



Silicon Labs Investor Presentation

NOVEMBER 4, 2024

Private Securities Litigation Reform Act of 1995

This presentation contains forward-looking statements based on Silicon Labs' current expectations. The words "believe", "estimate", "expect", "intend", "anticipate", "plan", "project", "will", and similar phrases as they relate to Silicon Labs are intended to identify such forward-looking statements. These forward-looking statements reflect the current views and assumptions of Silicon Labs and are subject to various risks and uncertainties that could cause actual results to differ materially from expectations. Among the factors that could cause actual results to differ materially from those in the forward-looking statements are the following: the competitive and cyclical nature of the semiconductor industry; the challenging macroeconomic environment, including disruptions in the financial services industry; geographic concentration of manufacturers, assemblers, test service providers and customers in Asia that subjects Silicon Labs' business and results of operations to risks of natural disasters, epidemics or pandemics, war and political unrest; risks that demand and the supply chain may be adversely affected by military conflict (including in the Middle East, and between Russia and Ukraine), terrorism, sanctions or other geopolitical events globally (including in the Middle East, and conflict between Taiwan and China); risks that Silicon Labs may not be able to maintain its historical growth; quarterly fluctuations in revenues and operating results; difficulties developing new products that achieve market acceptance; risks associated with international activities (including trade barriers, particularly with respect to China); intellectual property litigation risks; risks associated with acquisitions and divestitures; product liability risks; difficulties managing and/or obtaining sufficient supply from Silicon Labs' distributors, manufacturers and subcontractors; dependence on a limited number of products; absence of long-term commitments from customers; inventory-related risks; difficulties managing international activities; risks that Silicon Labs may not be able to manage strains associated with its growth; credit risks associated with its accounts receivable; dependence on key personnel; stock price volatility; the impact of COVID-19 on the U.S. and global economy; debt-related risks; capital-raising risks; the timing and scope of share repurchases and/or dividends; average selling prices of products may decrease significantly and rapidly; information technology risks; cyber-attacks against Silicon Labs' products and its networks; risks associated with any material weakness in our internal controls over financial reporting; and other factors that are detailed in the SEC filings of Silicon Laboratories Inc. Silicon Labs disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events, or otherwise. References in this press release to Silicon Labs shall mean Silicon Laboratories Inc.

Non-GAAP Financial Measures

In addition to the GAAP results provided throughout this presentation, 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.



FOUNDED IN 1996

Pure-Play Leader of Intelligent Wireless Connectivity



LISTED SLAB

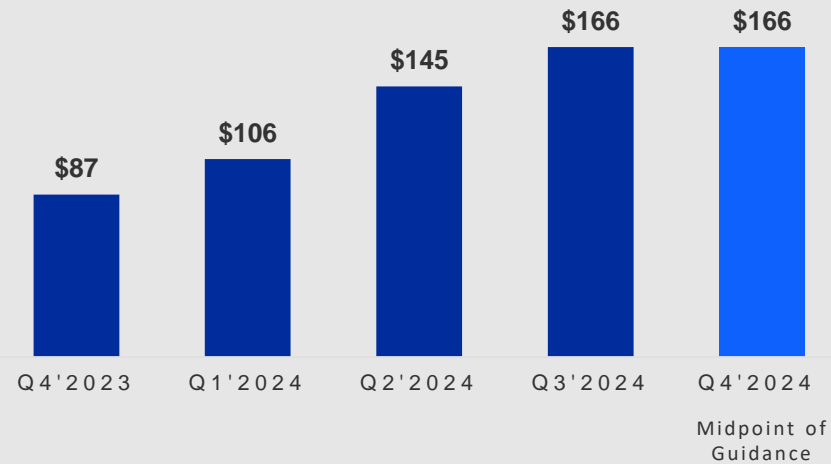


~21,000 CUSTOMERS



~1,500 PATENT ASSETS

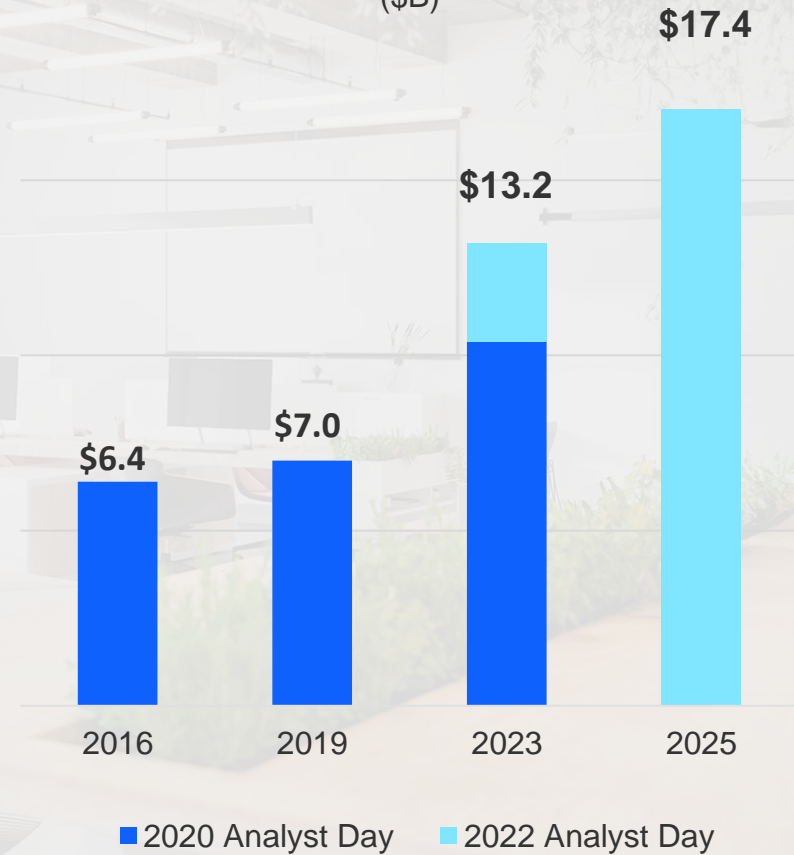
Revenue \$M



IoT Accelerating Market Opportunity

Edge IoT Market Growth*

(\$B)

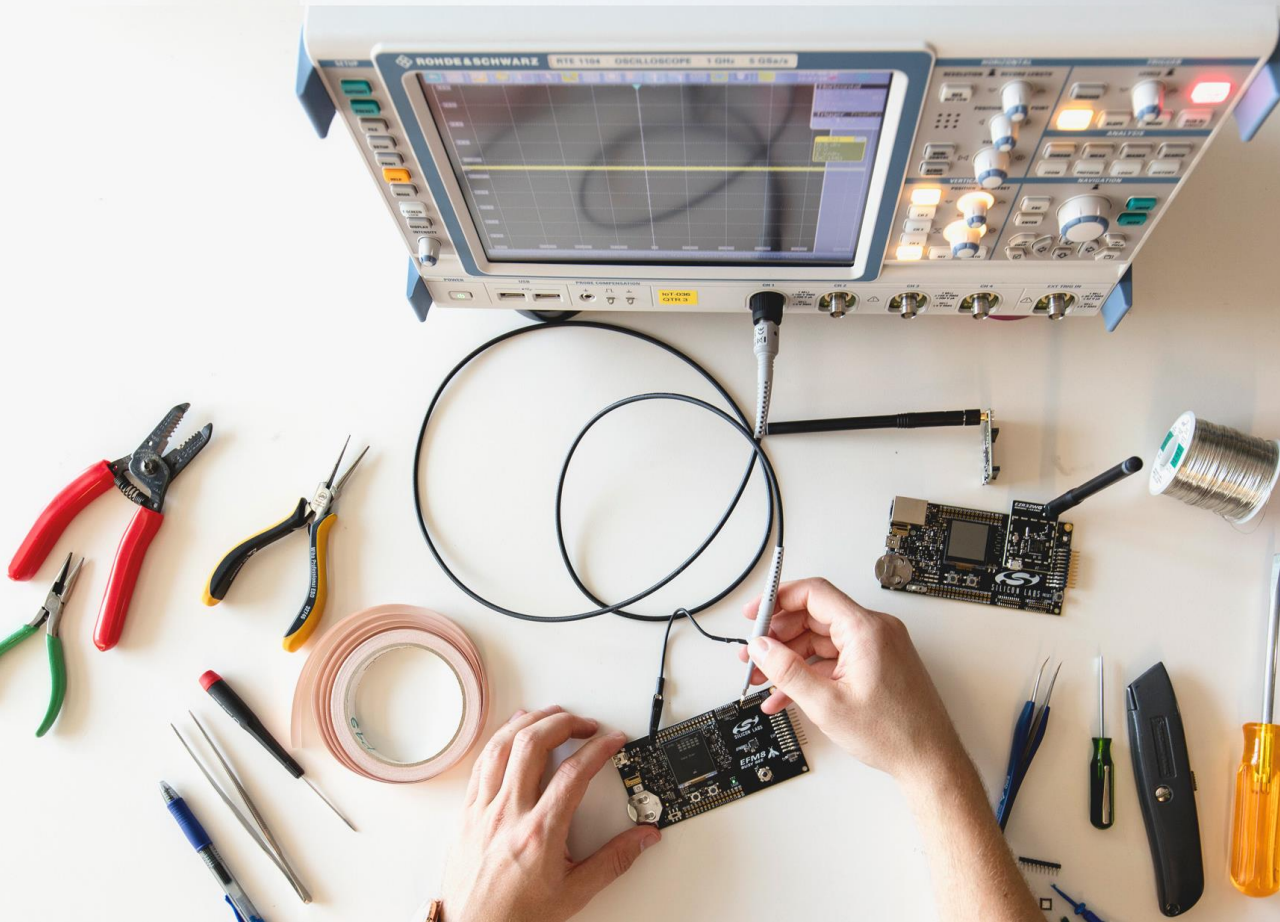


*As outlined at Analyst Day on March 1, 2022

Source: Average of WSTS and Gartner research combined with management estimates.

OUR VISION

To empower developers to create wirelessly connected devices that transform industries, grow economies, and improve lives.



OUR VALUES



We hire, foster and empower great talent



We create customer value and commercial success through innovation and simplicity



We meet our commitments and hold ourselves accountable

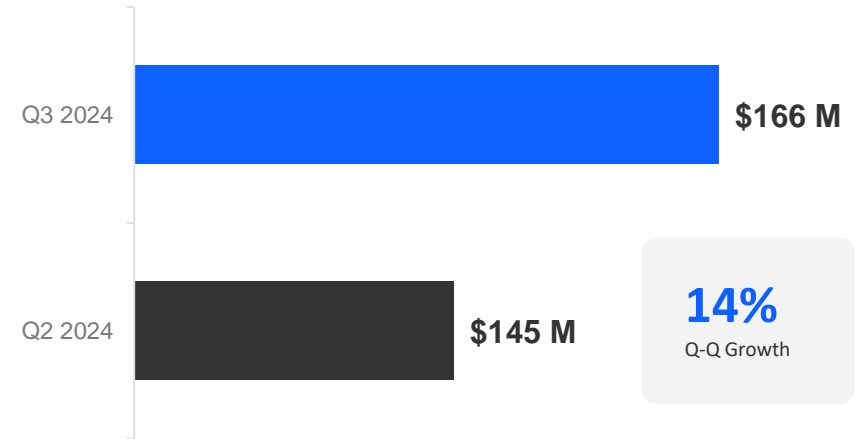


We do the right thing!

Revenue Q3 2024

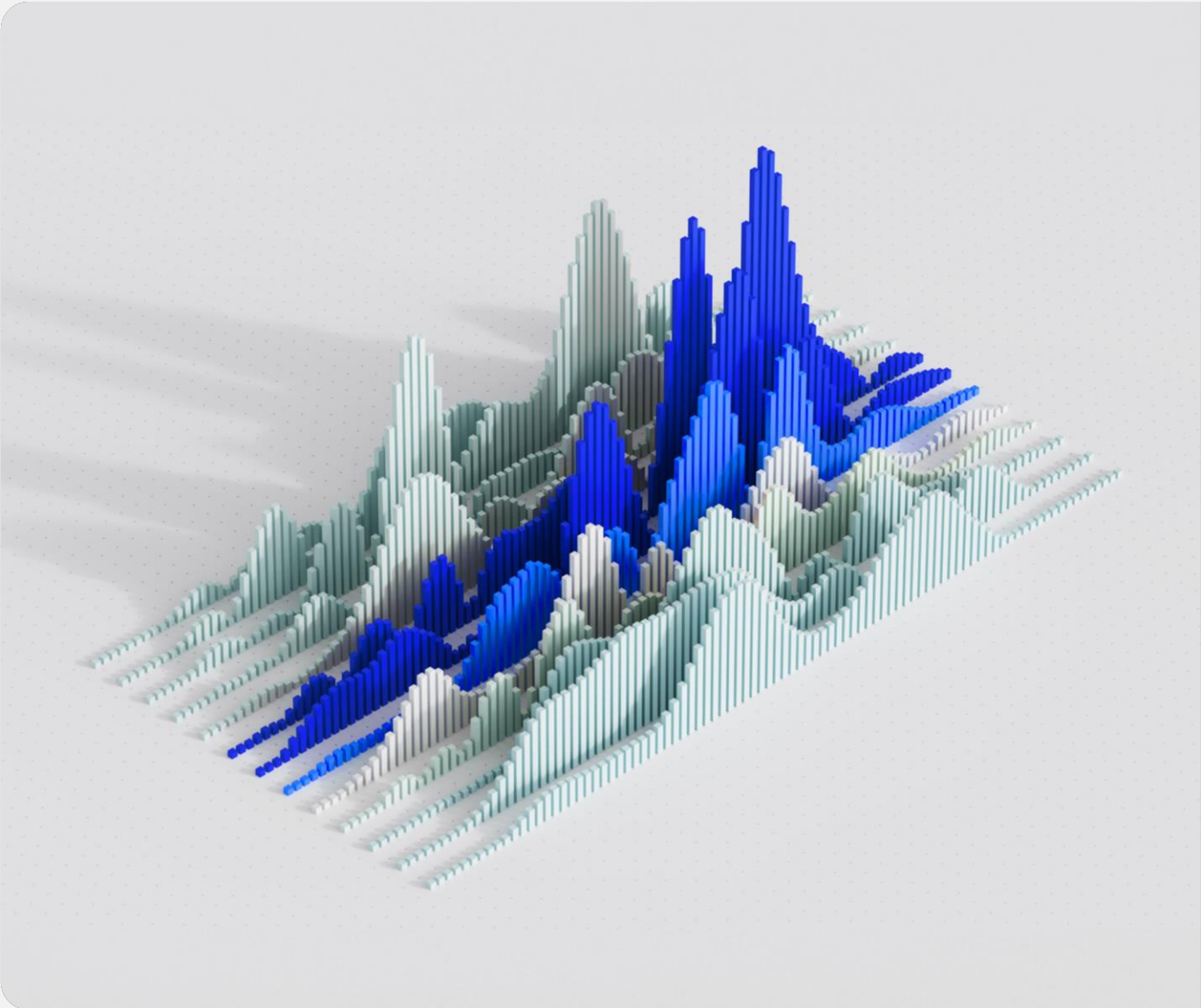


Revenue



- Revenue of \$166 million increased 14% q/q
- Home & Life increased 22% q/q
- Industrial & Commercial increased 10% q/q

Gross Margin Q3 2024



- GAAP gross margin improved to 54.3% in Q3, up from 52.7% in Q2
- Non-GAAP gross margin improved to 54.5% in Q3, up from 53.0% in Q2

GAAP



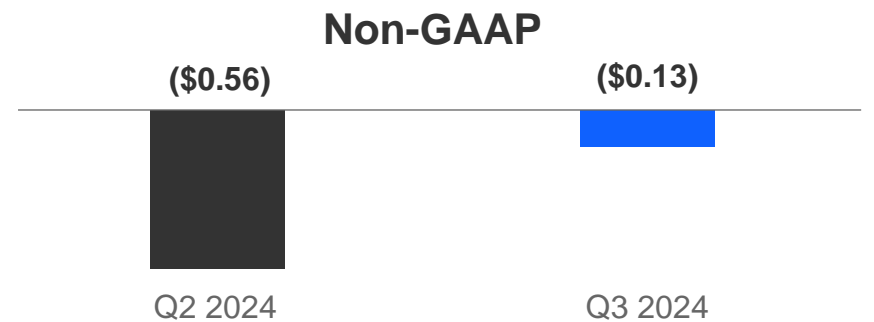
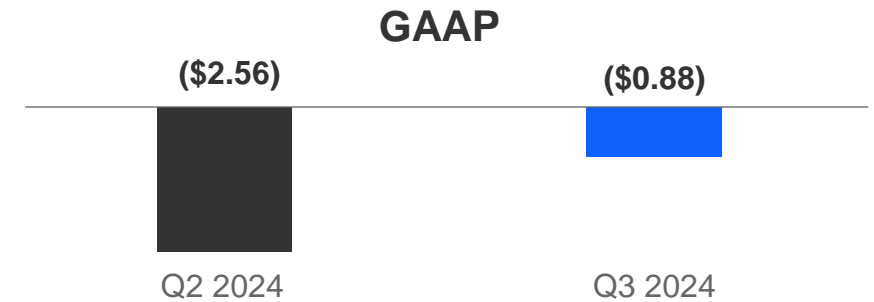
Non-GAAP



Earnings Per Share Q3 2024



- GAAP loss per share improved by **66%** to \$(0.88) in Q3 from \$(2.56) in Q2
- Non-GAAP loss per share improved by **77%** to \$(0.13) in Q3 from \$(0.56) in Q2



Q3 2024 Balance Sheet Highlights

(\$ in Millions)	Q2 2024	Q3 2024	Q/Q
Cash, Cash Equivalents & STI*	339	370	31
Accounts Receivable	41	49	8
Net Inventory	166	139	-27
Total Debt	0	0	0

Days of inventory on hand improved to 165 days in Q3 from 217 days in Q2

*Cash, Cash Equivalents, and Short-Term Investments

Q4 2024 Outlook

Q4 2024

Revenue **\$161-\$171 million**

Gross Margin¹
(Non-GAAP) **54%-55%**

Operating Expenses¹
(Non-GAAP) **\$97-\$99 million**

Earnings Per Share¹
(Non-GAAP) **\$(0.01)-\$(0.21)**

¹ These items are non-GAAP and exclude stock compensation expense, amortization of intangible assets, and certain other adjustments outlined in the GAAP reconciliation referred to in the business outlook table on slide 13.

GAAP to Non-GAAP Reconciliation

Unaudited Reconciliation of GAAP to Non-GAAP Financial Measures

(In thousands, except per share data)

Three Months Ended
September 28, 2024

Non-GAAP Income Statement Items	GAAP Measure	GAAP Percent of Revenue	Stock Compensation Expense	Intangible Asset Amortization	Non-GAAP Measure	Non-GAAP Percent of Revenue
Revenues	\$166,395					
Gross profit	90,313	54.3%	\$369	\$—	\$90,682	54.5%
Research and development	83,228	50.0%	10,255	5,438	67,535	40.6%
Selling, general and administrative	36,793	22.1%	5,279	—	31,514	18.9%
Operating expenses	120,021	72.1%	15,534	5,438	99,049	59.5%
Operating income (loss)	(29,708)	(17.9%)	15,903	5,438	(8,367)	(5.0%)

Three Months Ended
September 28, 2024

Non-GAAP Loss Per Share	GAAP Measure	Stock Compensation Expense*	Intangible Asset Amortization*	Income Tax Adjustments	Non-GAAP Measure
Net income (loss)	\$(28,504)	\$15,903	\$5,438	\$ 3,036	\$(4,127)
Diluted shares outstanding	32,309				32,309
Diluted loss per share	\$(0.88)				\$(0.13)

* Represents pre-tax amounts

Unaudited Forward-Looking Statements Regarding Business Outlook

Unaudited Forward-Looking Statements Regarding Business Outlook

(In millions, except per share data)

**Three Months Ended
December 28, 2024**

Business Outlook	GAAP Measure	Non-GAAP Adjustments**	Non-GAAP Measure
Gross margin	54% to 55%	—%	54% to 55%
Operating expenses	\$118 to \$122	\$(21) to \$(23)	\$97 to \$99
Diluted loss per share	\$(0.75) to \$(1.05)	\$0.74 to \$0.84	\$(0.01) to \$(0.21)

**Non-GAAP adjustments include the following estimates: stock compensation expense of \$16.8 million, intangible asset amortization of \$5.4 million, and the application of a long-term non-GAAP tax rate of 20%.

An aerial photograph of a modern, multi-story house with a grey roof and white walls, surrounded by lush green trees. Several circular icons are overlaid on the image, representing various IoT and smart home concepts: a hand holding a device with a plus sign, a smartphone, a lightbulb, a Wi-Fi router, and a document with a checklist.

Positioned to Win, Lead and Scale in Home & Life

Making IoT as ubiquitous as the electricity at home or the smartphone in your pocket

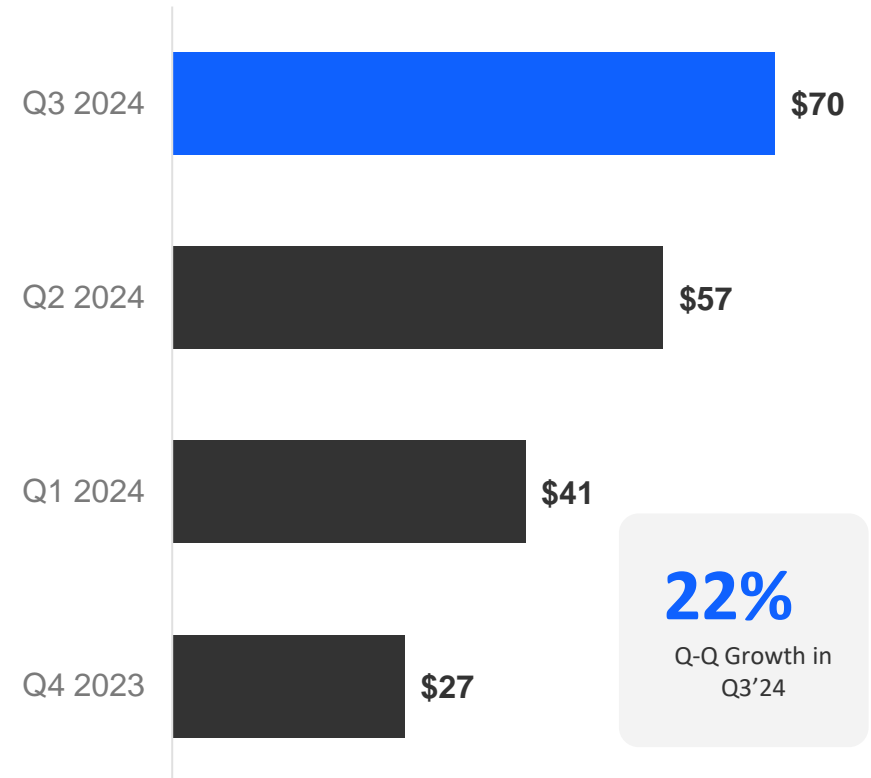
Actively shaping the future of wireless standards and ecosystems

Outperforming market with secure, optimized, wireless solutions that work with every ecosystem

Home & Life



Home & Life (\$M)



Established Industrial & Commercial IoT Leader

Megatrends **accelerate growth**

Large and **growing market**

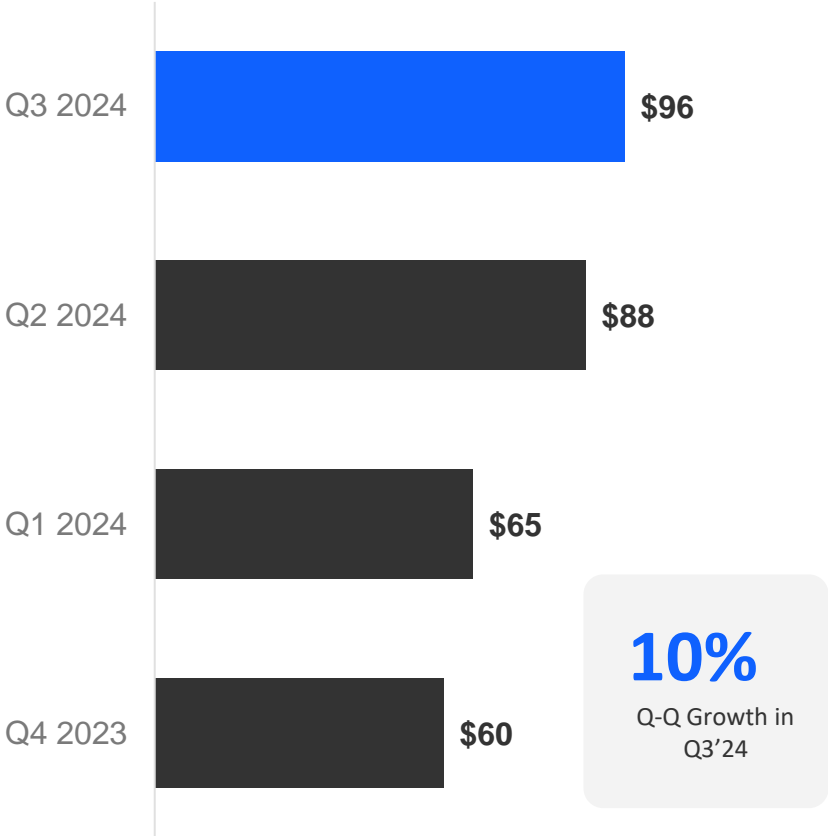
Broad, diverse, durable
customer application base

Our IoT solutions are
well-positioned to **capture**
significant share of growth

Industrial & Commercial



Industrial & Commercial (\$M)



Deep Customer Relationships & Commitment to Innovation



2024 Greater Austin Business Award Winner

Technology & Innovation



Sustainability

Received a Prime ISS ESG Corporate Rating and ranked in the top 1% of ~73K companies assessed worldwide by Ecovadis, recognizing commitment to corporate sustainability



Embedded World 2024 Best in Show

Embedded Computing Design Best in Show Award, Wired & Wireless Category: MG26 SoC



2024 IoT Evolution Product of the Year Award

MG26 SoC for Bluetooth LE and 15.4 connectivity



2024 LEAP Awards

Silver in Embedded Computing - MG26 SoC



Great place to work 2024

Certified since 2019



2024 IoT Evolution Asset Tracking Awards

BG27 SoC

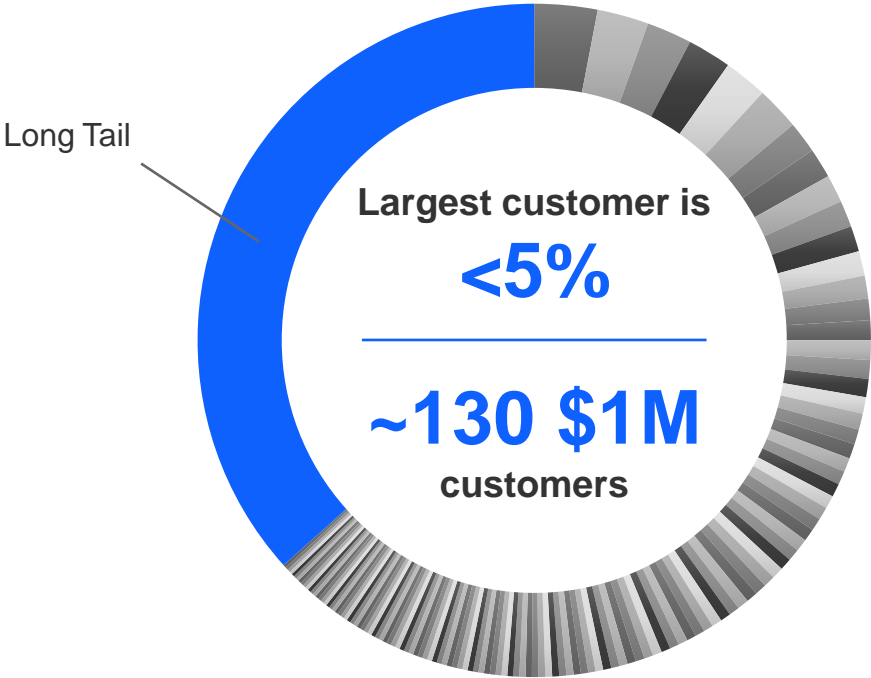


CES Innovation awards

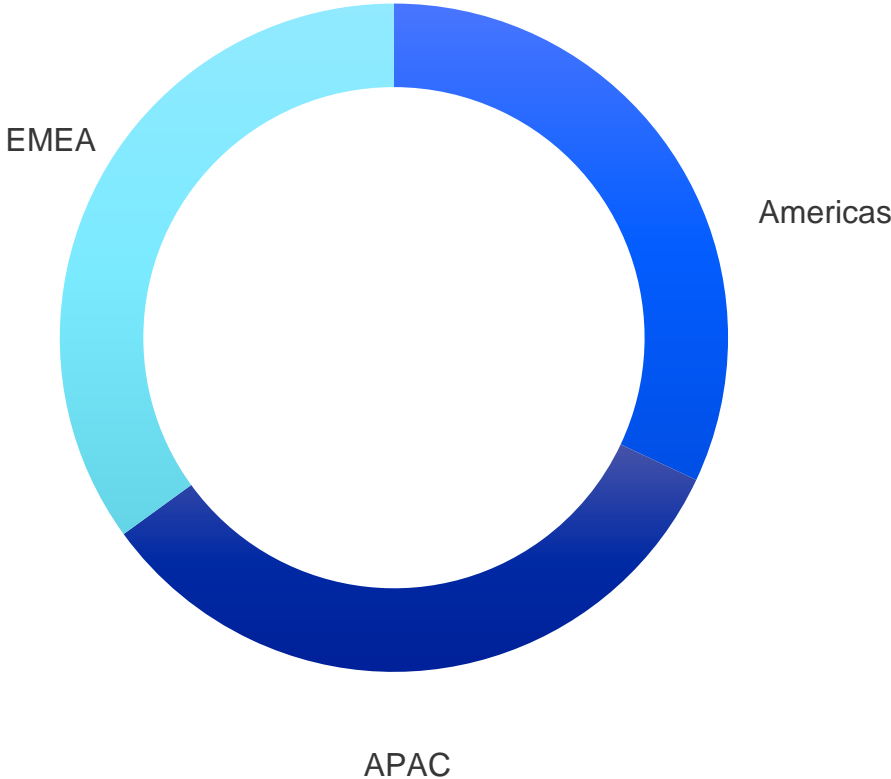
Honoree in Embedded Category for SiWx917

Revenue Diversity Across Customers and Regions

2023 Customers



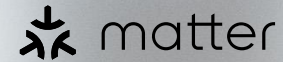
2023 Regions



Leadership in Wireless Alliances



IoT Market Segment Task Group



MPSG Vice Chair
Steering Committee
Marketing TT Leads



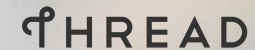
Mesh WG Vice Chair
Bluetooth Architectural Review Board



Zigbee PRO Core Chair
Zigbee Direct Vice Chair



Executive Committee, Board of Directors
TCOC (Certification Oversight) Chair
Security Steering Committee, MPSG Chair



Board of Directors



Board of Directors



Executive Committee
Board of Directors

Purpose-built Platform for the IoT





Thank you

