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Cadence Design Systems, Inc.
Condensed Consolidated Balance Sheets
April 3, 2010 and January 2, 2010
(In thousands)
(Unaudited)

	April 3, 2010	January 2, 2010
Current Assets:		
Cash and cash equivalents	\$ 619,303	\$ 569,115
Short-term investments	3,188	2,184
Receivables, net of allowances of \$11,427 and \$14,020, respectively	181,155	200,628
Inventories	19,323	24,165
Prepaid expenses and other	56,617	54,655
Total current assets	879,586	850,747
Property, plant and equipment, net of accumulated depreciation of \$647,275 and \$637,107, respectively	302,499	311,502
Goodwill	5,605	-
Acquired intangibles, net of accumulated amortization of \$87,196 and \$124,507, respectively	26,566	28,841
Installment contract receivables, net of allowances of \$9,724 and \$9,724, respectively	41,510	58,448
Other assets	159,220	161,049
Total Assets	\$ 1,414,986	\$ 1,410,587
Current Liabilities:		
Accounts payable and accrued liabilities	\$ 147,782	\$ 150,207
Current portion of deferred revenue	253,947	247,691
Total current liabilities	401,729	397,898
Long-Term Liabilities:		
Long-term portion of deferred revenue	85,498	92,298
Convertible notes	441,107	436,012
Other long-term liabilities	367,617	376,006
Total long-term liabilities	894,222	904,316
Stockholders' Equity	119,035	108,373
Total Liabilities and Stockholders' Equity	\$ 1,414,986	\$ 1,410,587

Cadence Design Systems, Inc.
Trended Condensed Consolidated Balance Sheets
(In thousands)
(Unaudited)

	April 4, 2009	July 4, 2009	October 3, 2009	January 2, 2010	April 3, 2010
Current Assets:					
Cash and cash equivalents	\$ 554,404	\$ 556,925	\$ 570,617	\$ 569,115	\$ 619,303
Short-term investments	3,634	5,481	4,756	2,184	3,188
Receivables, net	245,689	225,377	195,468	200,628	181,155
Inventories	29,145	22,634	25,626	24,165	19,323
Prepaid expenses and other	55,263	56,831	64,694	54,655	56,617
Total current assets	<u>888,135</u>	<u>867,248</u>	<u>861,161</u>	<u>850,747</u>	<u>879,586</u>
Property, plant and equipment, net	336,533	328,507	313,398	311,502	302,499
Goodwill	-	-	-	-	5,605
Acquired intangibles, net	42,282	37,604	33,438	28,841	26,566
Installment contract receivables, net	103,820	77,016	64,859	58,448	41,510
Other assets	144,368	142,284	141,361	161,049	159,220
Total assets	<u>\$ 1,515,138</u>	<u>\$ 1,452,659</u>	<u>\$ 1,414,217</u>	<u>\$ 1,410,587</u>	<u>\$ 1,414,986</u>
Current Liabilities:					
Accounts payable and accrued liabilities	\$ 182,388	\$ 182,410	\$ 159,728	\$ 150,207	\$ 147,782
Current portion of deferred revenue	269,224	258,645	245,528	247,691	253,947
Total current liabilities	<u>451,612</u>	<u>441,055</u>	<u>405,256</u>	<u>397,898</u>	<u>401,729</u>
Long-Term Liabilities:					
Long-term portion of deferred revenue	126,433	116,530	108,941	92,298	85,498
Convertible notes	421,359	426,170	431,072	436,012	441,107
Other long-term liabilities	368,049	382,518	372,756	376,006	367,617
Total long-term liabilities	<u>915,841</u>	<u>925,218</u>	<u>912,769</u>	<u>904,316</u>	<u>894,222</u>
Stockholders' Equity:					
Common stock and capital in excess of par value	1,663,400	1,656,183	1,664,029	1,674,396	1,684,538
Treasury stock, at cost	(554,857)	(490,391)	(433,505)	(431,310)	(386,433)
Accumulated deficit	(992,290)	(1,116,869)	(1,175,535)	(1,177,983)	(1,224,619)
Accumulated other comprehensive income	31,432	37,463	41,203	43,270	45,549
Total stockholders' equity	<u>147,685</u>	<u>86,386</u>	<u>96,192</u>	<u>108,373</u>	<u>119,035</u>
Total liabilities and stockholders' equity	<u>\$ 1,515,138</u>	<u>\$ 1,452,659</u>	<u>\$ 1,414,217</u>	<u>\$ 1,410,587</u>	<u>\$ 1,414,986</u>

Cadence Design Systems, Inc.
Condensed Consolidated Statements of Operations
For the Three Months Ended April 3, 2010 and April 4, 2009
(In thousands, except per share amounts)
(Unaudited)

	<u>Three Months Ended</u>	
	<u>April 3, 2010</u>	<u>April 4, 2009</u>
Revenue:		
Product	\$ 102,766	\$ 87,523
Services	25,920	29,207
Maintenance	93,252	89,572
	<u>221,938</u>	<u>206,302</u>
Costs and Expenses:		
Cost of product	5,292	7,671
Cost of services	21,925	24,045
Cost of maintenance	11,398	12,461
Marketing and sales	74,762	74,890
Research and development	89,430	94,692
General and administrative	22,834	38,339
Amortization of acquired intangibles	2,691	3,140
Restructuring and other charges (credits)	(1,074)	(520)
	<u>227,258</u>	<u>254,718</u>
Total costs and expenses		
Loss from operations	(5,320)	(48,416)
Interest expense	(7,431)	(7,048)
Other income (expense), net	5,974	(6,149)
	<u>(6,777)</u>	<u>(61,613)</u>
Loss before provision for income taxes		
Provision for income taxes	5,008	1,644
	<u>(11,785)</u>	<u>(63,257)</u>
Net loss		
Basic and diluted net loss per share	<u>\$ (0.04)</u>	<u>\$ (0.25)</u>
Weighted average common shares outstanding - basic and diluted	<u>262,597</u>	<u>254,302</u>

Cadence Design Systems, Inc.
Trended Condensed Consolidated Statements of Operations
(In thousands, except per share amounts)
(Unaudited)

	Three Months Ended				
	April 4, 2009	July 4, 2009	October 3, 2009	January 2, 2010	April 3, 2010
Revenue:					
Product	\$ 87,523	\$ 101,840	\$ 96,932	\$ 114,478	\$ 102,766
Services	29,207	27,808	26,669	22,871	25,920
Maintenance	89,572	80,281	92,521	82,930	93,252
Total revenue	<u>206,302</u>	<u>209,929</u>	<u>216,122</u>	<u>220,279</u>	<u>221,938</u>
Costs and Expenses:					
Cost of product	7,671	9,752	6,405	8,286	5,292
Cost of services	24,045	24,418	21,139	20,934	21,925
Cost of maintenance	12,461	11,857	11,105	11,170	11,398
Marketing and sales	74,890	71,431	68,282	72,230	74,762
Research and development	94,692	90,653	88,049	81,309	89,430
General and administrative	38,339	34,240	28,732	21,337	22,834
Amortization of acquired intangibles	3,140	2,828	2,726	2,726	2,691
Restructuring and other charges (credits)	(520)	18,528	(175)	13,543	(1,074)
Total costs and expenses	<u>254,718</u>	<u>263,707</u>	<u>226,263</u>	<u>231,535</u>	<u>227,258</u>
Loss from operations	(48,416)	(53,778)	(10,141)	(11,256)	(5,320)
Interest expense	(7,048)	(7,266)	(7,278)	(7,280)	(7,431)
Other income (expense), net	(6,149)	(2,533)	2,917	4,723	5,974
Loss before provision (benefit) for income taxes	(61,613)	(63,577)	(14,502)	(13,813)	(6,777)
Provision (benefit) for income taxes	1,644	10,780	(455)	(15,603)	5,008
Net income (loss)	<u>\$ (63,257)</u>	<u>\$ (74,357)</u>	<u>\$ (14,047)</u>	<u>\$ 1,790</u>	<u>\$ (11,785)</u>
Basic net income (loss) per share	<u>\$ (0.25)</u>	<u>\$ (0.29)</u>	<u>\$ (0.05)</u>	<u>\$ 0.01</u>	<u>\$ (0.04)</u>
Diluted net income (loss) per share	<u>\$ (0.25)</u>	<u>\$ (0.29)</u>	<u>\$ (0.05)</u>	<u>\$ 0.01</u>	<u>\$ (0.04)</u>
Weighted average common shares outstanding - basic	<u>254,302</u>	<u>256,883</u>	<u>259,193</u>	<u>260,752</u>	<u>262,597</u>
Weighted average common shares outstanding - diluted	<u>254,302</u>	<u>256,883</u>	<u>259,193</u>	<u>265,093</u>	<u>262,597</u>

Cadence Design Systems, Inc.
Condensed Consolidated Statements of Cash Flows
For the Three Months Ended April 3, 2010 and April 4, 2009
(In thousands)
(Unaudited)

	Three Months Ended	
	April 3, 2010	April 4, 2009
Cash and Cash Equivalents at Beginning of Period	\$ 569,115	\$ 568,255
Cash Flows from Operating Activities:		
Net loss	(11,785)	(63,257)
Adjustments to reconcile net loss to net cash provided by (used for) operating activities:		
Depreciation and amortization	21,465	26,257
Amortization of debt discount and fees	5,523	5,029
Stock-based compensation	10,372	12,728
Loss from equity method investments	27	146
(Gain) loss on investments, net	(5,591)	6,368
Write-down of investment securities	-	3,993
Impairment of property, plant and equipment	164	3,429
Deferred income taxes	(1,706)	(3,073)
Proceeds from the sale of receivables, net	-	3,458
Provisions (recoveries) for losses (gains) on trade and installment contract receivables	(2,593)	9,818
Other non-cash items	940	(8,269)
Changes in operating assets and liabilities, net of effect of acquired businesses:		
Receivables	(23,989)	31,932
Installment contract receivables	57,769	57,767
Inventories	(6,047)	(665)
Prepaid expenses and other	(1,518)	172
Other assets	5,538	7,083
Accounts payable and accrued liabilities	925	(63,736)
Deferred revenue	3,813	(31,581)
Other long-term liabilities	(6,604)	(4,937)
Net cash provided by (used for) operating activities	46,703	(7,338)
Cash Flows from Investing Activities:		
Proceeds from the sale of long-term investments	8,964	-
Purchases of property, plant and equipment	(9,899)	(14,818)
Purchases of software licenses	(487)	-
Investment in venture capital partnerships and equity investments	-	(1,150)
Cash paid in business combinations and asset acquisitions, net of cash acquired	-	(3,543)
Net cash used for investing activities	(1,422)	(19,511)
Cash Flows from Financing Activities:		
Principal payments on receivable sale financing	(1,719)	(796)
Tax benefit from employee stock transactions	30	-
Proceeds from issuance of common stock	8,044	19,521
Stock received for payment of employee taxes on vesting of restricted stock	(2,079)	(659)
Net cash provided by financing activities	4,276	18,066
Effect of exchange rate changes on cash and cash equivalents	631	(5,068)
Increase (decrease) in cash and cash equivalents	50,188	(13,851)
Cash and Cash Equivalents at End of Period	\$ 619,303	\$ 554,404

Cadence Design Systems, Inc.
Trended Condensed Consolidated Statements of Cash Flows
For the Five Quarters Ended April 3, 2010
(In thousands)
(Unaudited)

	<u>Q1 2009</u>	<u>Q2 2009</u>	<u>Q3 2009</u>	<u>Q4 2009</u>	<u>Q1 2010</u>
Cash and Cash Equivalents at Beginning of Period	\$ 568,255	\$ 554,404	\$ 556,925	\$ 570,617	\$ 569,115
Cash Flows from Operating Activities:					
Net income (loss)	(63,257)	(74,357)	(14,047)	1,790	(11,785)
Adjustments to reconcile net income (loss) to net cash provided by (used for) operating activities:					
Depreciation and amortization	26,257	23,766	21,311	21,805	21,465
Amortization of debt discount and fees	5,029	5,215	5,313	5,355	5,523
Stock-based compensation	12,728	16,507	14,455	11,016	10,372
Loss on equity method investments	146	85	138	112	27
(Gain) loss on investments, net	6,368	1,623	(3,684)	(5,599)	(5,591)
Write-down of investment securities	3,993	613	601	-	-
Impairment of property, plant and equipment	3,429	266	2,908	127	164
Deferred income taxes	(3,073)	(1,971)	(1,476)	3,082	(1,706)
Proceeds from the sale of receivables, net	3,458	2,369	-	-	-
Provisions (recoveries) for losses (gains) on trade and installment contract receivables	9,818	8,543	307	2,279	(2,593)
Other non-cash items	(8,269)	(769)	4,954	2,967	940
Changes in operating assets and liabilities, net of effect of acquired businesses:					
Receivables	31,932	11,202	13,310	5,522	(23,989)
Installment contract receivables	57,767	32,190	32,345	(7,956)	57,769
Inventories	(665)	6,512	(3,001)	1,050	(6,047)
Prepaid expenses and other	172	(297)	(3,916)	2,648	(1,518)
Other assets	7,083	(314)	5,040	235	5,538
Accounts payable and accrued liabilities	(63,736)	(2,511)	(13,148)	(15,456)	925
Deferred revenue	(31,581)	(26,783)	(25,396)	(11,375)	3,813
Other long-term liabilities	(4,937)	8,455	(14,291)	(16,694)	(6,604)
Net cash provided by (used for) operating activities	<u>(7,338)</u>	<u>10,344</u>	<u>21,723</u>	<u>908</u>	<u>46,703</u>
Cash Flows from Investing Activities:					
Proceeds from the sale of available-for-sale securities	-	-	139	3,996	-
Proceeds from the sale of long-term investments	-	-	-	-	8,964
Proceeds from the sale of property, plant and equipment	-	-	-	3,864	-
Purchases of property, plant and equipment	(14,818)	(7,464)	(8,222)	(10,804)	(9,899)
Purchases of software licenses	-	(394)	(380)	-	(487)
Investment in venture capital partnerships and equity investments	(1,150)	(400)	(750)	-	-
Cash paid in business combinations and asset acquisitions, net of cash acquired	(3,543)	(1,353)	(9,230)	-	-
Net cash used for investing activities	<u>(19,511)</u>	<u>(9,611)</u>	<u>(18,443)</u>	<u>(2,944)</u>	<u>(1,422)</u>
Cash Flows from Financing Activities:					
Principal payments on receivable sale financing	(796)	-	(1,671)	-	(1,719)
Tax benefit from employee stock transactions	-	-	-	1,383	30
Proceeds from issuance of common stock	19,521	80	8,261	148	8,044
Stock received for payment of employee taxes on vesting of restricted stock	(659)	(1,780)	(1,616)	(1,904)	(2,079)
Net cash provided by (used for) financing activities	<u>18,066</u>	<u>(1,700)</u>	<u>4,974</u>	<u>(373)</u>	<u>4,276</u>
Effect of exchange rate changes on cash and cash equivalents	<u>(5,068)</u>	<u>3,488</u>	<u>5,438</u>	<u>907</u>	<u>631</u>
Increase (decrease) in cash and cash equivalents	<u>(13,851)</u>	<u>2,521</u>	<u>13,692</u>	<u>(1,502)</u>	<u>50,188</u>
Cash and Cash Equivalents at End of Period	<u>\$ 554,404</u>	<u>\$ 556,925</u>	<u>\$ 570,617</u>	<u>\$ 569,115</u>	<u>\$ 619,303</u>

Cadence Design Systems, Inc.
As of April 28, 2010
Impact of Non-GAAP Adjustments on Forward Looking Diluted Net Loss Per Share
(Unaudited)

	Three Months Ending July 3, 2010 Forecast	Year Ending January 1, 2011 Forecast
Diluted net loss per share on a GAAP basis	\$(0.05) to \$(0.03)	\$(0.23) to \$(0.13)
Amortization of acquired intangibles	0.01	0.04
Stock-based compensation expense	0.04	0.16
Non-qualified deferred compensation expenses (credits)	-	-
Restructuring and other charges (credits)	-	-
Other income or expense related to investments and non-qualified deferred compensation plan assets*	-	(0.02)
Amortization of debt discount	0.02	0.08
Income tax effect of non-GAAP adjustments	-	0.02
Diluted net income per share on a non-GAAP basis	<u>\$0.02 to \$0.04</u>	<u>\$0.05 to \$0.15</u>

Cadence Design Systems, Inc.
As of April 28, 2010
Impact of Non-GAAP Adjustments on Forward Looking Net Loss
(Unaudited)

(\$ in Millions)	Three Months Ending July 3, 2010 Forecast	Year Ending January 1, 2011 Forecast
Net loss on a GAAP basis	\$(14) to \$(8)	\$(62) to \$(36)
Amortization of acquired intangibles	3	12
Stock-based compensation expense	11	44
Non-qualified deferred compensation expenses (credits)	-	1
Restructuring and other charges (credits)	-	(1)
Other income or expense related to investments and non-qualified deferred compensation plan assets*	-	(5)
Amortization of debt discount	5	21
Income tax effect of non-GAAP adjustments	-	5
Net income on a non-GAAP basis	<u>\$5 to \$11</u>	<u>\$15 to \$41</u>

* Includes, as applicable, equity in losses or income from investments, write-down of investments, gains or losses on sale of investments and gains or losses on non-qualified deferred compensation plan assets recorded in Other income (expense), net.

Cadence Design Systems, Inc.
Reconciliation of GAAP Net Loss to Non-GAAP Net Income (Loss)
For the Three Months Ended April 3, 2010 and April 4, 2009
(Unaudited)

(In thousands)	Three Months Ended	
	April 3, 2010	April 4, 2009
Net loss on a GAAP basis	\$ (11,785)	\$ (63,257)
Amortization of acquired intangibles*	4,356	6,339
Stock-based compensation expense**	10,372	12,728
Non-qualified deferred compensation expenses (credits)***	1,171	(6,262)
Restructuring and other charges (credits)	(1,074)	(520)
Integration and acquisition-related costs	114	195
Amortization of debt discount	5,045	4,627
Other income or expense related to investments and non-qualified deferred compensation plan assets †	(5,564)	10,507
Income tax effect of non-GAAP adjustments	3,021	10,484
Net income (loss) on a non-GAAP basis	<u>\$ 5,656</u>	<u>\$ (25,159)</u>

† Includes, as applicable, equity in losses or income from investments, write-down of investments, gains or losses on sale of investments and gains or losses on non-qualified deferred compensation plan assets recorded in Other income (expense), net.

* Total amortization of acquired intangibles is reported in the Condensed Consolidated Statements of Operations as follows:

(In thousands)	Three Months Ended	
	April 3, 2010	April 4, 2009
Cost of product	\$ 620	\$ 2,154
Cost of maintenance	1,045	1,045
Amortization of acquired intangibles	2,691	3,140
Total amortization of acquired intangibles	<u>\$ 4,356</u>	<u>\$ 6,339</u>

** Total stock-based compensation expense is reported in the Condensed Consolidated Statements of Operations as follows:

(In thousands)	Three Months Ended	
	April 3, 2010	April 4, 2009
Cost of product	\$ 26	\$ 33
Cost of services	508	714
Cost of maintenance	327	457
Marketing and sales	2,246	2,667
Research and development	4,413	6,476
General and administrative	2,852	2,381
Total stock-based compensation expense	<u>\$ 10,372</u>	<u>\$ 12,728</u>

***Cadence records operating expenses (credits) related to its non-qualified deferred compensation plan assets as those assets increase or decrease in value. An offsetting gain or loss is recorded in Other income (expense), net, such that the net impact on Cadence's Net income (loss) is not significant. The operating expenses (credits) are reported in the Condensed Consolidated Statements of Operations as follows:

(In thousands)	Three Months Ended	
	April 3, 2010	April 4, 2009
Cost of product	\$ -	\$ (4)
Cost of services	11	(75)
Cost of maintenance	7	(48)
Marketing and sales	279	(1,433)
Research and development	445	(2,229)
General and administrative	429	(2,473)
Total non-qualified deferred compensation expenses (credits)	<u>\$ 1,171</u>	<u>\$ (6,262)</u>

Cadence Design Systems, Inc.
Reconciliation of GAAP Diluted Net Loss Per Share to Non-GAAP Diluted Net Income (Loss) Per Share
For the Three Months Ended April 3, 2010 and April 4, 2009
(Unaudited)

(In thousands, except per share data)	Three Months Ended	
	April 3, 2010	April 4, 2009
Diluted net loss per share on a GAAP basis	\$ (0.04)	\$ (0.25)
Amortization of acquired intangibles	0.01	0.02
Stock-based compensation expense	0.04	0.05
Non-qualified deferred compensation expenses (credits)	-	(0.02)
Restructuring and other charges (credits)	-	-
Integration and acquisition-related costs	-	-
Amortization of debt discount	0.02	0.02
Other income or expense related to investments and non-qualified deferred compensation plan assets *	(0.02)	0.04
Income tax effect of non-GAAP adjustments	0.01	0.04
Diluted net income (loss) per share on a non-GAAP basis	\$ 0.02	\$ (0.10)

Shares used in calculation of diluted net loss per share - GAAP **	262,597	254,302
Shares used in calculation of diluted net income (loss) per share - non-GAAP **	266,101	254,302

* Includes, as applicable, equity in losses or income from investments, write-down of investments, gains or losses on sale of investments and gains or losses on non-qualified deferred compensation plan assets recorded in Other income (expense), net.

** Shares used in the calculation of GAAP net income (loss) per share are expected to be the same as shares used in the calculation of non-GAAP net income (loss) per share, except when the company reports a GAAP net loss and non-GAAP net income, or GAAP net income and a non-GAAP net loss.

Cadence Design Systems, Inc.
Reconciliation of GAAP Financial Measures to Non-GAAP Financial Measures
(Unaudited)

	<u>Three Months Ended</u> <u>April 3, 2010</u> <u>Actual</u> <u>(In thousands)</u>	<u>Three Months Ended</u> <u>April 4, 2009</u> <u>Actual</u> <u>(In thousands)</u>
GAAP total costs and expenses	\$ 227,258	\$ 254,718
Reconciling items to non-GAAP total costs and expenses		
Amortization of acquired intangibles	(4,356)	(6,339)
Stock-based compensation expense	(10,372)	(12,728)
Non-qualified deferred compensation (expenses) credits	(1,171)	6,262
Restructuring and other (charges) credits	1,074	520
Non-GAAP total costs and expenses	<u>\$ 212,433</u>	<u>\$ 242,433</u>

	<u>Three Months Ended</u> <u>April 3, 2010</u> <u>Actual</u>	<u>Three Months Ended</u> <u>April 4, 2009</u> <u>Actual</u>	<u>Three Months Ended</u> <u>July 3, 2010</u> <u>Forecast</u>	<u>Year Ending</u> <u>January 1, 2011</u> <u>Forecast</u>
GAAP operating margin as a percent of total revenue	-2%	-23%	-1% to 1%	-2% to 0%
Reconciling items to non-GAAP operating margin as a percent of total revenue				
Amortization of acquired intangibles	2%	3%	1%	1%
Stock-based compensation expense	4%	6%	5%	5%
Non-qualified deferred compensation expenses (credits)	1%	-3%	0%	0%
Restructuring and other charges (credits)	-1%	-1%	0%	0%
Non-GAAP operating margin as a percent of total revenue	<u>4%</u>	<u>-18%</u>	<u>5% to 7%</u>	<u>4% to 6%</u>

	<u>Year Ending</u> <u>January 1, 2011</u> <u>Forecast</u>
(In millions)	
GAAP total other income (expense), net	\$(26) to \$(24)
Reconciling items to non-GAAP total other income (expense), net	
Other income or expense related to investments and non-qualified deferred compensation plan assets*	(5)
Amortization of debt discount	21
Non-GAAP total other income (expense), net	<u>\$(10) to \$(8)</u>

* Includes, as applicable, equity in losses or income from investments, write-down of investments, gains or losses on sale of investments and gains or losses on non-qualified deferred compensation plan assets recorded in Other income (expense), net.

Cadence Design Systems, Inc.
Reconciliation of Selected GAAP Operating Expenses to Non-GAAP Operating Expenses
(Unaudited)

(In thousands)	<u>For the three months ended April 3, 2010</u>				
	<u>Operating expenses</u> <u>on a GAAP basis</u>	<u>Stock-based</u> <u>compensation</u>	<u>Amortization</u> <u>of acquired</u> <u>intangibles</u>	<u>Non-qualified</u> <u>deferred compensation</u> <u>expenses</u>	<u>Operating</u> <u>expenses on a</u> <u>non-GAAP basis</u>
Cost of product	5,292	(26)	(620)	-	4,646
Cost of services	21,925	(508)	-	(11)	21,406
Cost of maintenance	11,398	(327)	(1,045)	(7)	10,019
Marketing and sales	74,762	(2,246)	-	(279)	72,237
Research and development	89,430	(4,413)	-	(445)	84,572
General and administrative	22,834	(2,852)	-	(429)	19,553
Amortization of acquired intangibles	2,691	-	(2,691)	-	-
		<u>(10,372)</u>	<u>(4,356)</u>	<u>(1,171)</u>	

Cadence Design Systems, Inc.
(Unaudited)

Revenue Mix by Geography (% of Total Revenue)

<u>GEOGRAPHY</u>	<u>2008</u>					<u>2009</u>					<u>2010</u>
	<u>Q1</u>	<u>Q2</u>	<u>Q3</u>	<u>Q4</u>	<u>Year</u>	<u>Q1</u>	<u>Q2</u>	<u>Q3</u>	<u>Q4</u>	<u>Year</u>	<u>Q1</u>
Americas	43%	48%	43%	45%	45%	42%	48%	43%	51%	46%	40%
Europe	24%	21%	23%	22%	22%	24%	21%	20%	24%	22%	22%
Japan	21%	19%	20%	18%	20%	19%	17%	23%	12%	18%	23%
Asia	12%	12%	14%	15%	13%	15%	14%	14%	13%	14%	15%
Total	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%

Revenue Mix by Product Group (% of Total Revenue)

<u>PRODUCT GROUP</u>	<u>2008</u>					<u>2009</u>					<u>2010</u>
	<u>Q1</u>	<u>Q2</u>	<u>Q3</u>	<u>Q4</u>	<u>Year</u>	<u>Q1</u>	<u>Q2</u>	<u>Q3</u>	<u>Q4</u>	<u>Year</u>	<u>Q1</u>
Functional Verification	22%	25%	22%	17%	22%	20%	23%	21%	22%	22%	22%
Digital IC Design	24%	24%	20%	26%	24%	19%	24%	19%	22%	21%	21%
Custom IC Design	26%	23%	26%	23%	24%	26%	25%	28%	28%	27%	27%
Design for Manufacturing	5%	7%	7%	7%	6%	9%	5%	9%	7%	7%	9%
System Interconnect	11%	10%	11%	12%	11%	12%	10%	11%	11%	11%	9%
Services & Other	12%	11%	14%	15%	13%	14%	13%	12%	10%	12%	12%
Total	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%

Note: Product Group total revenue includes Product + Maintenance