# Synopsys Posts Financial Results for Second Quarter of Fiscal 2006

PRNewswire-FirstCall MOUNTAIN VIEW, Calif.

Synopsys, Inc. (NASDAQ: SNPS), a world leader in semiconductor design software, today reported results for its second fiscal quarter ended April 30, 2006.

For the second quarter, Synopsys reported revenue of \$274.8 million, a 12 percent increase compared to \$244.3 million for the second quarter of fiscal 2005.

"Synopsys has delivered another strong quarter," said Aart de Geus, chairman and CEO of Synopsys. "Our technology continues to demonstrate strong momentum and we again executed very well against our financial goals."

## **GAAP Results**

On a generally accepted accounting principles (GAAP) basis, net income for the second quarter of fiscal 2006 was \$5.4 million, or \$0.04 per share, compared to a net loss of (\$5.0) million, or (\$0.03) per share, for the second quarter of fiscal 2005. GAAP net income for the current period includes employee stock-based compensation expense of \$13.8 million due to the adoption of Statement of Financial Accounting Standards 123( R ) (FAS 123( R )) in fiscal 2006. Net income prior to fiscal 2006 did not include employee stock- based compensation expense related to FAS 123( R ).

## Non-GAAP Results

On a non-GAAP basis, net income for the second quarter of fiscal 2006 was \$24.5 million, or \$0.17 per share, compared to non-GAAP net income of \$12.7 million, or \$0.09 per share, for the second quarter of fiscal 2005.

Non-GAAP net income consists of GAAP net income excluding employee stock- based compensation expense calculated in accordance with FAS 123( R ) and, to the extent incurred in a particular quarter or period, amortization of intangible assets, inprocess research and development charges, integration and other acquisition-related expenses, facilities and workforce realignment charges, and other significant items which, in the opinion of management, are infrequent or non-recurring. See "GAAP to Non-GAAP Reconciliation of Second Quarter 2006 Results" below.

# Financial Targets

Synopsys also announced its operating model targets for the third quarter and full fiscal year 2006. These targets constitute forward-looking information and are based on current expectations. For a discussion of factors that could cause actual results to differ materially from these targets, see "Forward-Looking Statements" below.

Third Quarter of Fiscal 2006 Targets:

- \* Revenue: \$270 million \$278 million
- \* GAAP expenses: \$261 million \$274 million
- \* Non-GAAP expenses: \$232 million \$242 million
- \* Other income and expense: \$0 million \$4 million
- \* Fully diluted outstanding shares: 144 million 150 million
- \* Tax rate applied in non-GAAP net income calculations: 30 percent
- \* GAAP earnings: \$0.02 \$0.07 per share
- \* Non-GAAP earnings: \$0.17 \$0.20 per share
- \* Revenue from backlog: more than 90 percent

## Full-Year Fiscal Year 2006 Targets

- \* Revenue: \$1,075 million \$1,090 million
- \* Fully diluted outstanding shares: 144 million 150 million
- \* Tax rate applied in non-GAAP net income calculations: 31 percent
- \* GAAP earnings: \$0.08 \$0.17 per share
- \* Non-GAAP earnings: \$0.68 \$0.74 per share
- \* GAAP cash flow from operations: greater than \$175 million

## **GAAP** Reconciliation

Synopsys' management evaluates and makes operating decisions about the Company's business operations primarily based on the bookings, revenue and direct, ongoing and recurring costs of those operations. Management does not believe amortization of intangible assets, in-process research and development charges, integration and other acquisition-related

expenses, facilities and workforce realignment charges and other significant infrequent items are ongoing and recurring operating costs of its core software, intellectual property and service business operations. In addition, while employee stock-based compensation expense calculated in accordance with FAS 123( R ) constitutes an ongoing and recurring expense of the Company, such expense is excluded from non-GAAP results because it is not an expense that typically requires or will require cash settlement by the Company and because such expense is not used by management to assess the core profitability of the Company's business operations. Therefore, management adjusts the following GAAP financial measures included in this earnings release to exclude such costs, to the extent incurred in a particular quarter: total cost of revenue, gross margin, total operating expenses, operating income (loss), income (loss) before provision (benefit) for income taxes, provision (benefit) for income taxes, net income (loss) and net income (loss) per share.

For each such measure, excluding these costs provides management with more consistent, comparable information about the Company's core profitability. For example, since the Company does not acquire businesses on a predictable cycle, management would have difficulty evaluating the Company's profitability as measured by gross margin, operating margin, income before taxes and net income on a period-to-period basis unless it excluded acquisition-related charges. Similarly, the Company does not undertake significant restructuring or realignments on a regular basis, and, as a result, excludes associated charges in order to enable better and more consistent evaluations of the Company's operating expenses before and after such actions are taken. Management also uses these measures to help it make budgeting decisions, for example, as between product development expenses (which affect cost of revenue and gross margin) and research and development, sales and marketing and general and administrative expenses (which affect operating expenses and operating margin). Finally, the availability of such information helps management track performance to both internal and externally communicated financial targets and to its competitors' operating results.

Management recognizes that the use of these non-GAAP measures has certain limitations, including the fact that management must exercise judgment in determining whether certain types of charges, such as those relating to workforce reductions executed in the ordinary course, should be excluded from non-GAAP results. However, management believes that, although it is important for investors to understand GAAP measures, providing investors with these non- GAAP measures gives them additional important information to enable them to assess, in a way management assesses, Synopsys' current and future continuing operations.

# Reconciliation of Second Quarter Results

The following tables reconcile the specific items excluded from GAAP in the calculation of non-GAAP earnings per share and non-GAAP expenses for the second quarter fiscal 2006.

GAAP to Non-GAAP Reconciliation of Second Quarter Results (in thousands, except per share amounts)

Income Statement Reconciliation Three Months Ended Six Months Ended (in thousands) April 30, April 30, 2006 2005 2006 2005 GAAP net income (loss) \$5,375 \$(4,972) \$7,072 \$(19,297) Amortization of intangible assets 13,625 36,928 29,624 73.879 Stock-based compensation (1) 13,776 -- 32,206 In-process research and development --800 5,700 (8,292) (19,233) (18,822) (32,871) Tax effect Non-GAAP net income \$24,484 \$12,723 \$50,880 \$27,411

(1) Employee stock-based compensation results from the Company's adoption of FAS 123( R ) during the first quarter of fiscal 2006.

Earnings Per Share Reconciliation Three Months Ended Six Months Ended April 30, April 30, 2006 2005 2006 2005 GAAP earnings (loss) per share \$0.04 \$(0.03) \$0.05 \$(0.13) Adjustments: 0.09 0.25 0.20 0.51 Amortization of intangible assets Stock-based compensation (1) 0.09 0.22 -- 0.01 0.04 In-process research and development Tax effect (0.05) (0.13) (0.13) (0.23) Non-GAAP earnings per share \$0.17 \$0.09 \$0.35 \$0.19 Shares used in calculation 146,010 144,801 146,491 145,429

(1) Employee stock-based compensation results from the Company's adoption of FAS 123( R ) during the first quarter of fiscal 2006.

The following tables reconcile the specific items excluded from GAAP in the calculation of target non-GAAP operating results for the periods indicated below:

GAAP to Non-GAAP Reconciliation of Third Quarter Fiscal Year 2006 Targets (in thousands, except per share data)

Range for Three Months Ending July 31, 2006 Low High

Target GAAP expenses \$261,000 \$274,000

Adjustment:

Estimated impact of amortization of

intangible assets (13,000) (14,000)

Estimated impact of stock compensation

expense (1) (16,000) (18,000)

Target non-GAAP expenses \$232,000 \$242,000

 Employee stock-based compensation results from the Company's adoption of FAS 123(R) during the first quarter of fiscal 2006.

> Range for Three Months Ending July 31, 2006 Low High

Target GAAP earnings (loss) per share \$0.02 \$0.07

Adjustment:

Estimated impact of amortization of

intangible assets 0.10 0.09

Estimated impact of stock-based

 $\begin{array}{ccc} \text{compensation (1)} & 0.12 & 0.11 \\ \text{Net non-GAAP tax effect} & (0.07) & (0.07) \\ \text{Target non-GAAP earnings per share} & \$0.17 & \$0.20 \\ \end{array}$ 

Shares used in non-GAAP calculation (midpoint

of target range) 147,000 147,000

 Employee stock-based compensation results from the Company's adoption of FAS 123(R) during the first quarter of fiscal 2006.

GAAP to Non-GAAP Reconciliation of Fiscal Year 2006 Targets

Range for Fiscal Year Ending October 31, 2006 Low High

Target GAAP earnings per share \$0.08 \$0.17

Adjustment:

Estimated impact of amortization of

intangible assets 0.39 0.38

Estimated impact of stock-based

 $\begin{array}{cccc} \text{compensation (1)} & 0.47 & 0.44 \\ \text{Net non-GAAP tax effect} & (0.26) & (0.25) \\ \text{Target non-GAAP earnings per share} & \$0.68 & \$0.74 \end{array}$ 

Shares used in non-GAAP calculation

(midpoint of target range) 147,000 147,000

 Employee stock-based compensation results from the Company's adoption of FAS 123(R) during the first quarter of fiscal 2006.

Additional Financial Information Available on Synopsys Website

In connection with this earnings release, Synopsys is making available to investors supplemental financial information which can be found on Synopsys' website at http://www.synopsys.com/corporate/invest/finsupp/q206.pdf. Synopsys currently intends to provide this information on a quarterly basis.

# Earnings Call Open to Investors

Synopsys will hold a conference call for financial analysts and investors today at 2:00 p.m., Pacific Time. A live webcast of the call will be available at Synopsys' corporate website at <a href="http://www.synopsys.com/corporate/invest/invest.html">http://www.synopsys.com/corporate/invest.html</a>. A recording of the call will be available by calling 1-800-475-6701 (320-365-3844 for international callers), access code 827525, beginning at 5:30 p.m. Pacific Time today. A webcast replay will also be available at <a href="http://www.synopsys.com/corporate/invest/invest.html">http://www.synopsys.com/corporate/invest/invest.html</a> from approximately 5:30 p.m. Pacific Time today through to the time Synopsys announces its results for the third quarter of

fiscal 2006 in August 2006. In addition, Synopsys will post copies of the prepared remarks of Aart de Geus, chairman and chief executive officer, and Brian Beattie, chief financial officer, on its website following the call.

# Effectiveness of Information

The targets included in this release, the statements made during the earnings conference call and the information contained in the financial supplement represent Synopsys' expectations and beliefs as of the date of this release only. Although this press release, copies of the prepared remarks of the chief executive officer and chief financial officer made during the call and the financial supplement will remain available on Synopsys' website through the date of the third quarter earnings call in August 2006, their continued availability through such date does not mean that Synopsys is reaffirming or confirming their continued validity. Synopsys does not currently intend to report on its progress during the third quarter of fiscal 2006 or comment to analysts or investors on, or otherwise update, the targets given in this earnings release until it releases such results in August 2006.

# Availability of Final Financial Statements

Synopsys will include final financial statements for the second quarter of fiscal 2006 in its Quarterly Report on Form 10-Q to be filed in June 2006.

# About Synopsys

Synopsys, Inc. is a world leader in electronic design automation (EDA) software for semiconductor design. The company delivers technology-leading semiconductor design and verification platforms and IC manufacturing software products to the global electronics market, enabling the development and production of complex systems-on-chips. Synopsys also provides intellectual property and design services to simplify the design process and accelerate time-to-market for its customers. Synopsys is headquartered in Mountain View, California and has offices in more than 60 locations throughout North America, Europe, Japan and Asia. Visit Synopsys online at http://www.synopsys.com/.

# Forward-Looking Statements

The statements made in this press release regarding projected financial results in the sections entitled "Financial Targets," and "Reconciliation of Estimated Target Operating Results" and certain statements made in the earnings conference call are forward-looking statements within the meaning of the safe harbor provisions of Section 21E of the Securities Exchange Act of 1934. Actual results could differ materially from those described by these statements due to a number of uncertainties, including, but not limited to:

- \* weakness or continued budgetary caution in the semiconductor or electronics industries;
- \* lower-than-expected research and development spending by semiconductor and electronic systems companies;
- \* competition in the market for Synopsys' products and services;
- \* lower-than-anticipated new IC design starts;
- \* lower-than-anticipated purchases or delays in purchases of software or consulting services by Synopsys' customers, including delays in the renewal, or non-renewal, of Synopsys' license arrangements with major customers;
- \* unexpected changes in the mix of time-based licenses and upfront licenses:
- \* lower-than-expected bookings of licenses on which revenue is recognized upfront;
- \* failure of our cost control efforts to result in the anticipated savings;
- \* failure to successfully develop additional intellectual property blocks for its IP business or to develop and integrate its design for manufacturing products;
- \* difficulties in the integration of the products and operations of acquired companies or assets into Synopsys' products and operations:
- \* downward pressure on maintenance orders, adversely affecting Synopsys' future level of service revenue; and
- \* changes in the anticipated amount of employee stock-based compensation recognized on the Company's financial statements.

In addition, Synopsys' actual operating expenses and earnings per share on a GAAP basis for the fiscal quarter ending July 31, 2006 and actual earnings per share and operating cash flow on a GAAP basis for fiscal year 2006 could differ materially from the targets stated under "Financial Targets" above for a number of reasons, including (i) a determination by Synopsys that any portion of its goodwill or intangible assets have become impaired, (ii) application of the actual consolidated GAAP tax rate for such periods, (iii) integration and other acquisition-related expenses, amortization of additional intangible assets associated with future acquisitions, if any, (iv) increases or decreases in employee stock-based compensation expense caused by employee terminations or otherwise, and (vi) increases or decreases to estimated capital expenditures.

For further discussion of these and other factors that may cause results to differ from those projected in this release, readers are referred to the reports which Synopsys has filed with the Securities and Exchange Commission (SEC), and which are available at www.sec.gov, particularly the information contained in the section of Part I, Item 2 of Synopsys' Quarterly Report on Form 10-Q for the fiscal quarter ended January 31, 2006 filed with the SEC on March 9, 2006 entitled "Factors That May Affect Future Results." Synopsys is under no obligation to (and expressly disclaims any such obligation to) update or alter any of the forward-looking statements made in this earnings release, the conference call or the financial supplement whether as a result of new information, future events or otherwise, unless otherwise required by law.

NOTE: Synopsys is a registered trademark of Synopsys, Inc. Any other trademarks mentioned in this release are the intellectual property of their respective owners.

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  Unaudited Condensed Consolidated Statements of Operations (1)
        (in thousands, except per share data)
           Three Months Ended
                                    Three Months Ended
            April 30, 2006
                                 April 30, 2005
             Adjustments
                                  Adjustments
          GAAP (2) Non-GAAP
                                     GAAP (2) Non-GAAP
Revenue:
 Time-based
 license
            $209,417
                        -- $209,417 $175,781
                                               -- $175,781
 Upfront license 25,959 -- 25,959 17,183
                                              -- 17.183
 Maintenance and
 service
             39,403
                      -- 39,403 51,375 -- 51,375
  Total revenue 274,779
                         -- 274,779 244,339
                                                -- 244.339
Cost of revenue:
 License
              32,457 (1,330) 31,127
                                     23,245 (44) 23,201
 Maintenance and
 service
             16,904
                      (728) 16,176
                                     18,446
                                              (23) 18,423
 Amortization of
 intangible assets 6,494 (6,494)
                                     28,032 (28,032)
  Total cost of
  revenue
              55,855 (8,552) 47,303
                                     69,723 (28,099) 41,624
Gross margin
               218,924 8,552 227,476 174,616 28,099 202,715
Operating expenses:
 Research and
 development
                91,296 (6,385) 84,911
                                        80,350 (325) 80,025
 Sales and
 marketing
                                      80,916 (137) 80,779
               85,725 (3,722) 82,003
 General and
 administrative 26,661 (1,611) 25,050
                                       25,343
                                                (32) 25,311
 Amortization of
 intangible assets 7,131 (7,131) --
                                      8,335 (8,335)
  Total operating
              210,813 (18,849) 191,964 194,944 (8,829)186,115
  expenses
Operating income
             8,111 27,401 35,512 (20,328) 36,928 16,600
(loss)
Other income, net 1,032 -- 1,032
                                      1,322
Income (loss) before
provision (benefit)
for income taxes
                 9,143 27,401 36,544 (19,006) 36,928 17,922
Provision (benefit)
for income taxes 3,768 8,292 12,060 (14,034) 19,233 5,199
Net income (loss) $5,375 $19,109 $24,484 $(4,972)$17,695 $12,723
Net income (loss)
per share:
              $0.04
                                             $0.09
 Basic
                          $0.17
                                 $(0.03)
 Diluted
              $0.04
                          $0.17
                                 $(0.03)
                                              $0.09
Shared used in
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Shared used in computing per

share amounts:

Basic 143,352 143,352 144,801 144,801 Diluted 146,010 146,010 144,801 145,684

- (1) Synopsys' second quarter ends on the Saturday nearest to April 30. For presentation purposes, the Unaudited Condensed Consolidated Statements of Operations refer to a calendar month end.
- (2) Adjustments consist of stock-based compensation and related tax effect under FAS 123( R ) and, to the extent incurred, amortization of intangible assets, in-process research and development charges, integration and other significant items, which in the opinion of management are extraordinary. Pre-tax income for the three months ended April 30, 2006 includes total stock-based compensation for its employees of \$13.8 million as follows: cost of revenue \$2.1 million; research & development \$6.4 million; sales & marketing \$3.7 million; general & administrative \$1.6 million. As of April 30, 2005, no FAS 123( R ) stock-based compensation was recorded.

## SYNOPSYS, INC.

Unaudited Condensed Consolidated Statements of Operations (1) (in thousands, except per share data)

Six Months Ended Six Months Ended
April 30, 2006 April 30, 2005
Adjustments Adjustments
GAAP (2) Non-GAAP GAAP (2) Non-GAAP

Revenue:

Time-based

license \$420,527 -- \$420,527 \$362,065 -- \$362,065 Upfront license 34,326 -- 34,326 27,981 -- 27,981

Maintenance

and Service 80,115 -- 80,115 95,597 -- 95,597 Total revenue 534,968 -- 534,968 485,643 -- 485,643

Cost of revenue:

License 62,446 (2,949) 59,497 48,135 (87) 48,048

Maintenance

and service 33,477 (1,584) 31,893 35,498 (46) 35,452

Amortization of

intangible

assets 15,153 (15,153) -- 56,065 (56,065) -

Total cost

of revenue 111,076 (19,686) 91,390 139,698 (56,198) 83,500 Gross margin 423,892 19,686 443,578 345,945 56,198 402,143 Operating expenses:

Research and

development 178,900 (14,534) 164,366 153,607 (665)152,942

Sales and

marketing 162,914 (8,431) 154,483 165,045 (276)164,769

General and

administrative 57,465 (4,708) 52,757 50,348 (64) 50,284

In-process

research and

development 800 (800) -- 5,700 (5,700) --

Amortization of

intangible

assets 14,471 (14,471) -- 16,676 (16,676) -

Total operating

expenses 414,550 (42,944) 371,606 391,376 (23,381)367,995

Operating income

(loss) 9,342 62,630 71,972 (45,431) 79,579 34,148 Other income, net 2,827 -- 2,827 7,271 -- 7,271

Income (loss) before

provision (benefit)

for income taxes 12,169 62,630 74,799 (38,160) 79,579 41,419

Provision (benefit)

Net income (loss)

per share:

Basic \$0.05 \$0.35 \$(0.13) \$0.19 Diluted \$0.05 \$0.35 \$(0.13) \$0.19

Shared used in computing per

share amounts:

Basic 144,172 144,172 145,429 145,429 Diluted 146,491 146,491 145,429 146,340

- (1) Synopsys' second quarter ends on the Saturday nearest to April 30. For presentation purposes, the Unaudited Condensed Consolidated Statements of Operations refer to a calendar month end.
- (2) Adjustments consist of stock-based compensation and related tax effect under FAS 123( R ) and, to the extent incurred, amortization of intangible assets, in-process research and development charges, integration and other significant items, which in the opinion of management are extraordinary. Pre-tax income for the six months ended April 30, 2006 includes total stock-based compensation for its employees of \$32.2 million as follows: cost of revenue \$4.5 million; research & development \$14.5 million; sales & marketing \$8.4 million; general & administrative \$4.8 million. As of April 30, 2005, no FAS 123( R ) stock-based compensation was recorded.

## SYNOPSYS, INC.

Unaudited Condensed Consolidated Balance Sheets (1) (in thousands, except par value amounts)

April 30, October 31, 2006 (2) 2005

#### ASSETS:

Current assets:

 Cash and cash equivalents
 \$294,931
 \$404,436

 Short-term investments
 239,609
 182,070

Total cash, cash equivalents and short-term

 investments
 534,540
 586,506

 Accounts receivable, net
 138,325
 100,178

 Deferred income taxes
 196,176
 195,501

 Income taxes receivable
 48,223
 48,370

 Prepaid expenses and other current assets
 23,173
 16,924

Total current assets 940.437 947.479 Property and equipment, net 166,805 170,195 Long-term investments 6,542 8,092 Goodwill, net 735,175 728,979 Intangible assets, net 124,021 142,519 90.174 82.384 Long-term deferred income taxes 68,606 61,828 Other assets Total assets \$2,131,760 \$2,141,476

# LIABILITIES AND STOCKHOLDERS' EQUITY:

Current liabilities:

 Accounts payable and accrued liabilities
 \$169,006
 \$231,359

 Accrued income taxes
 172,232
 169,632

 Deferred revenue
 477,449
 415,689

 Total current liabilities
 818,687
 816,680

 Deferred compensation and other liabilities
 71,915
 63,841

 Long-term deferred revenue
 42,683
 42,019

Stockholders' equity:

Preferred stock, \$0.01 par value:

2,000 shares authorized; none outstanding -- -

Common stock, \$0.01 par value:

400,000 shares authorized; 143,833 and

145,897 shares outstanding, respectively 1,438 1,459

 Capital in excess of par value
 1,293,783
 1,263,952

 Retained earnings
 168,774
 171,108

Treasury stock, at cost: 13,345 and

11,259 shares, respectively (250,251) (199,482)
Deferred stock compensation -- (2,100)
Accumulated other comprehensive loss (15,269) (16,001)

Total stockholders' equity 1,198,475 1,218,936
Total liabilities and

stockholders' equity \$2,131,760 \$2,141,476

- (1) The Company's second quarter and fiscal year ends on the Saturday nearest to April 30 and October 31, respectively. For presentation purposes, the Unaudited Condensed Consolidated Balance Sheets refer to a calendar month end.
- (2) During the six months ended April 30, 2006, Synopsys completed the acquisition of HPL Technologies, Inc. and completed the final valuation analysis of the tangible and identifiable intangible assets and liabilities.

#### SYNOPSYS, INC.

Unaudited Condensed Consolidated Statement of Cash Flows (1)
(in thousands)

Six Months Ended April 30,

2006 2005

CASH FLOWS FROM OPERATING ACTIVITIES:

Net income (loss) \$7,072 \$(19,297)

Adjustments to reconcile net income (loss)

to net cash provided by operating activities:

Amortization and depreciation 57,974 101,112 Stock-based compensation 32,333 -- In-process research and development 800 5,700

Deferred income taxes 70 (23,220)
Write-down of long-term assets 1,336 2,564

Provision for (reduction to) doubtful accounts 375 (2,757)

Net change in deferred gains and losses on cash

flow hedges 93 (9,739)

Gain (loss) on sale of short and long-term

investment 20 322

Net changes in operating assets and liabilities, net of acquired assets and

liabilities assumed:

Accounts receivable (37,501) 7,182 Income taxes receivable -- 62

Prepaid expenses and other current assets (6,051) (2,502)

Other assets (6,905) (7,484) Accounts payable and accrued liabilities (67,276) (14,065)

Accrued income taxes (4,374) (4,703)

Deferred revenue 61,315 89,556

Deferred compensation and other

liabilities 7,397 7,877

Net cash provided by operating activities 46,678 130,608

#### CASH FLOWS FROM INVESTING ACTIVITIES:

Cash paid for acquisitions, net of cash

received (11,894) (91,293)

Proceeds from sales and maturities of

short-term investments 136.093 201.800

Purchases of short-term investments (194,084) (151,410)
Purchases of long-term investments (1,539) -Purchases of property and equipment (23,136) (21,436)
Capitalization of software development costs (1,523) (1,476)
Net cash used in investing activities (96,083) (63,815)

## CASH FLOWS FROM FINANCING ACTIVITIES:

Issuances of common stock 38,428 17,208
Purchases of treasury stock (99,026) (85,139)
Net cash used in financing activities (60,598) (67,931)

Effect of exchange rate changes on cash and

cash equivalents 498 (2,442)
Net (decrease) increase in cash and cash equivalents (109,505) (3,580)

Cash and cash equivalents, beginning of

period 404,436 346,709

Cash and cash equivalents, end of period \$294,931 \$343,129

(1) Synopsys' second quarter ends on the Saturday nearest to April 30. For presentation purposes, the Unaudited Condensed Consolidated Statements of Cash Flows refer to a calendar month end.

SOURCE: Synopsys, Inc.

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