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

Net sales	$ 2,660.4											
	GAAP	Share-based compensation expense	Acquisition-related costs	IT security remediation	Amortization of acquired intangible assets	Special charges and other, net	Non-cash other expense, net	(Gains) losses on available-for-sale investments	Loss on settlement of debt	Other non-GAAP tax adjustment	Non-GAAP
Cost of sales	$ 1,017.7	(10.1)	—	—	—	—	—	—	—	—	$ 1,007.6
Gross profit	1,642.7	10.1	—	—	—	—	—	—	—	—	1,652.8
Gross profit percentage	61.7 %										62.1 %
Research and development	438.9	(41.8)	(0.1)	—	—	—	—	—	—	—	397.0
Selling, general and administrative	340.2	(34.1)	(14.6)	(5.0)	—	—	—	—	—	—	286.5
Amortization of acquired intangible assets	496.7	—	—	—	(496.7)	—	—	—	—	—	—
Special charges and other, net	11.7	—	—	—	—	(11.7)	—	—	—	—	—
Operating expenses	1,287.5	(75.9)	(14.7)	(5.0)	(496.7)	(11.7)	—	—	—	—	683.5
Operating income	355.2	86.0	14.7	5.0	496.7	11.7	—	—	—	—	969.3
Operating income percentage	13.4 %										36.4 %
Other expense, net	(261.2)	—	—	—	—	—	60.5	(1.1)	2.0	—	(199.8)
Income before income taxes	94.0	86.0	14.7	5.0	496.7	11.7	60.5	(1.1)	2.0	—	769.5
Income tax (benefit) provision	(65.6)	—	—	—	—	—		—	—	111.8	46.2
Net income	$ 159.6	86.0	14.7	5.0	496.7	11.7	60.5	(1.1)	2.0	(111.8)	$ 723.3
Net income percentage	6.0 %										27.2 %
Diluted net income per common share	$ 0.63										$ 2.84
Diluted common shares outstanding	254.6										254.6