

**Table 1**  
**HARRIS CORPORATION**  
**FY'09 First Quarter Summary**  
**CONDENSED CONSOLIDATED STATEMENT OF INCOME**  
**(Unaudited)**

|   | <u>Quarter Ended</u>                       |                                     |
|---|--|-------------------------------------|
|   | <u>September 26,</u><br><u>2008</u>        | <u>September 28,</u><br><u>2007</u> |
|   | (In millions, except per<br>share amounts) |                                     |
| Revenue from product sales and services                           | \$ 1,367.7                                 | \$ 1,230.5                          |
| Cost of product sales and services                                | (928.4)                                    | (849.6)                             |
| Engineering, selling and<br>administrative expenses               | (240.3)                                    | (216.9)                             |
| Non-operating income (loss)                                       | (8.1)                                      | 1.7                                 |
| Interest income   | 1.7  | 2.0                                 |
| Interest expense  | <u>(13.1)</u>                              | <u>(15.1)</u>                       |
| Income before income taxes and minority<br>interest               | 179.5                                      | 152.6                               |
| Income taxes  | (61.4)                                     | (52.8)                              |
| Minority interest in Harris Stratex<br>Networks, Inc., net of tax | <u>0.6</u>                                 | <u>0.4</u>                          |
| Net income  | <u>\$ 118.7</u>                            | <u>\$ 100.2</u>                     |
| <b>Net income per common share</b>                                |  |                                     |
| Basic   | \$ .89                                     | \$ .76                              |
| Diluted   | \$ .88                                     | \$ .73                              |
| Cash dividends paid per common share                              | \$ .20                                     | \$ .15                              |
| Basic weighted average shares outstanding                         | 133.1                                      | 132.6                               |
| Diluted weighted average shares outstanding                       | 134.4                                      | 137.9                               |

**Table 2**  
**HARRIS CORPORATION**  
**FY'09 First Quarter Summary**  
**BUSINESS SEGMENT INFORMATION**  
**(Unaudited)**

|   | <b>Quarter Ended</b>          |                               |
|---|-------------------------------|-------------------------------|
|   | <b>September 26,<br/>2008</b> | <b>September 28,<br/>2007</b> |
|   | <b>(In millions)</b>          |                               |
| <b>Revenue</b>  |                               |                               |
| RF Communications                                       | \$ 415.2                      | \$ 316.5                      |
| Government Communications Systems                       | 609.1                         | 603.9                         |
| Broadcast Communications                                | 158.2                         | 146.7                         |
| Harris Stratex Networks                                 | 195.8                         | 172.3                         |
| Corporate eliminations                                  | (10.6)                        | (8.9)                         |
|   | <u>\$1,367.7</u>              | <u>\$1,230.5</u>              |
| <b>Income Before Income Taxes and Minority Interest</b> |                               |                               |
| <i>Segment Operating Income (Loss):</i>                 |                               |                               |
| RF Communications                                       | \$ 142.1                      | \$ 110.8                      |
| Government Communications Systems                       | 66.3                          | 63.8                          |
| Broadcast Communications                                | 5.3                           | 10.4                          |
| Harris Stratex Networks                                 | 7.9                           | (1.0)                         |
| Unallocated Corporate expense                           | (18.9)                        | (18.6)                        |
| Corporate eliminations                                  | (3.7)                         | (1.4)                         |
| Non-operating income (loss)                             | (8.1)                         | 1.7                           |
| Net interest  | (11.4)                        | (13.1)                        |
|   | <u>\$ 179.5</u>               | <u>\$ 152.6</u>               |

**Table 3**  
**HARRIS CORPORATION**  
**FY'09 First Quarter Summary**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**(Unaudited)**

|   | Quarter Ended         |                       |
|---|-----------------------|-----------------------|
|   | September 26,<br>2008 | September 28,<br>2007 |
|   | (In millions)         |                       |
| <b>Operating Activities</b>   |                       |                       |
| Net income  | \$ 118.7              | \$ 100.2              |
| Adjustments to reconcile net income to net cash provided by (used in) operating activities: |                       |                       |
| Depreciation and amortization   | 42.5                  | 41.9                  |
| Share-based compensation  | 9.0                   | 10.2                  |
| Non-current deferred income taxes   | (3.1)                 | 7.0                   |
| Impairment of securities available-for-sale   | 7.6                   | ---                   |
| Gain on the sale of securities available-for-sale   | ---                   | (2.1)                 |
| Minority interest in Harris Stratex Networks, Inc., net of tax                              | (0.6)                 | (0.4)                 |
| (Increase) decrease in:   |                       |                       |
| Accounts and notes receivable   | (121.4)               | (8.7)                 |
| Inventories   | (66.8)                | (55.4)                |
| Increase (decrease) in:   |                       |                       |
| Accounts payable and accrued expenses   | 33.4                  | (52.1)                |
| Advance payments and unearned income  | (14.4)                | (4.6)                 |
| Income taxes  | 35.9                  | 18.2                  |
| Other   | (3.3)                 | 12.6                  |
|   | <u>37.5</u>           | <u>66.8</u>           |
| Net cash provided by operating activities   |                       |                       |
| <b>Investing Activities</b>   |                       |                       |
| Cash paid for acquired businesses   | ---                   | (1.5)                 |
| Additions of property, plant and equipment  | (24.8)                | (22.2)                |
| Additions of capitalized software   | (6.9)                 | (10.3)                |
| Cash paid for short-term investments available-for-sale                                     | (1.2)                 | (4.0)                 |
| Proceeds from the sale of short-term investments available-for-sale                         | 1.8                   | 9.3                   |
| Proceeds from the sale of securities available-for-sale                                     | ---                   | 3.1                   |
|   | <u>(31.1)</u>         | <u>(25.6)</u>         |
| Net cash used in investing activities   |                       |                       |
| <b>Financing Activities</b>   |                       |                       |
| Proceeds from borrowings  | 78.5                  | 2.2                   |
| Repayment of borrowings   | (9.2)                 | (5.9)                 |
| Proceeds from exercise of employee stock options  | 5.3                   | 16.5                  |
| Repurchases of common stock   | (81.6)                | (57.4)                |
| Cash dividends  | (26.9)                | (20.6)                |
|   | <u>(33.9)</u>         | <u>(65.2)</u>         |
| Net cash used in financing activities   |                       |                       |
| Effect of exchange rate changes on cash and cash equivalents                                | (0.3)                 | (0.7)                 |
|   | <u>(27.8)</u>         | <u>(24.7)</u>         |
| Net decrease in cash and cash equivalents   |                       |                       |
| Cash and cash equivalents, beginning of year  | 370.0                 | 368.3                 |
| Cash and cash equivalents, end of quarter   | <u>\$ 342.2</u>       | <u>\$ 343.6</u>       |
| <b>Supplemental disclosure of noncash investing and financing activities</b>                |                       |                       |
| Common stock issued in exchange for 3.5% convertible debentures, due fiscal 2023            | \$ ---                | \$ 163.5              |

**Table 4**  
**HARRIS CORPORATION**  
**FY'09 First Quarter Summary**  
**CONDENSED CONSOLIDATED BALANCE SHEET**  
**(Unaudited)**

|  | <b>September 26,<br/>2008</b> | <b>June 27,<br/>2008</b> |
|--|-------------------------------|--------------------------|
| <b>(In millions)</b>                               |                               |                          |
| <b>Assets</b>                                      |                               |                          |
| Cash and cash equivalents                          | \$ 342.2                      | \$ 370.0                 |
| Short-term investments                             | 2.5                           | 3.1                      |
| Marketable equity securities                       | 3.8                           | 19.3                     |
| Receivables  | 981.5                         | 859.0                    |
| Inventories  | 677.2                         | 610.4                    |
| Current deferred income taxes                      | 121.0                         | 117.2                    |
| Other current assets                               | 73.1                          | 67.7                     |
| Property, plant and equipment                      | 482.9                         | 482.2                    |
| Goodwill   | 1,538.2                       | 1,547.3                  |
| Identifiable intangible assets                     | 351.8                         | 367.0                    |
| Other non-current assets                           | 109.3                         | 115.4                    |
|  | <u>\$4,683.5</u>              | <u>\$4,558.6</u>         |
| <b>Liabilities and Shareholders' Equity</b>        |                               |                          |
| Short-term debt                                    | \$ 88.2                       | \$ 8.5                   |
| Accounts payable                                   | 409.8                         | 390.8                    |
| Compensation and benefits                          | 172.8                         | 181.6                    |
| Other accrued items                                | 263.4                         | 239.1                    |
| Advance payments and unearned income               | 131.9                         | 146.4                    |
| Income taxes payable                               | 60.9                          | 22.9                     |
| Current portion of long-term debt                  | 0.7                           | 5.7                      |
| Non-current deferred income taxes                  | 27.2                          | 29.8                     |
| Long-term debt                                     | 827.9                         | 831.8                    |
| Other long-term liabilities                        | 96.5                          | 97.7                     |
| Minority interest in Harris Stratex Networks, Inc. | 330.7                         | 330.3                    |
| Shareholders' equity                               | <u>2,273.5</u>                | <u>2,274.0</u>           |
|  | <u>\$4,683.5</u>              | <u>\$4,558.6</u>         |

**HARRIS CORPORATION**  
**FY'09 First Quarter Summary**  
**RECONCILIATION OF NON-GAAP FINANCIAL MEASURES AND REGULATION G DISCLOSURE**

To supplement our condensed consolidated financial statements presented in accordance with U.S. generally accepted accounting principles (GAAP), we provide additional measures of segments' operating income (loss); cost of product sales and services; engineering, selling and administrative expenses; income before income taxes and minority interest; income taxes; minority interest; net income; and net income per diluted share adjusted to exclude certain costs, expenses, gains and losses. Harris management believes that these non-GAAP financial measures, when considered together with the GAAP financial measures, provide information that is useful to investors in understanding period-over-period operating results separate and apart from items that may, or could, have a disproportionately positive or negative impact on results in any particular period. Harris management also believes that these non-GAAP financial measures enhance the ability of investors to analyze Harris business trends and to understand Harris performance. In addition, Harris may utilize non-GAAP financial measures as a guide in its forecasting, budgeting, and long-term planning process and to measure operating performance for some management compensation purposes. Any analysis of non-GAAP financial measures should be used only in conjunction with results presented in accordance with GAAP. A reconciliation of these non-GAAP financial measures with the most directly comparable financial measures calculated in accordance with GAAP follows:

**Table 5**  
**HARRIS CORPORATION**  
**FY'09 First Quarter Summary**  
**RECONCILIATION OF NON-GAAP FINANCIAL MEASURES**  
**Condensed Consolidated Statement of Income**  
**(Unaudited)**

|  | Quarter Ended<br>September 26, 2008     |               |                 | Quarter Ended<br>September 28, 2007 |               |                 |
|--|---|---------------|-----------------|-------------------------------------|---------------|-----------------|
|  | As Reported                             | Adjustment    | Non-GAAP        | As Reported                         | Adjustment    | Non-GAAP        |
|  | (In millions, except per share amounts) |               |                 |                                     |               |                 |
| Revenue from product sales and services                        | \$ 1,367.7                              | \$ ---        | \$ 1,367.7      | \$ 1,230.5                          | \$ ---        | \$ 1,230.5      |
| Cost of product sales and services (A)                         | (928.4)                                 | ---           | (928.4)         | (849.6)                             | 0.8           | (848.8)         |
| Engineering, selling and administrative expenses(B)            | (240.3)                                 | ---           | (240.3)         | (216.9)                             | 8.1           | (208.8)         |
| Non-operating income (loss)                                    | (8.1)                                   | ---           | (8.1)           | 1.7                                 | ---           | 1.7             |
| Interest income  | 1.7                                     | ---           | 1.7             | 2.0                                 | ---           | 2.0             |
| Interest expense   | (13.1)                                  | ---           | (13.1)          | (15.1)                              | ---           | (15.1)          |
| Income before income taxes and minority interest               | 179.5                                   | ---           | 179.5           | 152.6                               | 8.9           | 161.5           |
| Income taxes   | (61.4)                                  | ---           | (61.4)          | (52.8)                              | (2.2)         | (55.0)          |
| Minority interest in Harris Stratex Networks, Inc., net of tax | 0.6                                     | ---           | 0.6             | 0.4                                 | (2.8)         | (2.4)           |
| Net income   | <u>\$ 118.7</u>                         | <u>\$ ---</u> | <u>\$ 118.7</u> | <u>\$ 100.2</u>                     | <u>\$ 3.9</u> | <u>\$ 104.1</u> |
| Net income per diluted common share                            | \$ .88                                  | \$ ---        | \$ .88          | \$ .73                              | \$ .03        | \$ .76          |

**Table 6**  
**HARRIS CORPORATION**  
**FY'09 First Quarter Summary**  
**RECONCILIATION OF NON-GAAP FINANCIAL MEASURES**  
**Business Segment Information**  
**(Unaudited)**

|   | Quarter Ended<br>September 26, 2008 |               |                   | Quarter Ended<br>September 28, 2007 |               |                   |
|---|-------------------------------------|---------------|-------------------|-------------------------------------|---------------|-------------------|
|   | As Reported                         | Adjustment    | Non-GAAP          | As Reported                         | Adjustment    | Non-GAAP          |
|   | (In millions)                       |               |                   |                                     |               |                   |
| <b>Revenue</b>  |                                     |               |                   |                                     |               |                   |
| RF Communications   | \$ 415.2                            | \$ ---        | \$ 415.2          | \$ 316.5                            | \$ ---        | \$ 316.5          |
| Government Communications<br>Systems                        | 609.1                               | ---           | 609.1             | 603.9                               | ---           | 603.9             |
| Broadcast Communications                                    | 158.2                               | ---           | 158.2             | 146.7                               | ---           | 146.7             |
| Harris Stratex Networks                                     | 195.8                               | ---           | 195.8             | 172.3                               | ---           | 172.3             |
| Corporate eliminations                                      | (10.6)                              | ---           | (10.6)            | (8.9)                               | ---           | (8.9)             |
|   | <u>\$ 1,367.7</u>                   | <u>\$ ---</u> | <u>\$ 1,367.7</u> | <u>\$ 1,230.5</u>                   | <u>\$ ---</u> | <u>\$ 1,230.5</u> |
| <b>Income Before Income Taxes and<br/>Minority Interest</b> |                                     |               |                   |                                     |               |                   |
| <i>Segment Operating Income (Loss):</i>                     |                                     |               |                   |                                     |               |                   |
| RF Communications   | \$ 142.1                            | \$ ---        | \$ 142.1          | \$ 110.8                            | \$ ---        | \$ 110.8          |
| Government Communications<br>Systems (C)                    | 66.3                                | ---           | 66.3              | 63.8                                | 0.6           | 64.4              |
| Broadcast Communications                                    | 5.3                                 | ---           | 5.3               | 10.4                                | ---           | 10.4              |
| Harris Stratex Networks (D)                                 | 7.9                                 | ---           | 7.9               | (1.0)                               | 8.3           | 7.3               |
| Unallocated Corporate expense                               | (18.9)                              | ---           | (18.9)            | (18.6)                              | ---           | (18.6)            |
| Corporate eliminations                                      | (3.7)                               | ---           | (3.7)             | (1.4)                               | ---           | (1.4)             |
| Non-operating income (loss)                                 | (8.1)                               | ---           | (8.1)             | 1.7                                 | ---           | 1.7               |
| Net interest  | (11.4)                              | ---           | (11.4)            | (13.1)                              | ---           | (13.1)            |
|   | <u>\$ 179.5</u>                     | <u>\$ ---</u> | <u>\$ 179.5</u>   | <u>\$ 152.6</u>                     | <u>\$ 8.9</u> | <u>\$ 161.5</u>   |

**Table 7**  
**HARRIS CORPORATION**  
**Reconciliation of FY'08 GAAP EPS to Non-GAAP EPS**  
**and**  
**Reconciliation of FY'09 GAAP EPS Guidance to FY'08 GAAP and Non-GAAP EPS**  
**(Unaudited)**

|  | <u>Fiscal Year<br/>2008</u> | <u>Guidance for<br/>Fiscal Year<br/>2009</u> | <u>Percent<br/>Growth</u> |
|--|-----------------------------|--|---------------------------|
| GAAP Earnings Per Diluted Share  | \$3.26                      | \$4.05 to \$4.15                             | 24% to 27%                |
| Charges associated with the combination<br>with Stratex Networks, Inc. (E) | \$0.11                      |  |                           |
| Charges associated with the acquisition of<br>Multimax Incorporated (F)    | \$0.01                      |  |                           |
| Charges associated with the acquisition of<br>Zandar Technologies plc (G)  | \$0.01                      |  |                           |
| Non-GAAP Earnings Per Diluted Share  | <u>\$3.39</u>               | <u>\$4.05 to \$4.15</u>                      | <u>19% to 22%</u>         |

**Table 8**  
**HARRIS CORPORATION**  
**FY'09 First Quarter Summary**  
**Comparison of Harris Stratex Networks Segment GAAP and Non-GAAP Operating**  
**Income to that Reported by Harris Stratex Networks, Inc.**  
**(Unaudited)**

|   | Quarter Ended<br>September 26, 2008 |                               | Quarter Ended<br>September 28, 2007 |                               |
|---|-------------------------------------|-------------------------------|-------------------------------------|-------------------------------|
|   | As Reported by                      |                               | As Reported by                      |                               |
|   | Harris                              | Harris<br>Stratex<br>Networks | Harris                              | Harris<br>Stratex<br>Networks |
|   | (In millions)                       |                               |                                     |                               |
| <b>Operating Income(Loss) - As Reported (H)</b> | \$ 7.9                              | \$ 6.8                        | \$ (1.0)                            | \$ ---                        |
| <i>Adjustments:</i>                             |                                     |                               |                                     |                               |
| Stratex combination-related costs               | ---                                 | 0.6                           | 8.3                                 | 8.3                           |
| Restructuring                                   | ---                                 | 3.3                           | ---                                 | ---                           |
| FAS 123R expense                                | ---                                 | 1.1                           | ---                                 | 2.4                           |
| Other identifiable intangible amortization      | ---                                 | 3.2                           | ---                                 | 3.6                           |
| <b>Operating Income - Non-GAAP</b>              | <u>\$ 7.9</u>                       | <u>\$ 15.0</u>                | <u>\$ 7.3</u>                       | <u>\$ 14.3</u>                |

**HARRIS CORPORATION**  
**FY'09 First Quarter Summary**  
**RECONCILIATION OF GAAP TO NON-GAAP FINANCIAL MEASURES**  
**(Unaudited)**

**Notes to tables 5 through 8:**

**Note A** – Adjustments to cost of product sales and services for the quarter ended September 28, 2007 are due to the step up in fixed assets and integration costs associated with the combination between Stratex Networks, Inc. (“Stratex”) and our former Microwave Communications Division (\$0.8 million).

**Note B** – Adjustments to engineering, selling and administrative expenses for the quarter ended September 28, 2007 are due to the step up in fixed assets and integration costs associated with the Stratex combination (\$7.5 million); and integration costs associated with the acquisition of Multimax Incorporated (“Multimax”) (\$0.6 million).

**Note C** – Adjustments to our Government Communications Systems segment operating income for the quarter ended September 28, 2007 are due to integration costs associated with the acquisition of Multimax (\$0.6 million).

**Note D** – Adjustments to our Harris Stratex Networks segment operating income (loss) for the quarter ended September 28, 2007 are due to the step up in fixed assets and integration costs associated with the Stratex combination (\$8.3 million).

**Note E** – Adjustment for the \$.11 per diluted share impact, after minority interest, of a step up in fixed assets and integration costs associated with the Stratex combination.

**Note F** – Adjustment for the \$.01 per diluted share impact of integration and other charges associated with our acquisition of Multimax.

**Note G** – Adjustment for the \$.01 per diluted share impact of integration and other charges associated with our acquisition of Zandar.

**Note H** – The difference between the GAAP operating income (loss) recorded during the quarter ended September 26, 2008 by us versus by Harris Stratex Networks, Inc. is due to \$1.1 million of adjustments that were recorded by Harris Stratex Networks, Inc. in its quarter ended June 27, 2008 after we had filed our fiscal 2008 Form 10-K; therefore, we recorded these adjustments in our quarter ended September 26, 2008. The difference between the GAAP operating income (loss) recorded during the quarter ended September 28, 2007 by us versus by Harris Stratex Networks, Inc. is due to \$1.0 million of adjustments that were recorded by Harris Stratex Networks, Inc. as part of a restatement that was filed on September 25, 2008.