

Table A1
INTUIT INC.
GAAP CONSOLIDATED STATEMENTS OF OPERATIONS
(In thousands, except per share amounts)
(Unaudited)

	Three Months Ended		Twelve Months Ended	
	July 31, 2005	July 31, 2004	July 31, 2005	July 31, 2004
Net revenue:				
Product	\$ 176,762	\$ 164,060	\$ 1,242,693	\$ 1,179,101
Service	102,130	73,662	724,049	555,496
Other	22,927	20,313	70,961	67,627
Total net revenue	<u>301,819</u>	<u>258,035</u>	<u>2,037,703</u>	<u>1,802,224</u>
Costs and expenses:				
Cost of revenue:				
Cost of product revenue	25,928	26,534	164,551	170,769
Cost of service revenue	46,633	39,818	183,969	158,083
Cost of other revenue	6,297	6,634	24,133	24,179
Amortization of purchased assets	2,542	2,542	10,251	10,186
Selling and marketing	123,369	110,544	583,408	541,387
Research and development	75,536	64,012	305,241	276,049
General and administrative	51,698	46,524	225,507	178,653
Acquisition-related charges	3,969	4,995	16,545	23,435
Total costs and expenses	<u>335,972</u>	<u>301,603</u>	<u>1,513,605</u>	<u>1,382,741</u>
Income (loss) from continuing operations	(34,153)	(43,568)	524,098	419,483
Interest and other income	14,170	11,446	26,734	30,400
Gains on marketable securities and other investments, net	4,883	1,385	5,225	1,729
Income (loss) from continuing operations before income taxes	(15,100)	(30,737)	556,057	451,612
Income tax provision (benefit) [A]	7,467	(3,469)	181,074	128,290
Net income (loss) from continuing operations	(22,567)	(27,268)	374,983	323,322
Net income (loss) from discontinued operations, net of income taxes [B]	2,571	(14,836)	6,644	(6,292)
Net income (loss)	<u>\$ (19,996)</u>	<u>\$ (42,104)</u>	<u>\$ 381,627</u>	<u>\$ 317,030</u>
Basic net income (loss) per share from continuing operations	\$ (0.12)	\$ (0.14)	\$ 2.03	\$ 1.65
Basic net income (loss) per share from discontinued operations	0.01	(0.08)	0.04	(0.03)
Basic net income (loss) per share	<u>\$ (0.11)</u>	<u>\$ (0.22)</u>	<u>\$ 2.07</u>	<u>\$ 1.62</u>
Shares used in basic per share amounts	<u>180,266</u>	<u>190,893</u>	<u>184,601</u>	<u>195,455</u>
Diluted net income (loss) per share from continuing operations	\$ (0.12)	\$ (0.14)	\$ 1.99	\$ 1.61
Diluted net income (loss) per share from discontinued operations	0.01	(0.08)	0.04	(0.03)
Diluted net income (loss) per share	<u>\$ (0.11)</u>	<u>\$ (0.22)</u>	<u>\$ 2.03</u>	<u>\$ 1.58</u>
Shares used in diluted per share amounts	<u>180,266</u>	<u>190,893</u>	<u>188,398</u>	<u>200,081</u>

See accompanying Notes.

INTUIT INC.
NOTES TO TABLE A1

- [A] We recorded an income tax provision of \$7.5 million on a loss from continuing operations of \$15.1 million for the three months ended July 31, 2005. The income tax provision recorded in this quarter included the accrual of additional state taxes for the twelve months ended July 31, 2005, partially offset by an increase in the carrying value of deferred state tax assets resulting from the increase in the effective state tax rate. The net effect of these items was to increase our effective tax rate from 30.4% for the nine months ended April 30, 2005 to 32.6% for the twelve months ended July 31, 2005.

Our GAAP effective tax rate of 32.6% for the twelve months ended July 31, 2005 differed from the federal statutory tax rate of 35% primarily due to the net effect of the benefit received from federal research and experimental credits, tax exempt interest income, reversals of reserves related to potential income tax exposures that were resolved, and various state tax credits offset by state taxes.

Our GAAP effective tax rate of 11.3% for the three months ended July 31, 2004 differed from the federal statutory rate of 35% primarily due to the net effect of non-deductible impairment of goodwill in the quarter and the benefit received from federal research and experimental credits, tax exempt interest income, reversals of reserves related to potential income tax exposures that were resolved, and various state tax credits offset by state taxes.

Our GAAP effective tax rate of 28.4% for the twelve months ended July 31, 2004 differed from the federal statutory rate of 35% primarily due to the net effect of the benefit received from federal research and experimental credits, tax exempt interest income, reversals of reserves related to potential income tax exposures that were resolved, and various state tax credits offset by state taxes.

- [B] In December 2004 we sold our Intuit Public Sector Solutions (IPSS) business to a California software company for approximately \$11 million. In accordance with SFAS 144, "*Accounting for the Impairment or Disposal of Long-lived Assets*," we determined that IPSS became a long-lived asset held for sale and a discontinued operation in the first quarter of fiscal 2005. Consequently, we have segregated the net assets, operating results and cash flows of IPSS from continuing operations on our balance sheets, statements of operations and statements of cash flows for all periods prior to the sale. Also in accordance with SFAS 144, we discontinued the amortization of IPSS purchased intangible assets in the first quarter of fiscal 2005.

Revenue and loss before income taxes for IPSS were \$3.6 million and \$18.7 million for the three months ended July 31, 2004. Revenue for IPSS was \$3.8 million and \$12.8 million for the twelve months ended July 31, 2005 and 2004. Loss before income taxes for IPSS was \$0.8 million and \$20.6 million for the same periods. The net loss from discontinued operations for the twelve months ended July 31, 2005 included a \$0.5 million loss on disposal of IPSS and an income tax provision of \$4.3 million for the estimated tax payable in connection with the tax gain on the sale of IPSS. The net loss from discontinued operations for the twelve months ended July 31, 2004 included an \$18.7 million impairment of goodwill.

In May 2005 our Board of Directors formally approved a plan to sell our Intuit Information Technology Solutions (ITS) business. In accordance with the provisions of SFAS 144, we determined that ITS became a long-lived asset held for sale in the fourth quarter of fiscal 2005. SFAS 144 provides that a long-lived asset classified as held for sale should be measured at the lower of its carrying amount or fair value less cost to sell. Since the carrying value of ITS at July 31, 2005 was less than the fair value less cost to sell, no adjustment to the carrying value of this long-lived asset was necessary during the fourth quarter of fiscal 2005.

Also in accordance with the provisions of SFAS 144, we determined that ITS became a discontinued operation in the fourth quarter of fiscal 2005. Consequently, we have segregated the net assets, operating results and cash flows of ITS from continuing operations on our balance sheets, statements of operations and statements of cash flows for all periods presented. We discontinued the amortization of ITS intangible assets in the fourth quarter of fiscal 2005. Revenue for ITS was \$14.7 million and \$14.3 million for the three months ended July 31, 2005 and 2004. Income before income taxes for ITS was \$5.6 million and \$6.2 million for the same periods. Revenue for ITS was \$57.0 million and \$52.6 million for the twelve months ended July 31, 2005 and 2004. Income before income taxes for ITS was \$20.6 million and \$21.9 million for the same periods.

Table A2
INTUIT INC.
NON-GAAP CONSOLIDATED STATEMENTS OF OPERATIONS DATA
(In thousands, except per share amounts)
(Unaudited)

	Three Months Ended		Twelve Months Ended	
	July 31, 2005	July 31, 2004	July 31, 2005	July 31, 2004
Net revenue:				
Product	\$ 176,762	\$ 164,060	\$ 1,242,693	\$ 1,179,101
Service	102,130	73,662	724,049	555,496
Other	22,927	20,313	70,961	67,627
Total net revenue	301,819	258,035	2,037,703	1,802,224
Costs and expenses:				
Cost of revenue:				
Cost of product revenue	25,928	26,534	164,551	170,769
Cost of service revenue	46,633	39,818	183,969	158,083
Cost of other revenue	6,297	6,634	24,133	24,179
Selling and marketing	123,369	110,544	583,408	541,387
Research and development	75,536	64,012	305,241	276,049
General and administrative	51,698	46,524	225,507	178,653
Total costs and expenses	329,461	294,066	1,486,809	1,349,120
Income (loss) from operations	(27,642)	(36,031)	550,894	453,104
Interest and other income	14,170	11,446	26,734	30,400
Income (loss) before income taxes	(13,472)	(24,585)	577,628	483,504
Income tax provision (benefit)	1,196	(8,359)	202,170	164,391
Net income (loss)	\$ (14,668)	\$ (16,226)	\$ 375,458	\$ 319,113
Basic net income (loss) per share	\$ (0.08)	\$ (0.09)	\$ 2.03	\$ 1.63
Shares used in basic per share amounts	180,266	190,893	184,601	195,455
Diluted net income (loss) per share	\$ (0.08)	\$ (0.09)	\$ 1.99	\$ 1.59
Shares used in diluted per share amounts	180,266	190,893	188,398	200,081

Total costs and expenses and each of the line items below it except interest and other income in Table A2 are non-GAAP financial measures. These measures should not be considered as a substitute for, or superior to, measures of financial performance prepared in accordance with generally accepted accounting principles ("GAAP"). These non-GAAP financial measures do not reflect a comprehensive system of accounting, differ from GAAP measures with the same captions and may differ from non-GAAP financial measures with the same or similar captions that are used by other companies. Intuit's management believes that these non-GAAP financial measures provide meaningful supplemental information regarding Intuit's operating results because they exclude amounts that are not related to Intuit's core operating results. Intuit's management refers to these non-GAAP financial measures in assessing the performance of Intuit's ongoing operations and for planning and forecasting in future periods. These non-GAAP financial measures also facilitate management's internal comparisons to Intuit's historical operating results. In addition, Intuit has historically reported similar non-GAAP financial measures and believes that the inclusion of comparative numbers provides consistency in its financial reporting. Intuit computes non-GAAP financial measures using the same consistent method from quarter to quarter and year to year. Tables B1 and B2 provide reconciliations of these non-GAAP financial measures to the most directly comparable GAAP financial measures.

The accompanying document entitled "Intuit Facts" also includes non-GAAP financial measures. These non-GAAP financial measures exclude estimated expenses for stock-based compensation and the associated taxes that Intuit will begin recording under SFAS 123(R) in the first quarter of fiscal 2006. These estimated stock-based compensation expenses and the associated taxes are excluded from non-GAAP financial measures in order to facilitate the comparison of guidance for future periods with results for past periods, which did not include such stock-based compensation expenses. Tables E1 and E2 provide reconciliations of the non-GAAP financial measures in the "Intuit Facts" document to the most directly comparable GAAP financial measures.

Table B1
INTUIT INC.
RECONCILIATION OF NON-GAAP STATEMENT OF OPERATIONS DATA
TO GAAP CONSOLIDATED STATEMENTS OF OPERATIONS [A]-[E]
(In thousands, except per share amounts)
(Unaudited)

	Three Months Ended July 31, 2005			Three Months Ended July 31, 2004				
	Non- GAAP	Adjmts	[A]	GAAP	Non- GAAP	Adjmts	[A]	GAAP
Net revenue:								
Product	\$ 176,762	\$ -		\$ 176,762	\$ 164,060	\$ -		\$ 164,060
Service	102,130	-		102,130	73,662	-		73,662
Other	22,927	-		22,927	20,313	-		20,313
Total net revenue	<u>301,819</u>	<u>-</u>		<u>301,819</u>	<u>258,035</u>	<u>-</u>		<u>258,035</u>
Costs and expenses:								
Cost of revenue:								
Cost of product revenue	25,928	-		25,928	26,534	-		26,534
Cost of service revenue	46,633	-		46,633	39,818	-		39,818
Cost of other revenue	6,297	-		6,297	6,634	-		6,634
Amortization of purchased assets	-	2,542	[B]	2,542	-	2,542	[B]	2,542
Selling and marketing	123,369	-		123,369	110,544	-		110,544
Research and development	75,536	-		75,536	64,012	-		64,012
General and administrative	51,698	-		51,698	46,524	-		46,524
Acquisition-related charges	-	3,969	[B]	3,969	-	4,995	[B]	4,995
Total costs and expenses	<u>329,461</u>	<u>6,511</u>		<u>335,972</u>	<u>294,066</u>	<u>7,537</u>		<u>301,603</u>
Loss from continuing operations	(27,642)	(6,511)		(34,153)	(36,031)	(7,537)		(43,568)
Interest and other income	14,170	-		14,170	11,446	-		11,446
Gains on marketable securities and other investments, net	-	4,883	[C]	4,883	-	1,385	[C]	1,385
Loss from continuing operations before income taxes	(13,472)	(1,628)		(15,100)	(24,585)	(6,152)		(30,737)
Income tax provision (benefit)	1,196	6,271	[D]	7,467	(8,359)	4,890	[D]	(3,469)
Net loss from continuing operations	(14,668)	(7,899)		(22,567)	(16,226)	(11,042)		(27,268)
Net income (loss) from discontinued operations, net of income taxes	-	2,571	[E]	2,571	-	(14,836)	[E]	(14,836)
Net loss	<u>\$ (14,668)</u>	<u>\$ (5,328)</u>		<u>\$ (19,996)</u>	<u>\$ (16,226)</u>	<u>\$ (25,878)</u>		<u>\$ (42,104)</u>
Basic net loss per share from continuing operations	\$ (0.08)			\$ (0.12)	\$ (0.09)			\$ (0.14)
Basic net income (loss) per share from discontinued operations	-			0.01	-			(0.08)
Basic net loss per share	<u>\$ (0.08)</u>			<u>\$ (0.11)</u>	<u>\$ (0.09)</u>			<u>\$ (0.22)</u>
Shares used in basic per share amounts	<u>180,266</u>			<u>180,266</u>	<u>190,893</u>			<u>190,893</u>
Diluted net loss per share from continuing operations	\$ (0.08)			\$ (0.12)	\$ (0.09)			\$ (0.14)
Diluted net income (loss) per share from discontinued operations	-			0.01	-			(0.08)
Diluted net loss per share	<u>\$ (0.08)</u>			<u>\$ (0.11)</u>	<u>\$ (0.09)</u>			<u>\$ (0.22)</u>
Shares used in diluted per share amounts	<u>180,266</u>			<u>180,266</u>	<u>190,893</u>			<u>190,893</u>

Table B2
INTUIT INC.
RECONCILIATION OF NON-GAAP STATEMENT OF OPERATIONS DATA
TO GAAP CONSOLIDATED STATEMENTS OF OPERATIONS [A]-[E]
(In thousands, except per share amounts)
(Unaudited)

	Twelve Months Ended July 31, 2005			Twelve Months Ended July 31, 2004		
	Non- GAAP	Adjmts	[A] GAAP	Non- GAAP	Adjmts	[A] GAAP
Net revenue:						
Product	\$ 1,242,693	\$ -	\$ 1,242,693	\$ 1,179,101	\$ -	\$ 1,179,101
Service	724,049	-	724,049	555,496	-	555,496
Other	70,961	-	70,961	67,627	-	67,627
Total net revenue	<u>2,037,703</u>	<u>-</u>	<u>2,037,703</u>	<u>1,802,224</u>	<u>-</u>	<u>1,802,224</u>
Costs and expenses:						
Cost of revenue:						
Cost of product revenue	164,551	-	164,551	170,769	-	170,769
Cost of service revenue	183,969	-	183,969	158,083	-	158,083
Cost of other revenue	24,133	-	24,133	24,179	-	24,179
Amortization of purchased assets	-	10,251	[B] 10,251	-	10,186	[B] 10,186
Selling and marketing	583,408	-	583,408	541,387	-	541,387
Research and development	305,241	-	305,241	276,049	-	276,049
General and administrative	225,507	-	225,507	178,653	-	178,653
Acquisition-related charges	-	16,545	[B] 16,545	-	23,435	[B] 23,435
Total costs and expenses	<u>1,486,809</u>	<u>26,796</u>	<u>1,513,605</u>	<u>1,349,120</u>	<u>33,621</u>	<u>1,382,741</u>
Income from continuing operations	550,894	(26,796)	524,098	453,104	(33,621)	419,483
Interest and other income	26,734	-	26,734	30,400	-	30,400
Gains on marketable securities and other investments, net	-	5,225	[C] 5,225	-	1,729	[C] 1,729
Income from continuing operations before income taxes	577,628	(21,571)	556,057	483,504	(31,892)	451,612
Income tax provision (benefit)	202,170	(21,096)	[D] 181,074	164,391	(36,101)	[D] 128,290
Net income from continuing operations	375,458	(475)	374,983	319,113	4,209	323,322
Net loss from discontinued operations, net of income taxes	-	6,644	[E] 6,644	-	(6,292)	[E] (6,292)
Net income	<u>\$ 375,458</u>	<u>\$ 6,169</u>	<u>\$ 381,627</u>	<u>\$ 319,113</u>	<u>\$ (2,083)</u>	<u>\$ 317,030</u>
Basic net income per share from continuing operations	\$ 2.03		\$ 2.03	\$ 1.63		\$ 1.65
Basic net income (loss) per share from discontinued operations	-		0.04	-		(0.03)
Basic net income per share	<u>\$ 2.03</u>		<u>\$ 2.07</u>	<u>\$ 1.63</u>		<u>\$ 1.62</u>
Shares used in basic per share amounts	<u>184,601</u>		<u>184,601</u>	<u>195,455</u>		<u>195,455</u>
Diluted net income per share from continuing operations	\$ 1.99		\$ 1.99	\$ 1.59		\$ 1.61
Diluted net income (loss) per share from discontinued operations	-		0.04	-		(0.03)
Diluted net income per share	<u>\$ 1.99</u>		<u>\$ 2.03</u>	<u>\$ 1.59</u>		<u>\$ 1.58</u>
Shares used in diluted per share amounts	<u>188,398</u>		<u>188,398</u>	<u>200,081</u>		<u>200,081</u>

INTUIT INC.
NOTES TO TABLES B1 and B2

- [A] Tables B1 and B2 reconcile the differences between the non-GAAP financial measures presented in Table A2 and the GAAP condensed consolidated statements of operations presented in Table A1 for the three and twelve month periods ended July 31, 2005 and 2004. We exclude certain GAAP items from our non-GAAP results of operations because they are not related to our core business operating results. Eliminating expense or loss line items improves non-GAAP results compared with GAAP results. Eliminating income or gain line items decreases non-GAAP results compared with GAAP results. See Notes B through E below for more information regarding the reasons for which we have excluded specific GAAP items from the non-GAAP financial measures in Table A2.
- [B] We amortize the value of intangible assets that we receive in connection with acquisitions over their estimated useful lives. Amortization of purchased assets in GAAP cost of revenue includes amortization of software and other technology assets related to acquisitions. Acquisition-related charges in GAAP operating expenses include amortization of other purchased intangible assets and deferred stock compensation related to acquisitions. We exclude amortization of purchased assets and acquisition-related charges from our non-GAAP operating income or loss because we believe that excluding these items facilitates comparisons to our historical core operating results and to the results of other companies in our industry, which have their own unique acquisition histories.
- [C] We exclude GAAP gains and losses on marketable securities and other investments from our non-GAAP net income or loss because they are unrelated to our core business operating results.
- [D] Our non-GAAP effective tax rates of 35% for the twelve months ended July 31, 2005 and 34% for the twelve months ended July 31, 2004 differ from our GAAP effective tax rates for those periods because non-GAAP income tax expense excludes certain GAAP discrete tax items, including the reversal of reserves related to potential income tax exposures that have been resolved. We exclude the impact of these discrete tax items from our non-GAAP provision for income taxes because they are not indicative of our ongoing business operations.
- [E] From time to time, we sell or otherwise dispose of selected operations as we adjust our portfolio of businesses to meet our strategic goals. In accordance with GAAP, we segregate the operating results of these discontinued businesses from continuing operations on our GAAP statements of operations but continue to include them in GAAP net income or loss and net income or loss per share. We exclude the operating results and gains and losses on the sale of these discontinued operations from our non-GAAP net income or loss and net income or loss per share, however, because they are unrelated to our ongoing business operations.

Table C
INTUIT INC.
CONDENSED CONSOLIDATED BALANCE SHEETS
(In thousands)
(Unaudited)

	July 31, 2005	July 31, 2004
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 83,842	\$ 25,992
Investments	910,416	991,971
Accounts receivable, net	86,125	81,615
Deferred income taxes	54,854	31,094
Prepaid expenses, taxes and other current assets	99,275	62,792
Current assets of discontinued operations	21,989	12,279
Current assets before funds held for payroll customers	1,256,501	1,205,743
Funds held for payroll customers	357,838	323,041
Total current assets	1,614,339	1,528,784
Property and equipment, net	208,548	232,194
Goodwill, net	509,499	508,855
Purchased intangible assets, net	69,678	93,904
Long-term deferred income taxes	118,475	161,502
Loans to executive officers and other employees	9,245	15,809
Other assets	30,078	17,510
Long-term assets of discontinued operations	156,589	172,183
Total assets	\$ 2,716,451	\$ 2,730,741
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 65,812	\$ 68,303
Accrued compensation and related liabilities	144,823	132,004
Deferred revenue	279,382	207,196
Income taxes payable	30,423	56,828
Other current liabilities	103,131	82,944
Current liabilities of discontinued operations	21,995	21,612
Current liabilities before payroll customer fund deposits	645,566	568,887
Payroll customer fund deposits	357,838	323,041
Total current liabilities	1,003,404	891,928
Long-term obligations	17,308	16,106
Long-term obligations of discontinued operations	240	288
Stockholders' equity	1,695,499	1,822,419
Total liabilities and stockholders' equity	\$ 2,716,451	\$ 2,730,741

Table D
INTUIT INC.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(In thousands)
(Unaudited)

	Three Months Ended		Twelve Months Ended	
	July 31, 2005	July 31, 2004	July 31, 2005	July 31, 2004
Cash flows from operating activities:				
Net income (loss)	\$ (19,996)	\$ (42,104)	\$ 381,627	\$ 317,030
Net (income) loss from discontinued operations	(2,571)	14,836	(6,644)	6,292
Net income (loss) from continuing operations	(22,567)	(27,268)	374,983	323,322
Adjustments to reconcile net income (loss) from continuing operations to net cash provided by (used in) operating activities:				
Depreciation	22,723	20,165	99,970	77,261
Acquisition-related charges	3,969	4,995	16,545	23,435
Amortization of purchased assets	2,542	2,542	10,251	10,186
Amortization of other purchased intangible assets	2,137	1,601	8,123	5,982
Amortization of deferred compensation not related to acquisitions	1,119	1,558	5,489	6,232
Charge for vacant facilities	-	729	-	729
(Gain) loss on disposal of property and equipment	188	359	(492)	2,750
Amortization of premiums and discounts on available-for-sale debt securities	2,318	3,291	10,633	12,449
Net realized (gain) loss on sales of available-for-sale debt securities	927	(6)	2,546	(391)
Net gain from marketable securities and other investments	(4,883)	(1,385)	(5,225)	(1,729)
Deferred income taxes	60,756	66,702	18,460	66,702
Tax benefit from employee stock options	12,169	1,098	26,372	27,061
(Gain) loss on foreign exchange transactions	475	450	67	(2,651)
Subtotal	<u>81,873</u>	<u>74,831</u>	<u>567,722</u>	<u>551,338</u>
Changes in operating assets and liabilities:				
Accounts receivable	44,872	47,038	(4,708)	(2,037)
Prepaid expenses and other current assets	(43,450)	(7,581)	(40,409)	(23,517)
Accounts payable	(28,716)	(7,429)	(3,060)	12,287
Accrued compensation and related liabilities	26,332	20,712	12,568	15,112
Deferred revenue	83,314	68,763	72,069	39,806
Income taxes payable	(215,640)	(174,334)	(31,301)	(62,577)
Other liabilities	(49,934)	(61,549)	17,123	22,101
Total changes in operating assets and liabilities	<u>(183,222)</u>	<u>(114,380)</u>	<u>22,282</u>	<u>1,175</u>
Net cash provided by (used in) operating activities of continuing operations	(101,349)	(39,549)	590,004	552,513
Net cash provided by (used in) operating activities of discontinued operations	(9,410)	10,167	7,700	26,350
Net cash provided by (used in) operating activities	(110,759)	(29,382)	597,704	578,863
Cash flows from investing activities:				
Purchases of available-for-sale debt securities	(908,817)	(529,814)	(2,937,586)	(3,554,863)
Liquidation and maturity of available-for-sale debt securities	1,134,645	693,586	3,007,528	3,490,533
Net change in funds held for payroll customers' money market funds and other cash equivalents	3,394	(19)	(34,797)	77,166
Purchases of property and equipment	(13,218)	(32,072)	(69,535)	(117,623)
Proceeds from sale of property	-	-	3,151	-
Proceeds from sale of long-term investments	4,667	-	4,667	-
Change in other assets	(1,001)	939	(5,446)	936
Net change in payroll customer funds deposits	(3,394)	19	34,797	17,034
Acquisitions of businesses and intangible assets, net of cash acquired	(181)	(3,573)	(4,337)	(121,359)
Net cash provided by (used in) investing activities of continuing operations	216,095	129,066	(1,558)	(208,176)
Acquisition of intangible assets of discontinued operation	-	760	-	(2,190)
Net proceeds from sale of discontinued operations	-	-	9,619	-
Net cash provided by (used in) investing activities	216,095	129,826	8,061	(210,366)
Cash flows from financing activities:				
Change in long-term obligations	(1,116)	(7,827)	(4,009)	(18,971)
Net proceeds from issuance of common stock under stock plans	68,392	14,250	165,797	119,140
Purchase of treasury stock	(209,220)	(98,683)	(709,887)	(610,184)
Net cash used in financing activities	(141,944)	(92,260)	(548,099)	(510,015)
Effect of exchange rates on cash and cash equivalents	(309)	115	184	172
Net increase (decrease) in cash and cash equivalents	(36,917)	8,299	57,850	(141,346)
Cash and cash equivalents at beginning of period	120,759	17,693	25,992	167,338
Cash and cash equivalents at end of period	\$ 83,842	\$ 25,992	\$ 83,842	\$ 25,992

Table E1
INTUIT INC.
RECONCILIATION OF GUIDANCE FOR NON-GAAP FINANCIAL MEASURES
TO PROJECTED GAAP REVENUE, OPERATING INCOME, AND EPS
(All Figures Except GAAP EPS Exclude Intuit Information Technology Solutions)
(In thousands, except per share amounts)
(Unaudited)

Three Months Ending October 31, 2005						
	Non-GAAP		Adjustments	GAAP		
	Range of Estimate			Range of Estimate		
	From	To		From	To	
Revenue	\$ 270,000	\$ 285,000	\$ -	\$ 270,000	\$ 285,000	
Operating loss	(95,000)	(85,000)	(26,100) [a]	(121,100)	(111,100)	
Diluted loss per share	\$ (0.35)	\$ (0.30)	\$ (0.08) [b]	\$ (0.43)	\$ (0.38)	
Shares	178,000	179,000	-	178,000	179,000	

Three Months Ending January 31, 2006						
	Non-GAAP		Adjustments	GAAP		
	Range of Estimate			Range of Estimate		
	From	To		From	To	
Revenue	\$ 670,000	\$ 710,000	\$ -	\$ 670,000	\$ 710,000	
Diluted earnings per share	\$ 0.75	\$ 0.85	\$ (0.09) [c]	\$ 0.66	\$ 0.76	

Three Months Ending April 30, 2006						
	Non-GAAP		Adjustments	GAAP		
	Range of Estimate			Range of Estimate		
	From	To		From	To	
Revenue	\$ 890,000	\$ 950,000	\$ -	\$ 890,000	\$ 950,000	
Diluted earnings per share	\$ 1.75	\$ 2.00	\$ (0.08) [d]	\$ 1.67	\$ 1.92	

Three Months Ending July 31, 2006						
	Non-GAAP		Adjustments	GAAP		
	Range of Estimate			Range of Estimate		
	From	To		From	To	
Revenue	\$ 300,000	\$ 330,000	\$ -	\$ 300,000	\$ 330,000	
Diluted loss per share	\$ (0.15)	\$ (0.10)	\$ (0.08) [e]	\$ (0.23)	\$ (0.18)	

Twelve Months Ending July 31, 2006						
	Non-GAAP		Adjustments	GAAP		
	Range of Estimate			Range of Estimate		
	From	To		From	To	
Revenue	\$ 2,180,000	\$ 2,240,000	\$ -	\$ 2,180,000	\$ 2,240,000	
Operating income	595,000	617,000	(93,800) [f]	501,200	523,200	
Diluted earnings per share	\$ 2.19	\$ 2.29	\$ (0.33) [g]	\$ 1.86	\$ 1.96	
Shares	179,000	181,000	-	179,000	181,000	

[a] Reflects estimated adjustments for amortization of purchased assets of approximately \$2.4 million, acquisition-related charges of approximately \$4.5 million and stock-based compensation expense of approximately \$19.2 million.

[b] Reflects the adjustments in item [a], the income tax benefit related to these adjustments and estimated net income from discontinued operations of \$3.2 million.

[c] Reflects estimated adjustments for amortization of purchased assets of approximately \$2.1 million, acquisition-related charges of approximately \$4.3 million, stock-based compensation expense of approximately \$17.7 million and the income tax benefit related to these adjustments.

- [d] Reflects estimated adjustments for amortization of purchased assets of approximately \$1.6 million, acquisition-related charges of approximately \$4.0 million, stock-based compensation expense of approximately \$16.6 million and the income tax benefit related to these adjustments.
- [e] Reflects estimated adjustments for amortization of purchased assets of approximately \$1.5 million, acquisition-related charges of approximately \$3.6 million, stock-based compensation expense of approximately \$16.3 million and the income tax benefit related to these adjustments.
- [f] Reflects estimated adjustments for amortization of purchased assets of approximately \$7.6 million, acquisition-related charges of approximately \$16.4 million and stock-based compensation expense of approximately \$69.8 million.
- [g] Reflects the adjustments in item [f], the income tax benefit related to these adjustments and estimated net income from discontinued operations of \$3.2 million.

Tables E1 and E2 reconcile the differences between the non-GAAP financial measures presented in the accompanying document entitled "Intuit Facts" and the most directly comparable GAAP financial measures. These non-GAAP financial measures should not be considered as a substitute for, or superior to, measures of financial performance prepared in accordance with GAAP. These non-GAAP financial measures do not reflect a comprehensive system of accounting, differ from GAAP measures with the same captions and may differ from non-GAAP financial measures with the same or similar captions that are used by other companies. Intuit's management believes that these non-GAAP financial measures provide meaningful supplemental information regarding Intuit's operating results because they exclude amounts that are not related to Intuit's core operating results. In addition, these non-GAAP financial measures exclude estimated expenses for stock-based compensation and the associated taxes that Intuit will begin recording under SFAS 123(R) in the first quarter of fiscal 2006. These estimated stock-based compensation expenses and the associated taxes are excluded from non-GAAP financial measures in order to facilitate the comparison of guidance for future periods with results for past periods, which did not include such stock-based compensation expenses. Intuit's management refers to these non-GAAP financial measures in assessing the performance of Intuit's ongoing operations and for planning and forecasting in future periods. These non-GAAP financial measures also facilitate management's internal comparisons to Intuit's historical operating results. In addition, Intuit has historically reported similar non-GAAP financial measures and believes that the inclusion of comparative numbers provides consistency in its financial reporting. Intuit computes non-GAAP financial measures using the same consistent method from quarter to quarter and year to year.

The reconciliations of the forward-looking non-GAAP financial measures to the most directly comparable GAAP financial measures in this Table E1 include all information reasonably available to Intuit at the date of this press release. This table includes adjustments that management can reasonably predict. Intuit's non-GAAP financial measures exclude amortization of purchased assets, acquisition-related charges, gains and losses on marketable securities and discontinued operations. Events that could cause the reconciliation to change include acquisitions and divestitures of businesses, goodwill and other asset impairments and sales of marketable securities.

TABLE E2
INTUIT INC.
RECONCILIATION OF SUPPLEMENTAL NON-GAAP FINANCIAL MEASURES
TO MOST DIRECTLY COMPARABLE GAAP FINANCIAL MEASURES
(In thousands, except per share amounts)
(Unaudited)

	<u>Non- GAAP</u>	<u>Adjustments</u>	<u>GAAP</u>
Three months ended October 31, 2003			
Operating loss	\$ (84,977)	\$ (8,311) [a]	\$ (93,288)
Diluted loss per share	\$ (0.26)	\$ (0.01) [b]	\$ (0.27)
Three months ended January 31, 2004			
Operating income	\$ 223,346	\$ (9,083) [c]	\$ 214,263
Diluted earnings per share	\$ 0.75	\$ (0.02) [d]	\$ 0.73
Three months ended April 30, 2004			
Operating income	\$ 350,766	\$ (8,690) [e]	\$ 342,076
Diluted earnings per share	\$ 1.18	\$ 0.15 [f]	\$ 1.33
Three months ended July 31, 2004			
Operating loss	\$ (36,031)	\$ (7,537) [g]	\$ (43,568)
Diluted loss per share	\$ (0.09)	\$ (0.13) [h]	\$ (0.22)
Twelve months ended July 31, 2004			
Operating income	\$ 453,104	\$ (33,621) [i]	\$ 419,483
Diluted earnings per share	\$ 1.59	\$ (0.01) [j]	\$ 1.58
Three months ended October 31, 2004			
Operating loss	\$ (75,169)	\$ (6,982) [k]	\$ (82,151)
Diluted loss per share	\$ (0.25)	\$ 0.01 [l]	\$ (0.24)
Three months ended January 31, 2005			
Operating income	\$ 224,983	\$ (6,795) [m]	\$ 218,188
Diluted earnings per share	\$ 0.79	\$ (0.02) [n]	\$ 0.77
Three months ended April 30, 2005			
Operating income	\$ 428,722	\$ (6,508) [o]	\$ 422,214
Diluted earnings per share	\$ 1.53	\$ 0.08 [p]	\$ 1.61
Three months ended July 31, 2005			
Operating loss	\$ (27,642)	\$ (6,511) [q]	\$ (34,153)
Diluted loss per share	\$ (0.08)	\$ (0.03) [r]	\$ (0.11)
Twelve months ended July 31, 2005			
Operating income	\$ 550,894	\$ (26,796) [s]	\$ 524,098
Diluted earnings per share	\$ 1.99	\$ 0.04 [t]	\$ 2.03

[a] Reflects adjustments for amortization of purchased software of \$2.5 million and amortization of purchased intangible assets of \$5.8 million.

[b] Reflects the adjustments in item [a], an adjustment for net gains on marketable securities of \$0.1 million and income taxes related to these adjustments as well as net income from discontinued operations of \$2.5 million.

- [c] Reflects adjustments for amortization of purchased software of \$2.6 million and amortization of purchased intangible assets of \$6.5 million.
- [d] Reflects the adjustments in item [c], an adjustment for net gains on marketable securities of \$0.1 million and income taxes related to these adjustments as well as net income from discontinued operations of \$2.9 million.
- [e] Reflects adjustments for amortization of purchased software of \$2.5 million and amortization of purchased intangible assets of \$6.2 million.
- [f] Reflects the adjustments in item [e], an adjustment for net gains on marketable securities of \$0.1 million and income taxes related to these adjustments. Also reflects an adjustment to exclude the GAAP release of certain tax reserves as well as net income from discontinued operations of \$3.2 million.
- [g] Reflects adjustments for amortization of purchased software of \$2.5 million and amortization of purchased intangible assets of \$5.0 million.
- [h] Reflects the adjustments in item [g], an adjustment for net gains on marketable securities of \$1.4 million and income taxes related to these adjustments as well as net loss from discontinued operations of \$14.8 million.
- [i] Reflects adjustments for amortization of purchased software of \$10.2 million and amortization of purchased intangible assets of \$23.4 million.
- [j] Reflects the adjustments in item [i], an adjustment for net gains on marketable securities of \$1.7 million and income taxes related to these adjustments as well as net loss from discontinued operations of \$6.3 million.
- [k] Reflects adjustments for amortization of purchased software of \$2.6 million and amortization of purchased intangible assets of \$4.4 million.
- [l] Reflects the adjustments in item [k], an adjustment for net gains on marketable securities of \$0.2 million and income taxes related to these adjustments. Also reflects an adjustment to exclude certain GAAP tax benefits as well as net loss from discontinued operations of \$0.6 million.
- [m] Reflects adjustments for amortization of purchased software of \$2.6 million and amortization of purchased intangible assets of \$4.2 million.
- [n] Reflects the adjustments in item [m], an adjustment for net gains on marketable securities of \$0.1 million and income taxes related to these adjustments as well as net income from discontinued operations of \$2.3 million.
- [o] Reflects adjustments for amortization of purchased software of \$2.5 million and amortization of purchased intangible assets of \$4.0 million.
- [p] Reflects the adjustments in item [o], an adjustment for net gains on marketable securities of \$0.1 million and income taxes related to these adjustments as well as net income from discontinued operations of \$2.4 million.
- [q] Reflects adjustments for amortization of purchased software of \$2.5 million and amortization of purchased intangible assets of \$4.0 million.
- [r] Reflects the adjustments in item [q], an adjustment for net gains on marketable securities of \$4.9 million and income taxes related to these adjustments as well as net income from discontinued operations of \$2.6 million.
- [s] Reflects adjustments for amortization of purchased software of \$10.3 million and amortization of purchased intangible assets of \$16.5 million.
- [t] Reflects the adjustments in item [s], an adjustment for net gains on marketable securities of \$5.2 million and income taxes related to these adjustments as well as net income from discontinued operations of \$6.6 million.