

**Texas Instruments Incorporated**  
**Non-GAAP Reconciliation**  
(In millions)  
**Calculated as of December 31, 2023**

**Free cash flow and associated ratios**

Free cash flow was calculated by subtracting capital expenditures from cash flows from operating activities (also referred to as cash flow from operations). The table below provides a reconciliation of free cash flow to the most directly comparable GAAP measure.

	For Three Months Ended December 31, 2023	For Years Ended December 31,		Change
		2023	2022	
Cash flow from operations (GAAP) .....	\$ 1,924	\$ 6,420	\$ 8,720	(26)%
Capital expenditures .....	(1,148)	(5,071)	(2,797)	
Free cash flow (non-GAAP) .....	<u>\$ 776</u>	<u>\$ 1,349</u>	<u>\$ 5,923</u>	(77)%
Revenue .....	<u>\$ 4,077</u>	<u>\$ 17,519</u>	<u>\$ 20,028</u>	
Cash flow from operations as a percentage of revenue (GAAP) ..		36.6 %	43.5 %	
Free cash flow as a percentage of revenue (non-GAAP) .....		7.7 %	29.6 %	

**For Years Ended December 31,**

	2004	2005	2006	2007	2008
Cash flow from operations (GAAP) .....	2,974	3,680	2,560	4,529	3,352
Capital expenditures .....	(1,260)	(1,288)	(1,272)	(686)	(763)
Free cash flow (non-GAAP) .....	<u>1,714</u>	<u>2,392</u>	<u>1,288</u>	<u>3,843</u>	<u>2,589</u>
Dividends paid .....	154	173	199	425	537
Stock repurchases .....	753	4,151	5,302	4,886	2,122
Cash returned .....	<u>907</u>	<u>4,324</u>	<u>5,501</u>	<u>5,311</u>	<u>2,659</u>
Average basic shares outstanding, in millions ...	1,730	1,640	1,528	1,417	1,308

**For Years Ended December 31,**

	2009	2010	2011	2012	2013
Cash flow from operations (GAAP) .....	2,647	3,839	3,334	3,483	3,514
Capital expenditures .....	(753)	(1,199)	(816)	(495)	(412)
Free cash flow (non-GAAP) .....	<u>1,894</u>	<u>2,640</u>	<u>2,518</u>	<u>2,988</u>	<u>3,102</u>
Dividends paid .....	567	592	644	819	1,175
Stock repurchases .....	954	2,454	1,973	1,800	2,868
Cash returned .....	<u>1,521</u>	<u>3,046</u>	<u>2,617</u>	<u>2,619</u>	<u>4,043</u>
Average basic shares outstanding, in millions ...	1,260	1,199	1,151	1,132	1,098

	<b>For Years Ended December 31,</b>				
	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>
Cash flow from operations (GAAP).....	4,054	4,397	4,614	5,363	7,189
Capital expenditures.....	(385)	(551)	(531)	(695)	(1,131)
Free cash flow (non-GAAP).....	<u>3,669</u>	<u>3,846</u>	<u>4,083</u>	<u>4,668</u>	<u>6,058</u>
Dividends paid.....	1,323	1,444	1,646	2,104	2,555
Stock repurchases.....	2,831	2,741	2,132	2,556	5,100
Cash returned.....	<u>4,154</u>	<u>4,185</u>	<u>3,778</u>	<u>4,660</u>	<u>7,655</u>
Average basic shares outstanding, in millions....	1,065	1,030	1,003	991	970

	<b>For Years Ended December 31,</b>				
	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>
Cash flow from operations (GAAP).....	6,649	6,139	8,756	8,720	<b>6,420</b>
Capital expenditures.....	(847)	(649)	(2,462)	(2,797)	<b>(5,071)</b>
Free cash flow (non-GAAP).....	<u>5,802</u>	<u>5,490</u>	<u>6,294</u>	<u>5,923</u>	<u><b>1,349</b></u>
Dividends paid.....	3,008	3,426	3,886	4,297	<b>4,557</b>
Stock repurchases.....	2,960	2,553	527	3,615	<b>293</b>
Cash returned.....	<u>5,968</u>	<u>5,979</u>	<u>4,413</u>	<u>7,912</u>	<u><b>4,850</b></u>
Average basic shares outstanding, in millions....	936	921	923	916	<b>908</b>