

**Texas Instruments Incorporated**  
**Free Cash Flow (Non-GAAP Reconciliation)**  
(Millions of dollars)  
**Calculated as of March 31, 2015**

**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 March 31, 2015	For 12 Months Ended March 31,		Change
		2015	2014	
Cash flow from operations (GAAP) .....	\$ 609	\$ 4,039	\$ 3,486	16%
Capital expenditures .....	(123)	(431)	(405)	
Free cash flow (non-GAAP) .....	<u>\$ 486</u>	<u>\$ 3,608</u>	<u>\$ 3,081</u>	17%
Revenue .....		<u>\$ 13,212</u>	<u>\$ 12,302</u>	
Cash flow from operations as a percent of revenue (GAAP) .....		31%	28%	
Free cash flow as a percent of revenue (non-GAAP) .....		27%	25%	