Marvell Technology, Inc.

Fourth Quarter and Fiscal Year 2025

March 5, 2025

Discussion of Non-GAAP Financial Measures

Non-GAAP financial measures exclude the effect of stock-based compensation expense, amortization of acquired intangible assets, acquisition and divestiture-related costs, restructuring and other related charges (including, but not limited to, asset impairment charges, recognition of future contractual obligations, employee severance costs, and facility exit related charges), resolution of legal matters, and certain expenses and benefits that are driven primarily by discrete events that management does not consider to be directly related to Marvell's core business. Although Marvell excludes the amortization of all acquired intangible assets from these non-GAAP financial measures, management believes that it is important for investors to understand that such intangible assets were recorded as part of purchase price accounting arising from acquisitions, and that such amortization of intangible assets that relate to past acquisitions will recur in future periods until such intangible assets have been fully amortized. Investors should note that the use of intangible assets contributed to Marvell's revenues earned during the periods presented and are expected to contribute to Marvell's future period revenues as well.

Marvell uses a non-GAAP tax rate to compute the non-GAAP tax provision. This non-GAAP tax rate is based on Marvell's estimated annual GAAP income tax forecast, adjusted to account for items excluded from Marvell's non-GAAP income, as well as the effects of significant non-recurring and period specific tax items which vary in size and frequency, and excludes tax deductions and benefits from acquired tax loss and credit carryforwards and changes in valuation allowance on acquired deferred tax assets. Marvell's non-GAAP tax rate is determined on an annual basis and may be adjusted during the year to take into account events that may materially affect the non-GAAP tax rate such as tax law changes; acquisitions; significant changes in Marvell's geographic mix of revenue and expenses; or changes to Marvell's corporate structure. For the fourth quarter of fiscal 2025, a non-GAAP tax rate of 7.0% has been applied to the non-GAAP financial results.

Marvell believes that the presentation of non-GAAP financial measures provides important supplemental information to management and investors regarding financial and business trends relating to Marvell's financial condition and results of operations. While Marvell uses non-GAAP financial measures as a tool to enhance its understanding of certain aspects of its financial performance, Marvell does not consider these measures to be a substitute for, or superior to, financial measures calculated in accordance with GAAP. Consistent with this approach, Marvell believes that disclosing non-GAAP financial measures to the readers of its financial statements provides such readers with useful supplemental data that, while not a substitute for GAAP financial measures, allows for greater transparency in the review of its financial and operational performance.

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Discussion of Non-GAAP Financial Measures (continued)

Externally, management believes that investors may find Marvell's non-GAAP financial measures useful in their assessment of Marvell's operating performance and the valuation of Marvell. Internally, Marvell's non-GAAP financial measures are used in the following areas:

- Management's evaluation of Marvell's operating performance;
- Management's establishment of internal operating budgets;
- Management's performance comparisons with internal forecasts and targeted business models; and
- Management's determination of the achievement and measurement of certain types of compensation including Marvell's annual incentive plan and certain performance-based equity awards (adjustments may vary from award to award).

Non-GAAP financial measures have limitations in that they do not reflect all of the costs associated with the operations of Marvell's business as determined in accordance with GAAP. As a result, you should not consider these measures in isolation or as a substitute for analysis of Marvell's results as reported under GAAP. The exclusion of the above items from our GAAP financial metrics does not necessarily mean that these costs are unusual or infrequent.

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Marvell Technology, Inc.
Unaudited Condensed Consolidated Balance Sheets
(In millions)

	April 29, 2023	July 29, 2023	October 28, 2023	February 3, 2024	May 4, 2024	August 3, 2024	November 2, 2024	February 1, 2025
Assets								
Current assets:								
Cash and cash equivalents	$ 1,028.3	$ 423.4	$ 725.6	$ 950.8	$ 847.7	$ 808.7	$ 868.1	$ 948.3
Accounts receivable, net	1,000.9	1,209.2	1,214.6	1,121.6	881.9	1,060.1	997.9	1,028.4
Inventories	1,026.0	1,015.8	941.5	864.4	826.4	817.8	859.4	1,029.7
Prepaid expenses and other current assets	147.7	118.8	91.5	125.9	91.7	77.3	91.4	113.9
Total current assets	3,202.9	2,767.2	2,973.2	3,062.7	2,647.7	2,763.9	2,816.8	3,120.3
Property and equipment, net	636.2	693.8	701.6	756.0	758.0	781.5	781.9	790.5
Goodwill	11,586.9	11,586.9	11,586.9	11,586.9	11,586.9	11,586.9	11,586.9	11,586.9
Acquired intangible assets, net	4,832.0	4,560.2	4,290.4	4,004.1	3,739.2	3,463.4	2,957.7	2,710.6
Deferred tax assets	608.2	700.9	759.5	311.9	327.0	347.5	406.5	401.2
Other non-current assets	1,407.0	1,441.1	1,402.8	1,506.9	1,432.2	1,350.2	1,165.8	1,595.0
Total assets	$ 22,273.2	$ 21,750.1	$ 21,714.4	$ 21,228.5	$ 20,491.0	$ 20,293.4	$ 19,715.6	$ 20,204.5
Liabilities and Stockholders' Equity								
Current liabilities:								
Accounts payable	$ 388.4	$ 412.8	$ 419.1	$ 411.3	$ 320.9	$ 453.4	$ 538.1	$ 622.2
Accrued liabilities	970.8	1,068.5	1,119.2	1,032.9	861.0	763.8	825.2	972.6
Accrued employee compensation	184.6	185.3	245.0	262.7	167.5	200.0	270.9	302.5
Short-term debt	1,517.6	1,018.6	96.3	107.3	118.3	129.3	129.4	129.5
Total current liabilities	3,061.4	2,685.2	1,879.6	1,814.2	1,467.7	1,546.5	1,763.6	2,026.8
Long-term debt	3,154.9	3,134.5	4,089.6	4,058.6	4,027.6	3,996.5	3,965.5	3,934.3
Other non-current liabilities	563.0	540.9	511.8	524.3	517.0	545.5	613.6	816.4
Total liabilities	6,779.3	6,360.6	6,481.0	6,397.1	6,012.3	6,088.5	6,342.7	6,777.5
Stockholders' equity:								
Common stock	1.7	1.7	1.7	1.7	1.7	1.7	1.7	1.7
Additional paid-in capital	14,589.9	14,744.8	14,805.2	14,845.3	14,760.7	14,732.9	14,629.0	14,534.1
Accumulated other comprehensive income (loss)	(0.9)	(1.0)	(1.4)	1.1	0.4	(0.4)	(0.3)	0.4
Retained earnings (Accumulated deficit)	903.2	644.0	427.9	(16.7)	(284.1)	(529.3)	(1,257.5)	(1,109.2)
Total stockholders' equity	15,493.9	15,389.5	15,233.4	14,831.4	14,478.7	14,204.9	13,372.9	13,427.0
Total liabilities and stockholders' equity	$ 22,273.2	$ 21,750.1	$ 21,714.4	$ 21,228.5	$ 20,491.0	$ 20,293.4	$ 19,715.6	$ 20,204.5
GAAP inventory turns	3.0	3.2	3.7	3.5	3.1	3.4	5.4	3.5
GAAP days in inventory	121	114	98	106	117	107	67	104

Marvell Technology, Inc.
Unaudited Condensed Consolidated Statements of Operations
(In millions, except per share amounts)

	April 29, 2023	July 29, 2023	October 28, 2023	February 3, 2024	May 4, 2024	August 3, 2024	November 2, 2024	February 1, 2025
Net revenue	$ 1,321.7	$ 1,340.9	$ 1,418.6	$ 1,426.5	$ 1,160.9	$ 1,272.9	$ 1,516.1	$ 1,817.4
Cost of goods sold	764.5	819.8	867.4	762.4	633.1	685.3	1,166.7	900.0
Gross profit	557.2	521.1	551.2	664.1	527.8	587.6	349.4	917.4
Operating expenses:								
Research and development	480.7	474.8	481.1	459.6	476.1	486.7	488.6	499.0
Selling, general and administrative	199.0	210.0	213.0	212.0	199.9	197.3	205.3	195.7
Restructuring related charges	59.9	42.0	3.4	25.8	4.1	4.0	358.3	(12.5)
Total operating expenses	739.6	726.8	697.5	697.4	680.1	688.0	1,052.2	682.2
Operating income (loss)	(182.4)	(205.7)	(146.3)	(33.3)	(152.3)	(100.4)	(702.8)	235.2
Interest expense	(52.7)	(53.8)	(52.6)	(52.6)	(48.8)	(48.4)	(47.2)	(45.0)
Interest income and other, net	2.8	7.9	11.4	(1.4)	3.3	2.6	(0.5)	9.6
Interest and other loss, net	(49.9)	(45.9)	(41.2)	(54.0)	(45.5)	(45.8)	(47.7)	(35.4)
Income (loss) before income taxes	(232.3)	(251.6)	(187.5)	(87.3)	(197.8)	(146.2)	(750.5)	199.8
Provision (benefit) for income taxes	(63.4)	(44.1)	(23.2)	305.4	17.8	47.1	(74.2)	(0.4)
Net income (loss)	$ (168.9)	$ (207.5)	$ (164.3)	$ (392.7)	$ (215.6)	$ (193.3)	$ (676.3)	$ 200.2
Net income (loss) per share - basic	$ (0.20)	$ (0.24)	$ (0.19)	$ (0.45)	$ (0.25)	$ (0.22)	$ (0.78)	$ 0.23
Net income (loss) per share - diluted	$ (0.20)	$ (0.24)	$ (0.19)	$ (0.45)	$ (0.25)	$ (0.22)	$ (0.78)	$ 0.23
Weighted-average shares - basic	856.7	860.9	862.6	864.7	865.0	865.7	865.7	865.7
Weighted-average shares - diluted	856.7	860.9	862.6	864.7	865.0	865.7	865.7	879.9
The following table presents details of total stock-based compensation expense included in each functional line item in the unaudited condensed consolidated statements of operations above:								
Cost of goods sold	$ 12.0	$ 11.0	$ 15.7	$ 10.4	$ 9.7	$ 11.2	$ 16.3	$ 10.1
Research and development	99.0	104.5	103.1	104.5	93.5	103.5	101.7	96.9
Selling, general and administrative	32.2	37.3	39.7	40.4	33.3	40.2	40.4	40.6
Total stock-based compensation	$ 143.2	$ 152.8	$ 158.5	$ 155.3	$ 136.5	$ 154.9	$ 158.4	$ 147.6

Marvell Technology, Inc.
Unaudited Condensed Consolidated Statements of Cash Flows
(In millions)

	April 29, 2023	July 29, 2023	October 28, 2023	February 3, 2024	May 4, 2024	August 3, 2024	November 2, 2024	February 1, 2025
Cash flows from operating activities:								
Net income (loss)	$ (168.9)	$ (207.5)	$ (164.3)	$ (392.7)	$ (215.6)	$ (193.3)	$ (676.3)	$ 200.2
Adjustments to reconcile net income (loss) to net cash provided by operating activities:								
Depreciation and amortization	78.4	75.5	72.1	73.8	72.6	76.3	76.6	78.8
Stock-based compensation	143.2	152.8	158.5	155.3	136.5	154.9	158.4	147.6
Amortization of acquired intangible assets	270.0	271.8	269.8	286.3	264.9	275.7	264.9	247.1
Restructuring related impairment charges	10.1	21.3	0.8	0.7	0.7	1.6	521.8	4.7
Deferred income taxes	(139.1)	(87.6)	(57.0)	434.5	(22.2)	(36.1)	(47.9)	(5.7)
Other expense, net	12.8	8.9	18.2	15.0	21.8	11.3	9.0	23.8
Changes in assets and liabilities, net of acquisitions:								
Accounts receivable	191.3	(208.2)	(5.5)	93.0	239.7	(178.2)	62.2	(30.5)
Prepaid expenses and other assets	7.9	(47.2)	53.7	(107.5)	85.8	135.9	(45.5)	(172.8)
Inventories	41.2	11.3	70.6	78.8	38.8	9.2	(108.2)	(169.8)
Accounts payable	(104.8)	18.0	(0.7)	(61.6)	(58.3)	93.1	75.0	71.7
Accrued employee compensation	(60.1)	1.1	59.7	17.6	(92.2)	33.0	71.1	31.6
Accrued liabilities and other non-current liabilities	(73.6)	102.3	27.1	(46.6)	(148.0)	(77.0)	175.2	87.3
Net cash provided by operating activities	208.4	112.5	503.0	546.6	324.5	306.4	536.3	514.0
Cash flows from investing activities:								
Purchases of technology licenses	(2.8)	(0.2)	(0.3)	(10.6)	(0.5)	(5.2)	(0.5)	(0.8)
Purchases of property and equipment	(99.8)	(111.1)	(54.4)	(71.0)	(91.5)	(48.2)	(75.0)	(69.9)
Acquisitions, net of cash acquired	—	—	—	—	(9.8)	(0.6)	—	—
Other, net	(0.1)	(0.2)	0.1	(0.1)	(0.1)	1.0	—	0.4
Net cash used in investing activities	(102.7)	(111.5)	(54.6)	(81.7)	(101.9)	(53.0)	(75.5)	(70.3)
Cash flows from financing activities:								
Repurchases of common stock	—	—	(50.0)	(100.0)	(150.0)	(175.0)	(200.0)	(200.0)
Proceeds from employee stock plans	7.5	52.9	0.7	38.1	2.3	49.3	0.8	35.2
Tax withholding paid on behalf of employees for net share settlement	(72.6)	(51.2)	(44.9)	(55.0)	(74.1)	(57.6)	(58.6)	(84.6)
Dividend payments to stockholders	(51.4)	(51.7)	(51.8)	(51.9)	(51.8)	(51.9)	(51.9)	(51.9)
Payments on technology license obligations	(50.0)	(28.6)	(31.6)	(40.1)	(30.2)	(35.3)	(58.9)	(29.2)
Proceeds from borrowings	200.0	50.0	1,045.3	—	—	—	—	—
Principal payments of debt	(21.9)	(571.8)	(1,006.9)	(21.9)	(21.9)	(21.9)	(32.8)	(32.8)

Marvell Technology, Inc.
Unaudited Condensed Consolidated Statements of Cash Flows
(In millions)

	April 29, 2023	July 29, 2023	October 28, 2023	February 3, 2024	May 4, 2024	August 3, 2024	November 2, 2024	February 1, 2025
Other, net	—	(5.5)	(7.0)	(8.9)	—	—	—	(0.2)
Net cash provided by (used in) financing activities	11.6	(605.9)	(146.2)	(239.7)	(325.7)	(292.4)	(401.4)	(363.5)
Net increase (decrease) in cash and cash equivalents	117.3	(604.9)	302.2	225.2	(103.1)	(39.0)	59.4	80.2
Cash and cash equivalents at beginning of period	911.0	1,028.3	423.4	725.6	950.8	847.7	808.7	868.1
Cash and cash equivalents at end of period	$ 1,028.3	$ 423.4	$ 725.6	$ 950.8	$ 847.7	$ 808.7	$ 868.1	$ 948.3

Marvell Technology, Inc.

Unaudited Reconciliations from GAAP to Non-GAAP

(In millions)

	April 29, 2023	July 29, 2023	October 28, 2023	February 3, 2024	May 4, 2024	August 3, 2024	November 2, 2024	February 1, 2025
GAAP Operating income (loss)	$ (182.4)	$ (205.7)	$ (146.3)	$ (33.3)	$ (152.3)	$ (100.4)	$ (702.8)	$ 235.2
(1) Cost of goods sold								
Stock-based compensation	12.0	11.0	15.7	10.4	9.7	11.2	16.3	10.1
Amortization of acquired intangible assets	183.7	185.8	184.3	194.3	180.5	191.3	180.4	169.5
Restructuring related charges	—	—	—	—	—	—	356.8	1.1
Other costs of goods sold	39.6	90.2	108.0	42.3	6.0	(2.6)	14.2	(6.1)
(2) Research and development								
Stock-based compensation	99.0	104.5	103.1	104.5	93.5	103.5	101.7	96.9
Other	1.1	—	12.3	0.1	3.7	0.3	0.2	0.1
(3) Selling, general and administrative								
Stock-based compensation	32.2	37.3	39.7	40.4	33.3	40.2	40.4	40.6
Amortization of acquired intangible assets	86.3	86.0	85.5	92.0	84.4	84.4	84.5	77.6
Other	2.5	9.0	16.4	6.1	7.3	(0.2)	0.2	0.1
(4) Restructuring related charges in operating expenses	59.9	42.0	3.4	25.8	4.1	4.0	358.3	(12.5)
Non-GAAP Operating income	**$ 333.9**	**$ 360.1**	**$ 422.1**	**$ 482.6**	**$ 270.2**	**$ 331.7**	**$ 450.2**	**$ 612.6**

Marvell believes that the presentation of non-GAAP financial measures provides important supplemental information to management and investors regarding financial and business trends relating to Marvell's financial condition and results of operations. While Marvell uses non-GAAP financial measures as a tool to enhance its understanding of certain aspects of its financial performance, Marvell does not consider these measures to be a substitute for, or superior to, financial measures calculated in accordance with GAAP. Consistent with this approach, Marvell believes that disclosing non-GAAP financial measures to the readers of its financial statements provides such readers with useful supplemental data that, while not a substitute for GAAP financial measures, allows for greater transparency in the review of its financial and operational performance. Marvell has chosen to provide this information to investors to enable them to perform comparisons of operating results in a manner similar to how Marvell analyzes its operating results internally. Management also believes that these non-GAAP financial measures may be used to facilitate comparisons of Marvell’s results with that of other companies in its industry.

Marvell Technology, Inc.
Unaudited Reconciliations from GAAP to Non-GAAP - (Continued)
(In millions)

	April 29, 2023	July 29, 2023	October 28, 2023	February 3, 2024	May 4, 2024	August 3, 2024	November 2, 2024	February 1, 2025
GAAP Net income (loss)	$ (168.9)	$ (207.5)	$ (164.3)	$ (392.7)	$ (215.6)	$ (193.3)	$ (676.3)	$ 200.2
(1) Cost of goods sold								
Stock-based compensation	12.0	11.0	15.7	10.4	9.7	11.2	16.3	10.1
Amortization of acquired intangible assets	183.7	185.8	184.3	194.3	180.5	191.3	180.4	169.5
Restructuring related charges	—	—	—	—	—	—	356.8	1.1
Other costs of goods sold	39.6	90.2	108.0	42.3	6.0	(2.6)	14.2	(6.1)
(2) Research and development								
Stock-based compensation	99.0	104.5	103.1	104.5	93.5	103.5	101.7	96.9
Other	1.1	—	12.3	0.1	3.7	0.3	0.2	0.1
(3) Selling, general and administrative								
Stock-based compensation	32.2	37.3	39.7	40.4	33.3	40.2	40.4	40.6
Amortization of acquired intangible assets	86.3	86.0	85.5	92.0	84.4	84.4	84.5	77.6
Other	2.5	9.0	16.4	6.1	7.3	(0.2)	0.2	0.1
(4) Restructuring related charges in operating expenses	59.9	42.0	3.4	25.8	4.1	4.0	358.3	(12.5)
(5) Interest and other loss, net								
Other	0.1	(8.5)	(4.2)	(1.3)	(2.4)	0.3	(1.4)	(5.8)
(6) Provision (benefit) for income taxes								
Tax-related adjustments	(83.3)	(59.6)	(45.8)	279.7	2.2	27.1	(102.3)	(40.4)
Non-GAAP Net income	**$ 264.2**	**$ 290.2**	**$ 354.1**	**$ 401.6**	**$ 206.7**	**$ 266.2**	**$ 373.0**	**$ 531.4**

Marvell believes that the presentation of non-GAAP financial measures provides important supplemental information to management and investors regarding financial and business trends relating to Marvell's financial condition and results of operations. While Marvell uses non-GAAP financial measures as a tool to enhance its understanding of certain aspects of its financial performance, Marvell does not consider these measures to be a substitute for, or superior to, financial measures calculated in accordance with GAAP. Consistent with this approach, Marvell believes that disclosing non-GAAP financial measures to the readers of its financial statements provides such readers with useful supplemental data that, while not a substitute for GAAP financial measures, allows for greater transparency in the review of its financial and operational performance. Marvell has chosen to provide this information to investors to enable them to perform comparisons of operating results in a manner similar to how Marvell analyzes its operating results internally. Management also believes that these non-GAAP financial measures may be used to facilitate comparisons of Marvell’s results with that of other companies in its industry.

Marvell Technology, Inc.
Quarterly Revenue Trend By End Market
(In millions)

	Q1 2024 Apr 29, 2023	Q2 2024 Jul 29, 2023	Q3 2024 Oct 28, 2023	Q4 2024 Feb 03, 2024	Q1 2025 May 04, 2024	Q2 2025 Aug 03, 2024	Q3 2025 Nov 02, 2024	Q4 2025 Feb 01, 2025
Data center	$ 435.8	$ 459.8	$ 555.8	$ 765.3	$ 816.4	$ 880.9	$ 1,101.1	$ 1,365.8
Enterprise networking	364.6	327.7	271.1	265.0	153.1	151.0	150.9	171.4
Carrier infrastructure	289.9	275.5	316.5	170.0	71.8	75.9	84.7	105.8
Consumer	142.1	167.7	168.7	143.9	42.0	88.9	96.5	88.7
Automotive/industrial	89.3	110.2	106.5	82.3	77.6	76.2	82.9	85.7
Total Net Revenue	**$ 1,321.7**	**$ 1,340.9**	**$ 1,418.6**	**$ 1,426.5**	**$ 1,160.9**	**$ 1,272.9**	**$ 1,516.1**	**$ 1,817.4**

% of Total	Q1 2024 Apr 29, 2023	Q2 2024 Jul 29, 2023	Q3 2024 Oct 28, 2023	Q4 2024 Feb 03, 2024	Q1 2025 May 04, 2024	Q2 2025 Aug 03, 2024	Q3 2025 Nov 02, 2024	Q4 2025 Feb 01, 2025
Data center	33 %	34 %	39 %	54 %	70 %	69 %	73 %	75 %
Enterprise networking	27 %	24 %	19 %	19 %	13 %	12 %	10 %	9 %
Carrier infrastructure	22 %	21 %	22 %	12 %	6 %	6 %	6 %	6 %
Consumer	11 %	13 %	12 %	10 %	4 %	7 %	6 %	5 %
Automotive/industrial	7 %	8 %	8 %	5 %	7 %	6 %	5 %	5 %
Total Net Revenue	**100%**	**100%**	**100%**	**100%**	**100%**	**100%**	**100%**	**100%**

Essential technology, done right™