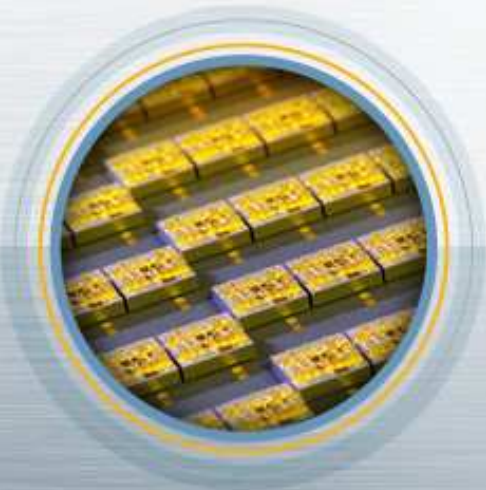


FORMFACTOR INC.



Q4 2014 Web Slide Presentation

February 4, 2015



Revenue by Geographical Region (millions)

	<u>Q4 2014</u>	<u>Q3 2014</u>	<u>Q4 2013</u>
Asia Pacific	\$ 24.3	\$ 24.5	\$ 15.0
North America	23.0	19.6	16.2
South Korea	10.9	14.5	8.1
Europe / Middle East	7.3	8.2	7.0
Japan	<u>5.8</u>	<u>7.1</u>	<u>2.3</u>
	<u>\$ 71.3</u>	<u>\$ 73.9</u>	<u>\$ 48.6</u>

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

Revenue by Market Segment (millions)

	<u>Q4 2014</u>	<u>Q3 2014</u>	<u>Q4 2013</u>
SOC	\$ 36.7	\$ 39.4	\$ 30.0
DRAM	30.8	31.4	15.1
Flash	<u>3.8</u>	<u>3.1</u>	<u>3.5</u>
	<u>\$ 71.3</u>	<u>\$ 73.9</u>	<u>\$ 48.6</u>

Q4 2014 GAAP to Non-GAAP Reconciliation

(in thousands, except for per share amounts)

	GAAP	Adjustments					Non-GAAP
	Fiscal Quarter Ended Dec. 27, 2014	Stock-based Compensation	Restructuring	Amort. / Dep. of Intangibles and FA Uplift due to Acquisition	Integration	Impairments and Loss Contingency	Fiscal Quarter Ended Dec. 27, 2014
Revenues	\$ 71,285	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 71,285
Cost of revenues	50,337	(578)	-	(2,972)	-	-	46,787
Gross profit	20,948	578	-	2,972	-	-	24,498
Operating expenses:							
Research and development	10,706	(891)	-	(8)	-	-	9,807
Sales and marketing	6,325	(750)	-	(673)	-	-	4,902
General and administrative	6,306	(1,037)	-	(1)	(25)	(498)	4,745
Restructuring charges, net	584	-	(584)	-	-	-	-
Long-lived asset impairment	390	-	-	-	-	(390)	-
Total operating expenses	24,311	(2,678)	(584)	(682)	(25)	(888)	19,454
Operating profit (loss)	(3,363)	3,256	584	3,654	25	888	5,044
Other income (expense), net	224	-	-	-	-	-	224
Gain (loss) before income taxes	(3,139)	3,256	584	3,654	25	888	5,268
(Benefit from) provision for income taxes	(1,268)	-	-	-	-	-	(1,268)
Net profit (loss)	\$ (1,871)	\$ 3,256	\$ 584	\$ 3,654	\$ 25	\$ 888	\$ 6,536
Net profit (loss) per share:							
Basic	\$ (0.03)	\$ 0.06	\$ 0.01	\$ 0.06	\$ 0.00	\$ 0.02	\$ 0.12
Diluted	\$ (0.03)	\$ 0.06	\$ 0.01	\$ 0.06	\$ 0.00	\$ 0.02	\$ 0.11
Weighted-average number of shares used in per share calculations:							
Basic	56,472	56,472	56,472	56,472	56,472	56,472	56,472
Diluted	56,472	58,234	58,234	58,234	58,234	58,234	58,234

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.

Q4 2014 GAAP to Non-GAAP Reconciliation

(in thousands, except for per share amounts)

	Three Months Ended		Twelve Months Ended	
	Dec. 27 2014	Dec. 28 2013	Dec. 27 2014	Dec. 28 2013
GAAP net loss	\$ (1,871)	\$ (18,789)	\$ (19,185)	\$ (57,683)
Stock-based compensation	3,256	2,999	13,279	12,124
Restructuring charges, net	584	443	2,668	4,658
Acquisition and integration related expenses	25	(8)	423	1,292
Amortization of intangibles, inventory and fixed asset fair value adjustment due to acquisition	3,654	3,910	18,539	16,857
Impairment of long-lived assets and loss on sale of subsidiary	390	567	1,219	1,061
Loss contingency	498	-	1,218	-
Income tax valuation allowance	-	-	-	150
Non-GAAP net income (loss)	<u>\$ 6,536</u>	<u>\$ (10,878)</u>	<u>\$ 18,161</u>	<u>\$ (21,541)</u>
Non-GAAP net income (loss) per share:				
Basic	<u>\$ 0.12</u>	<u>\$ (0.20)</u>	<u>\$ 0.32</u>	<u>\$ (0.40)</u>
Diluted	<u>\$ 0.11</u>	<u>\$ (0.20)</u>	<u>\$ 0.32</u>	<u>\$ (0.40)</u>
Weighted-average number of shares used in per share calculations:				
Basic	<u>56,472</u>	<u>54,608</u>	<u>55,908</u>	<u>54,204</u>
Diluted	<u>58,234</u>	<u>54,608</u>	<u>57,510</u>	<u>54,204</u>

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 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.