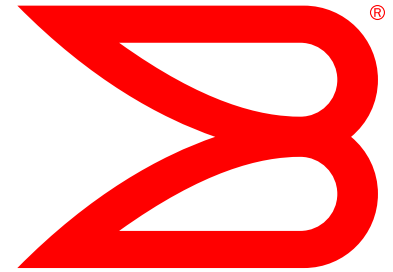


BROCADE



**Cash Management in Today's
Economy
A Perspective by Brocade's CFO**

March 2, 2009

Cautionary Statements and Other Disclosures

This presentation includes forward-looking statements regarding Brocade's anticipated financial performance, including net income and cash flows and debt covenant compliance. These forward-looking statements are only predictions and involve risks and uncertainties such that actual results may vary significantly. The risks include, but are not limited to, the effect of changes in IT spending levels and our ability to realize anticipated benefits from the acquisition of Foundry. These and other risks are set forth in more detail in our Form 10-Q for the quarter ended January 24, 2009. These forward-looking statements reflect beliefs, assumptions, estimates and predictions as of the original date of this presentation, and Brocade expressly assumes no obligation to update or revise any such forward-looking statements, whether as the result of new developments or otherwise.



Brocade Cash Flow Assumptions

In \$ Millions

	FY09	FY10		
	Q2-Q4	Q1	Q2	Total
Non-GAAP Net Income (annual)	\$175 - \$225	\$50 - \$70	\$45 - \$65	\$225 - \$275
Corresponds to Adjusted EBITDA	\$ 345	\$ 128	\$ 125	\$525 - \$575
Minus				
- Capital Expenditures - New Campus	\$ (65)	\$ (25)	\$ (25)	\$ (100)
- Capital Expenditures - Operations	\$ (50)	\$ (20)	\$ (20)	\$ (80)
- Interest Expense	\$ (55)	\$ (17)	\$ (17)	\$(60) - (70)
- Tax Payments	\$ 10	\$ (4)	\$ (4)	\$ (15)
- Equity Grants	\$ 10	\$ 5	\$ 5	\$10-30
- Working Capital Adjustments	\$ 20	\$ (20)	\$ 20	\$ -
Maturing Convertible Debt			\$ (173)	\$ (173)
Free Cash Flow	\$ 215	\$ 47	\$ (88)	\$ 97 - 177



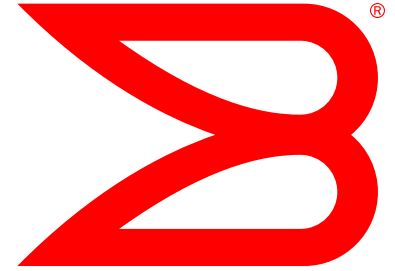
Brocade Cash Balance and Debt Assumptions

In \$ Millions

	FY09	FY10		
	Q2-Q4	Q1	Q2	Total
Senior Secured Debt Beginning	\$ 1,114	\$ 952	\$ 913	\$ 952
Mandatory Repayments	\$ (42)	\$ (14)	\$ (14)	\$ (55)
Optional Repayments	\$ (120)	\$ (25)		\$(100) -(120)
Senior Secured Debt Ending	\$ 952	\$ 913	\$ 900	\$777 - 797
Senior Secured Leverage Ratio	1.97	1.93	1.87	1.35 - 1.52
Covenant	2.30	2.00	2.00	2.00
Cash Ending	\$ 267	\$ 275	\$ 173	\$190 - \$290



BROCADE



THANK YOU

