

SANMINA CORPORATION
CONSOLIDATED BALANCE SHEETS

	As of	
	September 28, 2019	September 29, 2018
	(In thousands, except par value)	
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 454,741	\$ 419,528
Accounts receivable, net of allowances of \$12,481 and \$12,211 as of September 28, 2019 and September 29, 2018, respectively	1,128,379	1,177,219
Contract assets	396,300	—
Inventories	900,557	1,374,004
Prepaid expenses and other current assets	40,952	43,676
Total current assets	2,920,929	3,014,427
Property, plant and equipment, net	630,647	642,913
Deferred income tax assets, net	279,803	344,124
Other	74,134	83,669
Total assets	\$ 3,905,513	\$ 4,085,133
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 1,336,914	\$ 1,547,399
Accrued liabilities	180,107	136,427
Accrued payroll and related benefits	127,647	124,748
Short-term debt, including current portion of long-term debt	38,354	593,321
Total current liabilities	1,683,022	2,401,895
Long-term liabilities:		
Long-term debt	346,971	14,346
Other	232,947	196,048
Total long-term liabilities	579,918	210,394
Commitments and Contingencies (Note 9)		
Stockholders' equity:		
Preferred stock, \$.01 par value, authorized 5,000 shares, none issued and outstanding	—	—
Common stock, \$.01 par value, authorized 166,667 shares; 105,551 and 103,128 shares issued and 69,720 and 67,777 shares outstanding as of September 28, 2019 and September 29, 2018, respectively	697	678
Treasury stock, 35,831 and 35,351 shares as of September 28, 2019 and September 29, 2018, respectively, at cost	(804,118)	(791,366)
Additional paid-in capital	6,266,812	6,222,310
Accumulated other comprehensive income	42,259	73,944
Accumulated deficit	(3,863,077)	(4,032,722)
Total stockholders' equity	1,642,573	1,472,844
Total liabilities and stockholders' equity	\$ 3,905,513	\$ 4,085,133

See accompanying notes to the consolidated financial statements.

SANMINA CORPORATION
CONSOLIDATED STATEMENTS OF OPERATIONS

	Year Ended		
	September 28, 2019	September 29, 2018	September 30, 2017
(In thousands, except per share amounts)			
Net sales	\$ 8,233,859	\$ 7,110,130	\$ 6,868,619
Cost of sales	7,641,921	6,646,347	6,348,708
Gross profit	591,938	463,783	519,911
Operating expenses:			
Selling, general and administrative	260,032	250,924	251,568
Research and development	27,552	30,754	33,716
Restructuring costs	13,753	29,146	1,339
Goodwill impairment	—	30,610	—
Other	4,484	2,908	6,821
Total operating expenses	305,821	344,342	293,444
Operating income	286,117	119,441	226,467
Interest income	1,111	1,268	1,265
Interest expense	(30,763)	(27,734)	(21,934)
Other income (expense), net	(10,846)	4,564	7,682
Interest and other, net	(40,498)	(21,902)	(12,987)
Income before income taxes	245,619	97,539	213,480
Provision for income taxes	104,104	193,072	74,647
Net income (loss)	\$ 141,515	\$ (95,533)	\$ 138,833
Net income (loss) per share:			
Basic	\$ 2.05	\$ (1.37)	\$ 1.86
Diluted	\$ 1.97	\$ (1.37)	\$ 1.78
Weighted-average shares used in computing per share amounts:			
Basic	69,129	69,833	74,481
Diluted	71,678	69,833	78,128

See accompanying notes to the consolidated financial statements.

SANMINA CORPORATION
CONSOLIDATED STATEMENTS OF CASH FLOWS

	Year Ended		
	September 28, 2019	September 29, 2018	September 30, 2017
	(In thousands)		
CASH FLOWS PROVIDED BY (USED IN) OPERATING ACTIVITIES:			
Net income (loss)	\$ 141,515	\$ (95,533)	\$ 138,833
Adjustments to reconcile net income (loss) to cash provided by operating activities:			
Depreciation and amortization	116,949	118,820	118,751
Stock-based compensation expense	30,844	32,825	37,920
Deferred income taxes	54,668	173,591	37,892
Impairment of goodwill	—	30,610	—
Other, net	2,219	1,777	4,188
Changes in operating assets and liabilities, net of acquisitions:			
Accounts receivable	54,947	(69,076)	(136,072)
Contract assets	(20,814)	—	—
Inventories	121,383	(324,168)	(104,468)
Prepaid expenses and other assets	10,018	7,797	12,303
Accounts payable	(182,521)	268,421	130,648
Accrued liabilities	53,757	11,360	10,966
Cash provided by operating activities	382,965	156,424	250,961
CASH FLOWS PROVIDED BY (USED IN) INVESTING ACTIVITIES:			
Purchases of property, plant and equipment	(134,674)	(118,881)	(111,833)
Proceeds from sales of property, plant and equipment	7,532	4,722	3,935
Purchases of long-term investments	(499)	(2,019)	—
Cash used in investing activities	(127,641)	(116,178)	(107,898)
CASH FLOWS PROVIDED BY (USED IN) FINANCING ACTIVITIES:			
Proceeds from revolving credit facility borrowings	3,884,325	4,040,600	932,770
Repayments of revolving credit facility borrowings	(4,099,325)	(3,910,600)	(872,770)
Repayments of long-term debt	(378,416)	(3,416)	(43,416)
Proceeds from long-term debt	375,000	—	—
Debt issuance costs	(2,727)	—	—
Net proceeds from stock issuances	13,539	4,407	27,129
Repurchases of common stock	(12,614)	(157,625)	(176,944)
Other, net	—	(1,701)	(2,262)
Cash used in financing activities	(220,218)	(28,335)	(135,493)
Effect of exchange rate changes	107	956	803
Increase in cash and cash equivalents	35,213	12,867	8,373
Cash and cash equivalents at beginning of year	419,528	406,661	398,288
Cash and cash equivalents at end of year	\$ 454,741	\$ 419,528	\$ 406,661
Cash paid during the year:			
Interest, net of capitalized interest	\$ 30,143	\$ 26,156	\$ 17,983
Income taxes, net of refunds	\$ 32,132	\$ 34,819	\$ 20,417
Unpaid purchases of property, plant and equipment at end of period	\$ 27,279	\$ 49,546	\$ 49,831

See accompanying notes to the consolidated financial statements.