

Second Quarter Fiscal 2024 Earnings

SUPPLEMENTAL SLIDES

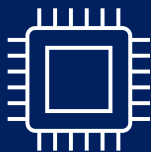
FEBRUARY 8, 2024

Safe Harbor Statement

This presentation contains forward-looking statements that are subject to the safe harbors created under the Securities Act of 1933, as amended, and the Securities Exchange Act of 1934, as amended. Forward-looking statements give our current expectations and projections relating to our financial condition, results of operations, plans, objectives, future performance and business, and can be identified by the fact that they do not relate strictly to historical or current facts. Such forward-looking statements may include words such as “expect,” “anticipate,” “intend,” “believe,” “estimate,” “plan,” “target,” “strategy,” “continue,” “may,” “will,” “should,” variations of such words, or other words and terms of similar meaning. All forward-looking statements reflect our best judgment and are based on several factors relating to our operations and business environment, all of which are difficult to predict and many of which are beyond our control. Such factors include, but are not limited to, the risks as identified in the “Risk Factors,” “Management’s Discussion and Analysis of Financial Condition and Results of Operations” and “Business” sections of our most recent Annual Report on Form 10-K and our most recent Quarterly Report on Form 10-Q; and other risks as identified from time to time in our Securities and Exchange Commission reports. Forward-looking statements are based on information available to us on the date hereof, and we do not have, and expressly disclaim, any obligation to publicly release any updates or any changes in our expectations, or any change in events, conditions, or circumstances on which any forward-looking statement is based. Our actual results and the timing of certain events could differ materially from the forward-looking statements. These forward-looking statements do not reflect the potential impact of any mergers, acquisitions, or other business combinations that had not been completed as of the date of this presentation.

High-Performance IoT Semiconductor Solutions Leader

Analog Mixed Signal Semiconductors



Broad Product Portfolio

Core IoT Product Applications



Targeting \$33B SAM in FY28

Strong Margin Profile



Non-GAAP Gross Margin 52.5% in Q2'24

Revenue



Q2'24 Revenue consistent QoQ

Note: As-reported Q2 fiscal year 2024, not proforma for any acquisition/divestiture activity over this timeframe
See the tables at the end of this presentation for GAAP to Non-GAAP reconciliations

Technology Leadership Across The Product Portfolio

Core IoT Product Applications

Wireless



Processors

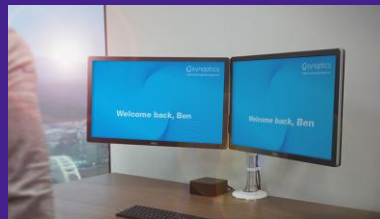


Enterprise & Automotive

PC Touchpad /
Biometric Fingerprint



Video Interface



Enterprise Telephony



Automotive



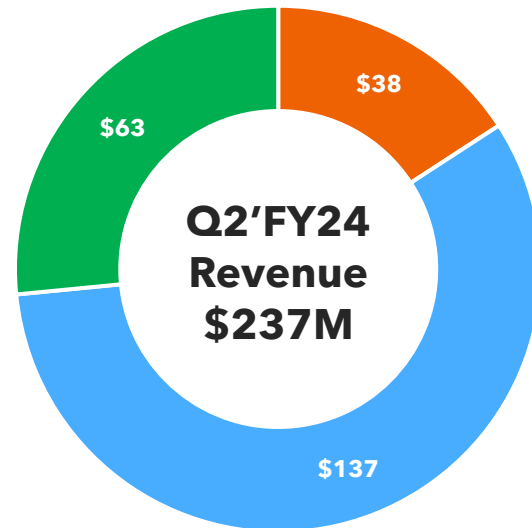
Mobile

Touch



Q2'FY24 Financial Highlights

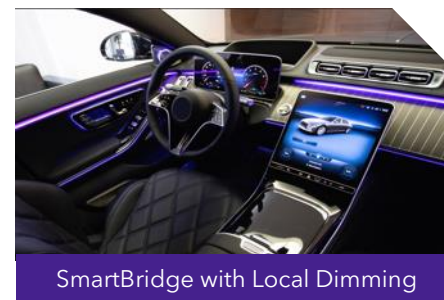
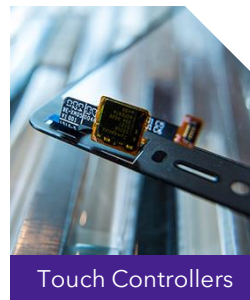
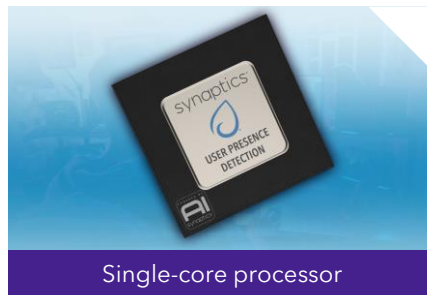
- Revenue of **\$237 million**, down 33% YoY
- Revenue was roughly flat QoQ and consistent for the past three quarters
- Gross Margins were in line with expectations in Q2
 - GAAP gross margin of 46.0%
 - Non-GAAP gross margin of 52.5%
- Better than expected earnings
 - GAAP loss per share of -\$0.23
 - Non-GAAP diluted earnings per share of \$0.57
- Cash flow from operations of \$39 million, cash and investments of \$849 million on the balance sheet



■ Core IoT ■ Enterprise & Auto ■ Mobile

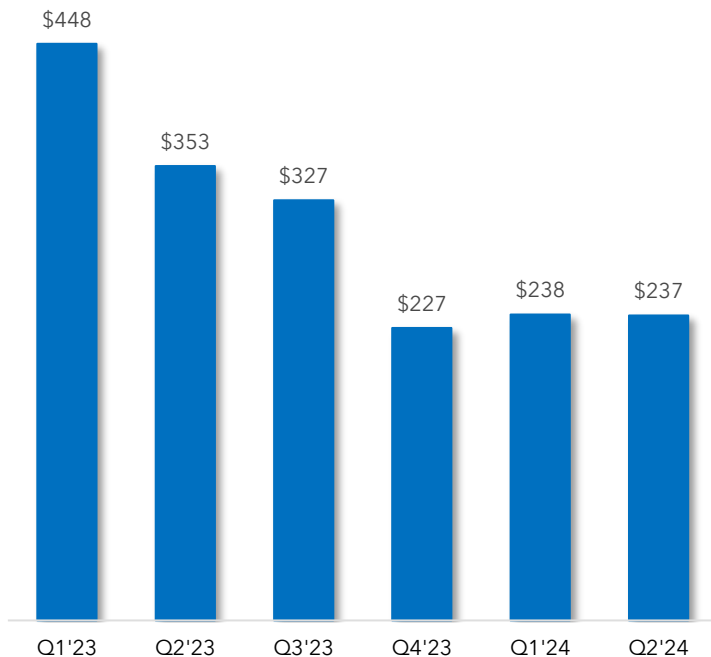
Q2'FY24 Business Highlights

- **First wireless automotive win** with lead module partner for in-car infotainment systems
- **New single-core Processor with AI engine.** Sampling with **two leading PC customers** for user presence detection application
- New Touch controller win at Samsung for the **flagship Galaxy S24 series smartphones**
- **Early engagement** with customers for Synaptics **SmartBridge** product with local dimming

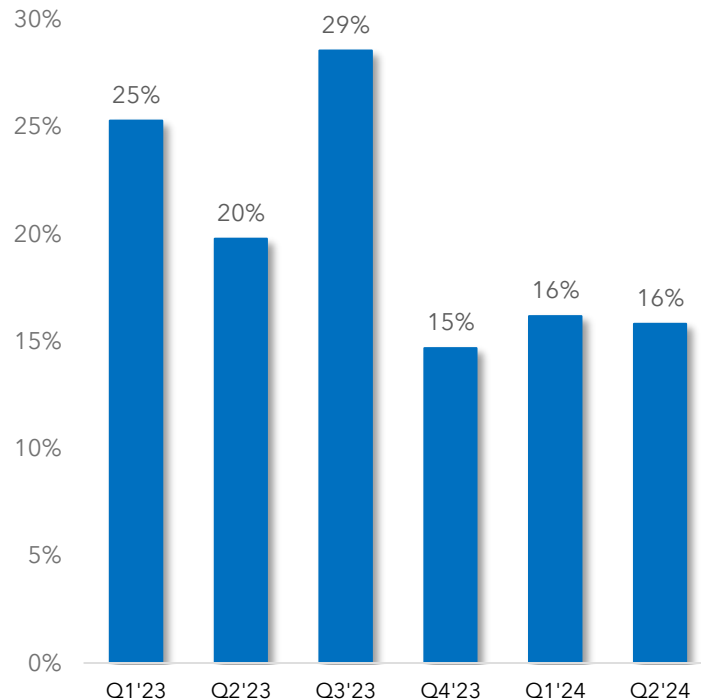


Quarterly Revenue Trend

Total Revenue (\$M)



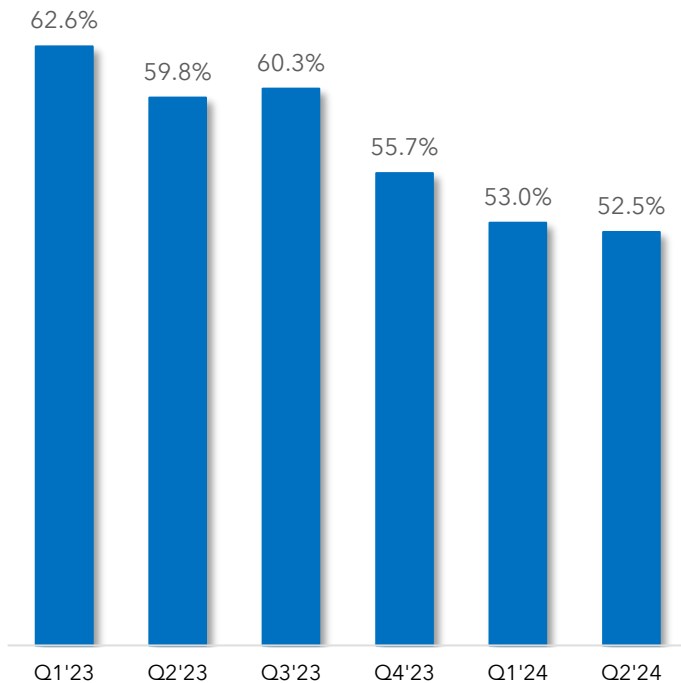
Core IoT Revenue Mix



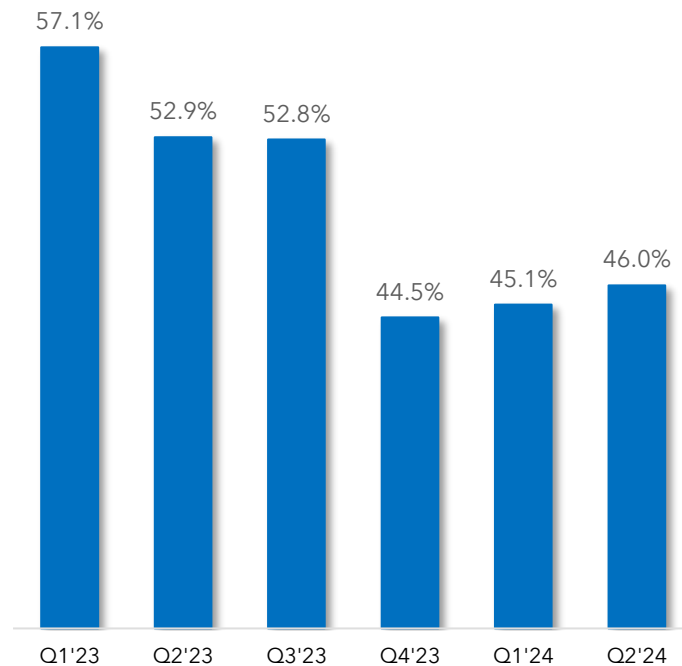
Note: As-reported, not proforma for any acquisition/divestiture activity over this timeframe
 Prior period is reclassified to current Core IoT presentation

Quarterly Gross Margin Trend

Non-GAAP Gross Margin



GAAP Gross Margin



Note: As-reported, not proforma for any acquisition/divestiture activity over this timeframe
See the tables at the end of this presentation for a reconciliation of GAAP results to non-GAAP financial measures

Q2'FY24 Financial Results

\$M (except EPS)	Q2'23	Q1'24	Q2'24	QoQ	YoY
Revenue	\$353.1	\$237.7	\$237.0	(0%)	(33%)
GAAP Gross Margin %	52.9%	45.1%	46.0%	90 bps	-690 bps
GAAP Operating Expenses	\$140.6	\$142.3	\$126.9	(11%)	(10%)
GAAP EPS Diluted	\$0.55	(\$1.43)	(\$0.23)	(84%)	(142%)
Non-GAAP Gross Margin %	59.8%	53.0%	52.5%	-50 bps	-730 bps
Non-GAAP Operating Expenses	\$98.4	\$96.7	\$92.0	(5%)	(7%)
Non-GAAP EPS Diluted	\$2.20	\$0.52	\$0.57	10%	(74%)

See the tables at the end of this presentation for a reconciliation of GAAP results to non-GAAP financial measures

Q2'FY24 Balance Sheet

In Millions	Q4'23	Q1'24	Q2'24
Cash & ST Investments	\$934.3	\$824.4	\$848.7
AR	\$163.9	\$111.2	\$126.6
Inventory	\$137.2	\$131.7	\$125.1
PP&E	\$66.4	\$67.4	\$71.0
Other	\$1,309.6	\$1,414.0	\$1,401.9
Total Assets	\$2,611.4	\$2,548.7	\$2,573.3
Current Liabilities (excluding debt)	\$254.1	\$239.5	\$247.3
Debt, net	\$978.0	\$975.6	\$974.7
Other Liabilities	\$135.9	\$129.3	\$131.0
Shareholder's Equity	\$1,243.4	\$1,204.3	\$1,220.3
Total Liabilities & Equity	\$2,611.4	\$2,548.7	\$2,573.3

Balances are as of the end of each quarter presented
Debt, net balance reflects debt net of discount and debt issuance costs

Q3'FY24 Guidance

\$M (except EPS)	GAAP	Non-GAAP
Revenue	\$220M - \$250	NA
Gross Margin*	43.5% - 46.5%	52.0% - 54.0%
Operating Expenses**	\$130 - \$135	\$94 - \$98
EPS Diluted	(\$0.80) - (\$1.10)	\$0.35 - \$0.65
Revenue mix		
Core IoT	19%	NA
Enterprise & Auto	57%	NA
Mobile	24%	NA

*Projected Non-GAAP gross margin excludes \$18.0 million of intangible asset amortization and \$1.0 million of share-based compensation.

** Projected Non-GAAP operating expense excludes \$32.0 million to \$33.0 million of share-based compensation, and \$4.0 million of intangible asset amortization.

***Projected Non-GAAP EPS excludes \$0.84 to \$0.87 of share-based compensation, \$0.59 of intangible asset amortization and other non-cash and Non-GAAP tax adjustments.

Appendix

GAAP to Non-GAAP Reconciliation Tables

	Q2'24 Actual	Q1'24 Actual	Q4'23 Actual	Q3'23 Actual	Q2'23 Actual	Q1'23 Actual
GAAP gross margin	\$ 109.0	\$ 107.1	\$ 101.2	\$ 172.3	\$ 186.7	\$ 255.7
Acquisition related costs	14.4	17.8	24.5	23.7	23.3	23.5
Share-based compensation	1.1	1.1	1.0	0.9	1.0	1.1
Non-GAAP gross margin	\$ 124.5	\$ 126.0	\$ 126.7	\$ 196.9	\$ 211.0	\$ 280.3
GAAP gross margin - percentage of revenue	46.0%	45.1%	44.5%	52.8%	52.9%	57.1%
Acquisition related costs - percentage of revenue	6.1%	7.5%	10.8%	7.3%	6.6%	5.3%
Share-based compensation - percentage of revenue	0.4%	0.4%	0.4%	0.3%	0.3%	0.2%
Non-GAAP gross margin - percentage of revenue	52.5%	53.0%	55.7%	60.3%	59.8%	62.6%
GAAP operating expense	\$ 126.9	\$ 142.3	\$ 139.2	\$ 138.1	\$ 140.6	\$ 143.7
Share-based compensation	(28.1)	(32.1)	(29.2)	(28.9)	(29.0)	(31.5)
Acquisition related costs	(3.9)	(5.5)	(8.5)	(8.5)	(10.7)	(9.5)
Restructuring costs	(1.3)	(8.0)	-	-	-	-
Site remediation accrual	(1.6)	-	-	-	-	-
Vendor settlement accrual	-	-	(4.0)	-	-	-
Amortization of prepaid development costs	-	-	-	(0.8)	(2.5)	(2.5)
Non-GAAP operating expense	\$ 92.0	\$ 96.7	\$ 97.5	\$ 99.9	\$ 98.4	\$ 100.2

GAAP to Non-GAAP Reconciliation Tables - continued

	Q2'24 Actual	Q1'24 Actual	Q4'23 Actual	Q3'23 Actual	Q2'23 Actual	Q1'23 Actual
GAAP net income (loss)	\$ (9.0)	\$ (55.6)	\$ (23.4)	\$ 10.4	\$ 22.0	\$ 64.6
Acquisition & transaction/integration related costs	18.3	23.3	33.0	32.2	34.0	33.0
Share-based compensation	29.2	33.2	30.2	29.8	30.0	32.6
Restructuring costs	1.3	8.0	-	-	-	-
Site remediation accrual	1.6	-	-	-	-	-
Amortization of prepaid development costs	-	-	-	0.8	2.5	2.5
Vendor settlement accrual	-	-	4.0	-	-	-
Other items, net	0.7	0.6	0.6	0.7	0.7	0.6
Non-GAAP tax adjustments	(19.6)	10.8	(24.9)	1.4	(0.7)	9.8
Non-GAAP net income	\$ 22.5	\$ 20.3	\$ 19.5	\$ 75.3	\$ 88.5	\$ 143.1
GAAP net income (loss) per share	\$ (0.23)	\$ (1.43)	\$ (0.59)	\$ 0.26	\$ 0.55	\$ 1.59
Acquisition & transaction/integration related costs	0.47	0.60	0.84	0.81	0.84	0.81
Share-based compensation	0.74	0.86	0.77	0.74	0.75	0.80
Restructuring costs	0.03	0.21	-	-	-	-
Site remediation accrual	0.04	-	-	-	-	-
Amortization of prepaid development costs	-	-	-	0.02	0.06	0.06
Vendor settlement accrual	-	-	0.10	-	-	-
Other items, net	0.02	0.02	0.02	0.02	0.02	0.02
Non-GAAP tax adjustment	(0.50)	0.28	(0.64)	0.04	(0.02)	0.24
Non-GAAP share adjustment	-	(0.02)	(0.01)	-	-	-
Non-GAAP net income per share - diluted	\$ 0.57	\$ 0.52	\$ 0.49	\$ 1.89	\$ 2.20	\$ 3.52



Engineering Exceptional Experiences