MICROCHIP TECHNOLOGY INCORPORATED AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
SIX MONTHS ENDED SEPTEMBER 30, 2017

(in millions except per share amounts)
(unaudited)

	GAAP	Share-based compensation expense	Manufacturing excursion	Acquisition-related costs	Amortization of acquired intangible assets	Special charges and other, net	Loss on settlement of debt	Non-cash other expense, net	Non-recurring tax events	Tax adjustment in accordance with ASC 740-270	Non-GAAP
Net sales	$ 1,984.3	-	-	-	-	-	-	-	-	-	$ 1,984.3
Cost of sales	785.8	(7.1)	0.6	-	-	-	-	-	-	-	779.3
Gross profit	1,198.5	7.1	(0.6)	-	-	-	-	-	-	-	1,205.0
Gross profit percentage	60.4%										60.7%
Research and development	264.0	(20.9)	-	-	-	-	-	-	-	-	243.1
Selling, general and administrative	228.6	(18.0)	-	(3.6)	-	-	-	-	-	-	207.0
Amortization of acquired intangible assets	241.8	-	-	-	(241.8)	-	-	-	-	-	-
Special charges and other, net	17.1	-	-	-	-	(17.1)	-	-	-	-	-
Operating expenses	751.5	(38.9)	-	(3.6)	(241.8)	(17.1)	-	-	-	-	450.1
Operating income	447.0	46.0	(0.6)	3.5	241.8	17.1	-	-	-	-	754.8
Operating income percentage	22.5%										38.0%
Losses on equity method investments	(0.1)	-	-	-	-	-	-	-	-	-	(0.1)
Other expense, net	(94.5)	-	-	-	-	-	13.8	54.1	-	-	(26.6)
Income before income taxes	352.4	46.0	(0.6)	3.5	241.8	17.1	13.8	54.1	-	-	728.1
Income tax (benefit) provision	(7.3)	15.2	(0.2)	1.3	19.7	6.0	5.1	19.8	11.2	(5.8)	65.0
Net income	$ 359.7	30.8	(0.4)	2.2	222.1	11.1	8.7	34.3	(11.2)	5.8	$ 663.1
Net income percentage	18.1%										33.4%
Diluted net income per common share	$ 1.48										$ 2.72
Diluted common shares outstanding	243.8										243.8