



**Silicon Motion Technology Corporation**  
**Reconciliation of Non-GAAP to GAAP Income Statement**  
**For The Three Months Ended on Dec. 31, 2018**  
(in \$m except % amounts & per ADS amounts, unaudited)

(\$m)	Non-GAAP	% of Revenue	Stock-Based Comp.	Amortization of Intangible Assets	Litigat. Exp.	Goodwill Impair.	Gain/(Loss) on Equity-method Investment	LT Invest. Impair.	FX Gain / (Loss)	GAAP	% of Revenue
<b>Revenue</b>	<b>123.4</b>	<b>100%</b>								<b>123.4</b>	<b>100%</b>
Cost of sales	61.0	49%	0.2							61.3	50%
<b>Gross profit</b>	<b>62.3</b>	<b>51%</b>	<b>(0.2)</b>							<b>62.1</b>	<b>50%</b>
Research & development	22.3	18%	8.4							30.7	25%
Sales & marketing	6.0	5%	1.4							7.4	6%
General & administrative	3.1	2%	2.3		0.0					5.4	4%
Amortization of intangible assets	0.0			0.7						0.7	1%
Impairment loss of goodwill	0.0					0.6				0.6	1%
Total operating expenses	31.4	25%	12.1	0.7	0.0	0.6				44.9	36%
<b>Operating income</b>	<b>31.0</b>	<b>25%</b>	<b>(12.4)</b>	<b>(0.7)</b>	<b>(0.0)</b>	<b>(0.6)</b>				<b>17.2</b>	<b>14%</b>
Other income / (expense)	1.8	1%					(0.2)	(1.2)	(0.0)	0.3	0%
Income before income taxes	32.7	27%	(12.4)	(0.7)	(0.0)	(0.6)	(0.2)	(1.2)	(0.0)	17.6	14%
Provision for income taxes	2.5	2%	(2.3)	0.0	(0.0)	0.0	0.0	0.0	(0.0)	0.3	0%
<b>Net income</b>	<b>30.2</b>	<b>24%</b>	<b>(10.1)</b>	<b>(0.7)</b>	<b>(0.0)</b>	<b>(0.6)</b>	<b>(0.2)</b>	<b>(1.2)</b>	<b>0.0</b>	<b>17.3</b>	<b>14%</b>
Earnings per ADS, diluted	0.83									0.48	
Diluted ADS	36.4									36.1	
Effective tax rate	8%									1%	

**Silicon Motion Technology Corporation**  
**Reconciliation of Non-GAAP to GAAP Income Statement**  
**For The Three Months Ended on Mar. 31, 2018**  
(in \$m except % amounts & per ADS amounts, unaudited)

(\$m)

	<b>Non-GAAP</b>	<b>% of Revenue</b>	<b>Stock-Based Comp.</b>	<b>Amortization of intangible assets</b>	<b>Litigat. Exp.</b>	<b>FX Gain / (Loss)</b>	<b>GAAP</b>	<b>% of Revenue</b>
<b>Revenue</b>	<b>130.3</b>	<b>100%</b>					<b>130.3</b>	<b>100%</b>
Cost of sales	67.7	52%	0.1				67.8	52%
<b>Gross profit</b>	<b>62.6</b>	<b>48%</b>	<b>(0.1)</b>				<b>62.6</b>	<b>48%</b>
Research & development	24.0	18%	1.9				25.8	20%
Sales & marketing	6.3	5%	0.7				7.0	5%
General & administrative	3.6	3%	0.6		0.0		4.2	3%
Amortization of intangible assets				0.7			0.7	1%
Total operating expenses	33.9	26%	3.1	0.7	0.0		37.7	29%
<b>Operating income</b>	<b>28.7</b>	<b>22%</b>	<b>(3.1)</b>	<b>(0.7)</b>	<b>(0.0)</b>		<b>24.9</b>	<b>19%</b>
Other income / (expense)	1.3	1%				1.1	2.3	2%
Income before income taxes	30.0	23%	(3.1)	(0.7)	(0.0)	1.1	27.2	21%
Provision for income taxes	4.4	3%	(0.2)	0.0	0.0	0.0	4.1	3%
<b>Net income</b>	<b>25.7</b>	<b>20%</b>	<b>(2.9)</b>	<b>(0.7)</b>	<b>(0.0)</b>	<b>1.1</b>	<b>23.1</b>	<b>18%</b>
Earnings per ADS, diluted	0.71						0.64	
Diluted ADS	36.2						36.1	
Effective tax rate	15%						15%	