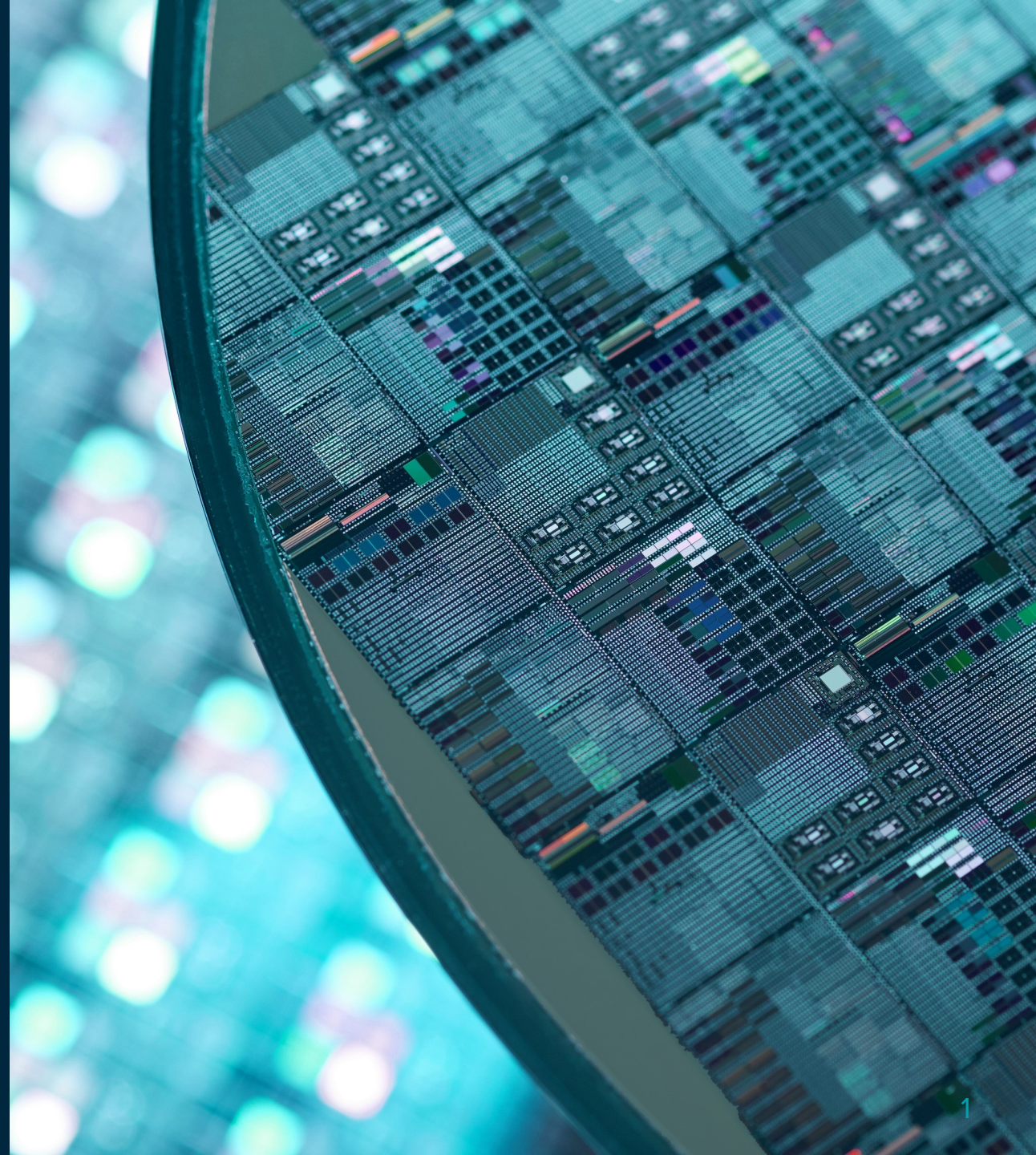




Supplemental Financial Information

July 28, 2021



Revenue by Geographic Region (in millions)

	<u>Q2 2021</u>	<u>Q1 2021</u>	<u>Q4 2020</u>	<u>Q3 2020</u>	<u>Q2 2020</u>	<u>Q1 2020</u>
Taiwan	\$ 51.9	\$ 45.6	\$ 49.0	\$ 36.9	\$ 33.2	\$ 31.8
South Korea	36.2	19.1	28.2	29.6	15.1	14.1
United States	32.7	29.5	31.3	36.3	28.1	31.9
China	31.8	42.6	54.0	28.5	48.8	43.6
Asia Pacific	14.3	29.0	9.7	9.0	6.5	7.9
Europe	12.0	10.0	13.4	17.0	14.1	21.0
Japan	7.7	9.3	8.0	17.1	10.1	8.4
Rest of World	1.5	1.5	3.4	3.6	1.9	2.1
	<u>\$ 188.1</u>	<u>\$ 186.6</u>	<u>\$ 197.0</u>	<u>\$ 178.0</u>	<u>\$ 157.8</u>	<u>\$ 160.8</u>

Revenue by Market Segment (in millions)

	<u>Q2 2021</u>	<u>Q1 2021</u>	<u>Q4 2020</u>	<u>Q3 2020</u>	<u>Q2 2020</u>	<u>Q1 2020</u>
Foundry & Logic	\$ 103.7	\$ 113.4	\$ 122.7	\$ 108.4	\$ 109.3	\$ 105.8
DRAM	42.1	33.9	34.6	31.4	19.1	24.7
Flash	7.9	11.6	5.2	11.0	5.4	4.3
Systems	34.4	27.7	34.5	27.2	24.0	26.0
	<u>\$ 188.1</u>	<u>\$ 186.6</u>	<u>\$ 197.0</u>	<u>\$ 178.0</u>	<u>\$ 157.8</u>	<u>\$ 160.8</u>

Customers > 10% of Total Revenue

	<u>Q2 2021</u>	<u>Q1 2021</u>	<u>Q4 2020</u>	<u>Q3 2020</u>	<u>Q2 2020</u>	<u>Q1 2020</u>
Intel Corporation	16.2 %	28.1 %	29.3 %	25.6 %	36.1 %	36.2 %
Samsung Electronics Co., LTD.	14.7%	*	12.5 %	10.6 %	*	*
Taiwan Semiconductor Manufacturing Co., LTD.	11.0%	11.5 %	*	10.6 %	*	*
Micron Technology	*	*	*	10.1 %	*	*
	<u>41.9 %</u>	<u>39.6 %</u>	<u>41.8 %</u>	<u>56.9 %</u>	<u>36.1 %</u>	<u>36.2 %</u>

* Customer represents less than 10% of revenue for respective period

GAAP to Non-GAAP Reconciliation

(In thousands, except for per share amounts)

	GAAP		Adjustments			Non-GAAP
	Three Months Ended June 26, 2021	Stock-based Compensation	Amortization of Intangibles	Amortization of Acquisition Fair Value & Other Adjustments	Acquisition Related Expenses	Three Months Ended June 26, 2021
Revenues	\$ 188,076	\$ —	\$ —	\$ 78	\$ —	\$ 188,154
Cost of revenues	111,793	(1,079)	(5,505)	(640)	—	104,569
Gross profit	76,283	1,079	5,505	718	—	83,585
Operating expenses:						
Research and development	25,454	(1,663)	—	—	—	23,386
Sales and marketing	18,427	(1,893)	(1,590)	—	—	14,883
General and administrative	12,052	(1,953)	—	—	(43)	10,151
Total operating expenses	55,933	(5,509)	(1,590)	(466)	(43)	48,420
Operating profit	20,350	6,588	7,095	1,184	43	35,165
Interest income	148	—	—	—	—	148
Interest expense	(116)	—	—	—	—	(116)
Other income (expense), net	(194)	—	—	—	—	(194)
Income before income taxes	20,188	6,588	7,095	1,184	43	35,003
Provision for income taxes	2,283	1,900	2,047	341	12	6,556
Net income	\$ 17,905	\$ 4,688	\$ 5,048	\$ 843	\$ 31	\$ 28,447
Net income per share:						
Basic	\$ 0.23	\$ 0.06	\$ 0.07	\$ 0.01	\$ —	\$ 0.37
Diluted	\$ 0.23	\$ 0.06	\$ 0.06	\$ 0.01	\$ —	\$ 0.36
Weighted-average number of shares						
Basic	77,463	77,463	77,463	77,463	77,463	77,463
Diluted	79,466	79,466	79,466	79,466	79,466	79,466

The presentation provides the calculations for Non-GAAP net income and Non-GAAP net income per share. FormFactor excluded the following items from one or more of the Non-GAAP measures: stock-based compensation expense, amortization of intangibles and other fair value adjustments due to acquisition, and acquisition related expenses. 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.

Non-GAAP Adjustments & EPS

(In thousands, except for per share amounts)

	Three Months Ended			Six Months Ended	
	June 26, 2021	March 27, 2021	June 27, 2020	June 26, 2021	June 27, 2020
GAAP net income	\$ 17,905	\$ 19,625	\$ 20,469	\$ 37,530	\$ 36,359
Adjustments:					
Amortization of intangibles, inventory and fixed asset fair value adjustments due to acquisitions and other	8,279	7,713	6,702	15,992	13,965
Stock-based compensation	6,588	7,077	5,642	13,665	11,265
Gain on contingent consideration	(95)	—	(3,700)	(95)	(3,700)
Acquisition related expenses	43	166	—	209	35
Income tax effect of non-GAAP adjustments	(4,273)	(3,806)	(3,265)	(8,079)	(6,024)
Non-GAAP net income	<u>\$ 28,447</u>	<u>\$ 30,775</u>	<u>\$ 25,848</u>	<u>\$ 59,222</u>	<u>\$ 51,900</u>
Non-GAAP net income per share:					
Basic	\$ 0.37	\$ 0.40	\$ 0.34	\$ 0.76	\$ 0.68
Diluted	\$ 0.36	\$ 0.38	\$ 0.33	\$ 0.74	\$ 0.66
Weighted-average number of shares used in per share calculations:					
Basic	<u>77,463</u>	<u>77,598</u>	<u>76,275</u>	<u>77,530</u>	<u>76,140</u>
Diluted	<u>79,466</u>	<u>79,988</u>	<u>78,861</u>	<u>79,621</u>	<u>78,710</u>

The presentation provides the calculations for Non-GAAP net income and Non-GAAP net income per share. FormFactor excluded the following items from one or more of the Non-GAAP measures: stock-based compensation expense, amortization of intangibles and inventory fair value adjustment due to acquisition, loss on contingent consideration and acquisition related expenses. 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.

Gross Profit and Gross Margin by Segment (GAAP)

(In thousands, except for percentages)

	Three Months Ended							
	June 26, 2021				June 27, 2020			
	Probe Cards	Systems	Corporate and Other	Total	Probe Cards	Systems	Corporate and Other	Total
Revenues	\$ 153,641	\$ 34,435	\$ —	\$ 188,076	\$ 133,784	\$ 24,040	\$ —	\$ 157,824
Gross profit	66,600	16,907	(7,224)	76,283	61,523	10,719	(6,075)	66,167
Gross margin	43.3%	49.1%		40.6%	46.0%	44.6%		41.9%

	Six Months Ended							
	June 26, 2021				June 27, 2020			
	Probe Cards	Systems	Corporate and Other	Total	Probe Cards	Systems	Corporate and Other	Total
Revenues	\$ 312,539	\$ 62,173	\$ —	\$ 374,712	\$ 268,499	\$ 50,078	\$ —	\$ 318,577
Gross profit	136,915	30,506	(14,432)	152,989	122,266	24,053	(12,762)	133,557
Gross margin	43.8%	49.1%		40.8%	45.5%	48.0%		41.9%