

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

	August 31, 2004	August 31, 2003
ASSETS		
Current assets		
Cash and cash equivalents	\$ 621,322	\$ 699,748
Accounts receivable, net	777,357	759,696
Inventories	656,681	510,218
Refundable income taxes	-	27,757
Prepaid expenses and other current assets	70,143	62,942
Deferred income taxes	57,172	33,586
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Total current assets	2,182,675	2,093,947
Property, plant and equipment, net	776,353	746,204
Goodwill and intangible assets, net	352,426	381,319
Deferred income taxes	5,923	-
Other assets	11,979	23,275
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	\$ 3,329,356	\$ 3,244,745
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Current installments of notes payable, long-term debt and long-term lease obligations	\$ 4,412	\$ 347,237
Accounts payable	937,636	712,697
Accrued expenses	213,418	203,284
Income taxes payable	3,618	-
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Total current liabilities	1,159,084	1,263,218
Notes payable, long-term debt and long-term lease obligations, less current installments	305,194	297,018
Deferred income taxes	-	19,223
Other liabilities	45,738	76,810
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Total liabilities	1,510,016	1,656,269
Stockholders' equity		
Common stock	201	199
Additional paid-in capital	976,129	944,145
Retained earnings	789,953	623,053
Accumulated other comprehensive income	53,057	21,079
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Total stockholders' equity	1,819,340	1,588,476
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	\$ 3,329,356	\$ 3,244,745

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

	Three months ended		Twelve months ended	
	August 31, 2004	August 31, 2003	August 31, 2004	August 31, 2003
Net revenue	\$ 1,626,177	\$ 1,296,015	\$ 6,252,897	\$ 4,729,482
Cost of revenue	1,488,488	1,175,611	5,714,517	4,294,016
Gross profit	137,689	120,404	538,380	435,466
Operating expenses:				
Selling, general and administrative	65,596	65,051	263,504	243,663
Research and development	4,405	2,506	13,813	9,906
Amortization of intangibles	10,806	12,514	43,709	36,870
Acquisition related charges (1)	-	3,934	1,339	15,266
Restructuring and impairment charges (2)	-	8,958	-	85,308
Operating income	56,882	27,441	216,015	44,453
Other loss (income) (3)	-	-	6,370	(2,600)
Interest income	(1,679)	(1,684)	(7,237)	(6,920)
Interest expense	4,249	5,246	19,369	17,019
Income before income taxes	54,312	23,879	197,513	36,954
Income tax expense (benefit)	10,054	3,807	30,613	(6,053)
Net income	\$ 44,258	\$ 20,072	\$ 166,900	\$ 43,007
Earnings per share:				
Basic	\$ 0.22	\$ 0.10	\$ 0.83	\$ 0.22
Diluted	\$ 0.22	\$ 0.10	\$ 0.81	\$ 0.21
Common shares used in the calculation of earnings per share:				
Basic	201,110	199,059	200,430	198,495
Diluted	205,165	203,980	205,849	202,103

(1) There were no acquisition-related charges during the three months ended August 31, 2004. During the twelve months ended August 31, 2004, we recorded acquisition-related charges of \$1.3 million (\$1.0 million after-tax) primarily in connection with the acquisitions of certain operations of Royal Philips Electronics ("Philips") and NEC Corporation ("NEC"). During the three months 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 Philips and NEC. 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 S.A., Lucent Technologies of Shanghai, Seagate Technology - Reynosa, S. de R.L. de C.V., Philips and NEC.

(2) There were no restructuring and impairment charges during the three and twelve months ended August 31, 2004. During the three months and twelve months ended August 31, 2003, we recorded restructuring and impairment charges of \$9.0 million (\$8.3 million after-tax) and \$85.3 million (\$60.7 million after-tax), respectively, related to the restructuring of our business.

(3) During the twelve months ended August 31, 2004, we recorded a loss of \$6.4 million (\$4.0 million after-tax) on the write-off of unamortized issuance costs associated with our \$345 million, 20-year, 1.75% convertible subordinated notes ("Convertible Notes"). The Convertible Notes were retired in May 2004. During the twelve months ended August 31, 2003, we recorded \$2.6 million (\$1.6 million after-tax) of other income related to proceeds received in connection with facility closure costs.

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

	Three months ended		Twelve months ended	
	August 31, 2004	August 31, 2003	August 31, 2004	August 31, 2003
Net revenue	\$ 1,626,177	\$ 1,296,015	\$ 6,252,897	\$ 4,729,482
Cost of revenue	1,488,488	1,175,611	5,714,517	4,294,016
Gross profit	137,689	120,404	538,380	435,466
Operating expenses:				
Selling, general and administrative	65,596	65,051	263,504	243,663
Research and development	4,405	2,506	13,813	9,906
Core operating income (Non-GAAP) (1)	67,688	52,847	261,063	181,897
Interest income	(1,679)	(1,684)	(7,237)	(6,920)
Interest expense	4,249	5,246	19,369	17,019
Core earnings before income taxes	65,118	49,285	248,931	171,798
Income tax expense (Non-GAAP) (1)	10,420	7,886	39,830	29,050
Core earnings (Non-GAAP) (1)	<u>\$ 54,698</u>	<u>\$ 41,399</u>	<u>\$ 209,101</u>	<u>\$ 142,748</u>
Core earnings per share: (Non-GAAP) (1)				
Basic	<u>\$ 0.27</u>	<u>\$ 0.21</u>	<u>\$ 1.04</u>	<u>\$ 0.72</u>
Diluted	<u>\$ 0.27</u>	<u>\$ 0.20</u>	<u>\$ 1.02</u>	<u>\$ 0.71</u>
Common shares used in the calculation of core earnings per share:				
Basic	<u>201,110</u>	<u>199,059</u>	<u>200,430</u>	<u>198,495</u>
Diluted	<u>205,165</u>	<u>203,980</u>	<u>205,849</u>	<u>202,103</u>

(1) The Non-GAAP Consolidated Statements of Income presented above exclude certain amounts that are included in the U.S. GAAP Consolidated Statements of Income, specifically the effects of the amortization of intangibles, acquisition related charges, restructuring and impairment charges and other income. Also included in this release is a reconciliation of the disclosed non-GAAP, or core financial measures to the most directly comparable GAAP financial measures. Jabil provides supplemental, non-GAAP financial measures to facilitate evaluation of the Company's core operating performance. The non-GAAP financial measures disclosed in this release do not have standard meanings and may vary from the non-GAAP financial measures used by other companies.

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

	Three months ended		Twelve months ended	
	August 31, 2004	August 31, 2003	August 31, 2004	August 31, 2003
Operating income (GAAP)	\$ 56,882	\$ 27,441	\$ 216,015	\$ 44,453
Amortization of intangibles	10,806	12,514	43,709	36,870
Acquisition-related charges	-	3,934	1,339	15,266
Restructuring and impairment charges	-	8,958	-	85,308
Core operating income (Non-GAAP)	<u>\$ 67,688</u>	<u>\$ 52,847</u>	<u>\$ 261,063</u>	<u>\$ 181,897</u>
Net Income (GAAP)	\$ 44,258	\$ 20,072	\$ 166,900	\$ 43,007
Amortization of intangibles, net of tax	10,440	10,374	37,239	30,848
Acquisition-related charges, net of tax	-	2,684	987	9,827
Restructuring and impairment charges, net of tax	-	8,269	-	60,688
Other loss (income), net of tax	-	-	3,975	(1,622)
Core earnings (Non-GAAP)	<u>\$ 54,698</u>	<u>\$ 41,399</u>	<u>\$ 209,101</u>	<u>\$ 142,748</u>
Earnings per share: (GAAP)				
Basic	\$ 0.22	\$ 0.10	\$ 0.83	\$ 0.22
Diluted	<u>\$ 0.22</u>	<u>\$ 0.10</u>	<u>\$ 0.81</u>	<u>\$ 0.21</u>
Core earnings per share: (Non-GAAP)				
Basic	\$ 0.27	\$ 0.21	\$ 1.04	\$ 0.72
Diluted	<u>\$ 0.27</u>	<u>\$ 0.20</u>	<u>\$ 1.02</u>	<u>\$ 0.71</u>
Common shares used in the calculations of earnings per share:				
Basic	201,110	199,059	200,430	198,495
Diluted	<u>205,165</u>	<u>203,980</u>	<u>205,849</u>	<u>202,103</u>