

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

	February 28, 2011	August 31, 2010
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 902,317	\$ 744,329
Trade accounts receivable, net	1,051,482	1,408,319
Inventories	2,160,275	2,094,135
Prepaid expenses and other current assets	600,816	349,165
Income taxes receivable	38,213	35,560
Deferred income taxes	19,152	22,510
Total current assets	4,772,255	4,654,018
Property, plant and equipment, net	1,547,394	1,451,392
Goodwill and intangible assets, net	146,844	132,568
Deferred income taxes	67,497	55,101
Other assets	78,795	74,668
Total assets	\$ 6,612,785	\$ 6,367,747
LIABILITIES AND EQUITY		
Current liabilities:		
Current installments of notes payable and long-term debt	\$ 137,508	\$ 167,566
Accounts payable	2,672,382	2,741,719
Accrued expenses	699,002	672,252
Income taxes payable	33,275	19,236
Deferred income taxes	4,814	4,401
Total current liabilities	3,546,981	3,605,174
Notes payable and long-term debt, less current installments	1,100,547	1,018,930
Income tax liability	91,889	86,351
Deferred income taxes	2,260	1,462
Other liabilities	62,711	63,058
Total liabilities	4,804,388	4,774,975
Equity:		
Jabil Circuit, Inc. stockholders' equity		
Common stock	223	220
Additional paid-in capital	1,595,848	1,541,507
Retained earnings	253,664	123,303
Accumulated other comprehensive income	161,219	122,062
Treasury stock at cost	(218,768)	(209,046)
Total Jabil Circuit, Inc. stockholders' equity	1,792,186	1,578,046
Noncontrolling interests	16,211	14,726
Total equity	1,808,397	1,592,772
Total liabilities and equity	\$ 6,612,785	\$ 6,367,747

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

	Three months ended		Six months ended	
	February 28, 2011	February 28, 2010	February 28, 2011	February 28, 2010
Net revenue	\$ 3,928,663	\$ 3,004,644	\$ 8,010,844	\$ 6,092,900
Cost of revenue	3,632,263	2,781,898	7,403,853	5,638,378
Gross profit	296,400	222,746	606,991	454,522
Operating expenses:				
Selling, general and administrative	141,807	146,264	284,256	277,817
Research and development	6,540	7,425	12,281	15,122
Amortization of intangibles	5,665	6,643	11,634	13,748
Restructuring and impairment charges	196	635	628	4,070
Loss on disposal of subsidiaries	23,944	-	23,944	15,722
Settlement of receivables and related charges	13,607	-	13,607	-
Operating income	104,641	61,779	260,641	128,043
Interest, net and other	25,885	20,511	46,997	40,758
Income before income taxes	78,756	41,268	213,644	87,285
Income tax expense	23,038	11,446	50,515	28,582
Net income	55,718	29,822	163,129	58,703
Net income attributable to noncontrolling interests, net of income tax expense	315	(8)	1,049	585
Net income attributable to Jabil Circuit, Inc.	\$ 55,403	\$ 29,830	\$ 162,080	\$ 58,118
Earnings per share:				
Income attributable to the stockholders of Jabil Circuit, Inc.:				
Basic	\$ 0.26	\$ 0.14	\$ 0.75	\$ 0.27
Diluted	\$ 0.25	\$ 0.14	\$ 0.74	\$ 0.27
Weighted average shares outstanding:				
Basic	215,170	213,625	214,781	214,040
Diluted	221,022	214,760	219,469	215,916

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

	Three months ended		Six months ended	
	February 28, 2011	February 28, 2010	February 28, 2011	February 28, 2010
Operating income (GAAP)	\$ 104,641	\$ 61,779	\$ 260,641	\$ 128,043
Amortization of intangibles	5,665	6,643	11,634	13,748
Stock-based compensation expense and related charges	20,301	26,512	39,801	40,493
Restructuring and impairment charges	196	635	628	4,070
Settlement of receivables and related charges	13,607	-	13,607	-
Loss on disposal of subsidiaries	23,944	-	23,944	15,722
Core operating income (Non-GAAP)	\$ 168,354	\$ 95,569	\$ 350,255	\$ 202,076
Net income (GAAP)	\$ 55,403	\$ 29,830	\$ 162,080	\$ 58,118
Amortization of intangibles, net of tax	5,653	6,635	11,611	13,728
Stock-based compensation expense and related charges, net of tax	20,006	26,178	39,011	39,888
Restructuring and impairment charges, net of tax	196	646	628	4,084
Settlement of receivables and related charges, net of tax	13,607	-	13,607	-
Loss on disposal of subsidiaries, net of tax	23,944	-	23,944	15,722
Core earnings (Non-GAAP)	\$ 118,809	\$ 63,289	\$ 250,881	\$ 131,540
Earnings per share: (GAAP)				
Basic	\$ 0.26	\$ 0.14	\$ 0.75	\$ 0.27
Diluted	\$ 0.25	\$ 0.14	\$ 0.74	\$ 0.27
Core earnings per share: (Non-GAAP)				
Basic	\$ 0.55	\$ 0.30	\$ 1.17	\$ 0.61
Diluted	\$ 0.54	\$ 0.29	\$ 1.14	\$ 0.61
Common shares used in the calculations of earnings per share (GAAP):				
Basic	215,170	213,625	214,781	214,040
Diluted	221,022	214,760	219,469	215,916
Common shares used in the calculations of earnings per share (Non-GAAP):				
Basic	215,170	213,625	214,781	214,040
Diluted	221,022	214,760	219,469	215,916

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

CALCULATION OF RETURN ON INVESTED CAPITAL

Core Return on Invested Capital (ROIC) is calculated by annualizing the Company's after-tax non-GAAP operating income for its most recently-ended quarter and dividing that by a two quarter average net invested capital asset base. After-tax non-GAAP operating income excludes expenses and charges relating to the amortization of intangibles, stock-based compensation expense and related charges, restructuring and impairment charges, goodwill impairment charges, certain distressed customer charges, settlement of receivables and related charges and loss on disposal of subsidiaries. Net invested capital is defined as the sum of the averages (the calculation of which are explained below) of stockholders' equity and current and non-current portions of notes payable and long term debt, adjusted for the average (the calculation of which is explained below) cash and cash equivalents. The following table reconciles ROIC as calculated using after-tax non-GAAP operating income:

	Three months ended	
	February 28,	
	2011	
Numerator:		
Operating income (GAAP)	\$	104,641
Amortization of intangibles		5,665
Stock-based compensation expense and related charges		20,301
Restructuring and impairment charges		196
Settlement of receivables and related charges		13,607
Loss on disposal of subsidiaries		23,944
Core operating income (Non-GAAP)	\$	168,354
Tax effect (1)		(23,368)
After-tax operating income (Non-GAAP)	\$	144,986
		x4
Annualized after-tax operating income (Non-GAAP)	\$	579,944
Denominator:		
Average total Jabil Circuit, Inc. stockholders' equity (2)	\$	1,741,799
Average notes payable and long-term debt, less current installments (2)		1,099,998
Average current installments of notes payable and long-term debt (2)		168,218
Average cash and cash equivalents (2)		(766,236)
Net invested capital asset base	\$	2,243,779
Core Return on Invested Capital (Non-GAAP)		25.8%

(1) This amount is calculated by adding the amount of income taxes attributable to our core operating income (Non-GAAP) and our interest expense.

(2) The average is based on the addition of the account balance at the end of the most recently-ended quarter to the account balance at the end of the prior quarter and dividing by two.