

DELL INC.

Condensed Consolidated Statement of Financial Position

(in millions)

(unaudited)

	Prior Quarter Results					Prior Annual Results (As Restated)		
	Q1-FY09	Q2-FY09	Q3-FY09	Q4-FY09	Q1-FY10	FY07 ¹	FY08	FY09
Assets:								
Cash & cash equivalents	\$ 8,273	\$ 8,623	\$ 7,910	\$ 8,352	\$ 9,691	\$ 9,546	\$ 7,764	\$ 8,352
Short-term investments	228	410	662	740	434	752	208	740
Accounts receivable, net	6,002	6,451	5,532	4,731	4,278	4,622	5,961	4,731
Financing receivables, net	1,548	1,629	1,526	1,712	1,775	1,530	1,732	1,712
Inventories, net	1,258	1,104	1,109	867	842	660	1,180	867
Other	3,193	3,559	4,795	3,749	2,890	2,829	3,035	3,749
Total current assets	20,502	21,776	21,534	20,151	19,910	19,939	19,880	20,151
PP&E, net	2,642	2,588	2,458	2,277	2,181	2,409	2,668	2,277
Investments	1,312	501	374	454	568	2,147	1,560	454
Long-term financing receivable, net	375	348	435	500	445	323	407	500
Other non-current assets	3,188	3,194	3,016	3,118	3,085	817	3,046	3,118
Total assets:	28,019	28,407	27,817	26,500	26,189	25,635	27,561	26,500
Liabilities & Stockholders Equity:								
Short-term borrowings	131	129	266	113	101	188	225	113
Accounts payable	10,891	11,215	9,475	8,309	7,844	10,430	11,492	8,309
Accrued and other	3,829	4,271	4,108	3,788	3,513	5,141	4,323	3,788
Short-term deferred enhanced services revenue	2,518	2,572	2,572	2,649	2,683	2,032	2,486	2,649
Total current liabilities	17,369	18,187	16,421	14,859	14,141	17,791	18,526	14,859
Long-term debt	1,848	1,840	1,851	1,898	2,396	569	362	1,898
Other non-current liabilities	2,350	2,357	2,385	2,472	2,468	647	2,070	2,472
Long-term deferred enhanced services revenue	2,906	3,117	3,001	3,000	2,954	2,189	2,774	3,000
Total liabilities:	24,473	25,501	23,658	22,229	21,959	21,196	23,732	22,229
Redeemable common stock and capital in excess of par	92	83	-	-	-	111	94	-
Stockholder's equity:	3,454	2,823	4,159	4,271	4,230	4,328	3,735	4,271
Total liabilities & equity:	28,019	28,407	27,817	26,500	26,189	25,635	27,561	26,500

¹ Dell restated its financial statements relating to fiscal 2003, 2004, 2005 and 2006 (including the interim periods within those years) and the first quarter of fiscal 2007. Dell's restated financial information is in its Annual Report on Form 10-K for the fiscal year ended February 2, 2007 available via the Internet at www.sec.gov or www.dell.com/investor.

DELL INC.

Condensed Consolidated Statement of Cash Flows

(In millions)
(unaudited)

	Prior Quarter Results					Prior Annual Results (As Restated)	
	Q1-FY09	Q2-FY09	Q3-FY09	Q4-FY09	Q1-FY10	FY08	FY09
Cash flows from operating activities:							
Net income:	\$ 784	\$ 616	\$ 727	\$ 351	\$ 290	\$ 2,947	\$ 2,478
Adjustments to reconcile net income to net cash provided by operating activities:							
Depreciation and amortization	183	196	194	196	201	607	769
Stock-based compensation	50	78	73	217	67	329	418
In-process research and development charges	2	-	-	-	-	83	2
Effects of exchange rate changes on monetary assets and liabilities denominated in foreign currencies:							
Deferred income taxes	(90)	(20)	(3)	(2)	-	30	(115)
Other	34	(53)	228	(123)	10	(308)	86
Other	38	47	52	94	92	121	231
Changes in assets and liabilities, net of effects from acquisitions:							
Accounts receivables	103	(495)	230	753	411	(990)	591
Financing receivables	154	(135)	(47)	(274)	(27)	(394)	(302)
Inventories	(76)	153	(12)	244	24	(498)	309
Other assets	(192)	(281)	(175)	542	547	(121)	(106)
Accounts payable	(652)	324	(1,664)	(1,125)	(483)	837	(3,117)
Deferred service revenue	141	264	19	187	(22)	1,032	611
Accrued and other liabilities	(336)	414	292	(331)	(349)	274	39
Change in cash from operating activities:	143	1,108	(86)	729	761	3,949	1,894
Cash flows from investing activities:							
Investments:							
Purchases	(172)	(616)	(362)	(434)	(428)	(2,394)	(1,584)
Sales and maturities	434	1,318	282	299	642	3,679	2,333
Capital expenditures	(122)	(142)	(137)	(39)	(80)	(831)	(440)
Proceeds from sale of facility and land		44					44
Acquisition of business, net of cash and cash equivalents acquired	(170)	5	-	(11)	(3)	(2,217)	(176)
Change in cash from investing activities:	(30)	609	(217)	(185)	131	(1,763)	177
Cash flows from financing activities:							
Purchase of common stock	(1,031)	(1,420)	(415)	(1)	-	(4,004)	(2,867)
Issuance of common stock under employee plans	21	47	11	-	-	136	79
Issuance (payment) of commercial paper, net	101	(1)	153	(153)	-	(100)	100
Proceeds from issuance of debt	1,519	-	-	-	497	66	1,519
Repayments of debt	(223)	-	(14)	-	(11)	(165)	(237)
Other	-	-	-	-	(1)	(53)	-
Change in cash from financing activities:	387	(1,374)	(265)	(154)	485	(4,120)	(1,406)
Effect of exchange rate changes on cash and cash equivalents	9	7	(145)	52	(38)	152	(77)
Net change in cash and cash equivalents:	509	350	(713)	442	1,339	(1,782)	588
Cash and cash equivalents at end of period:	8,273	8,623	7,910	8,352	9,691	7,764	8,352

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DELL INC.

Selected Financial Data & Ratios

(In millions, except per share data and ratios)
(Unaudited)

	Prior 5 Quarter Results					FY06 ^{1,2} FY07 ³ FY08 ³ FY09			
	Q1-FY09	Q2-FY09	Q3-FY09	Q4-FY09	Q1-FY10				
Liquidity:									
Current ratio	1.18	1.20	1.31	1.36	1.41	1.10	1.12	1.10	1.36
Quick ratio	1.11	1.14	1.24	1.30	1.35	1.06	1.08	1.03	1.30
Cash conversion cycle^d	(30)	(29)	(25)	(25)	(28)	(43)	(42)	(36)	(25)
Days supply in inventory	9	7	8	7	7	5	5	8	7
Days of sales outstanding ^a	36	38	36	35	34	29	31	36	35
Days in accounts payable	75	74	69	67	69	77	78	80	67
Cash flow (millions):									
Cash flow from operations	\$ 143	\$ 1,108	\$ (86)	\$ 729	\$ 761	\$4,751	\$3,969	\$3,949	\$1,894
Net free cash flows ^b	\$ (133)	\$ 1,101	\$ (176)	\$ 964	\$ 708	\$4,284	\$3,236	\$3,512	\$1,756
Cash and investments	\$9,813	\$9,534	\$8,946	\$9,546	\$10,693	\$11,756	\$12,445	\$9,532	\$9,546
Shares repurchased (millions)	52	60	21	-	-	204	118	179	133
Profitability:									
Return on total capital^c	42%	33%	38%	17%	15%	64%	50%	38%	33%
Gross margin	18.4%	17.2%	18.8%	17.2%	17.6%	17.7%	16.6%	19.1%	17.9%
Opex as percentage of revenue	12.9%	12.2%	12.1%	13.8%	14.2%	9.8%	11.2%	13.5%	12.7%
Operating margin	5.5%	5.0%	6.7%	3.4%	3.4%	7.9%	5.4%	5.6%	5.2%
Income tax rate	23.5%	26.4%	28.0%	22.6%	29.6%	21.8%	22.8%	23.0%	25.4%
Net profit margin	4.9%	3.7%	4.8%	2.6%	2.3%	6.5%	4.5%	4.8%	4.1%
WAS -- Diluted	2,040	1,999	1,957	1,948	1,952	2,449	2,271	2,247	1,986
EPS (diluted)	\$ 0.38	\$ 0.31	\$ 0.37	\$ 0.18	\$ 0.15	\$1.47	\$1.14	\$1.31	\$1.25
Growth:									
Units Y/Y	22%	19%	3%	-12%	-17%	19%	2%	5%	7%
Revenue Y/Y:	9%	11%	-3%	-16%	-23%	14%	3%	6%	0%
Global Large Enterprise									
Global Public									
Global Small and Medium Business									
Global Consumer									
% of Total Revenue by Business Unit:									
Global Large Enterprise	31%	29%	29%	29%	27%				30%
Global Public	22%	28%	26%	24%	26%				25%
Global Small and Medium Business	26%	24%	24%	23%	24%				24%
Global Consumer	21%	19%	21%	24%	23%				21%
% of Total Revenue by Product:									
Desktop PCs	30%	30%	27%	26%	26%	39%	34%	32%	29%
Mobility	30%	30%	32%	30%	32%	25%	27%	28%	30%
Servers and Networking	11%	11%	11%	11%	10%	10%	10%	11%	11%
Storage	4%	4%	4%	5%	4%	3%	4%	4%	4%
Enhanced Services	8%	8%	9%	9%	10%	8%	9%	9%	9%
Software & Peripherals	17%	17%	17%	19%	18%	15%	16%	16%	17%
EPS Y/Y (diluted)	12%	-6%	9%	-42%	-61%	25%	-23%	15%	-5%
FY09 CAGR^{1,2,4,8}									
Revenue			1-YR	2-YR	5-YR				
Gross Margin			0%	3%	8%				
Operating Expenses			-6%	7%	8%				
Operating Income			-6%	10%	14%				
Net Income			-7%	2%	-2%				
EPS (Diluted)			-16%	-2%	-1%				
			-5%	5%	5%				

- Profitability and growth metrics include the impact of \$85 million (\$0.03 per share) income tax benefit related to a revised estimate of taxes on the repatriation of earnings under the American Jobs Creation Act of 2004.
- Fiscal Year 2006 includes charges aggregating \$421 million (\$338 million other product charges and \$83 million in selling, general and administrative expenses) related to the cost of servicing or replacing certain OptiPlex™ systems that include a vendor part that failed to perform to Dell's specifications, workforce realignment, product rationalizations, excess facilities, and a write-off of goodwill recognized in the third quarter. The related tax effects of these items was \$85 million.
- Results for fiscal year ended February 2, 2007 (including the interim periods within that year) and the fiscal year 2008 quarters include stock-based compensation expense due to the implementation of Statement of Financial Accounting Standards No. 123 (revised 2004), Share-Based Payment, ("SFAS 123(R)"). Dell implemented SFAS 123(R) using the modified prospective method effective February 4, 2006.

⁴ Dell restated its financial statements relating to fiscal 2003, 2004, 2005 and 2006 (including the interim periods within those years) and the first quarter of fiscal 2007. Dell's restated financial information is in its Annual Report on Form 10-K for the fiscal year ended February 2, 2007 available via the Internet at www.sec.gov or www.dell.com/investor.

5. Temporary headcount for these years are unavailable.

^a DSO includes the effect of product costs related to in-transit customer shipments that are classified in other current assets.

^b Free cash flows: Cash flows from operations less capital expenditures less tax benefit from employee stock plans plus on balance-sheet funding

^c Return on total capital is an annualized calculation of pre-tax earnings and interest expense over the quarter's average of long-term liabilities and stockholders' equity.

^d Results for fiscal year end are based on the 4th quarter of the same year and not for the full fiscal year.

Note: Percentage growth rates and ratios are calculated based on underlying data in thousands and rounded per share data.

DELL INC.

Condensed Consolidated Statement of Operations

(In millions)

(unaudited)

	Prior Quarter Results ³					Prior Annual Results (As Restated)		
	Q1-FY09	Q2-FY09	Q3-FY09	Q4-FY09	Q1-FY10	FY07 ^{3,5}	FY08	FY09
Income Statement:								
Net revenue	\$ 16,077	\$ 16,434	\$ 15,162	\$ 13,428	\$ 12,342	\$ 57,420	\$ 61,133	\$ 61,101
Sequential Growth	1%	2%	-8%	-11%	-8%			
Y/Y Growth	9%	11%	-3%	-16%	-23%	3%	6%	0%
Cost of revenue	13,112	13,607	12,309	11,116	10,174	47,904	49,462	50,144
Gross margin	2,965	2,827	2,853	2,312	2,168	9,516	11,671	10,957
SG&A	1,912	1,840	1,671	1,679	1,613	5,948	7,538	7,102
R&D	154	168	167	176	141	498	693	665
Total operating expenses	2,066	2,008	1,838	1,855	1,754	6,446	8,231	7,767
Operating income	899	819	1,015	457	414	3,070	3,440	3,190
Investment and other income, net	125	18	(6)	(3)	(2)	275	387	134
Income before taxes	1,024	837	1,009	454	412	3,345	3,827	3,324
Income tax provision	240	221	282	103	122	762	880	846
Net income	784	616	727	351	290	2,583	2,947	2,478
Sequential Growth	15%	-21%	18%	-52%	-17%			
Y/Y Growth	4%	-17%	-5%	-48%	-63%	-28%	14%	-16%
EPS:								
Basic	\$ 0.39	\$ 0.31	\$ 0.37	\$ 0.18	\$ 0.15	\$ 1.15	\$ 1.33	\$ 1.25
Diluted	\$ 0.38	\$ 0.31	\$ 0.37	\$ 0.18	\$ 0.15	\$ 1.14	\$ 1.31	\$ 1.25
Weighted Average Shares Outstanding:								
Basic	2,036	1,991	1,953	1,944	1,949	2,255	2,223	1,980
Diluted	2,040	1,999	1,957	1,948	1,952	2,271	2,247	1,986
Percentage of Net Revenue:								
Gross margin	18.4%	17.2%	18.8%	17.2%	17.6%	16.6%	19.1%	17.9%
Selling, general and administrative	11.9%	11.2%	11.0%	12.5%	13.1%	10.3%	12.4%	11.6%
Research, development and engineering	1.0%	1.0%	1.1%	1.3%	1.1%	0.9%	1.1%	1.1%
Total operating expenses	12.9%	12.2%	12.1%	13.8%	14.2%	11.2%	13.5%	12.7%
Operating income	5.5%	5.0%	6.7%	3.4%	3.4%	5.4%	5.6%	5.2%
Income before income taxes	6.4%	5.1%	6.7%	3.4%	3.3%	5.8%	6.3%	5.4%
Net income	4.9%	3.7%	4.8%	2.6%	2.3%	4.5%	4.8%	4.1%
Income tax rate	23.5%	26.4%	28.0%	22.6%	29.6%	22.8%	23.0%	25.4%
Revenues by Business Unit:								
	16,077	16,434	15,162	13,428	12,342	57,420	61,133	61,101
Global Large Enterprise	4,921	4,806	4,395	3,889	3,400			18,011
Global Public	3,581	4,510	3,960	3,287	3,171			15,338
Global Small and Medium Business	4,244	3,958	3,647	3,043	2,967			14,892
Global Consumer	3,331	3,160	3,160	3,209	2,804			12,860
Operating income by Business Unit⁵:								
	1,081	949	1,131	834	714			3,995
Global Large Enterprise	386	259	254	259	192			1,158
Global Public	277	331	361	289	293			1,258
Global Small and Medium Business	330	330	374	239	230			1,273
Global Consumer	88	29	142	47	(1)			306
Revenues by product:								
	16,077	16,434	15,162	13,428	12,342	57,420	61,133	61,101
Desktop PCs	4,775	4,952	4,091	3,538	3,163			17,356
Mobility	4,845	4,892	4,861	3,999	3,875			18,597
Servers and Networking	1,716	1,732	1,630	1,431	1,286			6,509
Storage	656	696	630	703	534			2,685
Enhanced Services	1,344	1,372	1,365	1,270	1,238			5,352
Software & Peripherals	2,741	2,790	2,585	2,487	2,246			10,602

¹ Includes the impact of an \$85 million (\$0.03 per share) income tax benefit related to a revised estimate of taxes on the repatriation of earnings under the American Jobs Creation Act of 2004.

² Includes charges aggregating \$421 million (\$338 million other product charges and \$83 million in selling, general and administrative expenses) related to the cost of servicing or replacing certain OptiPlex™ systems that include a vendor part that failed to perform to Dell's specifications, workforce realignment, product rationalizations, excess facilities, and a write-off of goodwill recognized in the third quarter. The related tax effects of these items was \$85 million. **Note that these expenses are not allocated to our regions for purposes of segment reporting and are therefore excluded from operating income by region.**

³ Results for fiscal year ended February 2, 2007 (including the interim periods within that year) and the fiscal year 2008 quarters include stock-based compensation expense due to the implementation of Statement of Financial Accounting Standards No. 123 (revised 2004), Share-Based Payment, ("SFAS 123(R)"). Dell implemented SFAS 123(R) using the modified prospective method effective February 4, 2006.

⁴ Operating income by region for fiscal year ended February 2, 2007 and the fiscal year 2008/2009 quarter(s) exclude stock-based compensation expense due to the implementation of SFAS 123® and excludes in process R&D purchased intangible assets. These expenses are not allocated to the regions for purposes of management or segment reporting.

⁵ Dell restated its financial statements relating to fiscal 2003, 2004, 2005 and 2006 (including the interim periods within those years) and the first quarter of fiscal 2007. Dell's restated financial information is in its Annual Report on Form 10-K for the fiscal year ended February 2, 2007 available via the Internet at www.sec.gov or www.dell.com/investor.

Note: Percentage growth rates and ratios are calculated based on underlying data in thousands.

DELL INC.

Historical PC Share*

IDC Worldwide Quarterly PC Tracker

	Current Rank	2008 Dell Share					Annual Share								
		Q1 2008	Q2 2008	Q3 2008	Q4 2008	Q1 2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
World Wide	2	16%	16%	15%	14%	14%	15%	15%	17%	18%	18%	17%	15%	13%	11%
USA	2	31%	32%	30%	27%	26%	30%	29%	33%	36%	35%	32%	29%	24%	19%
EMEA	3	12%	13%	10%	10%	10%	11%	11%	12%	12%	12%	10%	10%	9%	8%
Asia Pacific	3	9%	9%	9%	10%	8%	9%	8%	8%	7%	6%	6%	5%	4%	3%
Japan	3	14%	17%	13%	14%	13%	14%	14%	14%	12%	11%	10%	8%	6%	4%
Desktop PC	2	16%	17%	15%	14%	15%	15%	15%	16%	17%	18%	17%	15%	12%	10%
Portable PC	3	15%	16%	13%	13%	13%	14%	14%	17%	18%	17%	16%	15%	14%	12%
x86 Server	2	27%	28%	25%	25%	26%	26%	25%	26%	26%	25%	23%	22%	19%	15%
US Segments	2	31%	32%	30%	27%	26%	30%	29%	33%	36%	35%	32%	29%	24%	19%
Education	1	38%	39%	45%	38%	40%	41%	42%	45%	46%	45%	42%	35%	32%	26%
Government	1	36%	46%	36%	39%	41%	40%	38%	35%	38%	34%	34%	34%	31%	23%
Consumer	2	22%	22%	22%	19%	20%	21%	19%	26%	30%	31%	27%	23%	14%	6%
SMB ¹	1	32%	30%	25%	27%	27%	29%	29%	30%	33%	31%	27%	25%	22%	22%
Large Enterprise ²	1	42%	44%	43%	42%	39%	43%	44%	45%	45%	44%	41%	39%	36%	31%

*PC's include Desktops, Notebooks, x86 Servers, data as of April 2009

¹SMB includes companies with less than 500 employees

²Large Enterprise includes companies more than 500 employees