

Fiscal 2021 Second Quarter Results

January 26, 2021

Safe Harbor

Except for historical information, this presentation may contain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. These statements involve risks and uncertainties that could cause actual results to differ materially from expectations, including the impact of the coronavirus (COVID-19) pandemic. Additionally, please refer to the Company's Annual Report on Form 10-K for the fiscal year ended June 27, 2020 for a description of some of the risk factors that could cause actual results to differ materially from such forward-looking statements.

All forward-looking statements included in this presentation are made as of the date hereof and based on the information available to the Company as of the date hereof. The Company assumes no obligation to update any forward-looking statement.

Fiscal 2021 Second Quarter Results Summary

- Net Revenue of **\$628 million**
- Gross Margin of **67.4%** (excluding special items¹); **66.3%** (GAAP)
- Earnings Per Share of **\$0.73** (excluding special items¹); **\$0.68** (GAAP)
- TTM² Free Cash Flow³ of **\$733 million, 31%** of TTM Revenue

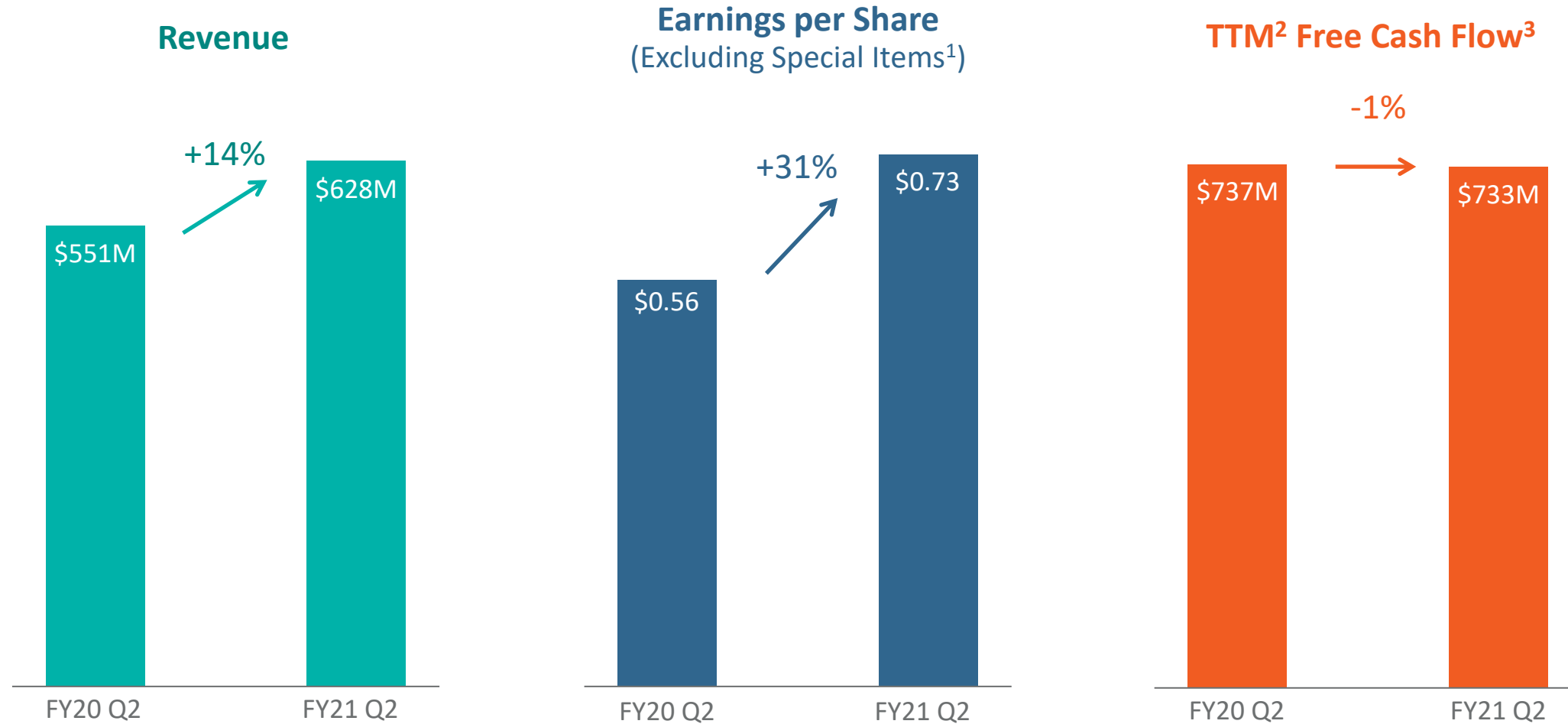
¹Special Items definition in appendix

²TTM: Trailing Twelve Months

³Free Cash Flow = Cash Flow from Operations – Capital Expenditures

Note: Per the terms of the Merger Agreement with Analog Devices, Maxim suspended its dividend and open market stock repurchase programs

Fiscal 2021 Second Quarter Results vs. Last Year

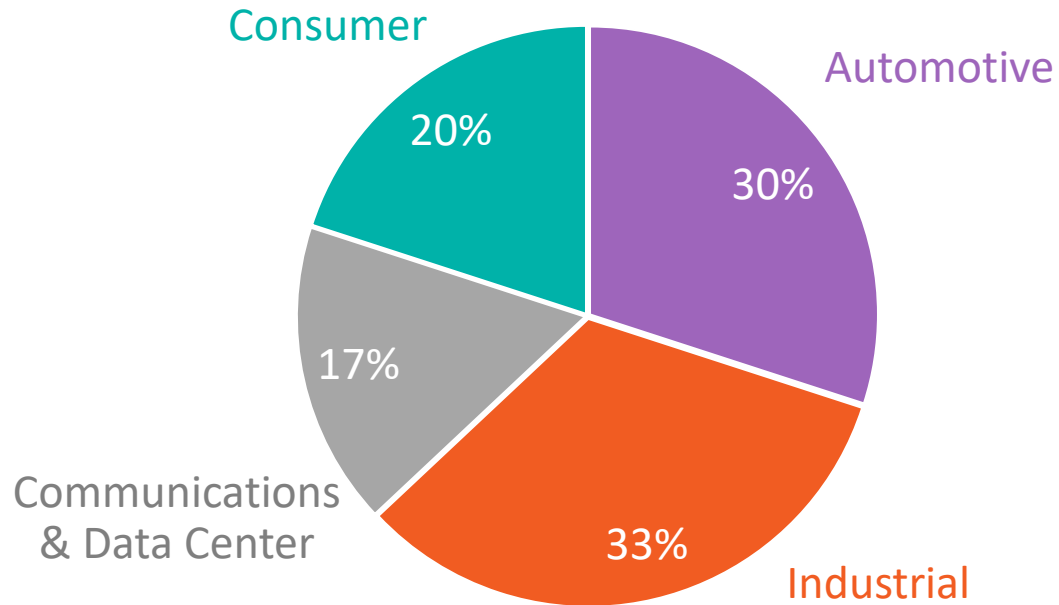


¹Special Items definition in appendix

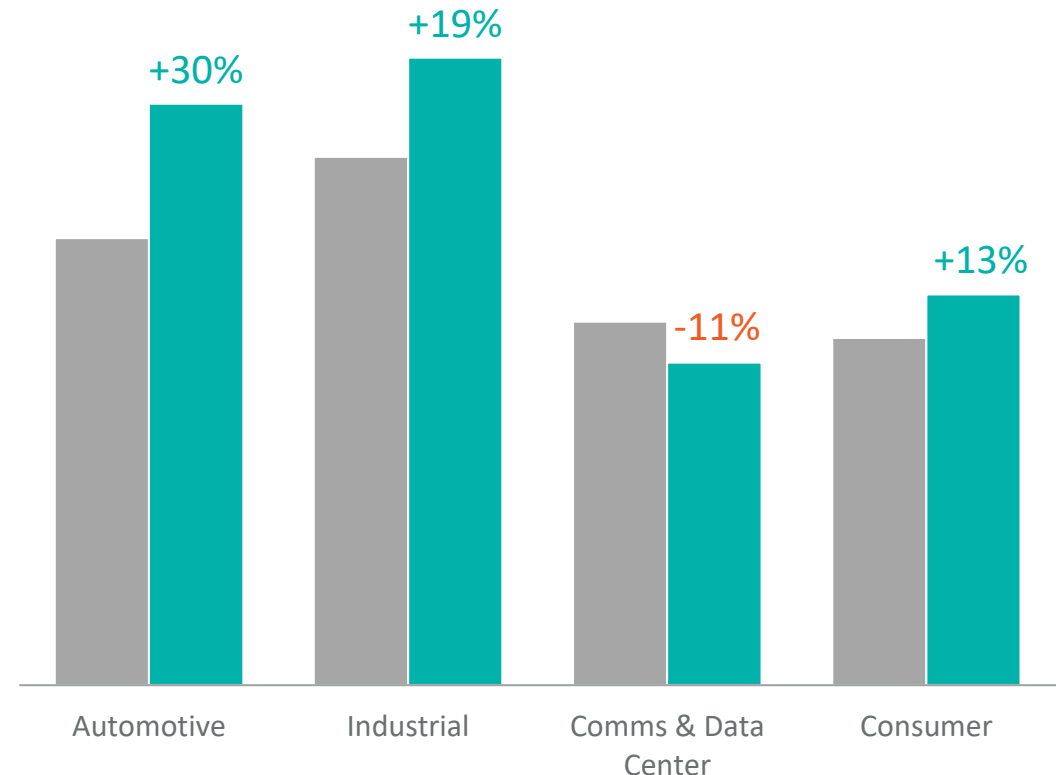
²TTM: Trailing Twelve Months

³Free Cash Flow = Cash Flow from Operations – Capital Expenditures

Fiscal 2021 Second Quarter Results by End Market



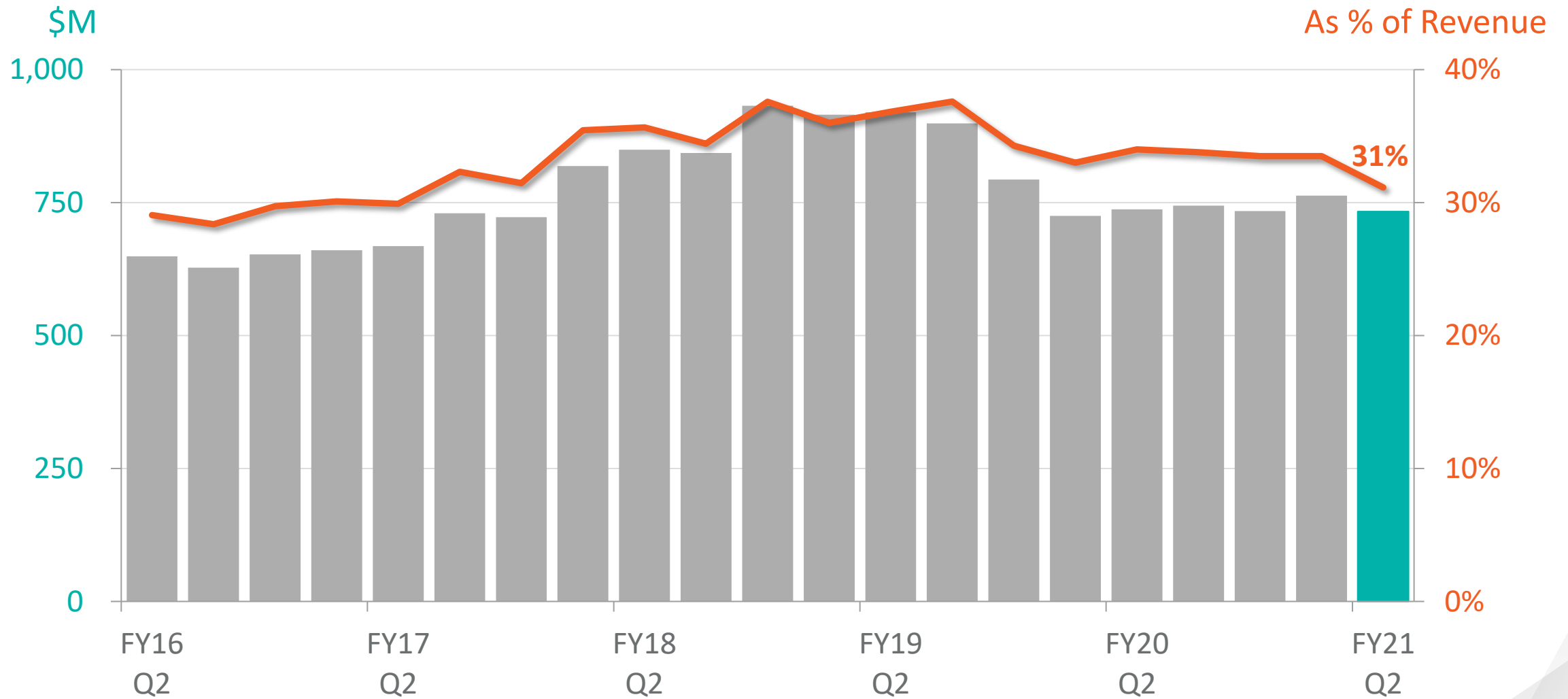
FY21 Q2 Revenue: **\$628M**



FY20 Q2 and FY21 Q2 Revenue

Due to nature of our general-purpose products, estimates by Major Markets are imprecise

TTM² Free Cash Flow³



²TTM: Trailing Twelve Months

³Free Cash Flow = Cash Flow from Operations – Capital Expenditures



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Appendix

¹Special Items: intangible asset amortization; accelerated depreciation; acquisition-related inventory write-up; impairment of long-lived assets; impairment of goodwill and intangible assets; severance and restructuring; acquisition-related costs; contingent consideration adjustments relating to certain acquisitions; expected loss on rent expense for vacated office space; loss related to sale of land and buildings; impairment of investments in privately-held companies; tax provision impacts due to fixed asset tax basis adjustment relating to prior year depreciation expense.

Reconciliation of GAAP vs. GAAP Excluding Special Items (Unaudited)

	Three Months Ended		
	December 26, 2020	September 26, 2020	December 28, 2019
(in thousands, except per share data)			
Reconciliation of GAAP gross profit to GAAP gross profit excluding special items:			
GAAP gross profit	\$ 416,422	\$ 417,014	\$ 360,524
GAAP gross profit %	66.3%	67.3%	65.4%
Special items:			
Intangible asset amortization	5,569	4,363	3,111
Merger-related expenses ⁽¹⁾	1,059	1,335	-
Cost of COVID-19 response programs	565	938	-
Total special items	7,193	6,636	3,111
GAAP gross profit excluding special items	\$ 423,615	\$ 423,650	\$ 363,635
GAAP gross profit % excluding special items	67.4%	68.4%	66.0%
Reconciliation of GAAP operating expenses to GAAP operating expenses excluding special items:			
GAAP operating expenses	\$ 202,757	\$ 215,580	\$ 191,468
Special items:			
Merger-related expenses ⁽¹⁾	4,750	6,607	-
Intangible asset amortization	943	918	756
Severance and restructuring	3,327	8,813	2,728
Other operating expenses (income), net ⁽¹⁾	3,531	7,428	(1)
Total special items	12,551	23,766	3,483
GAAP operating expenses excluding special items	\$ 190,206	\$ 191,814	\$ 187,985
Reconciliation of GAAP net income to GAAP net income excluding special items:			
GAAP net income	\$ 183,945	\$ 169,514	\$ 146,050
Special items:			
Intangible asset amortization	6,512	5,281	3,867
Merger-related expenses ⁽¹⁾	5,809	7,942	-
Cost of COVID-19 response programs	565	938	-
Severance and restructuring	3,327	8,813	2,728
Other operating expenses (income), net ⁽¹⁾	3,531	7,428	(1)
Interest and other expense (income), net	(5,131)	(535)	(1,230)
Pre-tax total special items	14,613	29,867	5,364
Other income tax effects and adjustments ⁽²⁾	(1,616)	(4,272)	317
GAAP net income excluding special items	\$ 196,942	\$ 195,109	\$ 151,731
GAAP net income per share excluding special items:			
Basic	\$ 0.74	\$ 0.73	\$ 0.56
Diluted	\$ 0.73	\$ 0.72	\$ 0.56
Shares used in the calculation of earnings per share excluding special items:			
Basic	267,299	266,831	270,330
Diluted	270,792	269,529	273,269

(1) Includes ADI merger-related expenses such as accelerated stock-based compensation expense resulting from the acceleration of certain RSAs and RSUs, and other legal and professional services.

(2) Includes tax effect of pre-tax special items and miscellaneous tax adjustments.