

STATEMENT OF OPERATIONS INFORMATION

	Fiscal Years			FY 2011				FY 2012				FY 2013			
	2011	2012	2013	Q1'11	Q2'11	Q3'11	Q4'11	Q1'12	Q2'12	Q3'12	Q4'12	Q1'13	Q2'13	Q3'13	Q4'13
<b>Net Revenues</b>															
Products	\$ 194,774	\$ 143,827	\$ 107,402	\$ 53,983	\$ 54,227	\$ 49,839	\$ 36,725	\$ 47,858	\$ 41,556	\$ 32,314	\$ 22,099	\$ 13,079	\$ 26,533	\$ 30,164	37,626
Service	35,287	39,054	36,905	8,160	10,145	8,430	8,552	7,634	11,625	11,624	8,171	11,473	8,019	8,880	8,533
<b>Total revenues</b>	<b>230,061</b>	<b>182,881</b>	<b>144,307</b>	<b>62,143</b>	<b>64,372</b>	<b>58,269</b>	<b>45,277</b>	<b>55,492</b>	<b>53,181</b>	<b>43,938</b>	<b>30,270</b>	<b>24,552</b>	<b>34,552</b>	<b>39,044</b>	<b>46,159</b>
<b>Costs of revenues</b>															
Cost of products	88,579	75,878	57,070	22,647	23,334	22,881	19,717	24,819	22,627	15,778	12,654	7,960	14,832	15,677	18,601
Cost of service	18,304	20,526	19,489	4,341	4,934	4,589	4,440	4,970	5,158	5,379	5,019	5,448	4,593	4,469	4,979
<b>Subtotal cost of revenues</b>	<b>106,883</b>	<b>96,404</b>	<b>76,559</b>	<b>26,988</b>	<b>28,268</b>	<b>27,470</b>	<b>24,157</b>	<b>29,789</b>	<b>27,785</b>	<b>21,157</b>	<b>17,673</b>	<b>13,408</b>	<b>19,425</b>	<b>20,146</b>	<b>23,580</b>
<b>Non-GAAP gross profit</b>	<b>123,178</b>	<b>86,477</b>	<b>67,748</b>	<b>35,155</b>	<b>36,104</b>	<b>30,799</b>	<b>21,120</b>	<b>25,703</b>	<b>25,396</b>	<b>22,781</b>	<b>12,597</b>	<b>11,144</b>	<b>15,127</b>	<b>18,898</b>	<b>22,579</b>
Inventory write-down			2,439											2,439	
Amortization of intangible assets included in cost of product revenues	1,077	2,549	2,633	232	232	203	410	637	637	629	646	658	647	658	670
<b>Total cost of revenues</b>	<b>107,960</b>	<b>98,953</b>	<b>81,631</b>	<b>27,220</b>	<b>28,500</b>	<b>27,673</b>	<b>24,567</b>	<b>30,426</b>	<b>28,422</b>	<b>21,786</b>	<b>18,319</b>	<b>14,066</b>	<b>20,072</b>	<b>23,243</b>	<b>24,250</b>
<b>Gross profit</b>	<b>122,101</b>	<b>83,928</b>	<b>62,676</b>	<b>34,923</b>	<b>35,872</b>	<b>30,596</b>	<b>20,710</b>	<b>25,066</b>	<b>24,759</b>	<b>22,152</b>	<b>11,951</b>	<b>10,486</b>	<b>14,480</b>	<b>15,801</b>	<b>21,909</b>
<b>Operating expenses</b>															
Research and development	23,172	29,585	32,713	5,488	5,779	6,045	5,860	7,476	7,644	7,176	7,289	7,447	8,321	8,926	8,019
Selling	26,822	26,457	27,129	6,699	6,997	6,862	6,264	7,211	7,041	6,308	5,897	6,932	6,613	6,758	6,826
General and administrative	21,257	21,632	22,102	5,499	5,442	5,135	5,181	6,081	5,583	4,861	5,107	5,512	5,507	5,424	5,659
<b>Non-GAAP operating expenses</b>	<b>71,251</b>	<b>77,674</b>	<b>81,944</b>	<b>17,686</b>	<b>18,218</b>	<b>18,042</b>	<b>17,305</b>	<b>20,768</b>	<b>20,268</b>	<b>18,345</b>	<b>18,293</b>	<b>19,891</b>	<b>20,441</b>	<b>21,108</b>	<b>20,504</b>
<b>Non-GAAP income (loss) from operations</b>	<b>51,927</b>	<b>8,803</b>	<b>(14,196)</b>	<b>17,469</b>	<b>17,886</b>	<b>12,757</b>	<b>3,815</b>	<b>4,935</b>	<b>5,128</b>	<b>4,436</b>	<b>(5,696)</b>	<b>(8,747)</b>	<b>(5,314)</b>	<b>(2,210)</b>	<b>2,075</b>
Amortization of intangible assets included in operating expenses	625	776	701	174	169	126	156	192	195	193	196	198	195	195	113
Acquisition-related charges	1,959	-	-	-	-	682	1,277	-	-	-	-	-	-	-	-
Legal settlement	2,500	-	-	-	-	-	2,500	-	-	-	-	-	-	-	-
Restructuring	-	-	1,740	-	-	-	-	-	-	-	-	-	-	1,740	-
Asset impairment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total operating expenses</b>	<b>76,335</b>	<b>78,450</b>	<b>84,385</b>	<b>17,860</b>	<b>18,387</b>	<b>18,850</b>	<b>21,238</b>	<b>20,960</b>	<b>20,463</b>	<b>18,538</b>	<b>18,489</b>	<b>20,089</b>	<b>20,636</b>	<b>23,043</b>	<b>20,617</b>
<b>Income (loss) from operations</b>	<b>45,766</b>	<b>5,478</b>	<b>(21,709)</b>	<b>17,063</b>	<b>17,485</b>	<b>11,746</b>	<b>(528)</b>	<b>4,106</b>	<b>4,296</b>	<b>3,614</b>	<b>(6,538)</b>	<b>(9,603)</b>	<b>(6,156)</b>	<b>(7,242)</b>	<b>1,292</b>
Other income (expense)	(1,182)	(859)	(1,856)	(810)	(746)	567	(194)	(392)	(280)	(355)	168	(161)	(822)	(445)	(428)
<b>Income (loss) before income taxes</b>	<b>44,584</b>	<b>4,619</b>	<b>(23,565)</b>	<b>16,253</b>	<b>16,739</b>	<b>12,313</b>	<b>(722)</b>	<b>3,714</b>	<b>4,016</b>	<b>3,259</b>	<b>(6,370)</b>	<b>(9,764)</b>	<b>(6,978)</b>	<b>(7,687)</b>	<b>864</b>
Provision (benefit) for income taxes	15,899	154	(9,419)	5,743	5,652	4,694	(190)	2,011	(490)	1,356	(2,723)	(4,182)	(2,412)	(3,133)	308
<b>Net income (loss)</b>	<b>\$ 28,685</b>	<b>\$ 4,465</b>	<b>\$ (14,146)</b>	<b>\$ 10,510</b>	<b>\$ 11,087</b>	<b>\$ 7,619</b>	<b>\$ (532)</b>	<b>\$ 1,703</b>	<b>\$ 4,506</b>	<b>\$ 1,903</b>	<b>\$ (3,647)</b>	<b>\$ (5,582)</b>	<b>\$ (4,566)</b>	<b>\$ (4,554)</b>	<b>\$ 556</b>
<b>Non-GAAP income (loss) before income taxes</b>	<b>50,745</b>	<b>7,944</b>	<b>(16,052)</b>	<b>16,659</b>	<b>17,140</b>	<b>13,324</b>	<b>3,621</b>	<b>4,543</b>	<b>4,848</b>	<b>4,081</b>	<b>(5,528)</b>	<b>(8,908)</b>	<b>(6,136)</b>	<b>(2,655)</b>	<b>1,647</b>
Adj. to tax provision: discrete tax items and tax effect of non-GAAP adjustments	(2,151)	(2,514)	(2,706)	(146)	(144)	(364)	(1,496)	352	(2,259)	(300)	(307)	(306)	(299)	(1,785)	(317)
<b>Non-GAAP net income (loss)</b>	<b>\$ 32,695</b>	<b>\$ 5,276</b>	<b>\$ (9,339)</b>	<b>\$ 10,770</b>	<b>\$ 11,344</b>	<b>\$ 8,266</b>	<b>\$ 2,315</b>	<b>\$ 2,884</b>	<b>\$ 3,079</b>	<b>\$ 2,425</b>	<b>\$ (3,112)</b>	<b>\$ (5,032)</b>	<b>\$ (4,023)</b>	<b>\$ (1,307)</b>	<b>\$ 1,022</b>
<b>Earnings per share</b>															
Basic	\$ 1.26	\$ 0.19	\$ (0.61)	\$ 0.47	\$ 0.49	\$ 0.33	\$ (0.02)	\$ 0.07	\$ 0.19	\$ 0.08	\$ (0.16)	\$ (0.24)	\$ (0.20)	\$ (0.20)	\$ 0.02
Diluted	\$ 1.22	\$ 0.19	\$ (0.61)	\$ 0.45	\$ 0.47	\$ 0.32	\$ (0.02)	\$ 0.07	\$ 0.19	\$ 0.08	\$ (0.16)	\$ (0.24)	\$ (0.20)	\$ (0.20)	\$ 0.02
<b>Non-GAAP EPS</b>	<b>\$ 1.39</b>	<b>\$ 0.22</b>	<b>\$ (0.40)</b>	<b>\$ 0.46</b>	<b>\$ 0.48</b>	<b>\$ 0.35</b>	<b>\$ 0.10</b>	<b>\$ 0.12</b>	<b>\$ 0.13</b>	<b>\$ 0.10</b>	<b>\$ (0.13)</b>	<b>\$ (0.22)</b>	<b>\$ (0.17)</b>	<b>\$ (0.06)</b>	<b>\$ 0.04</b>
<b>Shares used in EPS calculation</b>															
Basic	22,743	23,358	23,290	22,568	22,709	22,875	23,074	23,349	23,395	23,310	23,408	23,341	23,138	23,261	23,420
Diluted	23,480	23,845	23,290	23,397	23,442	23,526	23,074	23,981	23,877	23,760	23,408	23,341	23,138	23,261	23,913
<b>Income Statement Metrics As a % of Revenue</b>															
Product revenue	84.7%	78.6%	74.4%	86.9%	84.2%	85.5%	81.1%	86.2%	78.1%	73.5%	73.0%	53.3%	76.8%	77.3%	81.5%
Service revenue	15.3%	21.4%	25.6%	13.1%	15.8%	14.5%	18.9%	13.8%	21.9%	26.5%	27.0%	46.7%	23.2%	22.7%	18.5%
Product Gross Margin (non-GAAP)	54.5%	47.2%	46.9%	58.0%	57.0%	54.1%	46.3%	48.1%	45.6%	51.2%	42.7%	39.1%	44.1%	48.0%	50.6%
Service Gross Margin	48.1%	47.4%	47.2%	46.8%	51.4%	45.6%	48.1%	34.9%	55.6%	53.7%	38.6%	52.5%	42.7%	49.7%	41.7%
Amortization of intangibles included in cost of revenues	0.5%	1.4%	1.8%	0.4%	0.4%	0.3%	0.9%	1.1%	1.2%	1.4%	2.1%	2.7%	1.9%	1.7%	1.5%
Non-GAAP Gross Margin	53.5%	47.3%	46.9%	56.6%	56.1%	52.9%	46.6%	46.3%	47.8%	51.8%	41.6%	45.4%	43.8%	48.4%	48.9%
GAAP Gross Margin	53.1%	45.9%	43.4%	56.2%	55.7%	52.5%	45.7%	45.2%	46.6%	50.4%	39.5%	42.7%	41.9%	40.5%	47.5%

Non-GAAP Operating Expenses	31.0%	42.5%	56.8%	28.5%	28.3%	31.0%	38.2%	37.4%	38.1%	41.8%	60.4%	81.0%	59.2%	54.1%	44.4%
GAAP Operating Expenses	33.2%	42.9%	58.5%	28.7%	28.6%	32.3%	46.9%	37.8%	38.5%	42.2%	61.1%	81.8%	59.7%	59.0%	44.7%
Non-GAAP Operating Income	22.6%	4.8%	-9.8%	28.1%	27.8%	21.9%	8.4%	8.9%	9.6%	10.1%	-18.8%	-35.6%	-15.4%	-5.7%	4.5%
GAAP Operating Income	19.9%	3.0%	-15.0%	27.5%	27.2%	20.2%	-1.2%	7.4%	8.1%	8.2%	-21.6%	-39.1%	-17.8%	-18.5%	2.8%
Non-GAAP income (loss) before income taxes	22.1%	4.3%	-11.1%	26.8%	26.6%	22.9%	8.0%	8.2%	9.1%	9.3%	-18.3%	-36.3%	-17.8%	-6.8%	3.6%
GAAP income (loss) before income taxes	19.4%	2.5%	-16.3%	26.2%	26.0%	21.1%	-1.6%	6.7%	7.6%	7.4%	-21.0%	-39.8%	-20.2%	-19.7%	1.9%
Non-GAAP Net Income	14.2%	2.9%	-6.5%	17.3%	17.6%	14.2%	5.1%	5.2%	5.8%	5.5%	-10.3%	-20.5%	-11.6%	-3.3%	2.2%
GAAP Net Income	12.5%	2.4%	-9.8%	16.9%	17.2%	13.1%	-1.2%	3.1%	5.8%	4.3%	-12.0%	-22.7%	-13.2%	-11.7%	1.2%
				FY 2011				FY 2012				FY 2013			
	2011	2012	2013	Q1'11	Q2'11	Q3'11	Q4'11	Q1'12	Q2'12	Q3'12	Q4'12	Q1'13	Q2'13	Q3'13	Q4'13
<b>Cash Flow Metrics</b>															
Cash flow from Operations	\$ 54,028	\$ 23,235	\$ (2,431)	\$ 10,499	\$ 15,166	\$ 9,745	\$ 18,618	\$ (2,936)	\$ 5,105	\$ 10,606	\$ 11,233	\$ (8,521)	\$ (8,437)	\$ 13,045	\$ 1,482
Capital Expenditures	\$ (2,755)	\$ (4,990)	\$ (5,689)	\$ (755)	\$ (991)	\$ (336)	\$ (673)	\$ (867)	\$ (1,768)	\$ (1,070)	\$ (1,285)	\$ (997)	\$ (973)	\$ (1,546)	\$ (2,173)
<b>Free Cash Flow</b>	<b>\$ 51,273</b>	<b>\$ 19,018</b>	<b>\$ (8,120)</b>	<b>\$ 9,744</b>	<b>\$ 14,175</b>	<b>\$ 9,409</b>	<b>\$ 17,945</b>	<b>\$ (3,803)</b>	<b>\$ 3,337</b>	<b>\$ 9,536</b>	<b>\$ 9,948</b>	<b>\$ (9,518)</b>	<b>\$ (9,410)</b>	<b>\$ 11,499</b>	<b>\$ (691)</b>
Stock-Based Compensation Expense	\$ 4,473	\$ 5,890	\$ 6,772	\$ 822	\$ 955	\$ 969	\$ 1,727	\$ 1,461	\$ 1,593	\$ 1,482	\$ 1,355	\$ 1,457	\$ 1,751	\$ 1,806	\$ 1,758
Depreciation and Amortization	\$ 4,742	\$ 6,483	\$ 7,584	\$ 1,023	\$ 1,081	\$ 1,482	\$ 1,156	\$ 1,258	\$ 1,588	\$ 1,811	\$ 1,826	\$ 1,805	\$ 1,771	\$ 2,071	\$ 1,937
<b>Balance Sheet Metrics</b>															
Cash, cash equivalents and marketable securities	\$ 97,699	\$ 109,908	\$ 92,862	\$ 80,171	\$ 91,685	\$ 100,149	\$ 97,699	\$ 95,478	\$ 95,747	\$ 104,799	\$ 109,908	\$ 95,284	\$ 86,264	\$ 92,890	\$ 92,862
A/R	\$ 29,289	\$ 21,388	\$ 31,436	\$ 47,958	\$ 43,546	\$ 45,183	\$ 29,289	\$ 38,783	\$ 40,308	\$ 30,099	\$ 21,388	\$ 19,747	\$ 32,191	\$ 22,924	\$ 31,436
Inventories	\$ 53,897	\$ 41,933	\$ 41,421	\$ 46,355	\$ 48,143	\$ 53,296	\$ 53,897	\$ 50,862	\$ 47,229	\$ 44,728	\$ 41,933	\$ 45,069	\$ 41,692	\$ 38,856	\$ 41,421
A/P	\$ 7,975	\$ 6,398	\$ 10,661	\$ 10,534	\$ 14,542	\$ 11,924	\$ 7,975	\$ 10,364	\$ 8,988	\$ 5,329	\$ 6,398	\$ 6,362	\$ 8,630	\$ 11,967	\$ 10,661
Working capital	\$ 160,629	\$ 158,587	\$ 141,797	\$ 153,841	\$ 164,532	\$ 176,679	\$ 160,629	\$ 163,942	\$ 161,908	\$ 165,122	\$ 158,587	\$ 149,683	\$ 143,489	\$ 140,706	\$ 141,797
Long-term debt, including current portion	\$ 7,452	\$ 5,302	\$ -	\$ 9,897	\$ 9,754	\$ 7,633	\$ 7,452	\$ 7,326	\$ 7,139	\$ 5,524	\$ 5,302	\$ 5,076	\$ 4,846	\$ -	\$ -
Tangible book value	\$ 183,608	\$ 193,439	\$ 187,766	\$ 180,771	\$ 191,186	\$ 201,478	\$ 183,608	\$ 189,675	\$ 193,751	\$ 199,558	\$ 193,439	\$ 184,873	\$ 183,773	\$ 183,663	\$ 187,766
Cash per share	\$ 4.21	\$ 4.73	\$ 3.95	\$ 3.53	\$ 4.04	\$ 4.36	\$ 4.21	\$ 4.07	\$ 4.13	\$ 4.48	\$ 4.73	\$ 4.13	\$ 3.72	\$ 3.98	\$ 3.95
TBV per share	\$ 7.92	\$ 8.32	\$ 7.98	\$ 7.97	\$ 8.42	\$ 8.78	\$ 7.92	\$ 8.09	\$ 8.36	\$ 8.54	\$ 8.32	\$ 8.00	\$ 7.93	\$ 7.88	\$ 7.98
Days sales outstanding (DSO)	46	43	80	69	61	70	58	63	68	62	64	72	84	53	61
Inventory turns	2.0	2.3	1.8	2.3	2.3	2.1	1.8	2.3	2.4	1.9	1.7	1.2	1.9	2.1	2.3
Shares outstanding at end of period (per share calcs)	23,183	23,250	23,537	22,689	22,701	22,951	23,183	23,437	23,189	23,380	23,250	23,096	23,187	23,316	23,537
<b>Headcount (ending)</b>	<b>552</b>	<b>536</b>	<b>536</b>	<b>473</b>	<b>484</b>	<b>518</b>	<b>552</b>	<b>565</b>	<b>569</b>	<b>545</b>	<b>536</b>	<b>524</b>	<b>533</b>	<b>540</b>	<b>536</b>

**Supplemental Revenue Information**

<b>Revenue segmentation by product/service</b>															
Automated	61%	65%	57%	64%	60%	58%	61%	74%	70%	61%	49%	21%	68%	59%	68%
Integrated	11%	7%	8%	10%	11%	13%	11%	8%	5%	6%	10%	9%	5%	11%	7%
Materials Characterization	13%	7%	9%	13%	14%	15%	9%	5%	4%	7%	15%	23%	4%	7%	7%
Service	15%	21%	26%	13%	16%	14%	19%	14%	22%	26%	27%	47%	23%	23%	18%
<b>Total revenues</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>
<b>Revenue segmentation by geography</b>															
North America	22%	24%	33%	23%	13%	23%	31%	21%	26%	16%	41%	38%	47%	40%	12%
South Korea	38%	44%	24%	40%	35%	39%	37%	50%	56%	42%	13%	14%	16%	25%	35%
Japan	15%	*	*	13%	13%	19%	17%	**	*	13%	13%	21%	*	*	*
Taiwan	*	*	*	*	*	*	*	*	*	14%	15%	*	*	*	*
China	*	*	*	*	12%	*	*	*	*	*	*	*	16%	*	13%
EMEA	*	*	14%	14%	14%	*	*	13%	*	*	*	*	*	11%	27%
Singapore	*	*	*	*	*	*	*	*	*	*	*	*	*	*	*
Remainder of world	26%	32%	30%	9%	13%	19%	15%	17%	18%	14%	17%	26%	21%	25%	14%
<b>Total revenues</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>
<b>Product Revenues by end market</b>															
DRAM	18%	10%	18%	30%	14%	12%	14%	3%	20%	14%	3%	9%	12%	8%	35%
Flash	32%	27%	21%	20%	45%	35%	26%	36%	24%	29%	9%	8%	29%	29%	13%
<b>Total Memory</b>	<b>50%</b>	<b>37%</b>	<b>39%</b>	<b>50%</b>	<b>59%</b>	<b>47%</b>	<b>39%</b>	<b>39%</b>	<b>44%</b>	<b>44%</b>	<b>12%</b>	<b>17%</b>	<b>41%</b>	<b>37%</b>	<b>48%</b>
<b>Total Logic/IDM/HDD</b>	<b>26%</b>	<b>32%</b>	<b>32%</b>	<b>*</b>	<b>*</b>	<b>27%</b>	<b>24%</b>	<b>38%</b>	<b>21%</b>	<b>30%</b>	<b>40%</b>	<b>23%</b>	<b>28%</b>	<b>40%</b>	<b>31%</b>
Foundry	9%	24%	17%	*	*	10%	25%	18%	30%	18%	31%	17%	26%	14%	13%
<b>Total Logic/IDM/HDD/Foundry</b>	<b>35%</b>	<b>55%</b>	<b>48%</b>	<b>34%</b>	<b>24%</b>	<b>37%</b>	<b>49%</b>	<b>56%</b>	<b>51%</b>	<b>48%</b>	<b>72%</b>	<b>40%</b>	<b>53%</b>	<b>54%</b>	<b>43%</b>
LED/Si/Discrete	15%	7%	12%	15%	17%	15%	11%	5%	5%	8%	16%	43%	5%	9%	9%
<b>Total product revenues</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>
<b>10% Customers</b>															
Samsung	30%	28%	14%	28%	26%	32%	37%	41%	34%	17%	*	*	15%	*	25%
Intel	17%	22%	30%	29%	13%	14%	10%	30%	14%	15%	33%	29%	25%	34%	30%
SK Hynix	11%	16%	18%	12%	18%	*	*	*	25%	24%	*	*	23%	23%	19%
TSMC	*	*	*	*	*	*	*	*	*	13%	11%	*	*	*	*

\* Comprised less than 10% of revenues or otherwise not broken out separately