ADVANCED MICRO DEVICES, INC.
CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)
(Millions except per share amounts and percentages)

	Quarter Ended			Nine Months Ended	
	Sept. 26, 2009	June 27, 2009	Sept. 27, 2008[1]	Sept. 26, 2009	Sept. 27, 2008[1]
Net revenue	$ 1,396	$ 1,184	$ 1,797	$ 3,757	$ 4,646
Cost of sales	811	743	881	2,220	2,598
Gross margin	585	441	916	1,537	2,048
Gross margin %	42%	37%	51%	41%	44%
Research and development	420	425	438	1,289	1,383
Marketing, general and administrative	221	247	315	755	987
Amortization of acquired intangible assets	17	17	30	52	107
Impairment of goodwill and acquired intangible assets	-	-	2	-	405
Restructuring charges	4	1	9	65	40
Gain on sale of 200 millimeter equipment	-	-	-	-	(193)
Operating income (loss)	(77)	(249)	122	(624)	(681)
Interest income	4	6	7	13	32
Interest expense	(114)	(108)	(94)	(319)	(296)
Other income (expense), net	47	6	(13)	147	(48)
Income (loss) before income taxes	(140)	(345)	22	(783)	(993)
Provision (benefit) for income taxes	(5)	(10)	(1)	101	(1)
Income (loss) from continuing operations	(135)	(335)	23	(884)	(992)
Income (loss) from discontinued operations, net of tax	-	-	(150)	-	(674)
Net income (loss)	$ (135)	$ (335)	$ (127)	$ (884)	$ (1,666)
Net (income) loss attributable to noncontrolling interest	29	25	(7)	60	(27)
Class B preferred accretion	(22)	(20)	-	(50)	-
Net Income (loss) attributable to AMD common stockholders	$ (128)	$ (330)	$ (134)	$ (874)	$ (1,693)
Net income (loss) attributable to AMD common stockholders per common share					
Basic and diluted					
Continuing operations	$ (0.18)	$ (0.49)	$ 0.03	$ (1.32)	$ (1.68)
Discontinued operations	-	-	(0.25)	-	(1.11)
Basic and diluted net income (loss) attributable to AMD common stockholders per common share	$ (0.18)	$ (0.49)	$ (0.22)	$ (1.32)	$ (2.79)
Shares used in per share calculation					
Basic and diluted	694	667	608	662	607

(1) Includes retrospective adoption of FASB Staff Position Accounting Principles Board No. 14-1, *Accounting for Convertible Debt Instruments That May Be Settled in Cash upon Conversion (Including Partial Cash Settlement) (FSP APB 14-1)* codified principally in Accounting Standards Codification (ASC) Topic 470, Debt (ASC 470) and FASB Statement No. 160, *Noncontrolling Interests in Consolidated Financial Statements - An Amendment of ARB No. 51 (SFAS 160)* now codified in ASC Topic 810, Consolidation (ASC 810) in the first quarter of 2009.

ADVANCED MICRO DEVICES, INC.
AMD NON-GAAP AND RECONCILIATIONS TO CONSOLIDATED STATEMENTS OF OPERATIONS[2]
(Millions except per share amounts and percentages)

	Quarter Ended						Nine Months Ended		
	Sept. 26, 2009			June 27, 2009			Sept. 26, 2009		
	AMD Product Company [3]	Foundry segment and intersegment eliminations [4]	AMD	AMD Product Company [3]	Foundry segment and intersegment eliminations [4]	AMD	AMD Product Company [3]	Foundry segment and intersegment eliminations [4]	AMD
Net revenue	$ 1,396	$ -	$ 1,396	$ 1,184	$ -	$ 1,184	$ 3,757	$ -	$ 3,757
Cost of sales	860	(49)	811	763	(20)	743	2,323	(103)	2,220
Gross margin	536	49	585	421	20	441	1,434	103	1,537
Gross margin %	38%		42%	36%		37%	38%		41%
Research and development	285	135	420	306	119	425	896	393	1,289
Marketing, general and administrative	195	26	221	222	25	247	669	86	755
Amortization of acquired intangible assets	17	-	17	17	-	17	52	-	52
Restructuring charges	4	-	4	1	-	1	65	-	65
Operating income (loss)	35	(112)	(77)	(125)	(124)	(249)	(248)	(376)	(624)
Interest income	3	1	4	3	3	6	12	1	13
Interest expense	(70)	(44)	(114)	(71)	(37)	(108)	(215)	(104)	(319)
Other income (expense), net	64	(17)	47	16	(10)	6	208	(61)	147
Income (loss) before income taxes	32	(172)	(140)	(177)	(168)	(345)	(243)	(540)	(783)
Provision (benefit) for income taxes	(24)	19	(5)	(19)	9	(10)	(44)	145	101
Net income (loss)	$ 56	$ (191)	$ (135)	$ (158)	$ (177)	$ (335)	$ (199)	$ (685)	$ (884)
Net (income) loss attributable to noncontrolling interest			29			25			60
Class B preferred accretion			(22)			(20)			(50)
Net income (loss) attributable to AMD common stockholders			$ (128)			$ (330)			$ (874)

(2) *The Company believes this non-GAAP presentation makes it easier for investors to understand what AMD financial results would be if it were not required to consolidate the operations of GLOBALFOUNDRIES.*
(3) *Consists of the results of the Computing Solutions and Graphics segments and the All other category.*
(4) *See footnotes 3 and 5 in Selected Corporate Data*

ADVANCED MICRO DEVICES, INC.

CONSOLIDATED BALANCE SHEETS

(Millions)

	Sept. 26, 2009 (Unaudited)	Dec. 27, 2008[5]
Assets		
Current assets:		
Cash, cash equivalents and marketable securities	$ 2,511	$ 1,096
Accounts receivable, net	572	320
Inventories	515	656
Deferred income taxes	41	28
Prepaid expenses and other current assets	279	279
Total current assets	3,918	2,379
Property, plant and equipment, net	3,895	4,296
Acquisition related intangible assets, net	116	168
Goodwill	323	323
Other assets	495	506
Total Assets	$ 8,747	$ 7,672
Liabilities and Stockholders' Equity (Deficit)		
Current liabilities:		
Accounts payable	$ 589	$ 631
Accrued compensation and benefits	176	162
Accrued liabilities	605	785
Deferred income on shipments to distributors	127	50
Other short-term obligations	125	86
Current portion of long-term debt and capital lease obligations	295	286
Other current liabilities	159	226
Total current liabilities	2,076	2,226
Deferred income taxes	243	91
Long-term debt and capital lease obligations, less current portion	5,275	4,490
Other long-term liabilities	645	569
Noncontrolling interest	1,077	169
Stockholders' equity (deficit):		
Capital stock:		
Common stock, par value	7	6
Capital in excess of par value	6,412	6,264
Retained earnings (deficit)	(7,125)	(6,251)
Accumulated other comprehensive income	137	108
Total stockholders' equity (deficit)	(569)	127
Total Liabilities and Stockholders' Equity (Deficit)	$ 8,747	$ 7,672

(5) Amounts for the year ended December 27, 2008 were derived from the December 27, 2008 audited financial statements, including retrospective adoption of FSP APB 14-1 (now codified in ASC 470) and SFAS 160 (now codified in ASC 810) implemented in the first quarter of 2009.

ADVANCED MICRO DEVICES, INC.
SELECTED CORPORATE DATA
(Unaudited)
(Millions except headcount and percentages)

	Quarter Ended			Nine Months Ended	
Segment and Category Information from Continuing Operations	**Sept. 26, 2009**	**June 27, 2009**	**Sept 27, 2008**	**Sept. 26, 2009**	**Sept 27, 2008**
Computing Solutions (1)					
Net revenue	$ 1,069	$ 910	$ 1,391	$ 2,917	$ 3,686
Operating income (loss)	$ 76	$ (72)	$ 143	$ (31)	$ (30)
Graphics (2)					
Net revenue	306	251	385	779	895
Operating income (loss)	8	(12)	47	(3)	22
Foundry (3)					
Net revenue	256	253		792	
Operating income (loss)	(101)	(101)		(334)	
All Other (4)					
Net revenue	21	23	21	61	65
Operating income (loss)	(49)	(41)	(68)	(214)	(673)
Intersegment eliminations (5)					
Net revenue	(256)	(253)		(792)	
Operating income (loss)	(11)	(23)		(42)	
Total from Continuing Operations					
Net revenue	**$ 1,396**	**$ 1,184**	**$ 1,797**	**$ 3,757**	**$ 4,646**
Operating income (loss)	**$ (77)**	**$ (249)**	**$ 122**	**$ (624)**	**$ (681)**
Revenue Reconciliation					
Revenue from continuing operations	$ 1,396	$ 1,184	$ 1,797	$ 3,757	$ 4,646
Revenue from discontinued operations	-	-	23	-	65
Total revenue	$ 1,396	$ 1,184	$ 1,820	$ 3,757	$ 4,711
Other Data					
AMD Product Company (excludes Foundry segment and intersegment eliminations)					
Depreciation and amortization (excluding amortization of acquired intangible assets)	$ 96	$ 103		$ 303	
Capital additions	$ 19	$ 15		$ 51	
Adjusted EBITDA (6)	$ 215	$ 14		$ 327	
Cash, cash equivalents and marketable securities (7)	$ 1,536	$ 1,637		$ 1,536	
Total assets (7)	$ 4,376	$ 4,405		$ 4,376	
Long-term debt (7)	$ 3,541	$ 3,703		$ 3,541	
Headcount	10,412	10,366		10,412	
AMD					
Depreciation and amortization (excluding amortization of acquired intangible assets)	$ 265	$ 265	$ 266	$ 792	$ 797
Capital additions	$ 97	$ 112	$ 83	$ 293	$ 509
Adjusted EBITDA (6)	$ 263	$ 50	$ 407	$ 390	$ 585
Headcount	13,379	13,281	15,460	13,379	15,460

See footnotes on the next page

(1) Computing Solutions segment includes microprocessors, chipsets and embedded processors.

(2) Graphics segment includes graphics, video and multimedia products developed for use in desktop and notebook computers, including home media PCs, professional workstations, servers and also includes royalties received in connection with the sale of game console systems that incorporate the Company's graphics technology.

(3) Foundry segment includes the operating results attributable to the front end wafer manufacturing operations and related activities as of the beginning of the first quarter of 2009, which includes the operating results of GLOBALFOUNDRIES from March 2, 2009 onward. Prior periods have not been recast.

(4) All Other category includes non-Foundry segment employee stock-based compensation expense and certain operating expenses and credits that are not allocated to the operating segments. Also included in this category are charges for the impairment of goodwill and acquired intangible assets for prior periods, amortization of acquired intangible assets, restructuring and AMD Product Company formation costs associated with GLOBALFOUNDRIES. Details of these significant items are shown below. The All Other category also includes the results of our Handheld business unit.

Employee stock-based compensation expense, ATI acquisition-related charges, restructuring charges and AMD Product Company formation costs associated with GLOBALFOUNDRIES:

	Quarter Ended			Nine Months Ended	
	Q309	Q209	Q308	Q309	Q308
Employee stock-based compensation expense	$ 17	$ 18	$ 20	$ 52	$ 59
Impairment of goodwill and acquired intangible assets	-	-	2	-	405
Amortization of acquired intangible assets	17	17	30	52	107
Restructuring charges	4	1	9	65	40
AMD Product Company formation costs associated with GLOBALFOUNDRIES	-	-	-	21	-
	$ 38	$ 36	$ 61	$ 190	$ 611

(5) Represents intersegment eliminations in revenue and in cost of sales and profits on inventory between AMD Product Company and the Foundry segment. For the quarters ended September 26, 2009, June 27, 2009, and nine months ended September 26, 2009, intersegment eliminations of revenue was $256 million, $253 million and $792 million, respectively. For the quarters ended September 26, 2009, June 27, 2009, and nine months ended September 26, 2009, intersegment eliminations of cost of sales and profits on inventory was $245 million, $230 million and $750 million, respectively.

(6) **AMD reconciliation of net income (loss) attributable to AMD common stockholders to AMD Product Company (excluding Foundry segment and intersegment eliminations) Adjusted EBITDA***

	Quarter Ended		Nine Months Ended
	Q309	Q209	Q309
Net income (loss) attributable to AMD common stockholders	$ (128)	$ (330)	$ (874)
Net income (loss) attributable to noncontrolling interest	(29)	(25)	(60)
Class B preferred accretion	22	20	50
Foundry segment and intersegment eliminations net loss	191	177	685
AMD Product Company net income (loss)	$ 56	$ (158)	$ (199)
Depreciation and amortization	96	103	303
Amortization of acquired intangible assets	17	17	52
Interest expense	70	71	215
Provision (benefit) for income taxes	(24)	(19)	(44)
Adjusted EBITDA	$ 215	$ 14	$ 327

AMD reconciliation of net income (loss) attributable to AMD common stockholders to Adjusted EBITDA*

	Quarter Ended			Nine Months Ended	
	Q309	Q209	Q308	Q309	Q308
Net income (loss) attributable to AMD common stockholders	$ (128)	$ (330)	$ (134)	$ (874)	$ (1,693)
Impairment of goodwill and acquired intangible assets	-	-	2	-	405
Depreciation and amortization	265	265	266	792	797
Amortization of acquired intangible assets	17	17	30	52	107
Interest expense	114	108	94	319	296
Provision (benefit) for income taxes	(5)	(10)	(1)	101	(1)
Income (loss) from discontinued operations, net of tax	-	-	150	-	674
Adjusted EBITDA	$ 263	$ 50	$ 407	$ 390	$ 585

(7) **Reconciliation of select balance sheet items**

	Q309			Q209		
	Cash, cash equivalents and marketable securities	Total Assets	Long-term debt**	Cash, cash equivalents and marketable securities	Total Assets	Long-term debt**
AMD Product Company	$ 1,536	$ 4,376	$ 3,541	$ 1,637	$ 4,405	$ 3,703
Foundry segment and intersegment eliminations	975	4,371	2,029	877	4,278	1,829
AMD	$ 2,511	$ 8,747	$ 5,570	$ 2,514	$ 8,683	$ 5,532

*The Company defines Adjusted EBITDA as net income (loss) attributable to AMD common stockholders adjusted for impairment of goodwill and acquired intangible assets, depreciation and amortization, amortization of acquired intangible assets, interest expense, taxes and discontinued operations. AMD Product Company's adjusted EBITDA is also adjusted for the Foundry segment and intersegment eliminations net income (loss), net income (loss) attributable to noncontrolling interest and class B preferred accretion. The Company calculates and communicates Adjusted EBITDA because management believes it is of interest to investors and lenders in relation to its overall capital structure and its ability to borrow additional funds. The Company's calculation of Adjusted EBITDA may or may not be consistent with the calculation of this measure by other companies in the same industry. Investors should not view Adjusted EBITDA as an alternative to the U.S. GAAP operating measure of net income or U.S. GAAP liquidity measures of cash flows from operating, investing and financing activities. In addition, Adjusted EBITDA does not take into account changes in certain assets and liabilities as well as interest and income taxes that can affect cash flows.

** Long-term debt also includes the current portion of long-term debt and capital lease obligations.