

Texas Instruments Incorporated
Free Cash Flow (Non-GAAP Reconciliation)
(In millions)
Calculated as of September 30, 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 September 30,	For 12 Months Ended September 30,		
	2026	2026	2025	Change
Cash flow from operations (GAAP) *	\$ 3,419	\$ 9,896	\$ 6,897	43 %
Capital expenditures	(463)	(2,578)	(4,817)	
Proceeds from CHIPS Act incentives	—	1,104	335	
Free cash flow (non-GAAP)	<u>\$ 2,956</u>	<u>\$ 8,422</u>	<u>\$ 2,415</u>	249 %
Revenue		<u>\$ 20,766</u>	<u>\$ 17,266</u>	
Cash flow from operations as a percentage of revenue (GAAP)		47.7%	39.9%	
Free cash flow as a percentage of revenue (non-GAAP)		40.6%	14.0%	

* Includes cash benefits of \$79 million, \$469 million and \$302 million from the CHIPS Act ITC used to reduce income taxes payable for the three months ended September 30, 2026, and the twelve months ended September 30, 2026 and 2025, respectively.