Silicon Laboratories Inc.
Condensed Consolidated Statements of Operations
(In thousands, except per share data)
(Unaudited)

	Three Months Ended		Six Months Ended	
	July 4, 2026	July 5, 2025	July 4, 2026	July 5, 2025
Revenues	$ 228,189	$ 192,845	$ 441,689	$ 370,559
Cost of revenues	87,515	84,736	174,017	164,673
Gross profit	140,674	108,109	267,672	205,886
Operating expenses:				
Research and development	95,016	87,821	183,610	176,040
Selling, general and administrative	56,324	43,155	111,810	84,793
Operating expenses	151,340	130,976	295,420	260,833
Operating loss	(10,666)	(22,867)	(27,748)	(54,947)
Other income (expense):				
Interest income and other, net	2,489	3,833	6,115	7,626
Interest expense	(251)	(251)	(483)	(535)
Loss before income taxes	(8,428)	(19,285)	(22,116)	(47,856)
Provision for income taxes	2,164	2,532	4,373	4,431
Net loss	$ (10,592)	$ (21,817)	$ (26,489)	$ (52,287)
Loss per share:				
Basic	$ (0.32)	$ (0.67)	$ (0.80)	$ (1.61)
Diluted	$ (0.32)	$ (0.67)	$ (0.80)	$ (1.61)
Weighted-average common shares outstanding:				
Basic	33,206	32,682	33,084	32,570
Diluted	33,206	32,682	33,084	32,570

Silicon Laboratories Inc.
Condensed Consolidated Balance Sheets
(In thousands, except per share data)
(Unaudited)

	July 4, 2026	January 3, 2026
Assets		
Current assets:		
Cash and cash equivalents	$ 362,191	$ 364,222
Short-term investments	35,051	79,400
Accounts receivable, net	79,801	64,513
Inventories	123,340	95,566
Prepaid expenses and other current assets	70,840	70,316
Total current assets	671,223	674,017
Property and equipment, net	130,902	128,643
Goodwill	376,389	376,389
Other intangible assets, net	18,541	23,130
Other assets, net	56,001	67,138
Total assets	$ 1,253,056	$ 1,269,317
Liabilities and Stockholders' Equity		
Current liabilities:		
Accounts payable	$ 52,407	$ 50,717
Deferred revenue and returns liability	5,176	5,359
Other current liabilities	66,563	87,711
Total current liabilities	124,146	143,787
Other non-current liabilities	34,108	31,112
Total liabilities	158,254	174,899
Commitments and contingencies		
Stockholders' equity:		
Preferred stock – $0.0001 par value; 10,000 shares authorized; no shares issued	—	—
Common stock – $0.0001 par value; 250,000 shares authorized; 33,366 and 32,955 shares issued and outstanding at July 4, 2026 and January 3, 2026, respectively	3	3
Additional paid-in capital	184,456	157,402
Retained earnings	910,325	936,814
Accumulated other comprehensive income	18	199
Total stockholders' equity	1,094,802	1,094,418
Total liabilities and stockholders' equity	$ 1,253,056	$ 1,269,317

Silicon Laboratories Inc.
Condensed Consolidated Statements of Cash Flows
(In thousands)
(Unaudited)

	Six Months Ended	
	July 4, 2026	July 5, 2025
Operating Activities		
Net loss	$ (26,489)	$ (52,287)
Adjustments to reconcile net loss to net cash provided by (used in) operating activities:		
Depreciation of property and equipment	12,171	12,701
Amortization of other intangible assets	4,589	8,780
Stock-based compensation expense	46,704	39,605
Deferred income taxes	1,663	1,504
Changes in operating assets and liabilities:		
Accounts receivable	(15,289)	(2,017)
Inventories	(27,734)	24,631
Prepaid expenses and other assets	(803)	5,112
Accounts payable	2,051	12,812
Other current liabilities and income taxes	(7,925)	8,377
Deferred revenue and returns liability	(183)	783
Other non-current liabilities	1,667	(6,965)
Net cash provided by (used in) operating activities	(9,578)	53,036
Investing Activities		
Purchases of marketable securities	—	(32,507)
Sales of marketable securities	—	14,986
Maturities of marketable securities	44,119	17,019
Purchases of property and equipment	(22,153)	(13,549)
Proceeds from capital-related government incentives	5,272	—
Net cash provided by (used in) investing activities	27,238	(14,051)
Financing Activities		
Payment of taxes withheld for vested stock awards	(27,451)	(13,752)
Proceeds from the issuance of common stock	7,760	7,619
Net cash used in financing activities	(19,691)	(6,133)
Increase (decrease) in cash and cash equivalents	(2,031)	32,852
Cash and cash equivalents at beginning of period	364,222	281,607
Cash and cash equivalents at end of period	$ 362,191	$ 314,459

Non-GAAP Financial Measurements

In addition to the GAAP results provided throughout this document, Silicon Labs has provided non-GAAP financial measurements on a basis excluding non-cash and other charges and benefits. Details of these excluded items are presented in the tables below, which reconcile the GAAP results to non-GAAP financial measurements.

The non-GAAP financial measurements do not replace the presentation of Silicon Labs' GAAP financial results. These measurements provide supplemental information to assist management and investors in analyzing Silicon Labs' financial position and results of operations. Silicon Labs has chosen to provide this information to investors to enable them to perform meaningful comparisons of past, present and future operating results and as a means to emphasize the results of core on-going operations.

Unaudited Reconciliation of GAAP to Non-GAAP Financial Measures
(In thousands, except per share data)

	Three Months Ended July 4, 2026						
Non-GAAP Income Statement Items	**GAAP Measure**	**GAAP Percent of Revenue**	**Stock Compensation Expense**	**Intangible Asset Amortization**	**Merger-Related Costs**	**Non-GAAP Measure**	**Non-GAAP Percent of Revenue**
Revenues	$ 228,189						
Gross profit	140,674	61.6 %	$ 463	$ —	$ —	$ 141,137	61.9 %
Research and development	95,016	41.6 %	12,902	2,295	3,289	76,530	33.5 %
Selling, general and administrative	56,324	24.7 %	12,284	—	6,258	37,782	16.6 %
Operating expenses	151,340	66.3 %	25,186	2,295	9,547	114,312	50.1 %
Operating income (loss)	(10,666)	(4.7)%	25,649	2,295	9,547	26,825	11.8 %

	Three Months Ended July 4, 2026							
Non-GAAP Earnings (Loss) Per Share and Income Tax Rate	**GAAP Measure**	**GAAP Tax Percentage Rate**	**Stock Compensation Expense**	**Intangible Asset Amortization**	**Merger-Related Costs**	**Income Tax Adjustments**	**Non-GAAP Measure**	**Non-GAAP Tax Percentage Rate**
Income (loss) before income taxes	$ (8,428)		$ 25,649	$ 2,295	$ 9,547	$ —	$ 29,063	
Provision for income taxes	2,164	(25.7)%				3,067	5,231	18.0 %
Net income (loss)	$ (10,592)						$ 23,832	
		Shares Excluded Due to Net Loss						
Diluted shares outstanding	33,206	504					33,710	
Diluted earnings (loss) per share	$ (0.32)						$ 0.71	