAAP) (1)
Revenues	\$ 2,511	\$ -	\$ 6	\$ 2,517
<i>Change from prior year</i>	<i>3%</i>		<i>500%</i>	<i>3%</i>
Operating income (loss)	\$ 986	\$ (145)	\$ (96)	\$ 745
<i>Change from prior year</i>	<i>4%</i>	<i>(17%)</i>	<i>(48%)</i>	<i>(2%)</i>
EBT	\$ 694	\$ (145)	\$ (98)	\$ 451
<i>Change from prior year</i>	<i>(38%)</i>	<i>(17%)</i>	<i>(78%)</i>	<i>(52%)</i>
EBT as a % of revenues	28%	N/M	N/M	18%
Net income (loss)	\$ 520	\$ (99)	\$ (80)	\$ 341
<i>Change from prior year</i>	<i>(40%)</i>	<i>(18%)</i>	<i>(300%)</i>	<i>(56%)</i>
Diluted EPS	\$ 0.31	\$ (0.06)	\$ (0.05)	\$ 0.20
<i>Change from prior year</i>	<i>(40%)</i>	<i>(20%)</i>	<i>(400%)</i>	<i>(57%)</i>
Diluted shares used	1,667	1,667	1,667	1,667

Fourth Quarter - Fiscal Year 2008

Segments	Qualcomm Pro Forma	Estimated Share-Based Compensation (2)	QSI (3)	Total Qualcomm (GAAP)
Revenues	\$ 3,329	\$ -	\$ 5	\$ 3,334
Operating income (loss)	1,578	(146)	(97)	1,335
EBT	1,357	(146)	(104)	\$ 1,107
Net income (loss)	1,058	(98)	(82)	\$ 878
Diluted EPS	\$ 0.63	\$ (0.06)	\$ (0.05)	\$ 0.52
Diluted shares used	1,678	1,678	1,678	1,678

First Quarter - Fiscal Year 2008

Segments	Qualcomm Pro Forma	Estimated Share-Based Compensation (2)	In-Process R&D	QSI (3)	Total Qualcomm (GAAP)
Revenues	\$ 2,439	\$ -	\$ -	\$ 1	\$ 2,440
Operating income (loss)	948	(124)	(2)	(65)	757
EBT	1,111	(124)	(2)	(55)	930
Net income (loss)	872	(84)	(1)	(20)	767
Diluted EPS	\$ 0.52	\$ (0.05)	\$ -	\$ (0.01)	\$ 0.46
Diluted shares used	1,664	1,664	1,664	1,664	1,664

Pro Forma Results Reconciliations, *cont.*

Second Quarter - Fiscal Year 2008

Segments	Qualcomm Pro Forma	Estimated Share-Based Compensation (2)	QSI (3)	Total Qualcomm (GAAP)
Revenues	\$ 2,604	\$ -	\$ 2	\$ 2,606
Operating income (loss)	1,017	(130)	(74)	813
EBT	1,099	(130)	(63)	906
Net income (loss)	894	(88)	(40)	766
Diluted EPS	\$ 0.54	\$ (0.05)	\$ (0.02)	\$ 0.47
Diluted shares used	1,643	1,643	1,643	1,643

Twelve Months - Fiscal Year 2008

Segments	Qualcomm Pro Forma	Estimated Share-Based Compensation (2)	In-Process R&D	QSI	Total Qualcomm (GAAP)
Revenues	\$ 11,130	\$ -	\$ -	\$ 12	\$ 11,142
Operating income (loss)	4,604	(540)	(14)	(320)	3,730
EBT	4,684	(540)	(14)	(304)	3,826
Net income (loss)	3,740	(365)	(13)	(202)	3,160
Diluted EPS	\$ 2.25	\$ (0.22)	\$ (0.01)	\$ (0.12)	\$ 1.90
Diluted shares used	1,660	1,660	1,660	1,660	1,660

(1) Qualcomm pro forma results and total Qualcomm (GAAP) results included a tax benefit of \$38 million and \$37 million, respectively, related to fiscal 2008 as a result of the retroactive reenactment of the federal R&D credit. Historically, similar tax benefits have been excluded from Qualcomm pro forma results.

(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) 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 tax provision for Qualcomm pro forma, the tax items column and the tax provisions related to estimated share-based compensation and in-process R&D from the tax provision for total Qualcomm (GAAP).

N/M – Not Meaningful

Sums may not equal totals due to rounding.

Pro Forma Other-Than-Temporary Impairments

Reconciliation of Impact of Pro Forma Other-Than-Temporary Impairments to GAAP (In millions) (Unaudited)

Three Months Ended December 28, 2008

	Pro Forma Other-than- temporary Impairments	QSI	Total Qualcomm (GAAP) Other- than-temporary Impairments
Income (loss) before income taxes	\$ (388)	\$ (4)	\$ (392)
Income tax benefit (expense)	39	(28)	11
Net income (loss)	<u>\$ (349)</u>	<u>\$ (32)</u>	<u>\$ (381)</u>
Earnings (loss) per common share:			
Diluted	<u>\$ (0.21)</u>	<u>\$ (0.02)</u>	<u>\$ (0.23)</u>
Shares used in per share calculations:			
Diluted	<u>1,667</u>	<u>1,667</u>	<u>1,667</u>

Pro Forma EPS

Reconciliation of Impact of Pro Forma Other-Than-Temporary Impairments to GAAP (In millions, except per share data) (Unaudited)

Three months Ended December 28, 2008

	Qualcomm Pro Forma Without Other-than-temporary Impairments on Marketable Securities	Pro Forma Other-than-temporary Impairments on Marketable Securities	Qualcomm Pro Forma	Estimated Share-Based Compensation	QSI	Total Qualcomm (GAAP)
Income (loss) before income taxes	\$ 1,082	\$ (388)	\$ 694	(145)	(98)	451
Income tax (expense) benefit	(213)	39	(174)	46	18	(110)
Net income (loss)	<u>\$ 869</u>	<u>\$ (349)</u>	<u>\$ 520</u>	<u>\$ (99)</u>	<u>\$ (80)</u>	<u>\$ 341</u>
Earnings (loss) per common share:						
Diluted	<u>\$ 0.52</u>	<u>\$ (0.21)</u>	<u>\$ 0.31</u>	<u>\$ (0.06)</u>	<u>\$ (0.05)</u>	<u>\$ 0.20</u>
Shares used in per share calculations:						
Diluted	<u>1,667</u>	<u>1,667</u>	<u>1,667</u>	<u>1,667</u>	<u>1,667</u>	<u>1,667</u>

Three Months Ended December 28, 2008

	Total Qualcomm (GAAP) Without Other-than-temporary Impairments on Marketable Securities	GAAP Other-than-temporary Impairments	Total Qualcomm (GAAP)
Income (loss) before income taxes	\$ 819	\$ (392)	\$ 451
Income tax (expense) benefit	(121)	11	(110)
Net income (loss)	<u>\$ 698</u>	<u>\$ (381)</u>	<u>\$ 341</u>
Earnings (loss) per common share:			
Diluted	<u>\$ 0.42</u>	<u>\$ (0.23)</u>	<u>\$ 0.20</u>
Shares used in per share calculations:			
Diluted	<u>1,667</u>	<u>1,667</u>	<u>1,667</u>

Pro Forma Operating Expenses

Reconciliation of Pro Forma to Total Qualcomm (GAAP) Operating Expenses (defined as SG&A and R&D) (\$ in millions)

Three Months Ended December 28, 2008				
	Qualcomm Pro Forma ⁽¹⁾	Estimated Share- Based Compensation	QSI	Total Qualcomm (GAAP)
Research and development	\$ 511	\$ 69	\$ 24	\$ 604
Selling, general and administrative	305	66	42	413
Total operating expenses	<u>\$ 816</u>	<u>\$ 135</u>	<u>\$ 66</u>	<u>\$ 1,017</u>
Change compared to prior quarter	(7%)			(6%)

Three Months Ended September 28, 2008				
	Qualcomm Pro Forma ⁽¹⁾	Estimated Share- Based Compensation	QSI	Total Qualcomm (GAAP)
Research and development	\$ 528	\$ 69	\$ 24	\$ 621
Selling, general and administrative	346	67	43	456
Total operating expenses	<u>\$ 874</u>	<u>\$ 136</u>	<u>\$ 67</u>	<u>\$ 1,077</u>

⁽¹⁾ Qualcomm pro forma results exclude certain estimated share-based compensation, certain tax items related to prior years, acquired in-process R&D and the QSI segment.

EBITDA Reconciliation

Reconciliation of EBITDA to Net Income
(In millions)
(Unaudited)

	Three Months Ended	
	December 30, 2007	December 28, 2008
	<u> </u>	<u> </u>
Net Income	\$ 767	\$ 341
Plus: Income tax expense	163	110
Plus: Depreciation and amortization	108	152
Less: Interest income, net	(146)	(132)
EBITDA	<u>\$ 892</u>	<u>\$ 471</u>

EBITDA is defined as (earnings before interest, taxes, depreciation and amortization)

Pro Forma Cash Flows

Reconciliation of Pro Forma Free Cash Flows to Total Qualcomm (GAAP) net cash provided by operating activities and other supplemental disclosures

(In millions)

(Unaudited)

Three Months Ended December 28, 2008

	Qualcomm Pro Forma	Estimated Share-Based Compensation	QSI	Total Qualcomm (GAAP)
Net cash provided (used) by operating activities	\$ 3,629	\$ (16) (a)	\$ (112)	\$ 3,501
Less: capital expenditures	(210)	-	(24)	(234)
Free cash flow	\$ 3,419	\$ (16)	\$ (136)	\$ 3,267

Three Months Ended December 30, 2007

	Qualcomm Pro Forma	Estimated Share-Based Compensation	In-Process R&D	QSI	Total Qualcomm (GAAP)
Net cash provided (used) by operating activities	\$ 1,014	\$ (48) (a)	\$ (2)	\$ (84)	\$ 880
Less: capital expenditures	(106)	-	-	(21)	(127)
Free cash flow	\$ 908	\$ (48)	\$ (2)	\$ (105)	\$ 753

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

Business Outlook

(as of January 28, 2009)

SECOND FISCAL QUARTER		
	Q2'08 Results (1)	Current Guidance Q2'09 Estimates (2)
Qualcomm Pro Forma		
Revenues	\$2.60B	\$2.25B - \$2.45B
Year-over-year change		decrease 6% - 14%
Operating income	\$1.02B	\$0.75B - \$0.85B
Year-over-year change		decrease 16% - 26%
Total Qualcomm (GAAP)		
Revenues	\$2.61B	\$2.25B - \$2.45B
Year-over-year change		decrease 6% - 14%
Operating income	\$0.81B	\$0.50B - \$0.60B
Year-over-year change		decrease 26% - 38%
Operating income (loss) attributable to QSI	(\$0.07B)	(\$0.10B)
Operating income (loss) attributable to estimated share-based compensation	(\$0.13B)	(\$0.15B)
Operating income (loss) attributable to in-process R&D (3)	na	not provided

- (1) Our Q2'08 results do not include royalty revenues attributable to Nokia's sales.
- (2) While we do not forecast impairments, we do have net unrealized losses on marketable securities that could be recognized in future periods if market conditions do not improve.
- (3) In January 2009, we acquired handheld graphics and multimedia assets from Advanced Micro Devices. We are still in the process of finalizing the accounting for the acquisition, which may include in-process R&D.

Sums may not equal totals due to rounding.

Business Outlook

(as of January 28, 2009)

FISCAL YEAR		
	FY 2008 Results	Current Guidance FY 2009 Estimates (1)
Qualcomm Pro Forma		
Revenues	\$11.13B	\$9.3B - \$9.8B
Year-over-year change		decrease 12% - 16%
Operating income	\$4.60B	\$3.2B - \$3.5B
Year-over-year change		decrease 24% - 30%
Total Qualcomm (GAAP)		
Revenues	\$11.14B	\$9.3B - \$9.8B
Year-over-year change		decrease 12% - 17%
Operating income	\$3.73B	\$2.2B - \$2.5B
Year-over-year change		decrease 33% - 41%
Operating income (loss) attributable to QSI	(\$0.32B)	(\$0.40B)
Operating income (loss) attributable to estimated share-based compensation	(\$0.54B)	(\$0.60B)
Operating income (loss) attributable to in-process R&D (2)	(\$0.01B)	not provided

- (1) While we do not forecast impairments, we do have net unrealized losses on marketable securities that could be recognized in future periods if market conditions do not improve.
- (2) In January 2009, we acquired handheld graphics and multimedia assets from Advanced Micro Devices. We are still in the process of finalizing the accounting for the acquisition, which may include in-process R&D.

Sums may not equal totals due to rounding.

Q2 Operating Expense Guidance

Reconciliation of Pro Forma to Total Qualcomm (GAAP)

Operating Expenses (defined as SG&A and R&D)

(\$ in millions)

	Q1 FY2009	Fiscal Q2 - 2009 Guidance*
Qualcomm pro forma ⁽¹⁾	\$ 816	Increase approx. 4% sequentially (est.)
QSI	66	not provided
In-process R&D	-	not provided ⁽²⁾
Total Qualcomm excluding certain share-based compensation	\$ 882	Increase approx. 4% sequentially (est.)
Share-based compensation allocated to SG&A & R&D	135	
Total Qualcomm (GAAP)⁽³⁾	\$ 1,017	Increase approx. 4% sequentially (est.)

(1) Qualcomm pro forma guidance for Q2 FY09 excludes expenses related to the QSI segment, in-process R&D and certain share-based compensation.

(2) In January 2009, we acquired handheld graphics and multimedia assets from Advanced Micro Devices. We are still in the process of finalizing the accounting for the acquisition, which may include in-process R&D.

(3) Q2 FY09 total Qualcomm (GAAP) operating expense guidance includes an estimate of the share-based compensation expense allocated to SG&A and R&D.

* Guidance as of January 28, 2009

FY09 Operating Expense Guidance

Reconciliation of Pro Forma to Total Qualcomm (GAAP) Operating Expenses (defined as SG&A and R&D)

(\$ in millions)

	Fiscal 2008 Results	Fiscal 2009 Guidance*
Qualcomm pro forma ⁽¹⁾	\$ 3,271	Increase approx. 3% sequentially (est.)
QSI	212	not provided
In-process R&D	14	not provided ⁽²⁾
Total Qualcomm excluding certain share-based compensation	\$ 3,497	Increase approx. 4% sequentially (est.)
Share-based compensation allocated to SG&A & R&D	501	
Total Qualcomm (GAAP) ⁽³⁾	\$ 3,998	Increase approx. 5% sequentially (est.)

(1) Qualcomm pro forma guidance for fiscal 2009 excludes expenses related to the QSI segment, in-process R&D and certain share-based compensation.

(2) In January 2009, we acquired handheld graphics and multimedia assets from Advanced Micro Devices. We are still in the process of finalizing the accounting for the acquisition, which may include in-process R&D.

(3) FY09 total Qualcomm (GAAP) operating expense guidance includes an estimate of the share-based compensation expense allocated to SG&A and R&D.

* Guidance as of January 28, 2009

Thank You