LUMENTUM HOLDINGS INC.

RECONCILIATION OF GAAP MEASURES TO NON-GAAP MEASURES

(in millions, except per share data)

(unaudited)

	As Recast [1]				
	Three Months Ended				Twelve Months Ended
	June 29, 2024	March 30, 2024	December 30, 2023	September 30, 2023	June 29, 2024
Gross profit on GAAP basis	$ 51.3	$ 59.5	$ 64.0	$ 76.7	$ 251.5
Stock-based compensation	8.2	8.5	9.0	6.0	31.7
Integration related costs	1.9	4.6	8.3	3.3	18.1
Amortization of acquired intangibles	22.1	22.3	21.5	18.0	83.9
Amortization of inventory fair value adjustments	—	4.9	3.4	—	8.3
Abnormal excess capacity	—	—	—	—	—
Other charges, net	2.1	5.3	8.9	0.3	16.6
Gross profit on non-GAAP basis	$ 85.6	$ 105.1	$ 115.1	$ 104.3	$ 410.1
Gross margin on non-GAAP basis	27.8 %	28.7 %	31.4 %	32.8 %	30.2 %
Research and development on GAAP basis	$ 73.2	$ 77.2	$ 78.3	$ 73.5	$ 302.2
Stock-based compensation	(8.0)	(9.8)	(10.0)	(10.3)	(38.1)
Integration related costs	—	(0.4)	0.7	(0.4)	(0.1)
Amortization of acquired intangibles	(0.4)	(0.4)	(0.4)	(0.3)	(1.5)
Acquisition related costs	—	—	(0.1)	(0.3)	(0.4)
Other charges, net	0.1	(0.4)	(0.1)	(0.7)	(1.1)
Research and development on non-GAAP basis	$ 64.9	$ 66.2	$ 68.4	$ 61.5	$ 261.0
Selling, general and administrative on GAAP basis	$ 74.9	$ 77.7	$ 85.1	$ 73.0	$ 310.7
Stock-based compensation	(14.3)	(13.3)	(15.6)	(15.8)	(59.0)
Acquisition related (costs) reversal	0.2	(0.5)	(8.9)	(3.7)	(12.9)
Integration related costs	(2.2)	(2.7)	(1.6)	(2.3)	(8.8)
Amortization of acquired intangibles	(19.4)	(19.4)	(15.7)	(10.7)	(65.2)

Other charges, net	(2.7)	(2.2)	(3.5)	0.3	(8.1)
Selling, general and administrative on non-GAAP basis	$ 36.5	$ 39.6	$ 39.8	$ 40.8	$ 156.7
Loss from operations on GAAP basis	$ (133.4)	$ (114.6)	$ (105.2)	$ (80.8)	$ (434.0)
Stock-based compensation	30.5	31.6	34.6	32.1	128.8
Acquisition related costs (reversal)	(0.2)	0.5	9.0	4.0	13.3
Integration related costs	4.1	7.7	9.2	6.0	27.0
Amortization of acquired intangibles	41.9	42.1	37.6	29.0	150.6
Amortization of inventory fair value adjustments	—	4.9	3.4	—	8.3
Restructuring and related charges	36.6	19.2	5.8	11.0	72.6
Abnormal excess capacity	—	—	—	—	—
Other charges, net	4.7	7.9	12.5	0.7	25.8
Income (Loss) from operations on non-GAAP basis	$ (15.8)	$ (0.7)	$ 6.9	$ 2.0	$ (7.6)
Operating margin (loss) on non-GAAP basis	(5.1)%	(0.2)%	1.9 %	0.6 %	(0.6)%
Interest and other income, net on GAAP basis	$ 5.9	$ 7.2	$ 3.7	$ 11.5	$ 28.3
Foreign exchange gains, net	(1.2)	(3.7)	3.8	0.4	(0.7)
Non-cash interest expense on convertible notes and other expenses	0.7	4.5	4.8	4.9	14.9
Interest and other income, net on non-GAAP basis	$ 5.4	$ 8.0	$ 12.3	$ 16.8	$ 42.5
Loss before income taxes on GAAP basis	$ (127.5)	$ (107.4)	$ (101.5)	$ (69.3)	$ (405.7)
Stock-based compensation	30.5	31.6	34.6	32.1	128.8
Acquisition related costs (reversal)	(0.2)	0.5	9.0	4.0	13.3
Integration related costs	4.1	7.7	9.2	6.0	27.0
Amortization of acquired intangibles	41.9	42.1	37.6	29.0	150.6
Amortization of inventory fair value adjustments	—	4.9	3.4	—	8.3
Restructuring and related charges	36.6	19.2	5.8	11.0	72.6
Abnormal excess capacity	—	—	—	—	—
Foreign exchange gains, net	(1.2)	(3.7)	3.8	0.4	(0.7)
Non-cash interest expense on convertible notes and other expenses	0.7	4.5	4.8	4.9	14.9
Other charges, net	4.7	7.9	12.5	0.7	25.8
Income (Loss) before income taxes on non-GAAP basis	$ (10.4)	$ 7.3	$ 19.2	$ 18.8	$ 34.9

Income tax provision (benefit) on GAAP basis	$ 125.0	$ 19.6	$ (2.4)	$ (1.4)	$ 140.8
Non-GAAP income tax reconciling adjustments	(126.5)	(18.5)	5.2	4.1	(135.7)
Income tax provision (benefit) on non-GAAP basis	$ (1.5)	$ 1.1	$ 2.8	$ 2.7	$ 5.1
Net loss on GAAP basis	$ (252.5)	(127.0)	(99.1)	(67.9)	$ (546.5)
Stock-based compensation	30.5	31.6	34.6	32.1	128.8
Acquisition related costs (reversal)	(0.2)	0.5	9.0	4.0	13.3
Integration related costs	4.1	7.7	9.2	6.0	27.0
Amortization of acquired intangibles	41.9	42.1	37.6	29.0	150.6
Amortization of inventory fair value adjustments	—	4.9	3.4	—	8.3
Restructuring and related charges	36.6	19.2	5.8	11.0	72.6
Abnormal excess capacity	—	—	—	—	—
Foreign exchange gains, net	(1.2)	(3.7)	3.8	0.4	(0.7)
Non-cash interest expense on convertible notes and other expenses	0.7	4.5	4.8	4.9	14.9
Other charges, net	4.7	7.9	12.5	0.7	25.8
Non-GAAP income tax reconciling adjustments	126.5	18.5	(5.2)	(4.1)	135.7
Net income (loss) on non-GAAP basis	$ (8.9)	$ 6.2	$ 16.4	$ 16.1	$ 29.8
Net income (loss) per share on non-GAAP basis	$ (0.13)	$ 0.09	$ 0.24	$ 0.24	$ 0.44
Shares used in per share calculation - diluted on GAAP basis	67.8	67.5	67.2	66.7	67.3
Non-GAAP adjustment	—	0.6	0.2	0.3	0.4
Shares used in per share calculation - diluted on non-GAAP basis	67.8	68.1	67.4	67.0	67.7

[(1)] During the first fiscal quarter of 2025, the Company refined its methodology to report non-GAAP measures. The change does not impact the Company's financial position, cash flows, or GAAP consolidated results of operations. Prior period GAAP to Non-GAAP reconciliations have been recast to conform to the current presentation.

LUMENTUM HOLDINGS INC.

RECONCILIATION OF GAAP NET INCOME (LOSS) TO ADJUSTED EBITDA

(in millions, except per share data)

(unaudited)

	As Recast[1]				
	Twelve Months Ended				Twelve Months Ended
	June 29, 2024	March 30, 2024	December 30, 2023	September 30, 2023	June 29, 2024
GAAP net loss	$ (252.5)	$ (127.0)	$ (99.1)	$ (67.9)	$ (546.5)
Interest and other income, net	(5.9)	(7.2)	(3.7)	(11.5)	(28.3)
Income tax provision	125.0	19.6	(2.4)	(1.4)	140.8
Depreciation	28.2	27.0	27.2	28.2	110.6
Amortization of acquired intangibles	41.9	42.1	37.6	29.0	150.6
EBITDA	(63.3)	(45.5)	(40.4)	(23.6)	(172.8)
Amortization of inventory fair value adjustments	—	4.9	3.4	—	8.3
Restructuring and related charges	36.6	19.2	5.8	11.0	72.6
Stock-based compensation	30.5	31.6	34.6	32.1	128.8
Acquisition related costs	(0.2)	0.5	9.0	4.0	13.3
Integration related costs	4.1	7.7	9.2	6.0	27.0
Abnormal excess capacity	—	—	—	—	—
Other charges, net	3.2	6.9	11.3	(3.5)	17.9
Adjusted EBITDA	$ 10.9	$ 25.3	$ 32.9	$ 26.0	$ 95.1

[1] During the first fiscal quarter of 2025, the Company refined its methodology to report non-GAAP measures. The change does not impact the Company's financial position, cash flows, or GAAP consolidated results of operations. Prior period GAAP to Non-GAAP reconciliations have been recast to conform to the current presentation.