

**Texas Instruments Incorporated**  
**Free Cash Flow (Non-GAAP Reconciliation)**  
(In millions)  
**Calculated as of March 31, 2026**

**Free cash flow and associated ratios**

Free cash flow was calculated as cash flows from operating activities (also referred to as cash flow from operations) less capital expenditures, plus proceeds from U.S. CHIPS and Science Act (CHIPS Act) incentives. The table below provides a reconciliation of free cash flow to the most directly comparable GAAP measure.

	For Three Months Ended March 31,	For 12 Months Ended March 31,		Change
	2026	2026	2025	
Cash flow from operations (GAAP) *	\$ 1,520	\$ 7,824	\$ 6,150	27 %
Capital expenditures	(676)	(4,103)	(4,695)	
Proceeds from CHIPS Act incentives	555	630	260	
Free cash flow (non-GAAP)	<u>\$ 1,399</u>	<u>\$ 4,351</u>	<u>\$ 1,715</u>	154 %
Revenue		<u>\$ 18,438</u>	<u>\$ 16,049</u>	
Cash flow from operations as a percentage of revenue (GAAP)		42.4%	38.3%	
Free cash flow as a percentage of revenue (non-GAAP)		23.6%	10.7%	

\* Includes cash benefits of \$335 million and \$588 million from the CHIPS Act ITC used to reduce income taxes payable for the twelve months ended March 31, 2026 and 2025, respectively.