

MICROCHIP TECHNOLOGY INCORPORATED AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
THREE MONTHS ENDED SEPTEMBER 30, 2023
(in millions, except per share amounts)
(unaudited)

Net sales	\$ 2,254.3								
	GAAP	Share-based compensation expense	Other adjustments	Professional services associated with certain legal matters	Amortization of acquired intangible assets	Special charges (income) and other, net	Loss on settlement of debt	Other non-GAAP tax adjustment	Non-GAAP
Cost of sales	\$ 726.9	(7.4)	—	—	—	—	—	—	\$ 719.5
Gross profit	1,527.4	7.4	—	—	—	—	—	—	1,534.8
Gross profit percentage	67.8 %								68.1 %
Research and development	292.6	(23.7)	(0.2)	—	—	—	—	—	268.7
Selling, general and administrative	196.6	(14.3)	(0.6)	(0.3)	—	—	—	—	181.4
Amortization of acquired intangible assets	151.4	—	—	—	(151.4)	—	—	—	—
Special charges (income) and other, net	1.8	—	—	—	—	(1.8)	—	—	—
Operating expenses	642.4	(38.0)	(0.8)	(0.3)	(151.4)	(1.8)	—	—	450.1
Operating income	885.0	45.4	0.8	0.3	151.4	1.8	—	—	1,084.7
Operating income percentage	39.3 %								48.1 %
Other expense, net	(51.4)	—	—	—	—	—	3.1	—	(48.3)
Income before income taxes	833.6	45.4	0.8	0.3	151.4	1.8	3.1	—	1,036.4
Income tax provision	167.0	—	—	—	—	—	—	(19.9)	147.1
Net income	\$ 666.6	45.4	0.8	0.3	151.4	1.8	3.1	19.9	\$ 889.3
Net income percentage	29.6 %								39.4 %
Diluted net income per common share	\$ 1.21								\$ 1.62
Diluted common shares outstanding	549.2								549.2