

Third Quarter Fiscal 2022 Earnings

SUPPLEMENTAL SLIDES

MAY 5, 2022

Safe Harbor Statement

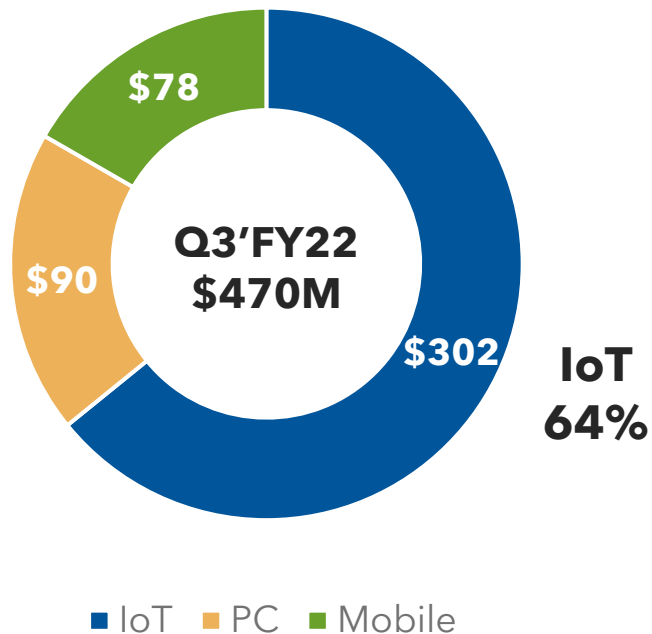
This presentation contains forward-looking statements that are subject to the safe harbors created under the Securities Act of 1933, as amended, and the Securities Exchange Act of 1934, as amended. Forward-looking statements give our current expectations and projections relating to our financial condition, results of operations, plans, objectives, future performance and business, including our expectations regarding the potential impacts on our business of the COVID-19 pandemic, and can be identified by the fact that they do not relate strictly to historical or current facts. Such forward-looking statements may include words such as “expect,” “anticipate,” “intend,” “believe,” “estimate,” “plan,” “target,” “strategy,” “continue,” “may,” “will,” “should,” variations of such words, or other words and terms of similar meaning. All forward-looking statements reflect our best judgment and are based on several factors relating to our operations and business environment, all of which are difficult to predict and many of which are beyond our control. Such factors include, but are not limited to, the risk that our business, results of operations and financial condition and prospects may be materially and adversely affected by the COVID-19 pandemic and that significant uncertainties remain related to the impact of COVID-19 on our business operations and future results, including our fourth quarter fiscal 2022 business outlook; global supply chain disruptions and component shortages that are currently affecting the semiconductor industry as a whole; the risks as identified in the “Risk Factors,” “Management’s Discussion and Analysis of Financial Condition and Results of Operations” and “Business” sections of our most recent Annual Report on Form 10-K and our most recent Quarterly Report on Form 10-Q (including that the impact of the COVID-19 pandemic may also exacerbate the risks discussed therein); and other risks as identified from time to time in our Securities and Exchange Commission reports. Forward-looking statements are based on information available to us on the date hereof, and we do not have, and expressly disclaim, any obligation to publicly release any updates or any changes in our expectations, or any change in events, conditions, or circumstances on which any forward-looking statement is based. Our actual results and the timing of certain events could differ materially from the forward-looking statements. These forward-looking statements do not reflect the potential impact of any mergers, acquisitions, or other business combinations that had not been completed as of the date of this release.

Q3'FY22 Financial Highlights

- Revenue of **\$470 million**, above the midpoint of guidance range and up +44% YoY and +12% QoQ
- IoT Revenue increased 99% YoY and accounted for 64% of total revenue
- Record GAAP and non-GAAP gross margin
 - GAAP gross margin of 54%
 - Non-GAAP gross margin of 61.1%, up 160 basis points sequentially, above the high-end of guidance range; 10th quarter of sequential improvement
- GAAP diluted earnings per share of \$1.59
- Non-GAAP diluted earnings per share of \$3.75, above high-end of guidance range
- Solid cash flow from operations of \$128 million, cash and investments of \$755 million on the balance sheet

See the tables at the end of this presentation for a reconciliation of GAAP results to non-GAAP financial measures

Q3'FY22 Business Highlights



- IoT products continue to grow rapidly; almost **doubled** year-over-year
- Opened new Wireless research and development center in France
- Solid growth in Video Interface business across core and new applications
- Automotive design-wins ramping across all geographies
- New OEMs in China are adopting our Virtual Reality products
- Several cross-sell opportunities with DSP Group

Q3'FY22 Financial Results

<i>\$M (except EPS)</i>	Q3'21	Q2'22	Q3'22	QoQ	YoY
Revenue	\$325.8	\$420.5	\$470.1	11.8%	44.3%
GAAP Gross Margin %	47.7%	53.5%	54.0%	50 bps	630 bps
GAAP Operating Expenses	\$123.9	\$147.5	\$165.7	12%	34%
GAAP EPS Diluted	\$0.35	\$1.71	\$1.59	(7%)	354%
Non-GAAP Gross Margin %	55.1%	59.5%	61.1%	160 bps	600 bps
Non-GAAP Operating Expenses	\$87.4	\$94.2	\$105.6	12%	21%
Non-GAAP EPS Diluted	\$2.03	\$3.26	\$3.75	15%	85%

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Q4'FY22 Guidance

<i>\$M (except EPS)</i>	GAAP	Non-GAAP
Revenue	\$460M - \$490M	\$460M - \$490M
Gross Margin %	55.0% - 56.0%	60.5% - 61.5%
Operating Expenses	\$158M - \$165M	\$107M - \$111M
EPS Diluted	\$1.55 - \$1.85	\$3.55 - \$3.85
Revenue mix		
IoT	69%	69%
PC	17%	17%
Mobile	14%	14%

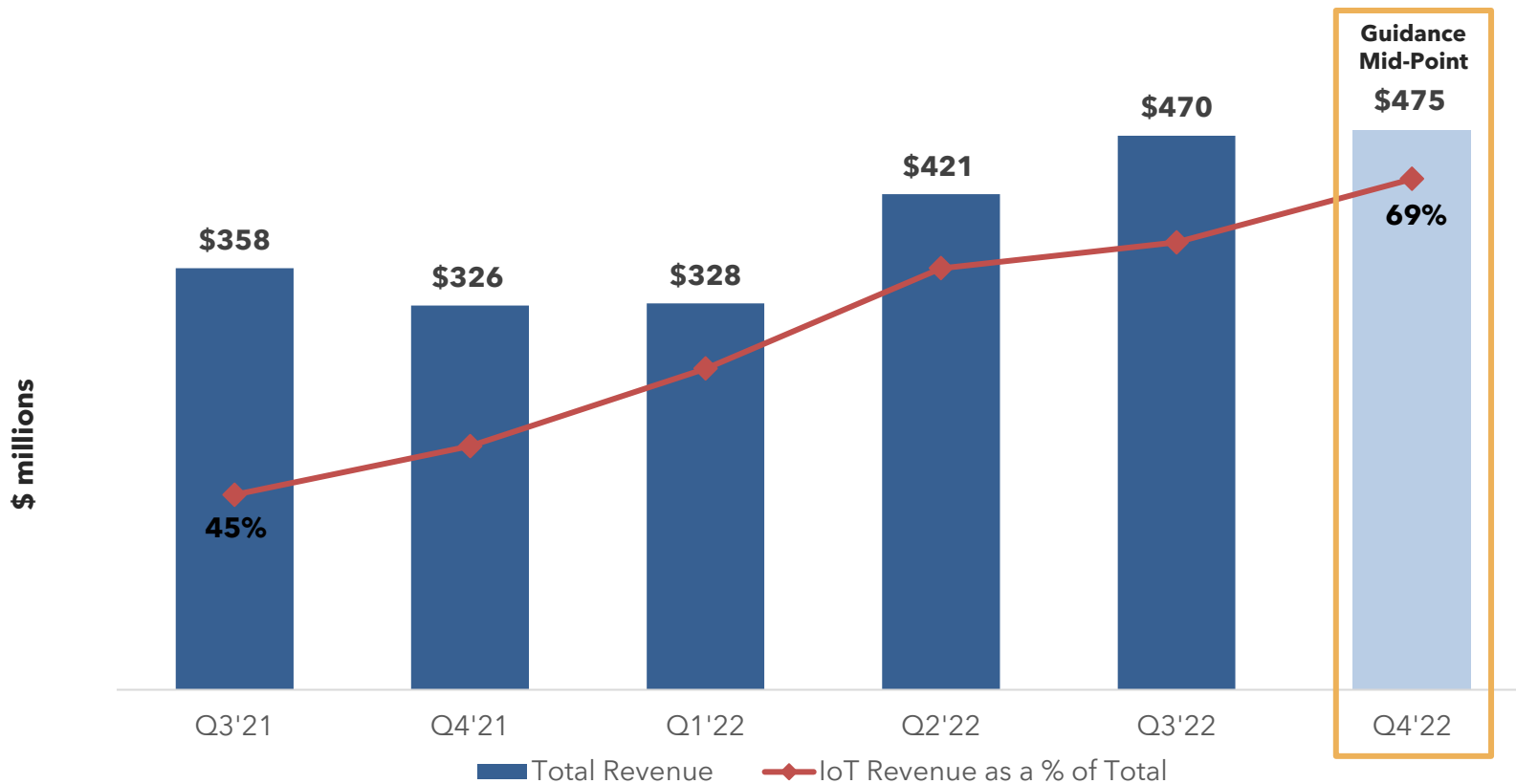
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Q3'FY22 Balance Sheet

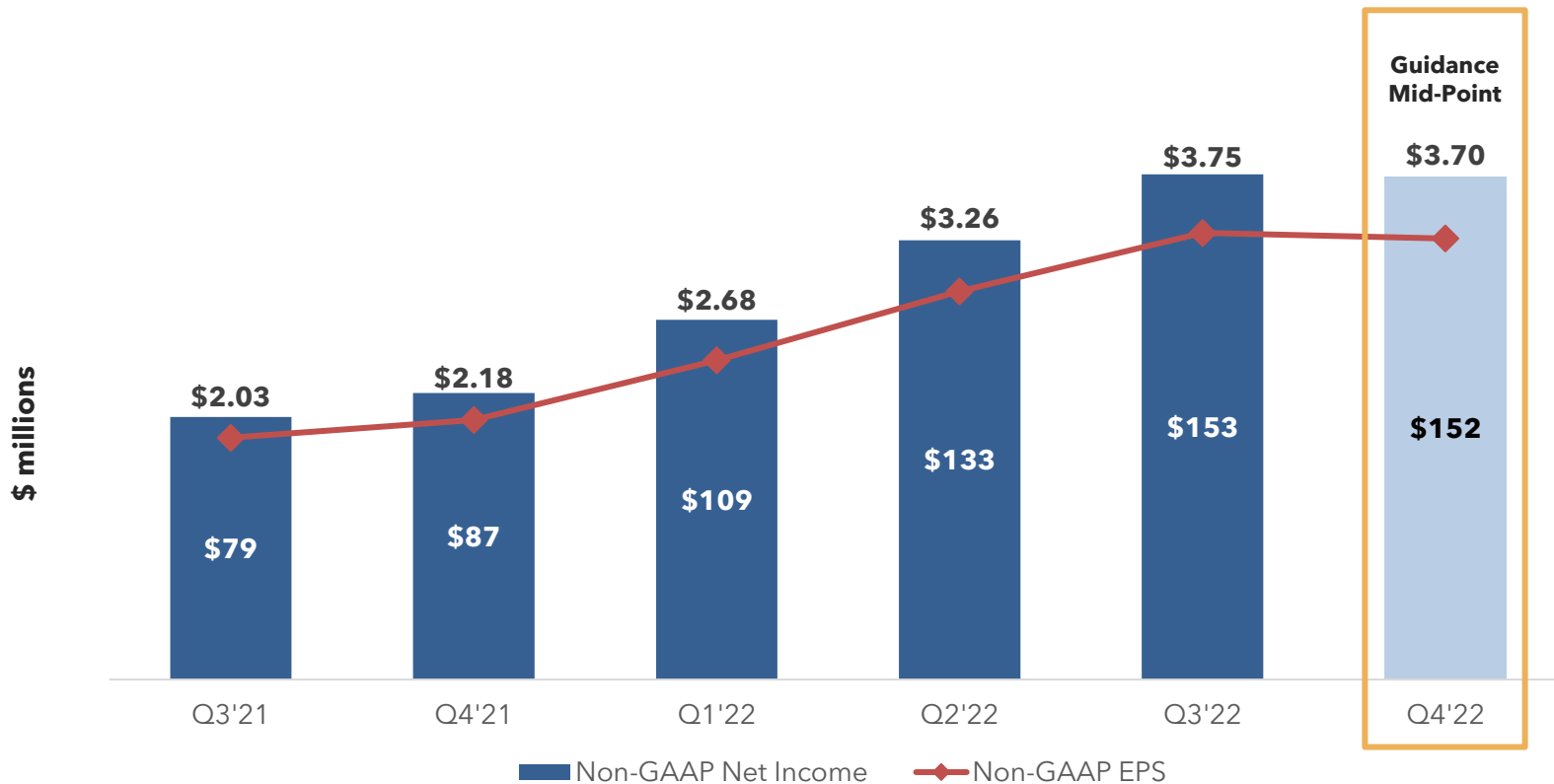
In Millions	Q1'22	Q2'22	Q3'22
Cash & ST Investments	\$347.3	\$573.9	\$754.9
AR	\$269.7	\$312.2	\$298.3
Inventory	\$88.7	\$133.3	\$145.9
PP&E	\$92.1	\$56.9	\$63.1
Other	\$984.4	\$1,491.1	\$1,435.8
Total Assets	\$1,782.2	\$2,567.4	\$2,698.0
Current Liabilities (excluding debt)	\$303.5	\$365.2	\$393.0
Debt, net	\$394.5	\$983.5	\$982.6
Other Liabilities	\$82.8	\$154.8	\$164.7
Shareholder's Equity	\$1,001.4	\$1,063.9	\$1,157.7
Total Liabilities & Equity	\$1,782.2	\$2,567.4	\$2,698.0

- Balances are as of the end of each quarter presented
- Debt, net balance reflects debt net of discount and debt issuance costs

Revenue Trend



Non-GAAP Net Income & EPS Fiscal Quarter Trend



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Appendix

Synaptics Product Applications

Smart Security



Smart Home



Smart Workplace



Smart Health



Smart Audio



Note: Images are intended to illustrate product application types only and are not necessarily reflective of the actual products and brand into which Synaptics products are integrated.



Engineering Exceptional Experiences

GAAP to Non-GAAP Reconciliation Tables

	Q3'22 Actual	Q2'22 Actual	Q1'22 Actual	Q4'21 Actual	Q3'21 Actual
GAAP gross margin	\$ 253.8	\$ 225.1	\$ 198.1	\$ 170.8	\$ 155.5
Acquisition related costs	32.4	24.0	16.9	16.9	23.2
Share-based compensation	0.9	1.3	1.0	0.8	0.8
Non-GAAP gross margin	\$ 287.1	\$ 250.4	\$ 216.0	\$ 188.5	\$ 179.5
GAAP gross margin - percentage of revenue	54.0%	53.5%	53.2%	52.1%	47.7%
Acquisition related costs - percentage of revenue	6.9%	5.7%	4.5%	5.2%	7.1%
Share-based compensation - percentage of revenue	0.2%	0.3%	0.3%	0.2%	0.2%
Non-GAAP gross margin - percentage of revenue	61.1%	59.5%	58.0%	57.5%	55.1%
GAAP operating expense	\$ 165.7	\$ 147.5	\$ 137.5	\$ 119.9	\$ 123.9
Share-based compensation	(33.2)	(35.3)	(34.6)	(22.3)	(24.3)
Acquisition related costs	(13.1)	(10.4)	(10.6)	(8.6)	(8.7)
Restructuring costs	(11.3)	(5.1)	(1.4)	(0.3)	(0.9)
Retention program costs	-	-	-	-	(0.1)
Amortization of prepaid development costs	(2.5)	(2.5)	(2.5)	(2.5)	(2.5)
Non-GAAP operating expense	\$ 105.6	\$ 94.2	\$ 88.4	\$ 86.2	\$ 87.4

GAAP to Non-GAAP Reconciliation Tables - continued

	Q3'22 Actual	Q2'22 Actual	Q1'22 Actual	Q4'21 Actual	Q3'21 Actual
GAAP net income	\$ 64.9	\$ 69.5	\$ 40.2	\$ 19.0	\$ 13.8
Acquisition & transaction/integration related costs	45.5	34.4	27.5	25.5	31.9
Share-based compensation	34.1	36.6	35.6	23.1	25.1
Restructuring costs	11.3	5.1	1.4	0.3	0.9
Retention program costs	-	-	-	-	0.1
Amortization of prepaid development costs	2.5	2.5	2.5	2.5	2.5
Gain on sale and leaseback transaction	(5.4)	-	-	-	-
Gain on supplier settlement	(1.8)	-	-	-	-
Other items, net	0.6	0.4	9.9	5.4	5.0
Equity investment (gain) / loss	(2.5)	0.4	0.5	7.7	0.4
Non-GAAP tax adjustments	3.5	(16.1)	(8.9)	3.1	(0.4)
Non-GAAP net income	\$ 152.7	\$ 132.8	\$ 108.7	\$ 86.6	\$ 79.3
GAAP net income per share - diluted	\$ 1.59	\$ 1.71	\$ 0.99	\$ 0.48	\$ 0.35
Acquisition & transaction/integration related costs	1.11	0.84	0.68	0.64	0.82
Share-based compensation	0.84	0.90	0.88	0.58	0.64
Restructuring costs	0.28	0.13	0.03	0.01	0.02
Retention program costs	-	-	-	-	-
Amortization of prepaid development costs	0.06	0.06	0.06	0.06	0.07
Gain on sale and leaseback transaction	(0.13)	-	-	-	-
Gain on supplier settlement	(0.04)	-	-	-	-
Other items, net	0.01	0.01	0.25	0.13	0.13
Equity investment (gain) / loss	(0.06)	0.01	0.01	0.20	0.01
Non-GAAP tax adjustment	0.09	(0.40)	(0.22)	0.08	(0.01)
Non-GAAP net income per share - diluted	\$ 3.75	\$ 3.26	\$ 2.68	\$ 2.18	\$ 2.03