MICROCHIP TECHNOLOGY INCORPORATED AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
TWELVE MONTHS ENDED MARCH 31, 2018

(in millions except per share amounts)
(unaudited)

	GAAP	Share-based compensation expense	Acquisition-related restructuring, acquired inventory valuation costs, intangible asset amortization and other costs	Manufacturing excursion	Special charges and other, net	Non-cash other expense, net	Loss on settlement of convertible debt	Impairment on available-for-sale investments	Non-recurring tax events	Tax adjustment in accordance with ASC 740-270	Non-GAAP
Net sales	$ 3,980.8	-	-	-	-	-	-	-	-	-	$ 3,980.8
Cost of sales	1,560.1	(13.8)	-	0.6	-	-	-	-	-	-	1,546.9
Gross profit	2,420.7	13.8	-	(0.6)	-	-	-	-	-	-	2,433.9
Gross profit percentage	60.8%										61.1%
Research and development	529.3	(42.5)	-	-	-	-	-	-	-	-	486.8
Selling, general and administrative	452.1	(36.9)	(10.0)	-	-	-	-	-	-	-	405.2
Amortization of acquired intangible assets	485.5		(485.5)	-	-	-	-	-	-	-	-
Special charges and other, net	17.5	-	-	-	(17.5)	-	-	-	-	-	-
Operating expenses	1,484.4	(79.4)	(495.5)	-	(17.5)	-	-	-	-	-	892.0
Operating income	936.3	93.2	495.6	(0.6)	17.5	-	-	-	-	-	1,542.0
Operating income percentage	23.5%										38.7%
Losses on equity method investments	(0.2)	-	-	-	-	-	-	-	-	-	(0.2)
Other expense, net	(198.8)	-	-	-	-	110.1	15.9	15.5	-	-	(57.3)
Income before income taxes	737.3	93.2	495.6	(0.6)	17.5	110.1	15.9	15.5	-	-	1,484.5
Income tax provision (benefit)	481.9	28.3	39.3	(0.2)	5.9	35.8	5.3	0.1	(467.5)	-	128.9
Net income from continuing operations	255.4	64.9	456.3	(0.4)	11.6	74.3	10.6	15.4	467.5	-	1,355.6
Discontinued operations:											
Loss from discontinued operations	-	-	-	-	-	-	-	-	-	-	-
Income tax benefit	-	-	-	-	-	-	-	-	-	-	-
Net loss from discontinued operations	-	-	-	-	-	-	-	-	-	-	-
Net income	$ 255.4	64.9	456.3	(0.4)	11.6	74.3	10.6	15.4	467.5	-	$ 1,355.6
Net income percentage	6.4%										34.1%
Diluted net income per common share											
Net income from continuing operations	$ 1.03										$ 5.45
Net loss from discontinued operations	-										-
Net income	$ 1.03										$ 5.45
Diluted common shares outstanding	248.9										248.9