

Pericom Semiconductor Corporation
Consolidated Statements of Operations
(In thousands, except per share data)
(unaudited)

	<u>Three Months Ended</u>			<u>Twelve Months Ended</u>	
	<u>Jul 1, 2006</u>	<u>Apr 1, 2006</u> (Restated)	<u>Jul 2, 2005</u>	<u>Jul 1, 2006</u>	<u>Jul 2, 2005</u>
Net revenues	\$ 29,288	\$ 27,847	\$ 21,121	\$ 105,878	\$ 79,557
Cost of revenues	<u>19,047</u>	<u>18,402</u>	<u>12,940</u>	<u>69,374</u>	<u>50,764</u>
Gross profit	10,241	9,445	8,181	36,504	28,793
Operating expenses:					
Research and development	4,174	3,925	3,992	15,492	15,767
Selling, general and administrative	4,921	4,394	4,150	18,490	15,538
Restructuring Charge	<u>0</u>	<u>0</u>	<u>51</u>	<u>55</u>	<u>294</u>
Total	9,095	8,319	8,193	34,037	31,599
Income (loss) from operations	1,146	1,126	(12)	2,467	(2,806)
Other income, net	835	888	1,042	3,533	3,761
Write down of nonmarketable investment	<u>0</u>	<u>(31)</u>	<u>(5)</u>	<u>(64)</u>	<u>(105)</u>
Income before income taxes	1,981	1,983	1,025	5,936	850
Income tax expense	607	641	120	1,852	27
Minority income in consolidated subsidiary	6	32	26	99	58
Equity in income of unconsolidated subsidiary	<u>724</u>	<u>464</u>	<u>242</u>	<u>1,796</u>	<u>46</u>
Net income	<u>\$ 2,104</u>	<u>\$ 1,838</u>	<u>\$ 1,173</u>	<u>\$ 5,979</u>	<u>\$ 927</u>
Basic earnings per share	<u>\$ 0.08</u>	<u>\$ 0.07</u>	<u>\$ 0.04</u>	<u>\$ 0.23</u>	<u>\$ 0.04</u>
Diluted earnings per share	<u>\$ 0.08</u>	<u>\$ 0.07</u>	<u>\$ 0.04</u>	<u>\$ 0.22</u>	<u>\$ 0.03</u>
Shares used in computing basic earnings per share	<u>26,206</u>	<u>26,207</u>	<u>26,371</u>	<u>26,254</u>	<u>26,476</u>
Shares used in computing diluted earnings per share	<u>26,879</u>	<u>26,984</u>	<u>27,076</u>	<u>26,994</u>	<u>27,188</u>

Note: The restatement is the result of certain capitalized mask production costs that were incorrectly amortized as research and development expense when they should have been amortized as cost of sales. As a result of the restatement, engineering expenses decreased and Cost of Sales increased in each quarter of fiscal 2006.

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Pericom Semiconductor Corporation
Consolidated Statements of Operations - GAAP
(In thousands, except per share data)
(unaudited)

	<u>Three Months Ended</u>		<u>Three Months Ended</u>		<u>Three Months Ended</u>	
	<u>Apr 1,</u> <u>2006</u>	<u>Apr 1,</u> <u>2006</u>	<u>Dec 31,</u> <u>2006</u>	<u>Dec 31,</u> <u>2005</u>	<u>Oct 1,</u> <u>2005</u>	<u>Oct 1,</u> <u>2005</u>
	As Previously Reported	As Restated	As Previously Reported	As Restated	As Previously Reported	As Restated
Net revenues	\$ 27,847	\$ 27,847	\$ 26,270	\$ 26,270	\$ 22,473	\$ 22,473
Cost of revenues	<u>18,157</u>	<u>18,402</u>	<u>16,719</u>	<u>16,958</u>	<u>14,729</u>	<u>14,967</u>
Gross profit	9,690	9,445	9,551	9,312	7,744	7,506
Operating expenses:						
Research and development	4,170	3,925	3,879	3,640	3,991	3,753
Selling, general and administrative	4,394	4,394	4,993	4,993	4,182	4,182
Restructuring charge	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>55</u>	<u>55</u>
Total	8,564	8,319	8,872	8,633	8,228	7,990
Income (loss) from operations	1,126	1,126	679	679	(484)	(484)
Other income, net	888	888	912	912	898	898
Write down of nonmarketable investment	<u>(31)</u>	<u>(31)</u>	<u>(33)</u>	<u>(33)</u>	<u>0</u>	<u>0</u>
Income before income taxes	1,983	1,983	1,558	1,558	414	414
Income tax expense	641	641	467	467	137	137
Minority income in consolidated subsidiary	32	32	38	38	23	23
Equity in income of unconsolidated subsidiary	<u>464</u>	<u>464</u>	<u>283</u>	<u>283</u>	<u>325</u>	<u>325</u>
Net income	<u>\$ 1,838</u>	<u>\$ 1,838</u>	<u>\$ 1,412</u>	<u>\$ 1,412</u>	<u>\$ 625</u>	<u>\$ 625</u>
Basic earnings per share	<u>\$ 0.07</u>	<u>\$ 0.07</u>	<u>\$ 0.05</u>	<u>\$ 0.05</u>	<u>\$ 0.02</u>	<u>\$ 0.02</u>
Diluted earnings per share	<u>\$ 0.07</u>	<u>\$ 0.07</u>	<u>\$ 0.05</u>	<u>\$ 0.05</u>	<u>\$ 0.02</u>	<u>\$ 0.02</u>
Shares used in computing basic earnings per share	<u>26,207</u>	<u>26,207</u>	<u>26,253</u>	<u>26,253</u>	<u>26,352</u>	<u>26,352</u>
Shares used in computing diluted earnings per share	<u>26,984</u>	<u>26,984</u>	<u>26,972</u>	<u>26,972</u>	<u>27,143</u>	<u>27,143</u>

Note: The restatement is the result of certain capitalized mask production costs that were incorrectly amortized as Research and Development expense when they should have been amortized as cost of sales. As a result of the restatement, engineering expenses decreased and Cost of Sales increased in each quarter of fiscal 2006.

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Pericom Semiconductor Corporation
Condensed Consolidated Balance Sheets
(In thousands)
(unaudited)

	<u>As of</u> <u>Jul 1, 2006</u>	<u>As of</u> <u>Jul 2, 2005</u>
Assets		
Current Assets:		
Cash & cash equivalents	\$ 12,577	\$ 20,902
Restricted Cash	950	-
Short-term investments	52,761	122,385
Accounts receivable	23,306	9,442
Inventories	16,742	13,428
Prepaid expenses and other current assets	508	409
Deferred income taxes	4,709	5,291
Total current assets	<u>111,553</u>	<u>171,857</u>
Property and equipment, net	24,376	5,927
Investment in unconsolidated subsidiary	8,899	5,932
Deferred income taxes-non current	5,043	2,205
Long term marketable securities	56,297	0
Intangibles and other assets	7,518	8,074
Total assets	<u><u>\$213,686</u></u>	<u><u>\$193,995</u></u>
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable	\$ 10,435	\$ 6,899
Accrued liabilities	7,243	5,470
Current portion of long-term debt	5,756	0
Total current liabilities	<u>23,434</u>	<u>12,369</u>
Long-term debt	3,482	0
Deferred income tax-non current	1,288	0
Other long term liabilities	402	207
Total liabilities	<u>28,606</u>	<u>12,576</u>
Minority interest in consolidated subsidiary	<u>969</u>	<u>257</u>
Shareholders' equity:		
Common stock	138,483	141,233
Retained earnings and other comprehensive loss	45,628	39,929
Total shareholders' equity	<u>184,111</u>	<u>181,162</u>
Total liabilities and shareholders' equity	<u><u>\$213,686</u></u>	<u><u>\$193,995</u></u>

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