

Revenue by Geographical Region (millions)

	<u>Q2 2015</u>	<u>Q1 2015</u>	<u>Q2 2014</u>
Asia Pacific	\$ 25.5	\$ 24.5	\$ 21.4
North America	17.3	18.5	17.1
South Korea	15.6	16.9	14.7
Europe / Middle East	5.9	5.5	9.1
Japan	9.6	5.4	5.1
	<u>\$ 73.9</u>	<u>\$ 70.8</u>	<u>\$ 67.4</u>

*Asia Pacific includes all countries in the region except Japan and South Korea, which are disclosed separately.

Revenue by Market Segment (millions)

	<u>Q2 2015</u>	<u>Q1 2015</u>	<u>Q2 2014</u>
SOC	\$ 34.6	\$ 33.4	\$ 36.5
DRAM	35.3	34.6	26.4
Flash	4.0	2.8	4.5
	<u>\$ 73.9</u>	<u>\$ 70.8</u>	<u>\$ 67.4</u>

Q2 2015 GAAP to Non-GAAP Reconciliation

(in thousands, except for per share amounts)

	GAAP	Adjustments					Non-GAAP
	Fiscal Quarter Ended June 27, 2015	Stock-based Compensation	Amort. / Dep. of Intangibles and FA Uplift due to Acquisition	Integration	Impairment	Insurance Settlement	Fiscal Quarter Ended June 27, 2015
Revenues	\$ 73,885	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 73,885
Cost of revenues	50,582	(602)	(2,757)	-	-	-	47,223
Gross profit	23,303	602	2,757	-	-	-	26,662
Operating expenses:							
Research and development	11,217	(726)	(8)	-	-	-	10,483
Sales and marketing	5,939	(499)	(663)	-	-	-	4,777
General and administrative	5,442	(679)	(2)	(2)	-	-	4,759
Restructuring charges, net	-	-	-	-	-	-	-
Long-lived asset impairment	8	-	-	-	(8)	-	-
Total operating expenses	22,606	(1,904)	(673)	(2)	(8)	-	20,019
Operating profit (loss)	697	2,506	3,430	2	8	-	6,643
Other income (expense), net	165	-	-	-	-	(37)	128
Gain (loss) before income taxes	862	2,506	3,430	2	8	(37)	6,771
(Benefit from) provision for income taxes	24	-	-	-	-	-	24
Net profit (loss)	\$ 838	\$ 2,506	\$ 3,430	\$ 2	\$ 8	\$ (37)	\$ 6,747
Net profit (loss) per share:							
Basic	\$ 0.01	\$ 0.04	\$ 0.06	\$ 0.00	\$ 0.00	\$ (0.00)	\$ 0.12
Diluted	\$ 0.01	\$ 0.04	\$ 0.06	\$ 0.00	\$ 0.00	\$ (0.00)	\$ 0.11
Weighted-average number of shares used in per share calculations:							
Basic	58,109	58,109	58,109	58,109	58,109	58,109	58,109
Diluted	59,094	59,094	59,094	59,094	59,094	59,094	59,094

The presentation provides the calculations for Non-GAAP net loss and Non-GAAP net loss per share. FormFactor excluded the following items from one or more of the Non-GAAP measures: stock-based compensation expense, acquisition and integration costs, amortization of intangible assets, loss contingencies, valuation allowance and restructuring and impairment charges. By publishing the Non-GAAP measures, the company's management intends to provide investors with additional information to further analyze the company's performance, core results and underlying trends. FormFactor's management evaluates results and makes operating decisions using both GAAP and Non-GAAP measures. Non-GAAP results are not prepared in accordance with GAAP, and Non-GAAP information should be considered a supplement to, and not a substitute for, financial statements prepared in accordance with GAAP.

Q2 2015 GAAP to Non-GAAP Reconciliation

(in thousands, except for per share amounts)

	Three Months Ended		Year to Date	
	June 27 2015	June 28 2014	June 27 2015	June 28 2014
GAAP net income (loss)	\$ 838	\$ (4,326)	\$ 1,621	\$ (17,037)
Stock-based compensation	2,506	3,519	5,415	6,089
Restructuring charges, net	-	59	503	2,056
Acquisition and integration related expenses	2	388	(89)	429
Amortization of intangibles, inventory and fixed asset fair value adjustment due to acquisition	3,430	4,953	6,722	9,902
Impairment of long-lived assets and loss on sale of subsidiary	8	-	8	743
Loss contingency	-	280	-	413
Business interruption insurance claim recovery	(37)	-	(1,521)	-
Non-GAAP net income (loss)	<u>\$ 6,747</u>	<u>\$ 4,873</u>	<u>\$ 12,659</u>	<u>\$ 2,595</u>
Non-GAAP net income (loss) per share:				
Basic	<u>\$ 0.12</u>	<u>\$ 0.09</u>	<u>\$ 0.22</u>	<u>\$ 0.05</u>
Diluted	<u>\$ 0.11</u>	<u>\$ 0.08</u>	<u>\$ 0.22</u>	<u>\$ 0.05</u>
Weighted-average number of shares used in per share calculations:				
Basic	<u>58,109</u>	<u>55,812</u>	<u>57,532</u>	<u>55,431</u>
Diluted	<u>59,094</u>	<u>57,373</u>	<u>58,874</u>	<u>57,012</u>

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