

**DELL INC.**

Condensed Consolidated Statement of Income and Related Financial Highlights - **PRELIMINARY** (see Note)

(in millions, except per share data or as otherwise noted)

(unaudited)

	Three Months Ended	
	May 4,	
	2007	
	<hr/>	
Net revenue .....	\$	14,622
Cost of revenue .....		11,777
Gross margin .....		<hr/> 2,845
Total operating expenses .....		1,898
Operating income .....		<hr/> 947
Investment and other income, net .....		82
Income before income taxes .....		1,029
Income tax provision .....		270
Net income .....	\$	<hr/> <hr/> 759

Earnings per common share:

Basic .....	\$	0.34
Diluted .....	\$	<hr/> <hr/> 0.34

Weighted average shares outstanding:

Basic .....	2,234
Diluted .....	2,254

**Percentage of Total Net Revenue:**

Gross margin	19.5%
Operating expenses	13.0%
Operating income	6.5%
Income before income taxes	7.0%
Net income	5.2%
Income tax rate	26.3%

**Net Revenue by Geographic Region (in billions):**

Americas	\$	8.9
Europe		3.7
Asia Pacific - Japan		2.0

**Percentage of Total Net Revenue:**

Americas	61%
Europe	26%
Asia Pacific - Japan	13%

**Net Revenue by Product Category (in billions):**

Desktop PCs	\$	4.9
Mobility		4.0
Servers and Networking		1.6
Storage		0.5
Enhanced Services		1.3
Software and Peripherals		2.3

**Percentage of Total Net Revenue:**

Desktop PCs	33%
Mobility	27%
Servers and Networking	11%
Storage	4%
Enhanced Services	9%
Software and Peripherals	16%

Note: These preliminary results are subject to change to reflect any necessary corrections or adjustments, or changes in accounting estimates, that are identified prior to the time Dell's financial statements for the second, third and fourth quarters of fiscal 2007 and first quarter of fiscal 2008 are finalized. In addition, these preliminary results could be affected by any restatements of prior period financial statements that are required as a result of conclusions reached by the ongoing investigations concerning certain accounting and financial reporting matters being conducted by Dell's Audit Committee and the Securities and Exchange Commission. See "Investigation Update" and "Preliminary Results Subject to Change" in the accompanying press release.

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Financial Highlights -- Continued - **PRELIMINARY** (see Note)  
(unaudited)

	May 4, 2007
<b><u>Other Information:</u></b>	
Regular headcount	82,800
Temporary headcount	<u>5,300</u>
Total <sup>(1)</sup>	88,100
Average total revenue/unit (approximate)	\$ 1,620
Cash and investments (in billions)	\$ 12.3
Commercial paper borrowings (in billions)	\$ 0.1

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<sup>(1)</sup> Previously only regular headcount was reported.