

Silicon Motion Technology Corporation
Reconciliation of Non-GAAP to GAAP Income Statement
For The Three Months Ended on Jun. 30, 2020

(\$m)

	Non-GAAP	% of Revenue	Stock-Based Comp.	FX Gain / (Loss)	GAAP	% of Revenue
Revenue	136.8	100%			136.8	100%
Cost of sales	68.4	50%	0.0		68.4	50%
Gross profit	68.4	50%	(0.0)		68.4	50%
Research & development	28.8	21%	0.1		28.9	21%
Sales & marketing	5.7	4%	0.1		5.8	4%
General & administrative	3.5	3%	0.0		3.5	3%
Total operating expenses	38.0	28%	0.2		38.3	28%
Operating income	30.4	22%	(0.2)		30.1	22%
Other income / (expense)	1.3	1%		(0.1)	1.2	1%
Income before income taxes	31.7	23%	(0.2)	(0.1)	31.3	23%
Provision for income taxes	3.1	2%	(0.0)	0.0	3.1	2%
Net income	28.6	21%	(0.2)	(0.1)	28.2	21%
Earnings per ADS, diluted	0.81				0.80	
Diluted ADS	35.2				35.2	
Effective tax rate	10%				10%	

Silicon Motion Technology Corporation
Reconciliation of Non-GAAP to GAAP Income Statement
For the Six Months Ended on Jun. 30, 2020

(\$m)

	Non-GAAP	% of Revenue	Stock-Based Comp.	FX Gain / (Loss)	GAAP	% of Revenue
Revenue	269.6	100%			269.6	100%
Cost of sales	137.3	51%	0.0		137.3	51%
Gross profit	132.3	49%	(0.0)		132.3	49%
Research & development	56.5	21%	1.8		58.2	22%
Sales & marketing	11.9	4%	0.4		12.3	5%
General & administrative	7.0	3%	0.5		7.5	3%
Total operating expenses	75.4	28%	2.7		78.1	29%
Operating income	57.0	21%	(2.7)		54.2	20%
Other income / (expense)	3.1	1%		(0.6)	2.5	1%
Income before income taxes	60.0	22%	(2.7)	(0.6)	56.7	21%
Provision for income taxes	3.1	1%	(0.5)	(0.1)	2.6	1%
Net income	57.0	21%	(2.3)	(0.6)	54.1	20%
Earnings per ADS, diluted	1.62				1.54	
Diluted ADS	35.2				35.1	
Effective tax rate	5%				5%	