

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

**Three Months Ended**

|   | <b>April 3,<br/>2011</b> |       | <b>December 31,<br/>2010</b> |       | <b>April 4,<br/>2010</b> |       |
|---|--------------------------|-------|------------------------------|-------|--------------------------|-------|
| <b>Consolidated revenues:</b>                     | \$ 628,954               |       | \$ 664,476                   |       | \$ 637,182               |       |
| % change in revenues-qtr./qtr.                    | -5%                      |       | 6%                           |       | 0%                       |       |
| % change in revenues-yr./yr.                      | -1%                      |       | 4%                           |       | 32%                      |       |
| <b>Continuing operations revenues:</b>            | \$ 473,264               |       | \$ 470,657                   |       | \$ 472,672               |       |
| % change in revenues-qtr./qtr.                    | 1%                       |       | 4%                           |       | 7%                       |       |
| % change in revenues-yr./yr.                      | 0%                       |       | 7%                           |       | 37%                      |       |
| <b>Discontinuing operations revenues:</b>         | \$ 155,690               |       | \$ 193,819                   |       | \$ 164,510               |       |
| % change in revenues-qtr./qtr.                    | -20%                     |       | 10%                          |       | -16%                     |       |
| % change in revenues-yr./yr.                      | -5%                      |       | -1%                          |       | 20%                      |       |
| <b>Continuing operations gross profit margin:</b> |                          |       |                              |       |                          |       |
| Gross profit margin - GAAP                        | 224,174                  | 47.4% | 222,863                      | 47.4% | 214,794                  | 45.4% |
| Amortization of acquisition related intangibles   | 21,818                   | 4.6%  | 28,914                       | 6.1%  | 28,835                   | 6.1%  |
| Purchase accounting effect on inventory           | -                        | 0.0%  | -                            | 0.0%  | -                        | 0.0%  |
| Stock based compensation                          | 1,813                    | 0.4%  | 1,821                        | 0.4%  | 1,416                    | 0.3%  |
| Gross profit margin - Non GAAP                    | 247,805                  | 52.4% | 253,598                      | 53.9% | 245,045                  | 51.8% |
| <b>Continuing operations R&amp;D:</b>             |                          |       |                              |       |                          |       |
| R&D - GAAP  | 142,347                  | 30.1% | 140,741                      | 29.9% | 138,862                  | 29.4% |
| less:   |                          |       |                              |       |                          |       |
| Stock based compensation                          | 6,223                    | 1.3%  | 4,654                        | 1.0%  | 6,020                    | 1.3%  |
| R&D - Non GAAP                                    | 136,124                  | 28.8% | 136,087                      | 28.9% | 132,842                  | 28.1% |
| <b>Continuing operations SG&amp;A:</b>            |                          |       |                              |       |                          |       |
| SG&A - GAAP                                       | 68,867                   | 14.6% | 69,406                       | 14.7% | 70,365                   | 14.9% |
| less:   |                          |       |                              |       |                          |       |
| Amortization of acquisition related intangibles   | 8,319                    | 1.8%  | 8,949                        | 1.9%  | 8,948                    | 1.9%  |
| Stock based compensation                          | 5,631                    | 1.2%  | 5,226                        | 1.1%  | 5,687                    | 1.2%  |
| SG&A - Non GAAP                                   | 54,917                   | 11.6% | 55,231                       | 11.7% | 55,730                   | 11.8% |
| <b>Continuing operating expenses:</b>             |                          |       |                              |       |                          |       |
| Operating expenses - GAAP                         | 214,020                  | 45.2% | 209,104                      | 44.4% | 210,847                  | 44.6% |
| less:   |                          |       |                              |       |                          |       |
| Stock based compensation                          | 11,854                   | 2.4%  | 9,880                        | 2.1%  | 11,707                   | 2.5%  |
| Amortization of acquisition related intangibles   | 8,319                    | 1.8%  | 8,949                        | 1.9%  | 8,948                    | 1.9%  |
| Restructuring of operations and other items, net  | 2,806                    | 0.6%  | (1,043)                      | -0.2% | 1,620                    | 0.3%  |
| Operating expenses - Non-GAAP                     | 191,041                  | 40.4% | 191,318                      | 40.6% | 188,572                  | 39.9% |
| <b>Continuing operating income/(loss):</b>        |                          |       |                              |       |                          |       |
| Operating gain/(loss) - GAAP                      | 10,154                   | 2.1%  | 13,759                       | 2.9%  | 3,947                    | 0.8%  |
| Add:  |                          |       |                              |       |                          |       |
| Stock based compensation                          | 13,667                   | 2.9%  | 11,701                       | 2.5%  | 13,123                   | 2.8%  |
| Amortization of acquisition related intangibles   | 30,137                   | 6.4%  | 37,863                       | 8.0%  | 37,783                   | 8.0%  |
| Restructuring of operations and other items, net  | 2,806                    | 0.6%  | (1,043)                      | -0.2% | 1,620                    | 0.3%  |
| Operating income/(loss) - Non-GAAP                | 56,764                   | 12.0% | 62,280                       | 13.2% | 56,473                   | 11.9% |

**LSI Corporation**  
**2008-2010 Quarterly Revenues**  
**(In millions)**  
**(Unaudited)**

**Continuing operations**

|                       | <b>Year Ended December 31,</b> |                 |                 |
|-----------------------|--------------------------------|-----------------|-----------------|
|                       | <b>2010</b>                    | <b>2009</b>     | <b>2008</b>     |
| <b>First Quarter</b>  | \$ 473                         | \$ 345          | \$ 486          |
| <b>Second Quarter</b> | 473                            | 373             | 492             |
| <b>Third Quarter</b>  | 453                            | 417             | 529             |
| <b>Fourth Quarter</b> | 471                            | 441             | 401             |
| <b>Total</b>          | <u>\$ 1,870</u>                | <u>\$ 1,576</u> | <u>\$ 1,908</u> |