

**Silicon Motion Technology Corporation**  
**Reconciliation of Non-GAAP to GAAP Income Statement**  
**For The Three Months Ended on Sep. 30, 2016**  
(in \$m except % amounts & per ADS amounts, unaudited)

(\$m)

	<b>Non-GAAP</b>	<b>% of Revenue</b>	<b>Stock-Based Comp.</b>	<b>Amortization of intangible assets</b>	<b>Litigat. Exp.</b>	<b>FX Gain / (Loss)</b>	<b>GAAP</b>	<b>% of Revenue</b>
<b>Revenue</b>	<b>158.6</b>	<b>100%</b>					<b>158.6</b>	<b>100%</b>
Cost of sales	81.0	51%	0.2				81.2	51%
<b>Gross profit</b>	<b>77.6</b>	<b>49%</b>	<b>(0.2)</b>				<b>77.4</b>	<b>49%</b>
Research & development	21.9	14%	4.0				25.9	16%
Sales & marketing	6.5	4%	1.0				7.5	5%
General & administrative	3.6	2%	1.3		0.0		4.9	3%
Amortization of intangible assets				0.5			0.5	0%
Total operating expenses	32.0	20%	6.3	0.5	0.0		38.9	25%
<b>Operating income</b>	<b>45.5</b>	<b>29%</b>	<b>(6.5)</b>	<b>(0.5)</b>	<b>(0.0)</b>		<b>38.5</b>	<b>24%</b>
Other income / (expense)	0.6	0%				(0.4)	0.2	0%
Income before income taxes	46.1	29%	(6.5)	(0.5)	(0.0)	(0.4)	38.7	24%
Provision for income taxes	7.8	5%	(0.0)	0.0	(0.0)	(1.8)	6.0	4%
<b>Net income</b>	<b>38.3</b>	<b>24%</b>	<b>(6.5)</b>	<b>(0.5)</b>	<b>(0.0)</b>	<b>1.4</b>	<b>32.7</b>	<b>21%</b>
Earnings per ADS, diluted	1.07						0.92	
Diluted ADS	35.8						35.5	
Effective tax rate	17%						15%	

**Silicon Motion Technology Corporation**  
**Reconciliation of Non-GAAP to GAAP Income Statement**  
**For the Nine Months Ended on Sep. 30, 2016**  
(in \$m except % amounts & per ADS amounts, unaudited)

(\$m)

	<b>Non-GAAP</b>	<b>% of Revenue</b>	<b>Stock-Based Comp.</b>	<b>Amortization of intangible assets</b>	<b>Litigat. Exp.</b>	<b>FX Gain / (Loss)</b>	<b>GAAP</b>	<b>% of Revenue</b>
<b>Revenue</b>	<b>411.9</b>	<b>100%</b>					<b>411.9</b>	<b>100%</b>
Cost of sales	209.3	51%	0.2				209.5	51%
<b>Gross profit</b>	<b>202.7</b>	<b>49%</b>	<b>(0.2)</b>				<b>202.5</b>	<b>49%</b>
Research & development	60.9	15%	5.5				66.4	16%
Sales & marketing	18.5	4%	1.6				20.1	5%
General & administrative	10.3	3%	1.6		0.1		12.0	3%
Amortization of intangible assets	0.0			1.6			1.6	0%
Total operating expenses	89.7	22%	8.7	1.6	0.1		100.1	24%
<b>Operating income</b>	<b>113.0</b>	<b>27%</b>	<b>(8.9)</b>	<b>(1.6)</b>	<b>(0.1)</b>		<b>102.4</b>	<b>25%</b>
Other income / (expense)	1.4	0%				(0.8)	0.7	0%
Income before income taxes	114.4	28%	(8.9)	(1.6)	(0.1)	(0.8)	103.1	25%
Provision for income taxes	21.1	5%	0.0		(0.0)	(2.8)	18.3	4%
<b>Net income</b>	<b>93.3</b>	<b>23%</b>	<b>(9.0)</b>	<b>(1.6)</b>	<b>(0.1)</b>	<b>2.0</b>	<b>84.8</b>	<b>21%</b>
Earnings per ADS, diluted	2.62						2.39	
Diluted ADS	35.6						35.5	
Effective tax rate	18%						18%	