

CIRRUS LOGIC, INC.
NON-GAAP CONSOLIDATED CONDENSED STATEMENT OF OPERATIONS
(unaudited)
(in thousands, except per share data)
(not prepared in accordance with GAAP)

	Quarter Ended		
	Jun. 25, 2005	Mar. 26, 2005	Jun. 26, 2004
Net sales	\$ 43,693	\$ 40,415	\$ 59,117
Cost of sales	19,089	18,955	27,444
Gross Margin	<u>24,604</u>	<u>21,460</u>	<u>31,673</u>
Gross Margin Percentage	56.3%	53.1%	53.6%
Operating expenses:			
Research and development	10,667	14,851	18,388
Selling, general and administrative	10,782	9,850	12,267
Restructuring and other costs	-	-	-
Litigation settlement, net	-	-	-
Total operating expenses	<u>21,449</u>	<u>24,701</u>	<u>30,655</u>
Total operating expenses as a percent of revenue	49.1%	61.1%	51.9%
Income (loss) from operations	3,155	(3,241)	1,018
Operating income (loss) as a percent of revenue	7.2%	(8.0%)	1.7%
Realized gain on marketable equity securities	-	-	-
Interest income, net	1,136	962	696
Other income (expense), net	(19)	116	(66)
Income (loss) before income taxes and loss from discontinued operations	<u>4,272</u>	<u>(2,163)</u>	<u>1,648</u>
Provision (benefit) for income taxes	(64)	258	24
Net income (loss)	<u>\$ 4,336</u>	<u>\$ (2,421)</u>	<u>\$ 1,624</u>
Basic and diluted income (loss) per share:	\$ 0.05	\$ (0.03)	\$ 0.02
Basic and diluted weighted average common shares outstanding	85,230	85,124	84,419
Diluted weighted average common shares outstanding	86,183	85,124	86,456

See notes to Non-GAAP Consolidated Condensed Statement of Operations