

SanDisk Corporation
Reconciliation of GAAP Condensed Consolidated Cash Flows from Operations
to Free Cash Flows
(in thousands, unaudited)

	For the fiscal years ended				
	January 3, 2010	January 2, 2011	January 1, 2012	December 30, 2012	December 29, 2013
Net cash provided by operating activities	\$ 487,854	\$ 1,451,892	\$ 1,053,772	\$ 529,854	\$ 1,863,672
Acquisition of property and equipment, net	(59,733)	(108,142)	(192,876)	(487,973)	(213,415)
Investment in Flash Ventures	—	—	(83,316)	(50,439)	(12,342)
Distribution from FlashVision Ltd.	12,713	122	—	—	—
Notes receivable issuances to Flash Ventures	(377,923)	(59,880)	(399,281)	(142,316)	(37,099)
Notes receivable proceeds from Flash Ventures	387,278	59,664	416,388	511,289	124,765
Free cash flows	<u>\$ 450,189</u>	<u>\$ 1,343,656</u>	<u>\$ 794,687</u>	<u>\$ 360,415</u>	<u>\$ 1,725,581</u>

	Three months ended	
	March 30, 2014	March 31, 2013
Net cash provided by operating activities	\$ 382,079	\$ 473,651
Acquisition of property and equipment, net	(34,517)	(48,352)
Notes receivable issuances to Flash Ventures	(24,352)	—
Notes receivable proceeds from Flash Ventures	24,352	53,586
Free cash flows	<u>\$ 347,562</u>	<u>\$ 478,885</u>