

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

	February 28, 2003	August 31, 2002
ASSETS		
Current assets		
Cash and cash equivalents	\$ 497,351	\$ 640,735
Accounts receivable, net	676,463	446,879
Inventories	527,190	395,918
Income tax receivable	17,981	49,411
Prepaid expenses and other current assets	44,092	34,128
Deferred income taxes	29,953	21,273
Total current assets	1,793,030	1,588,344
Property, plant and equipment, net	801,515	740,868
Goodwill and intangible assets, net	336,843	194,447
Other assets	23,102	24,247
	<u>\$ 2,954,490</u>	<u>\$ 2,547,906</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities		
Current installments of long term debt and capital lease obligations	\$ 8,764	\$ 8,692
Accounts payable	660,739	431,588
Accrued expenses	192,946	153,102
Total current liabilities	862,449	593,382
Long term debt and capital lease obligations, less current installments	454,544	354,668
Deferred income taxes	41,381	41,323
Other liabilities	42,992	51,567
Total liabilities	1,401,366	1,040,940
Stockholders' equity		
Common stock	198	198
Additional paid in capital	933,463	926,345
Retained earnings	598,515	580,046
Accumulated other comprehensive income	20,948	377
Total stockholders' equity	1,553,124	1,506,966
	<u>\$ 2,954,490</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		Six months ended	
	February 28, 2003	February 28, 2002	February 28, 2003	February 28, 2002
Net revenue	\$ 1,145,917	\$ 822,074	\$ 2,214,163	\$ 1,706,641
Cost of revenue	1,041,030	748,582	2,011,732	1,551,541
Gross profit	104,887	73,492	202,431	155,100
Operating expenses:				
Selling, general and administrative	60,310	49,732	116,150	99,335
Research and development	2,431	1,859	5,047	3,737
Amortization of intangibles	9,716	4,180	15,867	7,022
Acquisition related charges (1)	3,697	546	7,412	2,557
Restructuring and impairment charges (2)	17,128	10,446	43,487	24,588
Operating income	11,605	6,729	14,468	17,861
Other Income	-	-	(2,600)	-
Interest income	(1,847)	(2,008)	(3,771)	(4,179)
Interest expense	4,182	3,465	7,911	6,248
Income before income taxes	9,270	5,272	12,928	15,792
Income tax (benefit) expense	(842)	1,570	(5,541)	3,715
Net income	<u>\$ 10,112</u>	<u>\$ 3,702</u>	<u>\$ 18,469</u>	<u>\$ 12,077</u>
Earnings per share:				
Basic	<u>\$ 0.05</u>	<u>\$ 0.02</u>	<u>\$ 0.09</u>	<u>\$ 0.06</u>
Diluted	<u>\$ 0.05</u>	<u>\$ 0.02</u>	<u>\$ 0.09</u>	<u>\$ 0.06</u>
Common shares used in the calculation of earnings per share:				
Basic	<u>198,351</u>	<u>197,305</u>	<u>198,162</u>	<u>197,158</u>
Diluted	<u>200,726</u>	<u>201,348</u>	<u>200,419</u>	<u>200,856</u>

(1) During the quarter ended February 28, 2003, we recorded acquisition related charges of \$3.7 million (\$2.3 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. and Royal Philips Electronics. During the quarter ended February 28, 2002, we recorded acquisition related charges of \$0.5 million (\$0.3 million after-tax) in connection with the acquisition of certain operations of Marconi Communications. During the six months ended February 28, 2003, we recorded acquisition related charges of \$7.4 million (\$4.7 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. and Royal Philips Electronics. During the six months ended February 28, 2002, we recorded acquisition related charges of \$2.6 million (\$1.6 million after-tax) in connection with the acquisition of certain operations of Marconi Communications.

(2) We recorded charges of \$17.1 million and \$10.4 million (\$12.0 million after-tax and \$7.7 million after-tax, respectively) related to the restructuring of our business during the quarters ended February 28, 2003 and February 28, 2002, respectively. We recorded charges of \$43.5 million and \$24.6 million (\$28.5 million after-tax and \$17.9 million after-tax, respectively) related to the restructuring of our business during the six months ended February 28, 2003 and February 28, 2002, respectively.

JABIL CIRCUIT, INC. AND SUBSIDIARIES
SUPPLEMENTAL DATA
(In thousands, except for per share data)
(Unaudited)

	Three months ended		Six months ended	
	February 28, 2003	February 28, 2002	February 28, 2003	February 28, 2002
Net Income	\$ 10,112	\$ 3,702	\$ 18,469	\$ 12,077
Amortization of intangibles, net of tax	8,230	3,559	13,217	5,911
Acquisition related charges, net of tax (1)	2,328	344	4,652	1,606
Restructuring and impairment charges, net of tax (2)	11,976	7,728	28,481	17,874
Other income, net of tax	-	-	(1,622)	-
Core earnings	<u>\$ 32,646</u>	<u>\$ 15,333</u>	<u>\$ 63,197</u>	<u>\$ 37,468</u>
Core Earnings per share:				
Basic	<u>\$ 0.16</u>	<u>\$ 0.08</u>	<u>\$ 0.32</u>	<u>\$ 0.19</u>
Diluted	<u>\$ 0.16</u>	<u>\$ 0.08</u>	<u>\$ 0.32</u>	<u>\$ 0.19</u>
Common shares used in the calculation of core earnings:				
Basic	<u>198,351</u>	<u>197,305</u>	<u>198,162</u>	<u>197,158</u>
Diluted	<u>200,726</u>	<u>201,348</u>	<u>200,419</u>	<u>200,856</u>
Operating income	\$ 11,605	\$ 6,729	\$ 14,468	\$ 17,861
Amortization of intangibles	9,716	4,180	15,867	7,022
Acquisition related charges (1)	3,697	546	7,412	2,557
Restructuring and impairment charges (2)	17,128	10,446	43,487	24,588
Core operating income	<u>\$ 42,146</u>	<u>\$ 21,901</u>	<u>\$ 81,234</u>	<u>\$ 52,028</u>

(1) During the quarter ended February 28, 2003, we recorded acquisition related charges of \$3.7 million (\$2.3 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. and Royal Philips Electronics. During the quarter ended February 28, 2002, we recorded acquisition related charges of \$0.5 million (\$0.3 million after-tax) in connection with the acquisition of certain operations of Marconi Communications. During the six months ended February 28, 2003, we recorded acquisition related charges of \$7.4 million (\$4.7 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. and Royal Philips Electronics. During the six months ended February 28, 2002, we recorded acquisition related charges of \$2.6 million (\$1.6 million after-tax) in connection with the acquisition of certain operations of Marconi Communications.

(2) We recorded charges of \$17.1 million and \$10.4 million (\$12.0 million after-tax and \$7.7 million after-tax, respectively) related to the restructuring of our business during the quarters ended February 28, 2003 and February 28, 2002, respectively. We recorded charges of \$43.5 million and \$24.6 million (\$28.5 million after-tax and \$17.9 million after-tax, respectively) related to the restructuring of our business during the six months ended February 28, 2003 and February 28, 2002, respectively.