

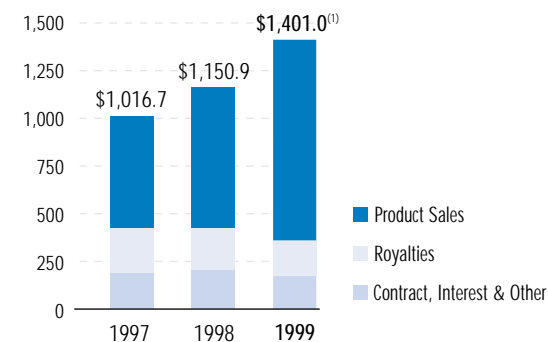
# Financial Highlights

(dollars in millions, except per share data)

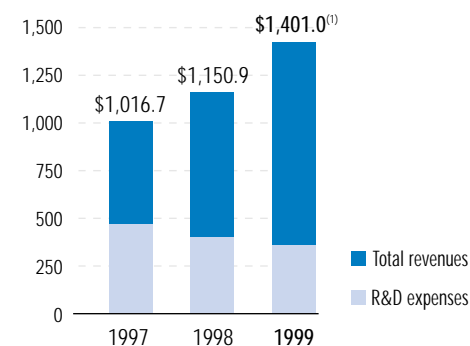
Years ended December 31	1999		1998	1997	% Change from Preceding Year	
	Actual	Pro Forma <sup>(1)</sup>			1999 <sup>(2)</sup>	1998
Total revenues	\$ 1,421.4	\$ 1,401.0	\$ 1,150.9	\$ 1,016.7	22%	13%
Product sales	1,039.1	1,039.1	717.8	584.9	45	23
Cost of sales	285.6	192.2	138.6	102.5	39	35
Research and development (R&D) expenses	367.3	367.3	396.2	470.9	(7)	(16)
Marketing, general and administrative expenses	467.9	467.9	358.9	269.9	30	33
Special charges <sup>(3)</sup>	1,437.7	—	—	—	—	—
Recurring charges related to redemption <sup>(4)</sup>	198.4	—	—	—	—	—
Net income (loss)	(1,144.5)	246.7	181.9	129.0	36	41
Diluted earnings (loss) per share <sup>(5)</sup>	(4.46)	0.93	0.70	0.51	33	37
R&D expense as a % of revenues	—	26%	34%	46%	—	—
Net income as a % of revenues	—	18%	16%	13%	—	—
Shares used to compute diluted earnings (loss) per share (millions) <sup>(5)</sup>	256.4	264.7	259.7	252.8	2	3
Actual shares at year-end (millions) <sup>(5)</sup>	258.1	258.1	254.2	248.5	2	2
Stock price at year-end <sup>(5)</sup>	\$ 134.50	—	\$ 39.85	\$ 30.32	238	31
<i>No cash dividends were paid.</i>						
Cash, short-term investments and long-term marketable securities	\$ 1,957.4	—	\$ 1,604.6	\$ 1,286.5	22	25
Property, plant and equipment, net	730.1	—	700.2	683.3	4	2
Total assets	6,554.4	—	2,855.4	2,507.6	130	14
Total stockholders' equity	5,282.8	—	2,343.8	2,031.2	125	15
Capital expenditures	95.0	—	88.1	154.9	8	(43)
Number of employees	3,883	—	3,389	3,242	15	5

(1) Pro forma results for 1999 exclude special charges related to the redemption on June 30, 1999 of our callable putable common stock, or "Special Common Stock," legal settlements, recurring charges and other effects of the redemption, and their related tax effects. (2) Percent change was calculated based on pro forma amounts and shares where applicable. (3) Amount includes \$1,207.7 million related to the redemption of our Special Common Stock and \$230.0 million related to legal settlements. (4) Amount primarily relates to the amortization of goodwill and other intangible assets due to the redemption of our Special Common Stock. (5) All share, price per share and per share amounts of Common Stock and Special Common Stock reflect the two-for-one split of our Common Stock in November 1999.

## Revenues



## R&D Expenses and Total Revenues



## Diluted Earnings Per Share<sup>(5)</sup>

