

Texas Instruments Incorporated
Non-GAAP Reconciliation
(In millions)
Calculated as of December 31, 2024

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	For Years Ended		Change
	December 31,	December 31,		
	2024	2024	2023	
Cash flow from operations (GAAP)*	\$ 1,998	\$ 6,318	\$ 6,420	(2)%
Capital expenditures	(1,192)	(4,820)	(5,071)	
Free cash flow (non-GAAP)	<u>\$ 806</u>	<u>\$ 1,498</u>	<u>\$ 1,349</u>	11 %
Revenue	<u>\$ 4,007</u>	<u>\$ 15,641</u>	<u>\$ 17,519</u>	
Cash flow from operations as a percentage of revenue (GAAP)		40.4%	36.6%	
Free cash flow as a percentage of revenue (non-GAAP)		9.6%	7.7%	

* Includes a cash benefit of \$56 million and \$588 million from the U.S. CHIPS and Science Act ITC used to reduce income taxes payable for the three and twelve months ended December 31, 2024, respectively.

	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
---	-------	-------	-------	-------	-------

	For Years Ended December 31,				
	2014	2015	2016	2017	2018
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
---	-------	-------	-------	-----	-----

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

Average basic shares outstanding, in millions	936	921	923	916	908
---	-----	-----	-----	-----	-----

	For Year Ended December 31,
	2024
Cash flow from operations (GAAP)	6,318
Capital expenditures	(4,820)
Free cash flow (non-GAAP)	<u>1,498</u>
Dividends paid	4,795
Stock repurchases	<u>929</u>
Cash returned	<u>5,724</u>
Average basic shares outstanding, in millions	912