LSI Corporation Reconciliations of Non-GAAP to GAAP measures (In thousands) (Unaudited)

	Three Months Ended										Twelve Months Ended					
		December 31, 2011		0	ctober 2, 2011		December 31, 2010			De	December 31, 2011		Dec	ember 31, 2010		
Revenues: % change in revenues-qtr./qtr. % change in revenues-yr./yr.	\$	523,140 -4% 11%		\$	546,910 9% 21%		\$	470,657 4% 7%		\$	2,043,958 N/A 9%		\$	1,869,654 N/A 19%		
Gross profit margin:																
Gross profit margin - GAAP		236,825	45.3%		263,845			222,863	47.4%		962,464			880,645	47.1%	
Amortization of acquisition-related intangibles Stock-based compensation		20,354 1,597	3.9% 0.3%		20,206 1,460	3.7% 0.3%		28,914 1,821	6.1% 0.4%		82,659 6,921	4.0% 0.3%		115,419 7,044	6.2% 0.4%	
Gross profit margin - Non GAAP		258,776	49.5%		285,511			253,598	53.9%		1,052,044			1,003,108	53.7%	
Research and development																
Research and development - GAAP less:		144,421	27.6%		143,347	26.2%		140,741	29.9%		575,988	28.2%		562,991	30.2%	
Stock-based compensation		5,360	1.0%		5,410	1.0%		4,654	1.0%		23,646	1.2%		23,471	1.3%	
Research and development - Non GAAP		139,061	26.6%		137,937	25.2%		136,087	28.9%		552,342	27.0%		539,520	28.9%	
Selling, general and administrative																
Selling, general and administrative - GAAP less:		76,905	14.7%		77,874	14.2%		69,406	14.7%		295,439	14.4%		279,126	15.0%	
Amortization of acquisition-related intangibles		8,319	1.6%		8,319	1.5%		8,949	1.9%		33,276	1.6%		35,793	1.9%	
Stock-based compensation		4,881	0.9%		4,883	0.9%		5,226	1.1%		20,343	1.0%		23,487	1.3%	
Selling, general and administrative - Non GAAP		63,705	12.2%		64,672	11.8%		55,231	11.7%		241,820	11.8%		219,846	11.8%	
Operating expenses:																
Operating expenses - GAAP less:		242,359	46.4%		232,005	42.4%		209,104	44.4%		895,146	43.9%		851,318	45.5%	
Stock-based compensation		10,241	2.0%		10,293	1.9%		9,880	2.1%		43,989	2.2%		46,958	2.5%	
Amortization of acquisition-related intangibles		8,319	1.6%		8,319	1.5%		8,949	1.9%		33,276	1.6%		35,793	1.9%	
Restructuring of operations and other items, net		21,033	4.0%		10,784	2.0%		(1,043)	-0.2%		23,719	1.2%		9,201	0.5%	
Operating expenses - Non-GAAP		202,766	38.8%		202,609	37.0%		191,318	40.6%		794,162	38.9%		759,366	40.6%	
Income from operations:																
Income from operations - GAAP Add:		(5,534)	-1.0%		31,840	5.9%		13,759	2.9%		67,318	3.3%		29,327	1.6%	
Stock-based compensation		11,838	2.3%		11,753	2.1%		11,701	2.5%		50,910	2.5%		54,002	2.9%	
Amortization of acquisition-related intangibles		28,673	5.4%		28,525	5.2%		37,863	8.0%		115,935	5.6%		151,212	8.0%	
Restructuring of operations and other items, net		21,033	4.0%		10,784	2.0%		(1,043)	-0.2%		23,719	1.2%		9,201	0.5%	
Income from operations - Non-GAAP		56,010	10.7%		82,902	15.2%		62,280	13.2%		257,882	12.6%		243,742	13.0%	