

EXHIBIT C

Balance Sheet as of December 31, 2002

INTEGRATED TELECOM EXPRESS, INC.
BALANCE SHEET
AS OF DECEMBER 31, 2002
(In Thousands, Except Par Value)
(Unaudited)

Assets

Current assets:

Cash and cash equivalents	\$ 18,055
Short-term investments	84,840
Accounts receivable, net of allowance for doubtful accounts of \$80	-
Prepaid expenses and other current assets	4,207
Restricted cash in escrow fund	3,500
Total current assets	<u>110,602</u>
Property and equipment, net	172
Total assets	<u><u>\$ 110,774</u></u>

Liabilities and Stockholders' Equity

Current liabilities:

Accounts payable	\$ 9
Accrued expenses and other liabilities	886
Total current liabilities	<u>895</u>
Liabilities subject to compromise	5,128
Total liabilities	<u><u>6,023</u></u>

Stockholders' equity:

Preferred stock, \$0.001 par value; 5,000 shares authorized; no shares issued and outstanding	-
Common stock, \$0.001 par value; 200,000 shares authorized; 42,627 shares issued and outstanding	43
Additional paid-in capital	213,266
Deferred stock-based compensation	(354)
Notes receivable from stockholder	(74)
Accumulated deficit	(108,054)
Accumulated other comprehensive loss	(76)
Total stockholders' equity	<u>104,751</u>
Total liabilities and stockholders' equity	<u><u>\$ 110,774</u></u>