

CRAY INC  
Form 424B3  
January 03, 2003

PROSPECTUS SUPPLEMENT DATED JANUARY 3, 2003, TO PROSPECTUS  
DATED JANUARY 17, 2002

CRAY INC.

Common Stock

On December 27, 2002, we called our 5% convertible subordinated debentures due November 6, 2004, for redemption. All holders converted all of their debentures on or prior to December 31, 2002. In connection with the conversion of all the debentures, we issued to the holders of the debentures an aggregate of 3,973,935 shares of our common stock, as follows:

<b>Holder</b>	<b>Shares Issued</b>
Riverview Group, LLC	2,136,525
Omicron Master Trust	854,610
Laterman & Co.	213,652
Forevergreen Partners	213,652
Clarion Capital Corporation	427,305
The Morton A. Cohen Revocable Living Trust	128,191

These shares may be resold by the above selling shareholders pursuant to the Prospectus, dated January 17, 2002, as supplemented.