

SILICON GRAPHICS, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS
(In thousands)

	Successor Company	Predecessor Company
	December 29, 2006 (1)	June 30, 2006 (2)
	(unaudited)	
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 75,094	\$ 54,673
Short-term marketable investments	210	203
Short-term restricted investments	33,102	32,539
Accounts receivable, net	67,876	58,417
Inventories	92,947	49,997
Prepaid expenses and other current assets	48,391	65,180
Total current assets	317,620	261,009
Restricted investments	294	15,959
Net property and equipment	45,105	27,873
Goodwill	4,327	4,515
Other intangibles	82,124	-
Other assets	55,873	70,702
	\$ 505,343	\$ 380,058
LIABILITIES AND STOCKHOLDERS' DEFICIT		
Liabilities not subject to compromise:		
Current liabilities:		
Accounts payable	\$ 28,995	\$ 8,951
Accrued compensation	31,804	29,224
Income taxes payable	1,972	1,596
Other current liabilities	55,076	46,548
Customer obligations	51,869	2,844
Current portion of long-term debt	571	103,124
Current portion of deferred revenue	74,376	124,379
Total current liabilities	244,663	316,666
Long-term debt	85,000	397
Long-term deferred revenue	7,537	45,538
Other liabilities	25,825	27,681
Total liabilities not subject to compromise	363,025	390,282
Liabilities subject to compromise	-	320,230
Total liabilities	363,025	710,512
Total stockholders' equity (deficit)	142,318	(330,454)
	\$ 505,343	\$ 380,058

- (1) The condensed consolidated balance sheet at December 29, 2006 include the effects of the Plan of reorganization. The balances will not be comparable to historical periods. For a full understanding of the Fresh Start accounting effect on the Company's financials please refer to the full Form 10Q for the first quarter of fiscal 2007.
- (2) The condensed consolidated balance sheet at June 30, 2006 has been derived from the audited consolidated financial statements at that date.