

VMware, Inc.

**RECONCILIATION OF GAAP NET CASH PROVIDED BY OPERATING ACTIVITIES
TO NON-GAAP OPERATING CASH FLOWS
AND FREE CASH FLOWS PER SHARE
(NON-GAAP FINANCIAL MEASURES)**

(in thousands, except per share amounts)
(unaudited)

	For the Three Months Ended - Year 2009		
	30-Sep	30-Jun	31-Mar
Net cash provided by operating activities	\$ 199,366	\$ 243,320	\$ 259,239
Capitalized software development costs	(8,844)	(14,745)	(29,935)
Excess tax benefits from stock-based compensation	8,365	4,243	230
Non-GAAP operating cash flows	198,887	232,818	229,534
Capital expenditures	(14,245)	(29,843)	(35,825)
Free cash flows	\$ 184,642	\$ 202,975	\$ 193,709
Free cash flows per weighted-average share, diluted for Class A and Class B	\$ 0.46	\$ 0.51	\$ 0.50
Weighted-average shares, diluted for Class A and Class B	402,888	395,826	391,111