



JABIL CIRCUIT, INC.

1999 SUMMARY ANNUAL REPORT

A World of Opportunity

Company Profile

Jabil Circuit, Inc. provides electronic manufacturing services for original equipment manufacturers in the communications, personal computer, peripherals, consumer and automotive markets. Jabil offers circuit design, board design from schematic, mechanical and production design, prototype assembly, volume board assembly, system assembly, direct fulfillment, repair and warranty services from 20 facilities in North America, Europe and Asia.

Jabil Circuit, Inc. has been publicly held since April 1993. Jabil common stock is traded on The New York Stock Exchange under the symbol JBL.



This Summary Annual Report provides basic financial information on Jabil Circuit, Inc. in a condensed format. Comprehensive financial reports are contained in Jabil's Annual Report on Form 10-K and in the Jabil Circuit Proxy Statement. Please refer to those documents for a more detailed discussion of the performance of the Company.

This Summary Annual Report contains forward-looking statements. Readers should be aware that such forward-looking statements contain risks and uncertainties which could significantly affect expected results from those expressed in any such forward-looking statements. Readers are encouraged to read Form 10-K for a list of such risks and uncertainties.

To Our Shareholders, Customers, Suppliers, Employees and Friends:

Jabil's fiscal 1999 was exciting. The service, global footprint, capacity and supply chain management dimensions of our company reached unprecedented levels of growth, depth and sophistication. This was accomplished through the dedicated efforts of our employees, the commitment of our customers, the support of our suppliers and the investment of our shareholders and financial partners.

In fiscal 1999 we met or exceeded our operating performance objectives. We grew revenue 57 percent, from \$1.3 billion to \$2 billion, grew operating income 33 percent, from \$106 million (excluding a one-time acquisition-related charge) to \$141 million and delivered 23 percent growth in earnings per share. We strengthened our balance sheet in fiscal 1999 through a stock offering that raised \$199 million. As we enter our next fiscal year, we have an excellent capital base to take advantage of our exceptional growth prospects.

We continued to lead our peer group of the top tier EMS providers in important operational and financial efficiency benchmarks such as inventory turnover, days sales outstanding, sales per employee and return on equity. It was a very strong year by any measure.

Although 1999 was an outstanding year, we also took important steps to ensure the continued leadership and prosperity of your company and the quality of your investment in the years to come.

In the last month of our fiscal year we announced two key acquisitions which expanded our global footprint and broadened our service portfolio. Our acquisition of EFTC Services, which we have renamed Jabil Global Services (JGS), enriches our service offering with the ability to provide service and depot repair of our customers' products after they have been shipped to the ultimate user. The customer base for JGS is highly congruent with our current customer base and we expect JGS to enjoy solid long-term growth in the years to come.



Our acquisition of GET Manufacturing, now known as Jabil China, gives us an immediate and deep capability in China, the world's sixth largest national economy. China is important to Jabil because it is crucial to both our current and prospective customer base, particularly in the communications sector, and is a low-cost production location pivotal to major Asian economies. The opportunity to acquire the know-how and management in a profitable operation accelerates our plan and substantially reduces the risk of doing business in China. Additionally, Jabil China brings valued new customers and capabilities such as expanded full product assembly and plastic injection molding. Jabil China is operating profitably under the capable direction of experienced and talented management.

Integrating acquisitions is a challenging process and an important capability. During the year we gained experience and added critical staff to facilitate the integration process for future acquisitions. We used the experience gained from the successful integration of the Hewlett Packard laser jet operations and our recent acquisitions to position management, systems and integration know-how to profitable application in the future. We anticipate a number of attractive acquisition and divestiture opportunities in the next year and are confident we may capitalize on the best of these without diluting our core mission of consistent excellence for our customers and financial returns for our investors.

We also substantially improved and accelerated the diversification of our customer base. We added 10 new material relationships in fiscal 1999 and we enter our fiscal 2000 with a balanced portfolio of 33 material relationships. We will continue to focus on selectively broadening and expanding our customer relationships as the primary growth engine of our company.

We significantly advanced our global supply chain management capabilities through continued investment in Information Technology infrastructure, inventory management systems, planning tools and sophisticated levels of integration with our customers. We successfully introduced SAP, our new enterprise resource planning (ERP) system, into our company without disruption to our operations or customers. Jabil's vision of managing a low-cost global supply chain with complete transparency, minimal inventory and maximum flexibility advanced significantly. Competent execution of this complex process is a distinguishing feature for the top tier of our industry and Jabil will maintain a leading capability in this area.

We look forward to the new year with enthusiasm. We will continue to broaden our services and extend our global footprint to targeted regions such as Central Europe and Latin America. We will selectively exploit the extraordinary growth opportunities with the worlds leading OEMs through traditional organic, as well as acquisitive growth. Our emphasis will continue on our core, differentiated strengths in design, customer-centric business management, global manufacturing management and the seamless integration of services from design through final product service and support. We will place increasing emphasis on delivering consistent financial performance, quarter-to-quarter as well as year-to-year, and will maintain our position in the fast growing top tier of the EMS industry.

These are exciting times for Jabil and we look forward to continued growth and success for all of our stakeholders.



William D. Morean
Chairman & CEO



The Electronic Manufacturing Services Industry: Growth and Opportunity

"The virtual or outsourced manufacturing model has emerged as the manufacturing strategy of choice among leading electronic OEMs."

The growth of the EMS industry continues unabated. Underpinning this growth is the fundamental conversion of leading OEMs from a vertical to a virtual manufacturing strategy. Jabil is well positioned to benefit from this conversion and continues to outpace overall industry growth. Jabil presents the leading value proposition to the OEM marketplace, extending well beyond the pedestrian outsourcing of electronics assemblies. Today, Jabil's comprehensive services portfolio, from design and product realization, to manufacturing, order fulfillment and product service, is combined with an expanding global footprint, empowering OEM customers to 'virtualize' manufacturing, relying entirely on Jabil to provide a complete global solution. By adopting a virtual manufacturing model, Jabil customers enjoy lower product cost and faster time-to-volume production for a fraction of a vertically integrated OEMs investment. Jabil customers are relieved of the significant management burden of long-term manufacturing and product fulfillment planning, allowing a richer and more focused effort on core competencies. This basic competitive thesis is simple, yet compelling. The virtual or outsourced manufacturing model has emerged as the manufacturing strategy of choice among leading electronic OEMs.

Manufacturing relationship models have also undergone fundamental change, from tactical and price driven to strategic and value-based long-term partnerships. The bar has been raised on minimal requirements. Top-tier EMS providers must have facilities in all major regions of the world to support global requirements and must provide a broad range of tightly integrated services. The playing field has been narrowed considerably as OEMs limit their partnerships to top-tier EMS providers with the scale, capital and global reach to provide a comprehensive global solution.

Recently there has been widespread adoption of this “virtual” model across new industries and geographic areas. Over the past year, traditional telecommunications companies joined the outsourcing movement and other new sectors appear on the horizon. The model is also spreading to traditionally vertical economic regions such as Europe and major Asian economies.





Comprehensive Services: Key to Future

Through an expanded global presence, broadening services and technology and the development of a world-class supply chain management model, Jabil offers a comprehensive, end-to-end set of services and a complete global manufacturing solution.

Jabil is an EMS leader in design and product realization services. With more than 70 percent of the cost of a product determined during design, Jabil's competence in electronic and physical design services is pivotal to delivering the lowest total cost solution. Design teams work in a design-for-manufacturability environment that is consistent across the company, improving performance and yields in the manufacturing process. Jabil also has product validation capability for internally and externally designed products. This translates into improved manufacturing efficiencies and accelerated time-to-volume production for customer products.

In the procurement process, Jabil provides customers with cost competitive turnkey procurement services. A highly customized inventory management system provides global visibility throughout the company and tracks product throughout the production process. This enables Jabil to tightly manage inventory levels and ensures customers optimal flexibility through schedule fluctuations and end-of-life management.

Jabil's manufacturing operations are organized into flexible and highly automated continuous flow workcells. Jabil's unique business unit model is a customer-centric strategy enabling superior coordination of each customer's global manufacturing needs. The workcell and business organization allows for modular growth in a controlled, yet highly responsive environment.

Jabil's system assembly, configuration and direct order fulfillment capabilities have essentially eliminated the need for customers to take ownership of the product. The opportunity to collapse the supply chain of system assembly and direct order fulfillment into a single supplier results in eliminating up to 10 weeks of production cycle time from raw board and components to finished, boxed product. In fully implemented cases, Jabil takes orders directly from the customer's sales force, builds the product and ships it in 24 to 72 hours, directly to the end-user.

Through Jabil Global Services (JGS), Jabil provides repair and service for customer's product following shipment to end-users. And, JGS offers channel returns, refurbishment, warranty administration, logistics management, warehousing and end-user support. Three repair and service centers are located strategically at overnight delivery hub centers to optimize turnaround time. This service cuts transportation time and stock locations for customers and offers flexible, integrated one-stop shopping.

Jabil offers a powerful value proposition: deliver comprehensive services through global, customer-centric business units built on a foundation of operational excellence.

"Jabil's unique business unit model is a customer-centric strategy enabling superior coordination of each customer's global manufacturing needs."

Globalization Spurs EMS Evolution as Global Supply Chain Managers

Market competitiveness and the global economy are compelling EMS providers to constantly increase supply chain effectiveness. In order to control variables, improve efficiencies and lower costs, EMS providers are taking control of the entire supply chain, from material suppliers through product support.

The fundamental imperative of world-class supply-chain management is the acceleration of velocity. Velocity in the transmission and analysis of data, planning requirements, the movement of physical supply and the manufacturing and order fulfillment process improves the quality of information and the synchronization of supply with demand. Shorter lead-times, lower inventory levels and more satisfied customers are the result.

"Market competitiveness and the global economy are compelling EMS providers to constantly increase supply chain effectiveness."

The backbone of a high-velocity supply-chain management process is a world-class Information Technology system across all locations. Jabil has made large-scale investments in a common, global Enterprise Resource Planning System platform, SAP. Jabil's own dynamic replenishment planning tools enable the company to take ownership of planning activities for customers. By accessing customers inventory, backlog and historical schedule fluctuation, Jabil tightly synchronizes the supply chain while establishing more predictable and consistent build schedules. This also eliminates unnecessary receiving, stocking and pulling of materials, further reducing costs for the customer and improving efficiencies for Jabil.

The ability to share critical business information across the supply chain is imperative to improving velocity. Many suppliers today engage with Jabil entirely through Electronic Commerce (EC). Electronic Commerce eliminates non-value add intermediate activities, gives our suppliers higher quality real-time information and enables the provision of enhanced flexibility. Jabil is committed to leadership in developing, implementing and benefiting from the evolution of EC over the Internet. Web-based processing of schedules, purchase orders, quotes, invoices and payments on a global level will encourage and improve efficiencies for Jabil, its customers and suppliers.





Excellence in Execution

The EMS challenge is to connect vision and tools with value for the customer. EMS providers assume the complex task of supporting multiple customers across different industry segments. Accordingly, there is a substantial customer need for EMS services that can be tailored to their specific business challenges. Jabil's unique customer-centric business unit approach answers this need in a compelling way and is a sustainable competitive advantage.

Jabil establishes autonomous, scalable and empowered business units (BU) for each customer business. Jabil BUs are a single point of control for customers' worldwide requirements and span multiple plants and geographies. Decision making velocity is improved, focused and responsive to real-time needs. Systems and methods may be tailored for the unique challenges faced by customers or their industry segment.

"A standard set of operational metrics governs every Jabil location around the globe."

Jabil's matrix organization fully supports world-class operational performance across all locations. Jabil is unique in that over 70 percent of total output is shared multi-plant and multi-nationally. This is a reflection of both the economic benefits of localizing production to consuming regions and of Jabil's ability to support consistent levels of execution throughout all locations. A standard set of operational metrics governs every Jabil location around the globe. Whether it is first-pass yield, quality data, downtime, or inventory turns, this system is common throughout the company and facilitates best practices. The ability to share information on a global basis is no longer an option . . . it is a necessity.

Jabil: Challenges, Solutions, Long-Term Growth

Jabil provides tightly integrated global manufacturing solutions to the world's leading electronic OEMs. Innovative electronics companies are rapidly adopting a virtual manufacturing model and Jabil's comprehensive service set, global footprint and high-velocity supply chain management capability position the company to benefit from the continued growth of the EMS industry. Jabil's customer-centric approach is built upon a foundation of consistent excellence across all sites, resulting in a sustainable competitive advantage. The opportunity the EMS industry presents will be met with a high performance, global solution attractive to the world's leading electronic OEMs, ensuring Jabil's continued growth and prosperity in the next millennium.

"Jabil's customer-centric approach is built upon a foundation of consistent excellence across all sites, resulting in a sustainable competitive advantage."



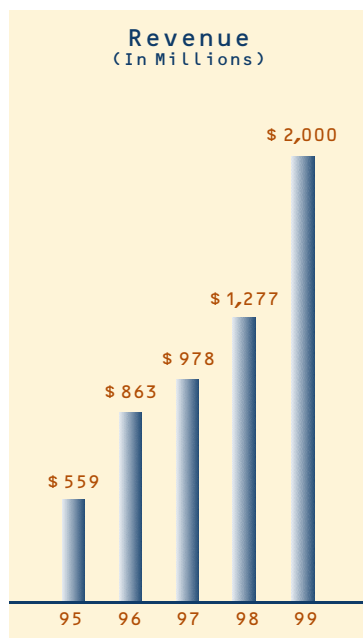
"Jabil continues to outpace overall industry growth and presents the leading value proposition to the electronics market."

1999 Financial Highlights

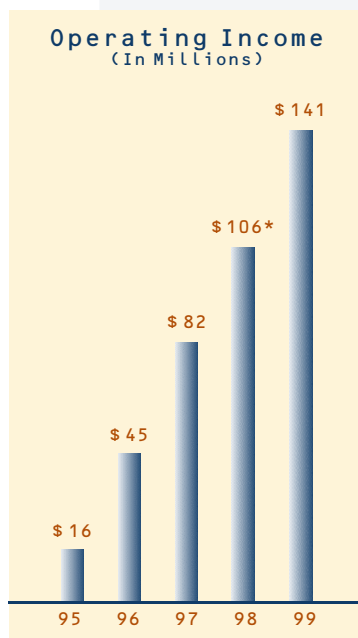
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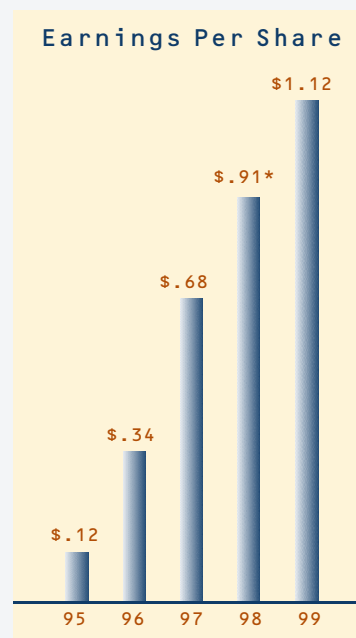
Revenue
(In Millions)



Operating Income
(In Millions)



Earnings Per Share



Adjusted for 2-for-1 stock split 2/18/99

*Excluding one-time acquisition-related charge.

For each fiscal quarter during the two most recent fiscal years ended August 31 (*in thousands, except for per share data*):

Fiscal 1998				
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter
Net revenue	\$ 319,512	330,688	309,599	317,575
Cost of revenue	278,167	286,628	269,826	281,026
Gross profit	41,345	44,060	39,773	36,549
Selling, general and administrative	11,077	12,858	12,941	15,138
Research and development	912	879	1,065	928
Acquisition related charge	–	–	–	20,825
Operating income (loss)	29,356	30,323	25,767	(342)
Interest expense, net	713	1,134	722	555
Income (loss) before income taxes	28,643	29,189	25,045	(897)
Income tax expense (benefit)	9,572	9,050	7,764	(1,339)
Net income	\$ 19,071	20,139	17,281	442
Basic earnings per share	\$ 0.52	0.54	0.46	0.01
Diluted earnings per share	\$ 0.49	0.52	0.45	0.01
Common shares used in the calculations of basic earnings per share	37,019	37,080	37,167	37,233
Common and common equivalent shares used in the calculations of diluted earnings per share	38,675	38,564	38,615	38,447

Fiscal 1999				
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter
Net revenue	\$ 447,941	493,363	522,497	536,545
Cost of revenue	397,366	437,850	463,066	475,391
Gross profit	50,575	55,513	59,431	61,154
Selling, general and administrative	18,318	19,588	21,237	21,900
Research and development	1,066	989	952	1,107
Amortization of intangibles	–	–	–	287
Operating income (loss)	31,191	34,936	37,242	37,860
Interest (income) expense, net	1,520	1,670	(301)	(1,197)
Income (loss) before income taxes	29,671	33,266	37,543	39,057
Income tax expense (benefit)	10,385	11,650	13,139	12,889
Net income	\$ 19,286	21,616	24,404	26,168
Basic earnings per share	\$ 0.52	0.29	0.30	0.32
Diluted earnings per share	\$ 0.50	0.28	0.29	0.30
Common shares used in the calculations of basic earnings per share	37,283	74,848	81,718	82,157
Common and common equivalent shares used in the calculations of diluted earnings per share	38,827	78,379	85,602	85,954

Summary Statement of Income

As of August 31 *(In thousands, except for per share data)*

	1995	1996	1997	1998	1999
Net Revenue	\$ 559,474	863,285	978,102	1,277,374	2,000,346
Gross Profit	36,136	72,974	120,857	161,727	227,611
Operating Income	16,419	45,406	81,854	105,929 *	141,229
Income before income taxes	10,072	38,073	80,242	102,805 *	139,537
Net Income	7,280	24,349	52,497	69,843 *	91,474
Fully diluted earnings per share	\$ 0.12	0.34	0.68	0.91 *	1.12
Common shares used in calculations	62,200	72,668	76,680	77,151	81,828

*Excluding one-time acquisition-related charge.

Summary Balance Sheet Data

As of August 31 *(In thousands, except for per share data)*

	1995	1996	1997	1998	1999
Total current assets	\$ 218,197	227,338	265,998	287,003	587,900
Property, plant and equipment, net	61,722	70,704	139,520	224,680	314,282
Working capital	33,333	115,758	97,348	100,284	257,103
Total current liabilities	184,864	111,580	168,650	186,719	330,797
Note payable and long-term debt	27,932	58,371	50,000	81,667	33,333
Stockholders' equity	59,595	124,234	181,485	248,366	545,832
Total liabilities and stockholders' equity	\$ 280,961	299,940	405,903	523,327	920,651

"We place increasing emphasis on delivering consistent financial performance, quarter-to-quarter, as well as year-to-year."

Key Ratios

As of August 31

	1995	1996	1997	1998	1999
Return on Assets	3.2 %	8.4 %	14.9 %	15.0 %*	12.6 %
Return on Equity	13.1 %	26.5 %	34.3 %	32.7 %*	23.0 %
Inventory Turns	5.7	12.2	8.9	11.0	10.0
Days of Sales Outstanding	60.6	42.6	37.7	36.2	37.0

*Excluding one-time acquisition-related charge.

As of August 31

	1995	1996	1997	1998	1999
Employees	2,661	2,649	3,661	5,311	6,554
Weighted average shares outstanding:					
Basic	58,356	68,916	72,598	72,249	78,253
Diluted	62,200	72,668	76,680	77,151	81,828
Closing stock price:*					
Nasdaq: JBIL	\$ 3.37	3.06	29.63	–	–
NYSE: JBL	–	–	–	\$ 11.75	44.81
Market Capitalization	\$ 199 Million	218 Million	2.2 Billion	906 Million	3.7 Billion

*Reflects 2-for-1 stock splits (7/97 and 2/99).

"We continue to lead our peer group of the top tier EMS providers in important operational and financial efficiency benchmarks."

Corporate Directory

Board of Directors

William D. Morean, Chairman of the Board and CEO, Jabil Circuit, Inc.

Thomas A. Sansone, Vice Chair, Jabil Circuit, Inc.

Timothy L. Main, President, Jabil Circuit, Inc.

Mel S. Lavitt, Managing Director, C.E. Unterberg, Towbin (investment banking firm)

Lawrence J. Murphy, Consultant and former Executive Vice President, Secretary and Director, Core Industries

Frank A. Newman, President, CEO and Chairman of the Board,
Eckerd Corporation (drugstore chain)

Steven A. Raymund, Chairman of the Board and CEO, TechData Corporation
(computer products distributor)

Officers

William D. Morean, Chief Executive Officer and Chairman of the Board

Thomas A. Sansone, Vice Chair and Director

Timothy L. Main, President and Director

Wesley B. Edwards, Senior Vice President, Operations

Ronald J. Rapp, Senior Vice President, Operational Development

Mark T. Mondello, Senior Vice President, Business Development

Robert L. Paver, General Counsel and Secretary

Chris A. Lewis, Chief Financial Officer

Forbes I. J. Alexander, Treasurer

John P. Redmond, Controller

Paul H. Bittner, Vice President, Advanced Engineering

Randon A. Haight, Vice President, Business Development

Beth A. Walters, Vice President, Communications

Scott D. Brown, Vice President, Corporate Development

Jeffrey J. Lumetta, Vice President, Design Services

John P. Lovato, Vice President, Global Business Units

Michael F. Ward, Vice President, Information Technology

William E. Peters, Vice President, Operations

Frank Krajcirovic, Vice President, Quality Control

Roland J. Burke, Vice President, Supply Chain Management

Shareholder's Information

Common Stock

As of May 5, 1998 the Common Stock of Jabil Circuit, Inc. trades publicly on The New York Stock Exchange under the symbol JBL. Prior to May 5, 1998, the Company's Common Stock was traded on the Nasdaq National Market under the symbol JBIL.

The following table sets forth, for the periods indicated, the high and low closing sales prices per share for the Company's Common Stock as reported by the New York Stock Market.

As of October 15, 1999, the Company had 1,757 shareholders of record. Price range of common stock, based on closing sale prices, during:

	Fiscal 1998		Fiscal 1999	
	High	Low	High	Low
First Quarter	\$ 36.00	\$ 18.13	\$ 29.25	\$ 12.59
Second Quarter	28.38	14.75	38.69	29.75
Third Quarter	26.63	14.94	48.25	31.94
Fourth Quarter	19.13	11.50	53.26	36.63

Adjusted for 2-for-1 stock split 2/18/99

Transfer Agent

Bank Boston N.A., c/o Boston EquiServe, P.O. Box 8040, Boston, Massachusetts 02266-8040 Telephone (781) 575-3170. The transfer agent maintains shareholder records for Jabil Circuit, Inc. Please contact the agent directly for change of address, transfer of stock and replacement of lost certificates.

Certified Public Accountants

KPMG LLP, St. Petersburg, Florida

Form 10-K and Investor Inquiries

Direct all inquiries for investor relations information, including copies of the Company's Form 10-K and other reports filed with the SEC, to:

Investor Relations

Jabil Circuit, Inc.

10560 Ninth Street North

St. Petersburg, Florida 33716

(727) 803-3349

e-mail: investor_relations@jabil.com

Investor information, including the Company's fiscal 1999 Annual Report and Form 10-K, can be found at www.jabil.com.

Annual Meeting

January 13, 2000, 10 a.m.

The Vinoy Golf Club

Sunset Ballroom

600 Snell Isle Boulevard

St. Petersburg, Florida

(727) 894-1000



Printed on recycled papers.

Corporate Headquarters and World-Wide Operations

CORPORATE HEADQUARTERS

JabilCircuit, Inc.
10560 Ninth Street North
St. Petersburg, Florida 33716
727-577-9749
Fax 727-579-8529

NORTH AMERICA

California
Florida
Idaho
Massachusetts
Michigan
Mexico

EUROPE

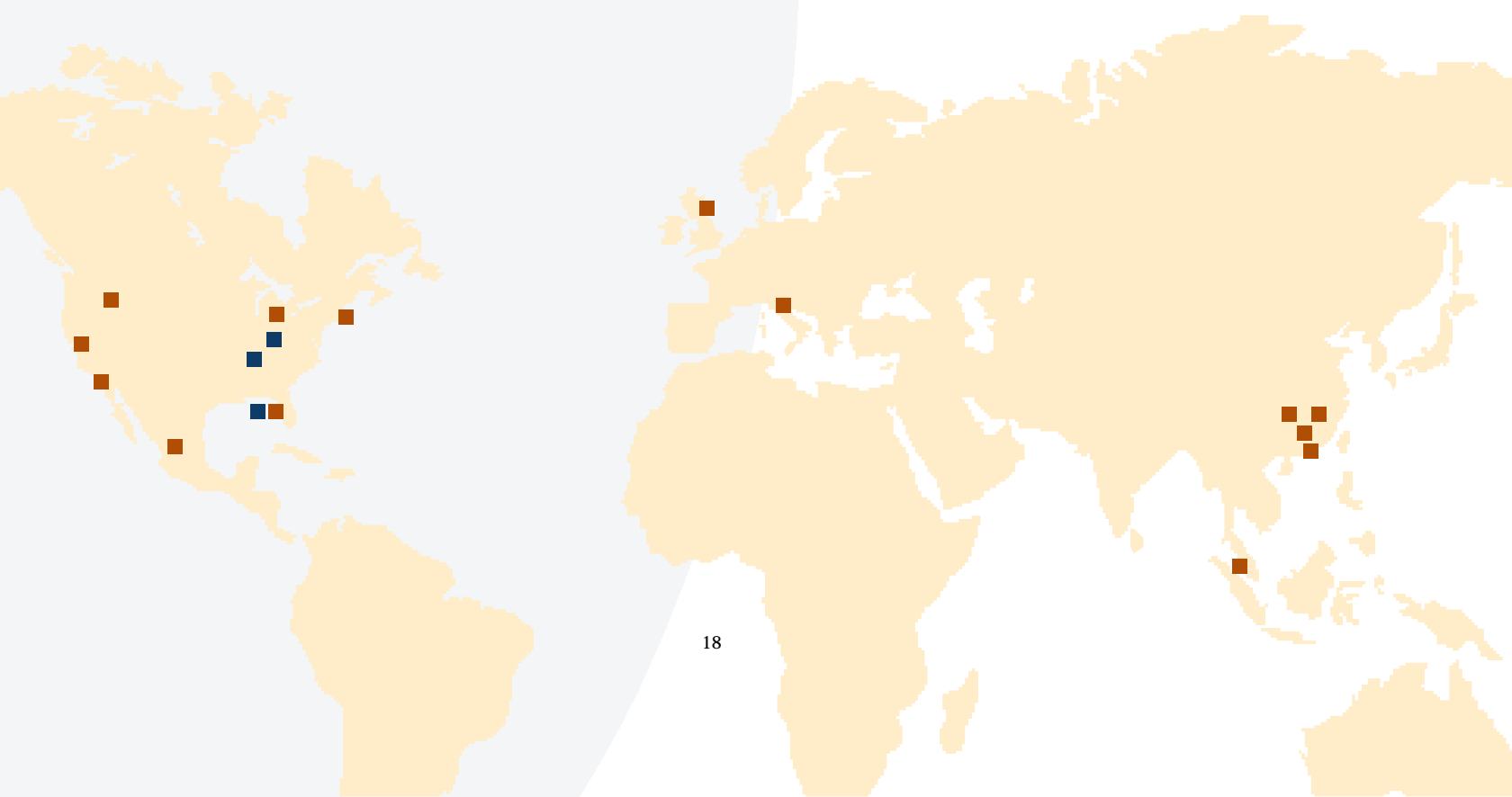
Italy
Scotland

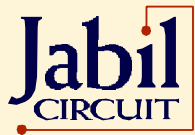
ASIA

China
Hong Kong
Malaysia

JABIL GLOBAL SERVICES, INC.

Florida
Tennessee
Kentucky





Jabil Circuit, Inc., St. Petersburg, Florida 33716 USA