

JABIL CIRCUIT, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(In thousands)
(Unaudited)

	August 31, 2003	August 31, 2002
ASSETS		
Current assets		
Cash and cash equivalents	\$ 699,748	\$ 640,735
Accounts receivable, net	759,696	446,879
Inventories	510,218	395,918
Income tax receivable	25,502	49,411
Prepaid expenses and other current assets	62,942	34,128
Deferred income taxes	49,541	21,273
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Total current assets	2,107,647	1,588,344
Property, plant and equipment, net	746,204	740,868
Goodwill and intangible assets, net	381,319	194,447
Other assets	23,275	24,247
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	<u>\$ 3,258,445</u>	<u>\$ 2,547,906</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Current installments of long term debt and capital lease obligations	\$ 347,237	\$ 8,692
Accounts payable	712,697	431,588
Accrued expenses	201,029	153,102
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Total current liabilities	1,260,963	593,382
Long term debt and capital lease obligations, less current installments	314,046	354,668
Deferred income taxes	35,178	41,323
Other liabilities	59,782	51,567
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Total liabilities	1,669,969	1,040,940
Stockholders' equity		
Common stock	199	198
Additional paid in capital	944,145	926,345
Retained earnings	623,053	580,046
Accumulated other comprehensive income	21,079	377
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Total stockholders' equity	1,588,476	1,506,966
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	<u>\$ 3,258,445</u>	<u>\$ 2,547,906</u>

JABIL CIRCUIT, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
(In thousands, except for per share data)
(Unaudited)

	Three months ended		Twelve months ended	
	August 31, 2003	August 31, 2002	August 31, 2003	August 31, 2002
Net revenue	\$ 1,296,015	\$ 988,223	\$ 4,729,482	\$ 3,545,466
Cost of revenue	1,175,611	892,597	4,294,016	3,210,875
Gross profit	120,404	95,626	435,466	334,591
Operating expenses:				
Selling, general and administrative	65,051	55,106	243,663	203,845
Research and development	2,506	2,053	9,906	7,864
Amortization of intangibles	12,514	4,624	36,870	15,113
Acquisition related charges (1)	3,934	3,951	15,266	7,576
Restructuring and impairment charges (2)	8,958	27,555	85,308	52,143
Operating income	27,441	2,337	44,453	48,050
Other Income	-	-	(2,600)	-
Interest income	(1,684)	(2,509)	(6,920)	(9,761)
Interest expense	5,246	3,041	17,019	13,055
Income before income taxes	23,879	1,805	36,954	44,756
Income tax (benefit) expense	3,807	(27)	(6,053)	10,041
Net income	<u>\$ 20,072</u>	<u>\$ 1,832</u>	<u>\$ 43,007</u>	<u>\$ 34,715</u>
Earnings per share:				
Basic	<u>\$ 0.10</u>	<u>\$ 0.01</u>	<u>\$ 0.22</u>	<u>\$ 0.18</u>
Diluted	<u>\$ 0.10</u>	<u>\$ 0.01</u>	<u>\$ 0.21</u>	<u>\$ 0.17</u>
Common shares used in the calculation of earnings per share:				
Basic	<u>199,059</u>	<u>197,787</u>	<u>198,495</u>	<u>197,396</u>
Diluted	<u>203,980</u>	<u>200,643</u>	<u>202,103</u>	<u>200,782</u>

(1) During the quarter ended August 31, 2003, we recorded acquisition related charges of \$3.9 million (\$2.7 million after-tax) primarily in connection with the acquisitions of certain operations of Royal Philips Electronics and NEC Corporation. During the quarter ended August 31, 2002, we recorded acquisition related charges of \$4.0 million (\$2.5 million after-tax) in connection with the acquisitions of certain operations of Compaq Computer Corporation, Alcatel Business Systems and Valeo. During the twelve months ended August 31, 2003, we recorded acquisition related charges of \$15.3 million (\$9.8 million after-tax) in connection with the acquisitions of certain operations of Quantum Corporation, Alcatel Business Systems, Valeo, Lucent Technologies of Shanghai, Seagate Technology - Reynosa, S. de R.L. de C.V., Royal Philips Electronics and NEC Corporation. During the twelve months ended August 31, 2002, we recorded acquisition related charges of \$7.6 million (\$4.7 million after-tax) in connection with the acquisition of certain operations of Marconi Communications, Compaq Computer Corporation, Alcatel Business Systems and Valeo.

(2) We recorded charges of \$9.0 million (\$8.3 million after-tax) and \$27.6 million (\$22.3 million after-tax) related to the restructuring of our business and the disposition of certain fixed assets during the quarters ended August 31, 2003 and August 31, 2002, respectively. We recorded charges of \$85.3 million (\$60.7 million after-tax) and \$52.1 million (\$40.2 million after-tax) related to the restructuring of our business during the twelve months ended August 31, 2003 and August 31, 2002, respectively.

JABIL CIRCUIT, INC. AND SUBSIDIARIES
SUPPLEMENTAL DATA
RECONCILIATION FOR GAAP FINANCIAL RESULTS TO NON-GAAP MEASURES
(In thousands, except for per share data)
(Unaudited)

	Three months ended		Twelve months ended	
	August 31, 2003	August 31, 2002	August 31, 2003	August 31, 2002
Net Income (GAAP)	\$ 20,072	\$ 1,832	\$ 43,007	\$ 34,715
Amortization of intangibles, net of tax	10,374	3,746	30,848	12,593
Acquisition related charges, net of tax (1)	2,684	2,479	9,827	4,748
Restructuring and impairment charges, net of tax (2)	8,269	22,292	60,688	40,167
Other income, net of tax	-	-	(1,622)	-
Core earnings (Non-GAAP)	\$ 41,399	\$ 30,349	\$ 142,748	\$ 92,223
Earnings per share: (GAAP)				
Basic	\$ 0.10	\$ 0.01	\$ 0.22	\$ 0.18
Diluted	\$ 0.10	\$ 0.01	\$ 0.21	\$ 0.17
Core earnings per share: (Non-GAAP)				
Basic	\$ 0.21	\$ 0.15	\$ 0.72	\$ 0.47
Diluted	\$ 0.20	\$ 0.15	\$ 0.71	\$ 0.46
Common shares used in the calculation of core earnings: (Non-GAAP)				
Basic	199,059	197,787	198,495	197,396
Diluted	203,980	200,643	202,103	200,782
Operating income (GAAP)	\$ 27,441	\$ 2,337	\$ 44,453	\$ 48,050
Amortization of intangibles	12,514	4,624	36,870	15,113
Acquisition related charges (1)	3,934	3,951	15,266	7,576
Restructuring and impairment charges (2)	8,958	27,555	85,308	52,143
Core operating income (Non-GAAP)	\$ 52,847	\$ 38,467	\$ 181,897	\$ 122,882

(1) During the quarter ended August 31, 2003, we recorded acquisition related charges of \$3.9 million (\$2.7 million after-tax) primarily in connection with the acquisitions of certain operations of Royal Philips Electronics and NEC Corporation. During the quarter ended August 31, 2002, we recorded acquisition related charges of \$4.0 million (\$2.5 million after-tax) in connection with the acquisitions of certain operations of Compaq Computer Corporation, Alcatel Business Systems and Valeo. During the twelve months ended August 31, 2003, we recorded acquisition related charges of \$15.3 million (\$9.8 million after-tax) in connection with the acquisitions of certain operations of Quantum Corporation, Alcatel Business Systems, Valeo, Lucent Technologies of Shanghai, Seagate Technology - Reynosa, S. de R.L. de C.V., Royal Philips Electronics and NEC Corporation. During the twelve months ended August 31, 2002, we recorded acquisition related charges of \$7.6 million (\$4.7 million after-tax) in connection with the acquisition of certain operations of Marconi Communications, Compaq Computer Corporation, Alcatel Business Systems and Valeo.

(2) We recorded charges of \$9.0 million (\$8.3 million after-tax) and \$27.6 million (\$22.3 million after-tax) related to the restructuring of our business and the disposition of certain fixed assets during the quarters ended August 31, 2003 and August 31, 2002, respectively. We recorded charges of \$85.3 million (\$60.7 million after-tax) and \$52.1 million (\$40.2 million after-tax) related to the restructuring of our business during the twelve months ended August 31, 2003 and August 31, 2002, respectively.