

Separate Sheet

**Renesas Electronics**  
**Japan GAAP – Non-GAAP Reconciliation**

(Billion yen)	Q3 FY2018 Forecast (Jul-Sep 2018)	Q2 FY2018 Actual (Apr-Jun 2018)	Q1 FY2018 Actual (Jan-Mar 2018)	Q2 FY2017 Actual (Apr-Jun 2017)
Net Sales (after PPA adjustment)	175.6	203.5	185.9	197.3
PPA Effects	-	-	-	+0.8
Non-GAAP Net Sales	175.6	203.5	185.9	198.1
GAAP Gross Profit	75.5	91.9	88.8	81.9
GAAP Gross Margin (%)	43.0%	45.2%	47.8%	41.5%
PPA Effects (COGS)	+0.2	+0.3	+0.3	+8.5
Stock-Based Compensation (COGS)	+0.2	+0.1	+0.1	+0
Non-GAAP Gross Profit	75.9	92.4	89.3	90.5
Non-GAAP Gross Margin (%)	43.2%	45.4%	48.0%	45.7%
GAAP Operating Profit	4.4	23.0	20.6	9.4
Inventory Buildup	-	-	-	-
PPA Effects (Net Sales/COGS)	+0.2	+0.3	+0.3	+8.5
PPA Effects (R&D, SG&A) Increase in Depreciation of Fixed Assets, etc.	+0.1	+0.1	+0.1	+0.2
Stock-Based Compensation (COGS)	+0.2	+0.1	+0.1	+0
Amortization of Goodwill (SG&A)	+5.1	+5.2	+5.1	+5.2
Costs Related to the Acquisition of Intersil (SG&A)	+0.2	+0.2	+0.2	+0.4
Costs Related to the Acquisition of Intersil (R&D)	+0	+0.1	+0	-
Amortization of Purchased Intangible Assets (SG&A)	+3.7	+3.7	+4.1	+4.4
Stock-Based Compensation (R&D)	+0.4	+0.5	+0.2	+0.3
Stock-Based Compensation (SG&A)	+0.9	+0.6	+0.6	+0.3
Costs Related to the Offering and Others (SG&A)	+0.3	+0.2	+0	+0.2
Non-GAAP Operating Profit	15.5	33.9	31.4	29.0
Non-GAAP Operating Margin (%)	8.8%	16.7%	16.9%	14.6%

GAAP Net Profit Attributable to Shareholders of Parent Company	1.6	26.1	23.3	19.1
Reconciliations in Operating Profit Level	+11.1	+10.9	+10.8	+19.6
Reconciliations in Ordinary Profit (PPA Effects)	-	-	-	-
Reconciliations in Net Profit (PPA Effects)	-	-	-	-1.4
Reconciliations in Net Profit (Impact from Intersil Acquisition)	-	-6.7	-8.2	-
Non-GAAP Net Profit Attributable to Shareholders of Parent Company	12.6	30.4	25.9	37.3