

# Long-term Target Model: Computing Solutions

	Last Four Quarters (Q405 – Q306)	Targets		
<b>Revenue (MM)</b>	<b>\$5,798</b>		<ul style="list-style-type: none"> <li>• Penetration of DELL</li> <li>• Increase mobile sales with optimized graphics and media solutions</li> <li>• Low cost CPU-GPU platforms</li> <li>• Enterprise penetration</li> </ul>	
<b>Gross Margin</b>	<b>53%</b>	<b>54-59%</b>		<ul style="list-style-type: none"> <li>• 300mm ramp and 65nm transition</li> </ul>
<b>Operating Margin</b>	<b>15%</b>	<b>18-24%</b>		<ul style="list-style-type: none"> <li>• Synergy related activities</li> </ul>

ATI chipset revenue was \$569M, gross margin was \$116M and operating loss was \$2M reflecting an unfavorable investment tax credit adjustment of \$10M (FY06). Historical AMD segment data excludes stock compensation and profit sharing expense (\$26M from gross margin and \$115M from operating margin).