

Silicon Motion Technology Corporation
Reconciliation of Non-GAAP to GAAP Income Statement
For The Three Months Ended on Jun. 30, 2017
(in \$m except % amounts & per ADS amounts, unaudited)

(\$m)

| | Non-GAAP | % of Revenue | Stock-Based Comp. | Amortization of intangible assets | Litigat. Exp. | FX Gain / (Loss) | GAAP | % of Revenue |
|-----------------------------------|-----------------|---------------------|--------------------------|--|----------------------|-------------------------|--------------|---------------------|
| Revenue | 132.7 | 100% | | | | | 132.7 | 100% |
| Cost of sales | 68.1 | 51% | 0.0 | | | | 68.1 | 51% |
| Gross profit | 64.6 | 49% | (0.0) | | | | 64.6 | 49% |
| Research & development | 24.2 | 18% | 0.3 | | | | 24.5 | 18% |
| Sales & marketing | 5.0 | 4% | 0.6 | | | | 5.6 | 4% |
| General & administrative | 3.7 | 3% | 0.1 | | | | 3.7 | 3% |
| Amortization of intangible assets | | | | 0.5 | | | 0.5 | 0% |
| Total operating expenses | 32.8 | 25% | 1.0 | 0.5 | | | 34.3 | 26% |
| Operating income | 31.8 | 24% | (1.0) | (0.5) | | | 30.3 | 23% |
| Other income / (expense) | 1.0 | 1% | | | | (0.1) | 0.9 | 1% |
| Income before income taxes | 32.7 | 25% | (1.0) | (0.5) | | (0.1) | 31.2 | 23% |
| Provision for income taxes | 7.2 | 5% | (0.0) | 0.0 | | 0.0 | 7.1 | 5% |
| Net income | 25.6 | 19% | (0.9) | (0.5) | | (0.1) | 24.0 | 18% |
| Earnings per ADS, diluted | 0.71 | | | | | | 0.67 | |
| Diluted ADS | 35.9 | | | | | | 35.8 | |
| Effective tax rate | 22% | | | | | | 23% | |

Silicon Motion Technology Corporation
Reconciliation of Non-GAAP to GAAP Income Statement
For the Six Months Ended on June 30, 2017
(in \$m except % amounts & per ADS amounts, unaudited)

(\$m)

| | Non-GAAP | % of Revenue | Stock-Based Comp. | Amortization of intangible assets | Litigat. Exp. | FX Gain / (Loss) | GAAP | % of Revenue |
|-----------------------------------|-----------------|---------------------|--------------------------|--|----------------------|-------------------------|--------------|---------------------|
| Revenue | 260.0 | 100% | | | | | 260.0 | 100% |
| Cost of sales | 130.5 | 50% | 0.1 | | | | 130.6 | 50% |
| Gross profit | 129.5 | 50% | (0.1) | | | | 129.4 | 50% |
| Research & development | 46.6 | 18% | 2.2 | | | | 48.8 | 19% |
| Sales & marketing | 10.1 | 4% | 1.2 | | | | 11.3 | 4% |
| General & administrative | 7.3 | 3% | 0.7 | | 0.0 | | 8.0 | 3% |
| Amortization of intangible assets | 0.0 | | | 1.1 | | | 1.1 | 0% |
| Total operating expenses | 64.1 | 25% | 4.1 | 1.1 | 0.0 | | 69.2 | 27% |
| Operating income | 65.4 | 25% | (4.1) | (1.1) | (0.0) | | 60.3 | 23% |
| Other income / (expense) | 1.7 | 1% | | | | (0.4) | 1.3 | 0% |
| Income before income taxes | 67.1 | 26% | (4.1) | (1.1) | (0.0) | (0.4) | 61.5 | 24% |
| Provision for income taxes | 16.4 | 6% | (2.4) | | (0.0) | (0.0) | 14.0 | 5% |
| Net income | 50.7 | 20% | (1.7) | (1.1) | (0.0) | (0.4) | 47.5 | 18% |
| Earnings per ADS, diluted | 1.41 | | | | | | 1.32 | |
| Diluted ADS | 36.0 | | | | | | 35.9 | |
| Effective tax rate | 24% | | | | | | 23% | |