MICROCHIP TECHNOLOGY INCORPORATED AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
THREE MONTHS ENDED SEPTEMBER 30, 2019
(in millions except per share amounts)
(unaudited)

Net sales $ 1,337.8

	GAAP	Share-based compensation expense	Acquisition-related	IT security remediation	Amortization of acquired intangible assets	Special charges and other, net	Loss on settlement of debt	Non-cash other expense, net	Gains on available-for-sale investments	Other non-GAAP tax adjustment	Non-GAAP
Cost of sales	$ 510.3	(5.2)	—	—	—	—	—	—	—	—	$ 505.1
Gross profit	827.5	5.2	—	—	—	—	—	—	—	—	832.7
Gross profit percentage	61.9 %										62.2 %
Research and development	219.8	(22.3)	—	—	—	—	—	—	—	—	197.5
Selling, general and administrative	172.3	(17.8)	(8.1)	(2.0)	—	—	—	—	—	—	144.4
Amortization of acquired intangible assets	248.2	—	—	—	(248.2)	—	—	—	—	—	—
Special charges and other, net	3.6	—	—	—	—	(3.6)	—	—	—	—	—
Operating expenses	643.9	(40.1)	(8.1)	(2.0)	(248.2)	(3.6)	—	—	—	—	341.9
Operating income	183.6	45.3	8.1	2.0	248.2	3.6	—	—	—	—	490.8
Operating income percentage	13.7 %										36.7 %
Other expense, net	(130.1)	—	—	—	—	—	0.1	30.6	(0.3)	—	(99.7)
Income before income taxes	53.5	45.3	8.1	2.0	248.2	3.6	0.1	30.6	(0.3)	—	391.1
Income tax (benefit) provision	(55.4)	—	—	—	—	—	—	—	—	80.8	25.4
Net income	$ 108.9	45.3	8.1	2.0	248.2	3.6	0.1	30.6	(0.3)	(80.8)	$ 365.7
Net income percentage	8.1 %										27.3 %
Diluted net income per common share	$ 0.43										$ 1.43
Diluted common shares outstanding	255.3										255.3