

**INTEGRATED DEVICE TECHNOLOGY, INC.**  
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**

(Unaudited)

(In thousands, except per share data)

	Three Months Ended			Twelve Months Ended	
	Mar. 31, 2013	Dec. 30, 2012	Apr. 1, 2012	Mar. 31, 2013	Apr. 1, 2012
Revenues	\$ 108,527	\$ 115,147	\$ 119,116	\$ 487,236	\$ 526,696
Cost of revenues	49,014	52,200	55,563	217,636	246,190
Gross profit	59,513	62,947	63,553	269,600	280,506
Operating expenses:					
Research and development	45,732	40,170	41,340	169,833	158,749
Selling, general and administrative	29,133	27,389	26,429	125,684	100,907
Total operating expenses	74,865	67,559	67,769	295,517	259,656
Operating income	(15,352)	(4,612)	(4,216)	(25,917)	20,850
Gain from divestiture	7,986	-	-	7,986	-
Gain on sale of wafer fab facility	-	-	20,656	-	20,656
Other-than-temporary impairment loss on investments	(1,708)	-	(667)	(1,708)	(2,797)
Other income (expense), net	258	(344)	676	1,708	(1,118)
Income (loss) from continuing operations before income taxes	(8,816)	(4,956)	16,449	(17,931)	37,591
Provision (benefit) for income taxes	1,811	201	(908)	(2,007)	268
Net income (loss) from continuing operations	(10,627)	(5,157)	17,357	(15,924)	37,323
Discontinued operations:					
Gain from divestiture	-	-	-	886	45,939
Loss from discontinued operations	-	-	(4,605)	(5,131)	(24,891)
Provision (benefit) for income taxes	-	-	-	3	(89)
Net income (loss) from discontinued operations	-	-	(4,605)	(4,248)	21,137
Net income (loss)	\$ (10,627)	\$ (5,157)	\$ 12,752	\$ (20,172)	\$ 58,460
Basic net income (loss) per share continuing operations	\$ (0.07)	\$ (0.04)	\$ 0.12	\$ (0.11)	\$ 0.26
Basic net income (loss) per share discontinued operations	-	-	(0.03)	(0.03)	0.15
Basic net income (loss) per share	\$ (0.07)	\$ (0.04)	\$ 0.09	\$ (0.14)	\$ 0.41
Diluted net income (loss) per share continuing operations	\$ (0.07)	\$ (0.04)	\$ 0.12	\$ (0.11)	\$ 0.26
Diluted net income (loss) per share discontinued operations	-	-	(0.03)	(0.03)	0.14
Diluted net income (loss) per share	\$ (0.07)	\$ (0.04)	\$ 0.09	\$ (0.14)	\$ 0.40
Weighted average shares:					
Basic	145,626	144,321	141,455	144,014	143,958
Diluted	145,626	144,321	143,476	144,014	145,848

**INTEGRATED DEVICE TECHNOLOGY, INC.**  
**RECONCILIATION OF GAAP TO NON-GAAP FINANCIAL MEASURES (a)**  
(Unaudited)

(In thousands, except per share data)

	Three Months Ended			Twelve Months Ended	
	Mar. 31, 2013	Dec. 30, 2012	Apr. 1, 2012	Mar. 31, 2013	Apr. 1, 2012
<b>GAAP net income (loss) from continuing operations</b>	<b>\$ (10,627)</b>	<b>\$ (5,157)</b>	<b>\$ 17,357</b>	<b>\$ (15,924)</b>	<b>\$ 37,323</b>
<b>GAAP diluted net income (loss) per share continuing operations</b>	<b>\$ (0.07)</b>	<b>\$ (0.04)</b>	<b>\$ 0.12</b>	<b>\$ (0.11)</b>	<b>\$ 0.26</b>
Acquisition related:					
Amortization of acquisition related intangibles	5,409	4,673	4,360	20,546	16,355
Acquisition related legal and consulting fees	1,129	2,999	689	12,594	798
Other acquisition related costs	-	-	-	3,000	-
Fair market value adjustment to acquired inventory sold	-	-	-	458	-
Restructuring related:					
Severance and retention costs	1,662	908	1,439	5,522	2,064
Facility closure costs	2	13	48	62	87
Fabrication production transfer costs	-	-	678	-	4,572
Gain on divestiture	(7,986)	-	-	(7,986)	-
Gain on sale of fabrication facility	-	-	(20,656)	-	(20,656)
Assets impairment	(37)	(57)	(60)	(212)	(315)
Other:					
Other-than-temporary impairment loss on investments	1,708	-	667	1,708	2,797
Stock-based compensation expense	3,966	2,774	3,967	13,479	16,333
Assets impairment	5,724	584	-	6,308	-
Expenses related to stockholder activities	(1,000)	-	-	1,614	-
Compensation expense (benefit)—deferred compensation plan	704	87	819	1,135	187
Loss (gain) on deferred compensation plan securities	(696)	(82)	(798)	(941)	(113)
Life insurance proceeds received	-	-	-	(2,313)	-
Tax effects of Non-GAAP adjustments	1,544	(588)	(1,405)	(7,797)	(2,818)
<b>Non-GAAP net income from continuing operations</b>	<b>\$ 1,502</b>	<b>\$ 6,154</b>	<b>\$ 7,105</b>	<b>\$ 31,253</b>	<b>\$ 56,614</b>
GAAP weighted average shares - diluted	145,626	144,321	143,476	144,014	145,848
Non-GAAP adjustment	5,026	3,362	1,515	3,598	1,805
Non-GAAP weighted average shares - diluted	150,652	147,683	144,991	147,612	147,653
<b>Non-GAAP diluted net income per share continuing operations</b>	<b>\$ 0.01</b>	<b>\$ 0.04</b>	<b>\$ 0.05</b>	<b>\$ 0.21</b>	<b>\$ 0.38</b>
<b>GAAP gross profit</b>	<b>59,513</b>	<b>62,947</b>	<b>63,553</b>	<b>269,600</b>	<b>280,506</b>
Acquisition and divestiture related:					
Amortization of acquisition related intangibles	3,210	2,944	2,763	13,666	11,597
Fair market value adjustment to acquired inventory sold	-	-	-	458	-
Restructuring related:					
Severance and retention costs	-	-	1,181	607	357
Facility closure costs	(9)	4	4	4	5
Fabrication production transfer costs	-	-	678	-	4,572
Assets impairment	(37)	(57)	(60)	(212)	(315)
Other:					
Assets impairment	-	584	-	584	-
Compensation expense (benefit)—deferred compensation plan	217	21	205	324	68
Stock-based compensation expense	263	295	369	1,113	1,784
<b>Non-GAAP gross profit</b>	<b>63,157</b>	<b>66,738</b>	<b>68,693</b>	<b>286,144</b>	<b>298,574</b>
<b>GAAP R&amp;D expenses:</b>	<b>45,732</b>	<b>40,170</b>	<b>41,340</b>	<b>169,833</b>	<b>158,749</b>
Restructuring related:					
Severance and retention costs	(1,560)	(912)	(246)	(3,882)	(1,719)
Facility closure costs	(6)	(5)	(6)	(43)	(20)
Other:					
Assets impairment	(3,203)	-	-	(3,203)	-
Compensation expense (benefit)—deferred compensation plan	(365)	(53)	(495)	(626)	(86)
Stock-based compensation expense	(2,146)	(1,531)	(2,073)	(7,092)	(8,566)
<b>Non-GAAP R&amp;D expenses</b>	<b>38,452</b>	<b>37,669</b>	<b>38,520</b>	<b>154,987</b>	<b>148,358</b>
<b>GAAP SG&amp;A expenses:</b>	<b>29,133</b>	<b>27,389</b>	<b>26,429</b>	<b>125,684</b>	<b>100,907</b>
Acquisition and divestiture related:					
Amortization of acquisition related intangibles	(2,199)	(1,729)	(1,597)	(6,880)	(4,758)
Acquisition related legal and consulting fees	(1,129)	(2,999)	(689)	(12,594)	(798)
Other acquisition related costs	-	-	-	(3,000)	-
Restructuring related:					
Severance and retention costs	(102)	4	(12)	(1,033)	12
Facility closure costs	(5)	(4)	(38)	(15)	(62)
Other:					
Assets impairment	(2,521)	-	-	(2,521)	-
Compensation expense (benefit)—deferred compensation plan	(122)	(13)	(119)	(185)	(33)
Stock-based compensation expense	(1,557)	(948)	(1,525)	(5,274)	(5,983)
Expenses related to stockholder activities	1,000	-	-	(1,614)	-
<b>Non-GAAP SG&amp;A expenses</b>	<b>22,498</b>	<b>21,700</b>	<b>22,449</b>	<b>92,568</b>	<b>89,285</b>
<b>GAAP interest income and other, net</b>	<b>258</b>	<b>(344)</b>	<b>676</b>	<b>1,708</b>	<b>(1,118)</b>
Loss (gain) on deferred compensation plan securities	(696)	(82)	(798)	(941)	(113)
Life insurance proceeds received	-	-	-	(2,313)	-
<b>Non-GAAP interest income and other, net</b>	<b>(438)</b>	<b>(426)</b>	<b>(122)</b>	<b>(1,546)</b>	<b>(1,231)</b>

<b>GAAP provision (benefit) for income taxes continuing operations</b>	<b>1,811</b>	<b>201</b>	<b>(908)</b>	<b>(2,007)</b>	<b>268</b>
Tax effects of Non-GAAP adjustments (7)	<u>(1,544)</u>	<u>588</u>	<u>1,405</u>	<u>7,797</u>	<u>2,818</u>
<b>Non-GAAP provision (benefit) for income taxes continuing operations</b>	<b><u>267</u></b>	<b><u>789</u></b>	<b><u>497</u></b>	<b><u>5,790</u></b>	<b><u>3,086</u></b>

(a) Refer to the accompanying "Notes to Non-GAAP Financial Measures" for a detailed discussion of management's use of non-GAAP financial measures.

**INTEGRATED DEVICE TECHNOLOGY, INC.**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
(Unaudited)

<i>(In thousands)</i>	<b>Mar. 31, 2013</b>	<b>April 1, 2012</b>
	<u>          </u>	<u>          </u>
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 130,837	\$ 134,924
Short-term investments	166,333	190,535
Accounts receivable, net	62,083	60,609
Inventories	56,555	71,780
Prepaid and other current assets	23,741	23,684
Total current assets	<u>439,549</u>	<u>481,532</u>
Property, plant and equipment, net	74,988	69,984
Goodwill	144,924	96,092
Acquisition-related intangibles	48,602	40,548
Other assets	19,560	29,478
<b>TOTAL ASSETS</b>	<u><u>\$ 727,623</u></u>	<u><u>\$ 717,634</u></u>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable	\$ 22,288	\$ 25,211
Accrued compensation and related expenses	21,090	26,156
Deferred income on shipments to distributors	14,539	14,263
Deferred taxes liabilities	1,000	421
Other accrued liabilities	14,652	13,443
Total current liabilities	<u>73,569</u>	<u>79,494</u>
Deferred tax liabilities	1,552	1,552
Long term income taxes payable	454	706
Other long term obligations	22,022	16,494
Total liabilities	<u>97,597</u>	<u>98,246</u>
Stockholders' equity	<u>630,026</u>	<u>619,388</u>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<u><u>\$ 727,623</u></u>	<u><u>\$ 717,634</u></u>