



The Leader in Digital Content Delivery  
"The value is in the **connectivity**"

**May 21, 2008**

# Safe Harbor Statement and Trade Mark References



Except for historical information contained herein, this presentation contains forward-looking statements within the meaning of federal securities laws and regulations. These forward-looking statements include statements regarding our current and future products, our product development activities, customer and market demand, target markets, expected financial results, expansion plans, our growth strategies and anticipated growth drivers, evolution and growth in the adoption of the HDMI and SPMT standards, and our expected penetration of the DTV, mobile and memory markets. In addition, we may also make other forward-looking statements regarding events that could potentially impact the future of the company.

These forward-looking statements involve risks and uncertainties, including those described in the most recent Quarterly Report on Form 10-Q and Annual Report on Form 10-K filed by Silicon Image with the SEC, that could cause our actual results to differ materially from those anticipated by the forward-looking statements contained in this presentation. Silicon Image assumes no obligation to update these statements.

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Vision



Digital Content Everywhere



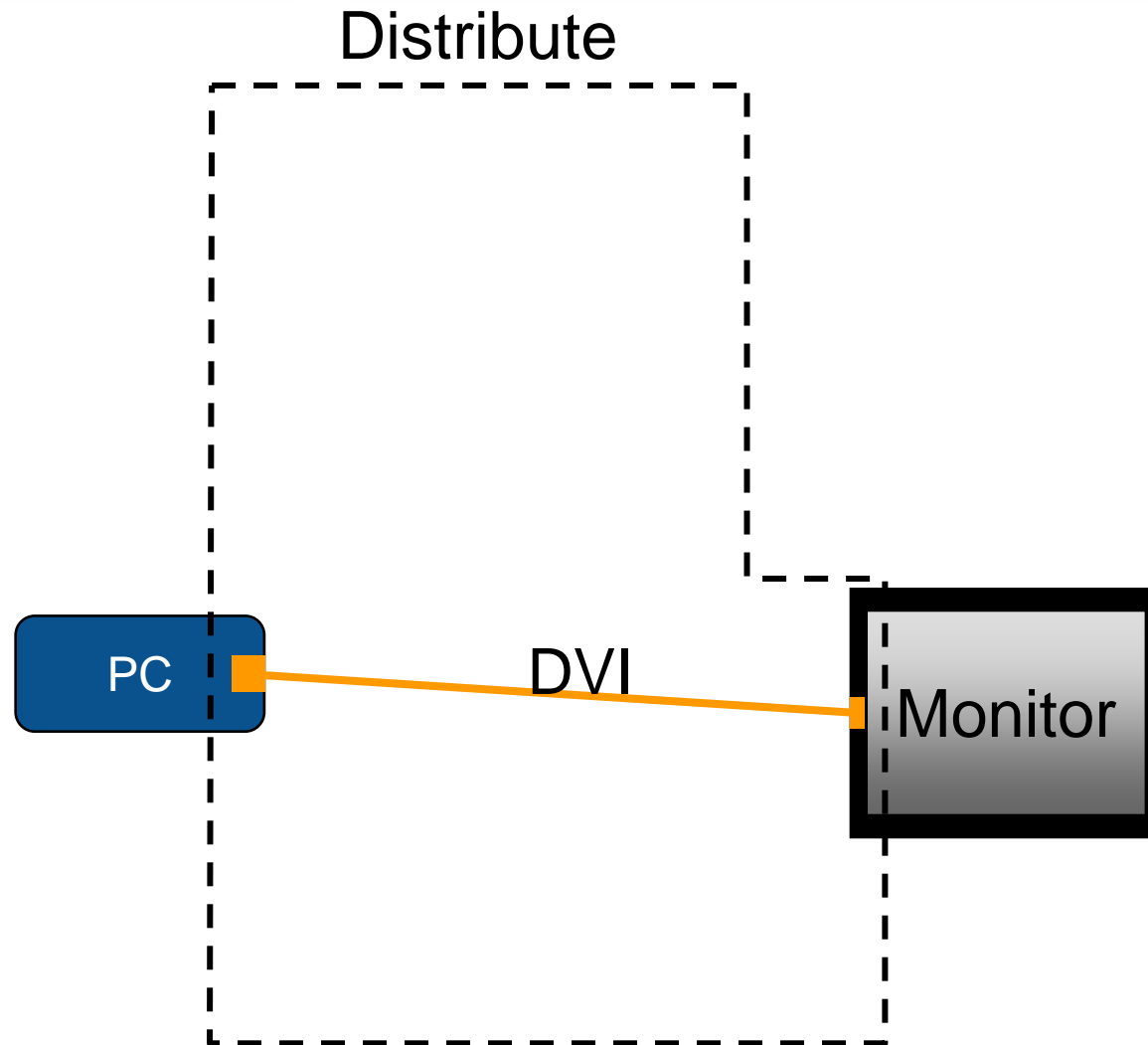
# Mission



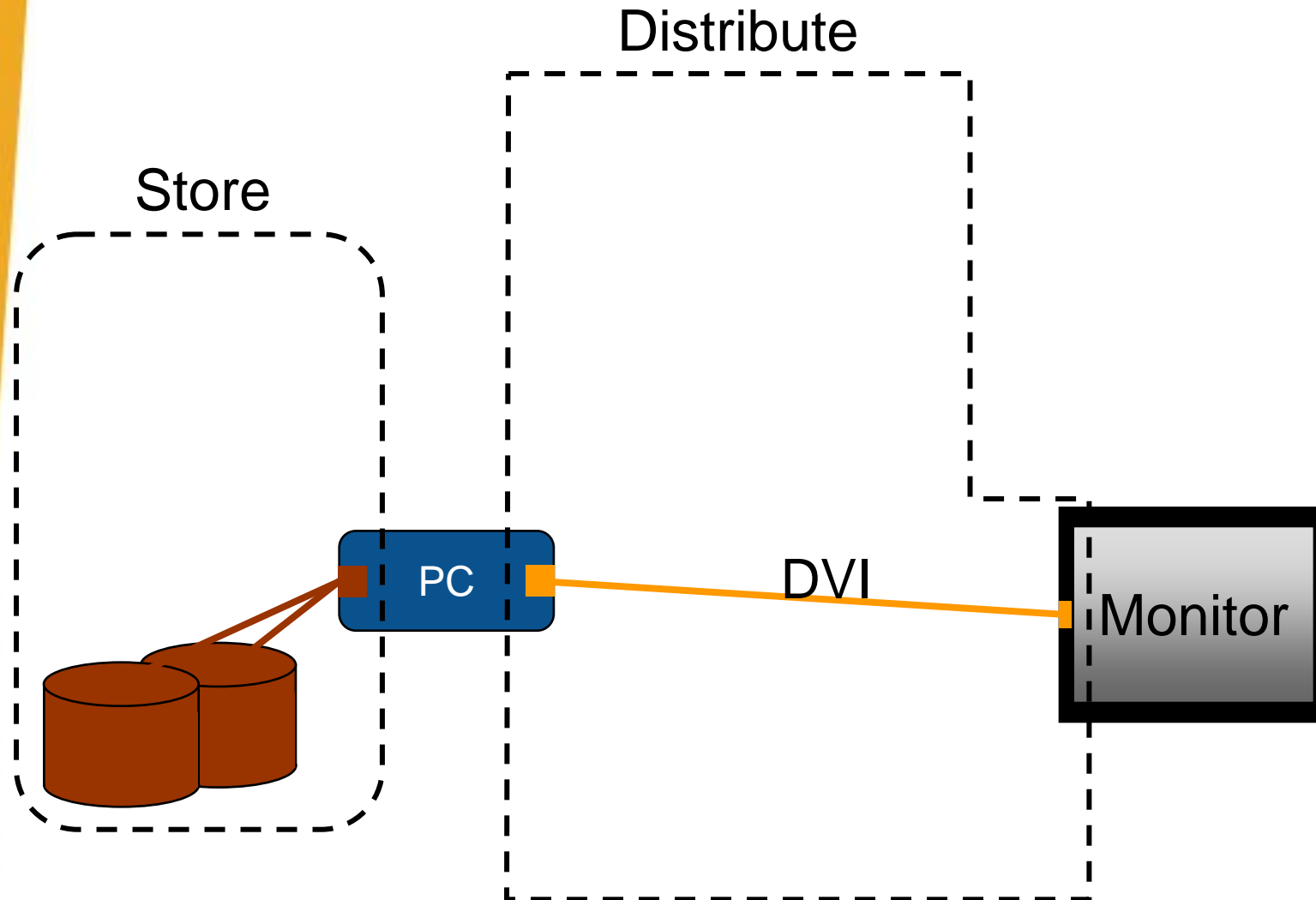
**Leader** in the design, development, and implementation of semiconductors for the **secure storage, distribution, and presentation** of HD content in the **home** and **mobile** environment



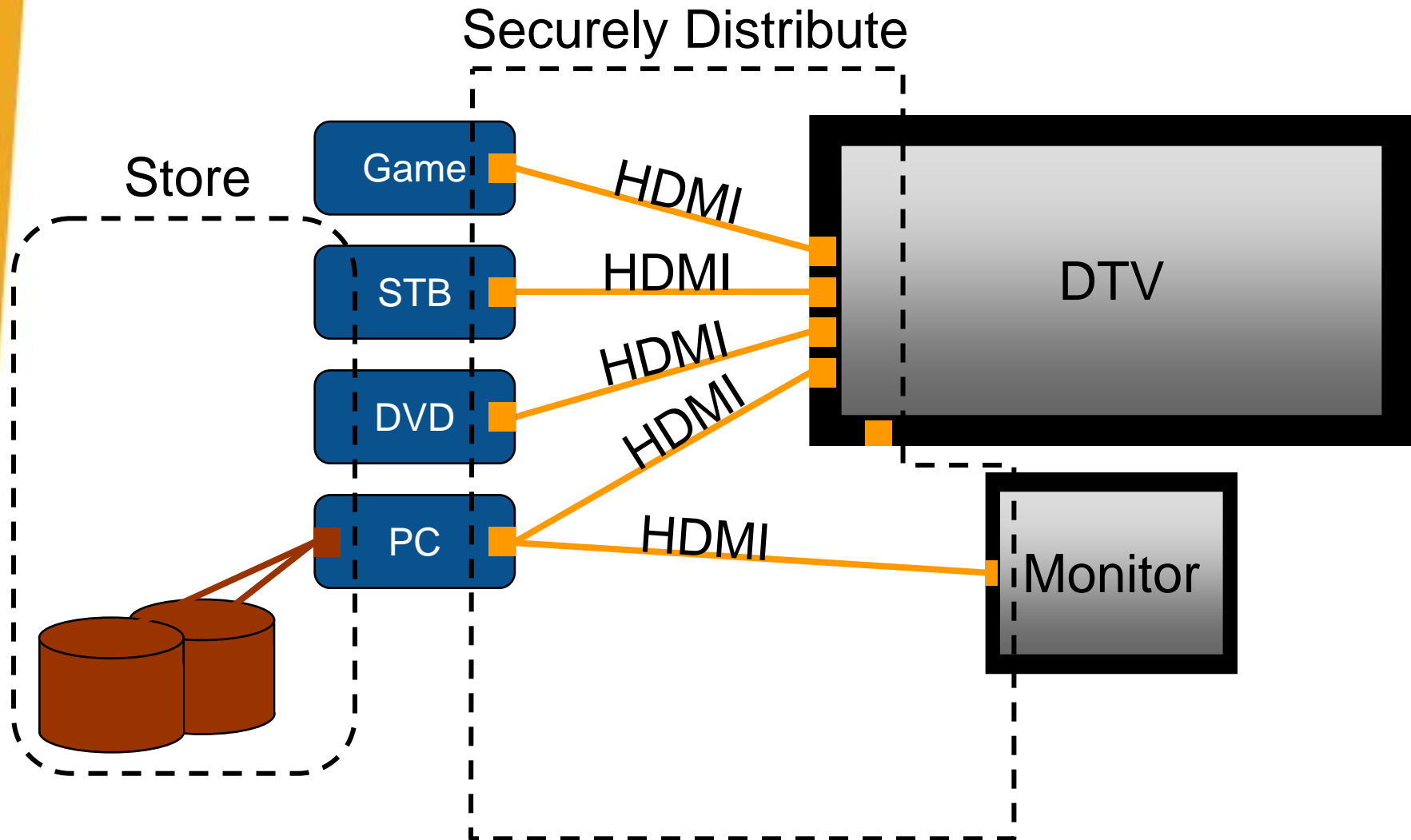
# Leader in Digital Connectivity



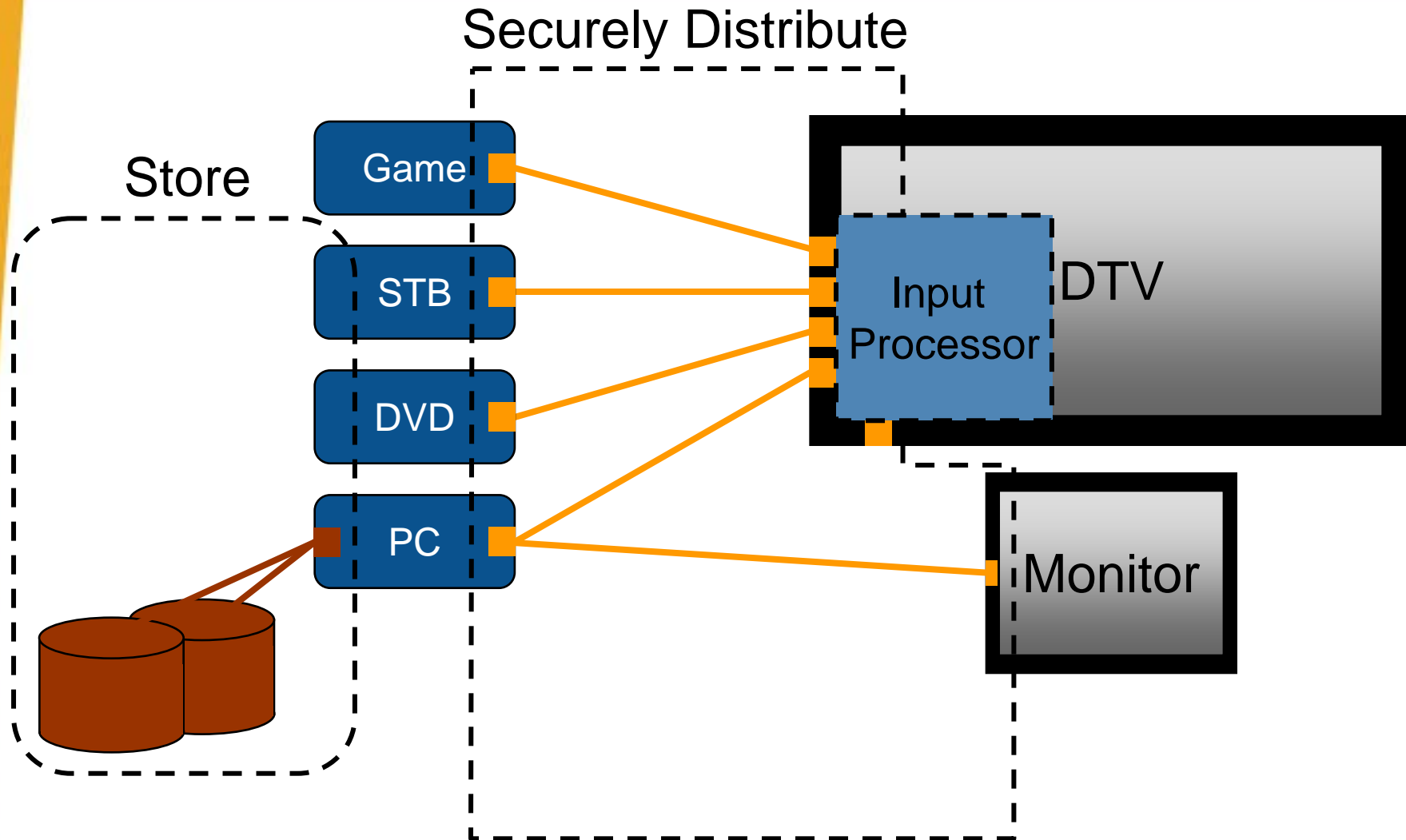
# Leader in Digital Connectivity



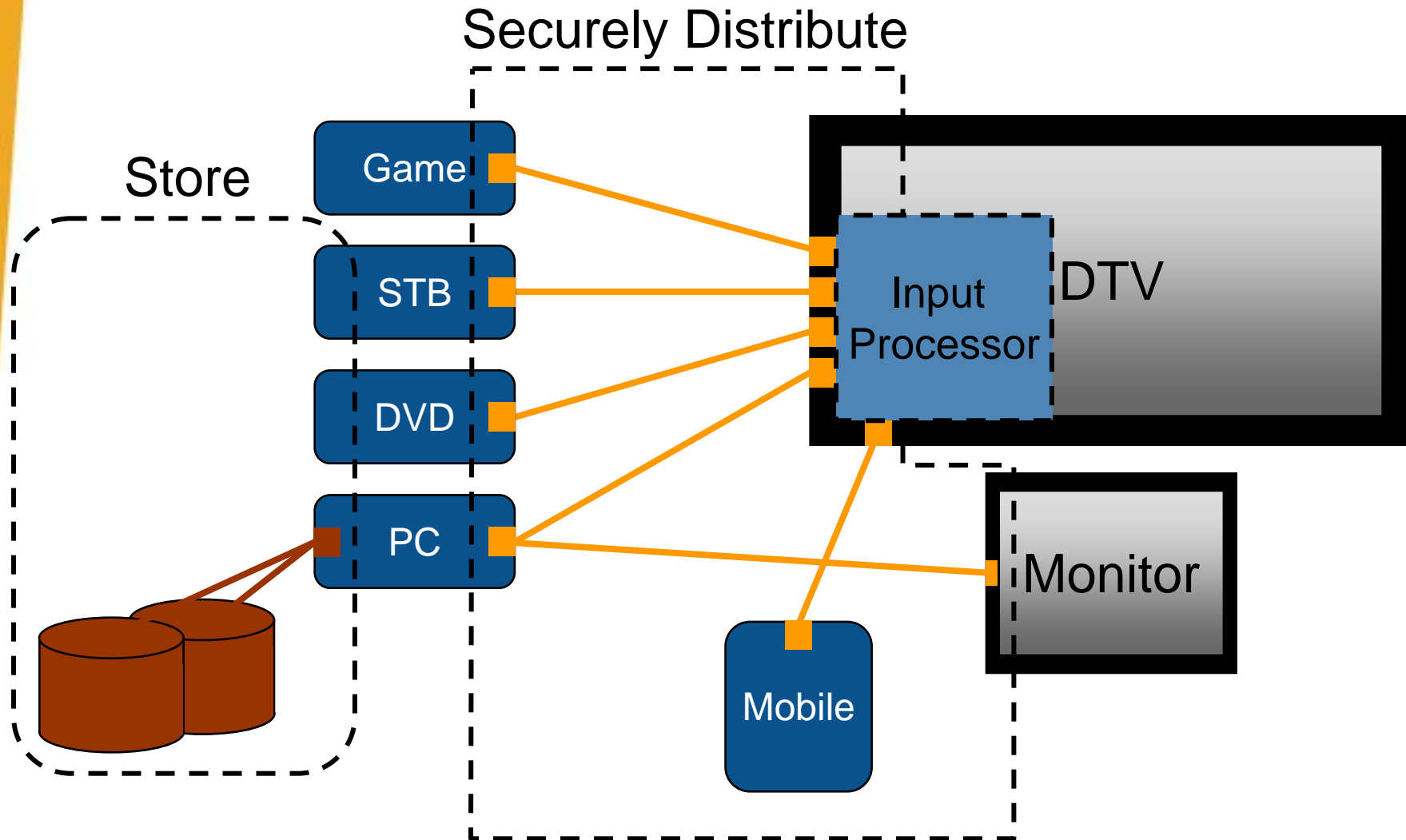
# Leader in Digital Connectivity



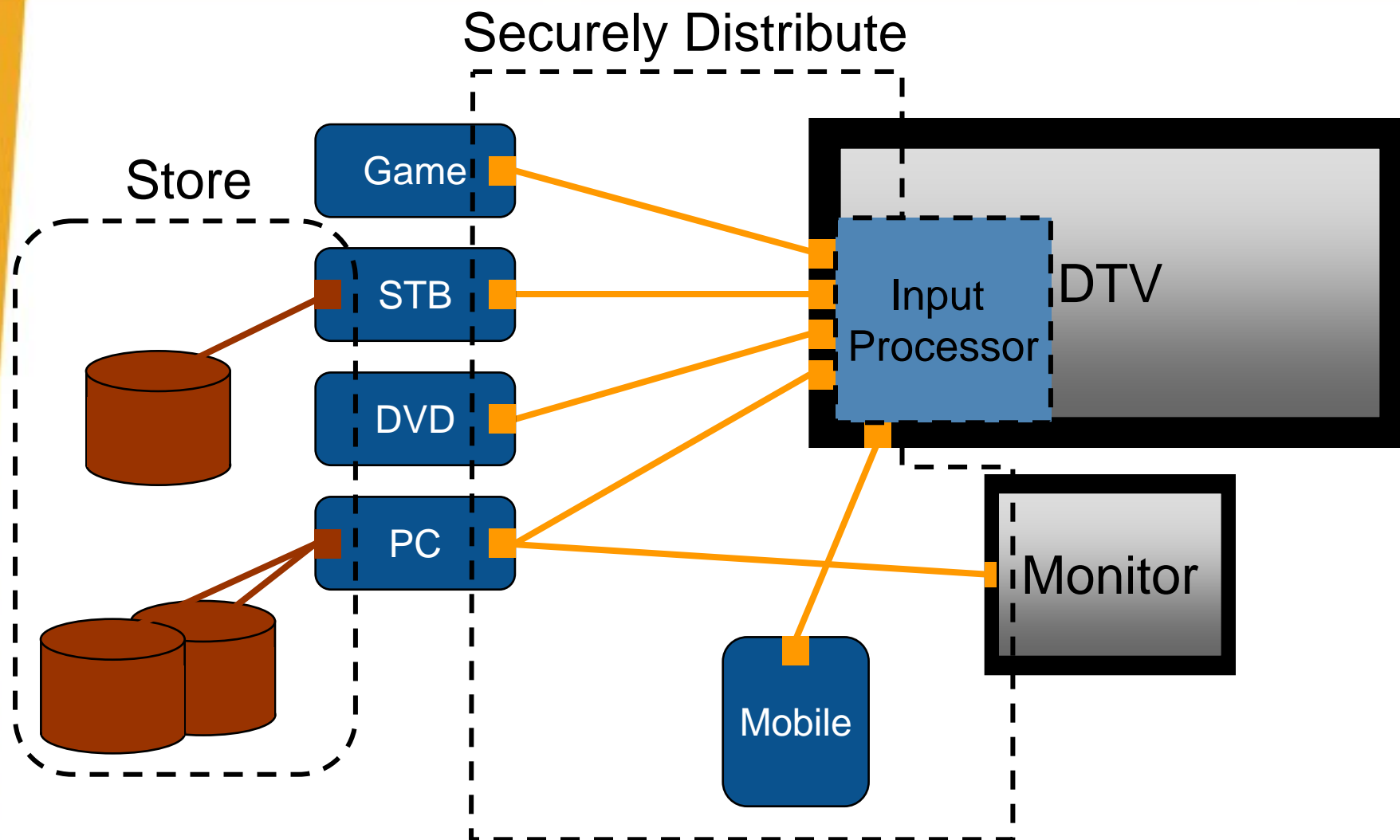
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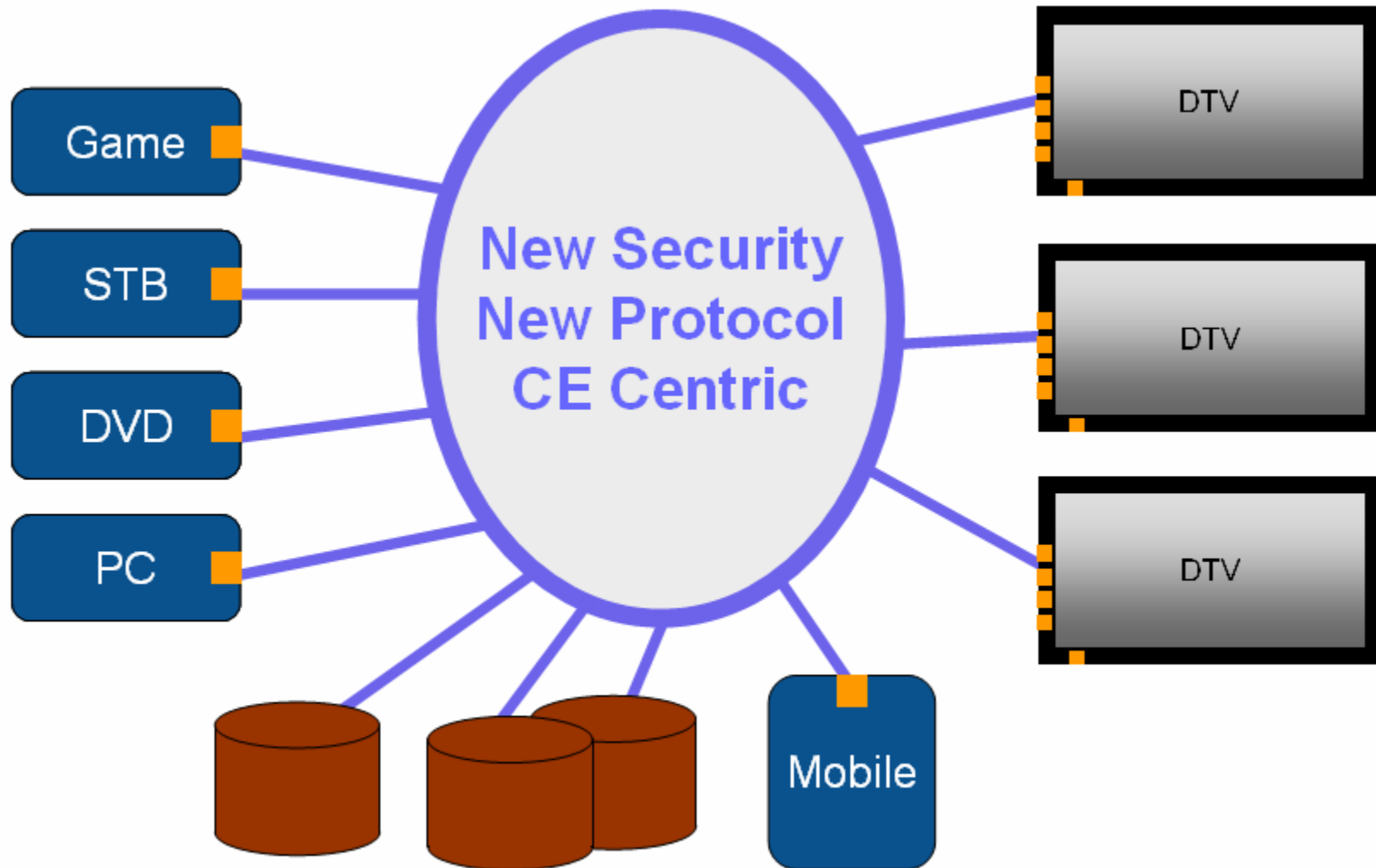
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# Digital Content Everywhere



# Growth Driver Summary

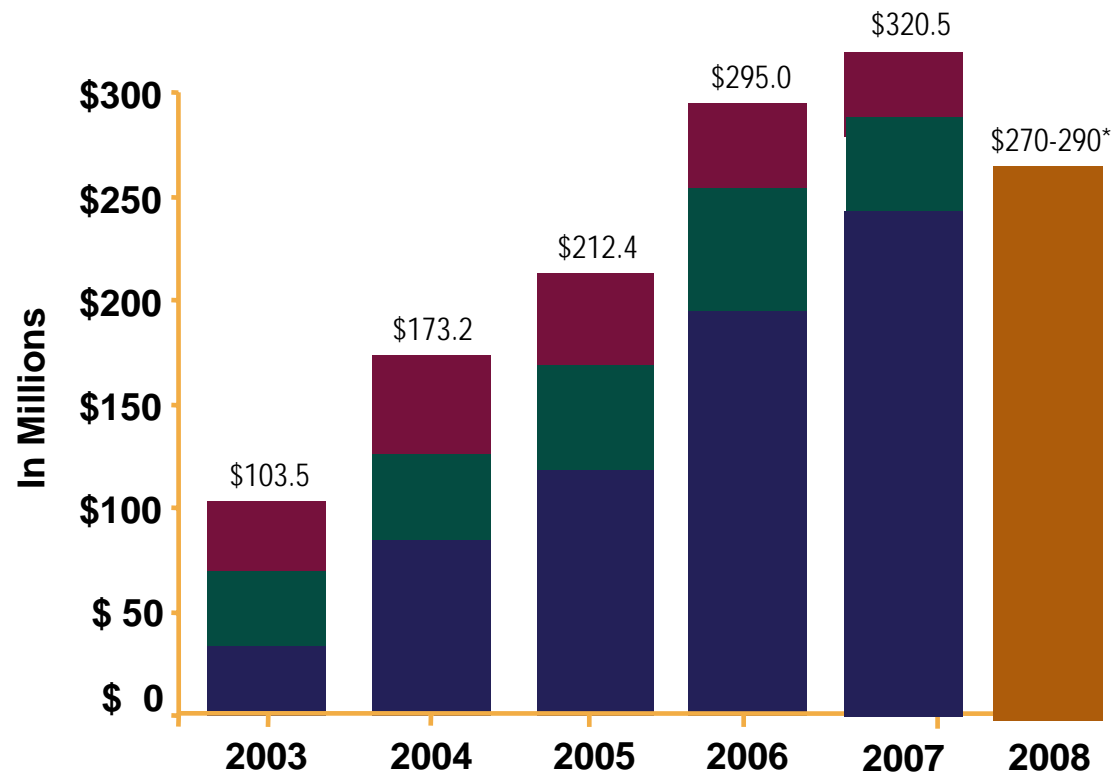


- First-to-Market HDMI Innovations
- First to Market Mobile Innovation MHL
- First to Market Mobile Memory Innovation SPMT™
- Personal Entertainment Network Architecture (PEN)
- Offering both Physical and Virtual Products
- Digital Interoperability through Simplay Labs

# Revenue Summary

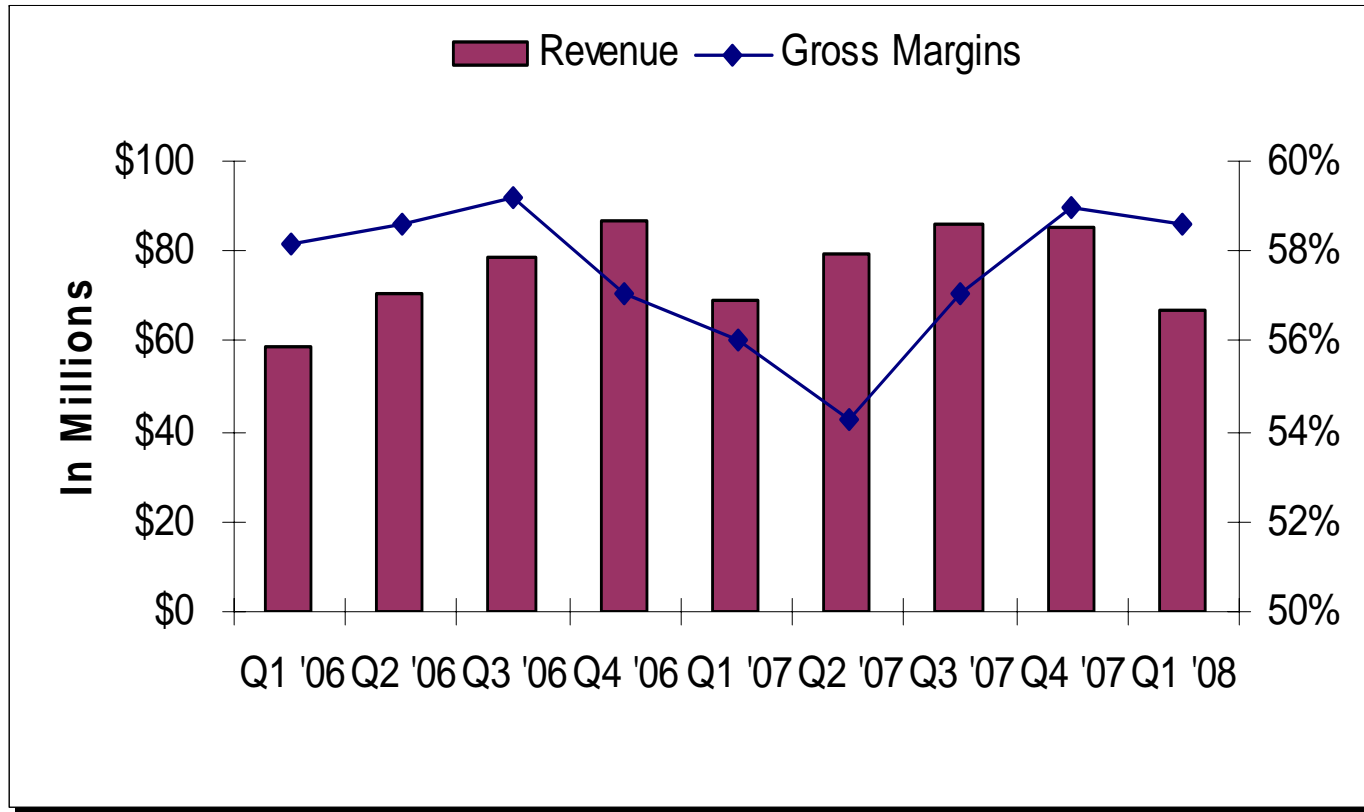


■ Consumer electronics   ■ Personal computer   ■ Storage



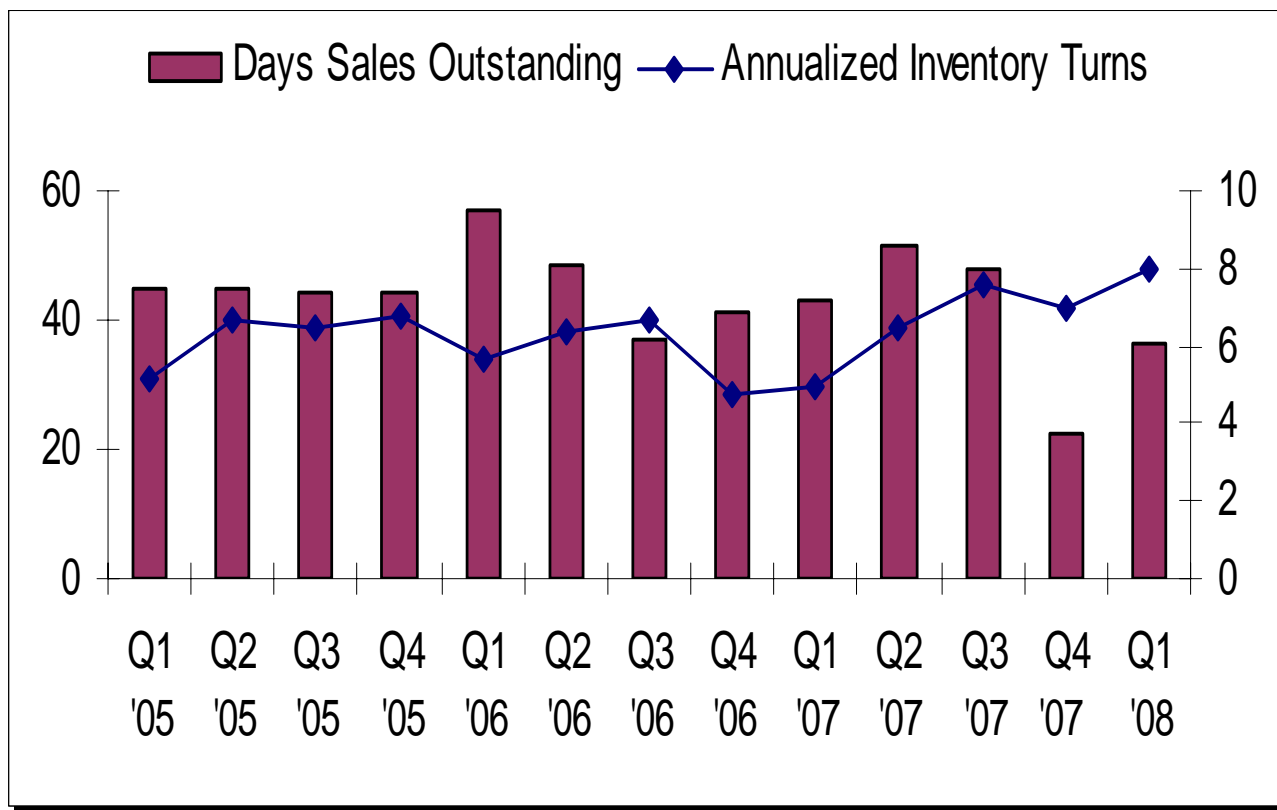
\*Forward looking statement issued on April 22, 2008; subject to change without notice.

# Income Statement Highlights\*



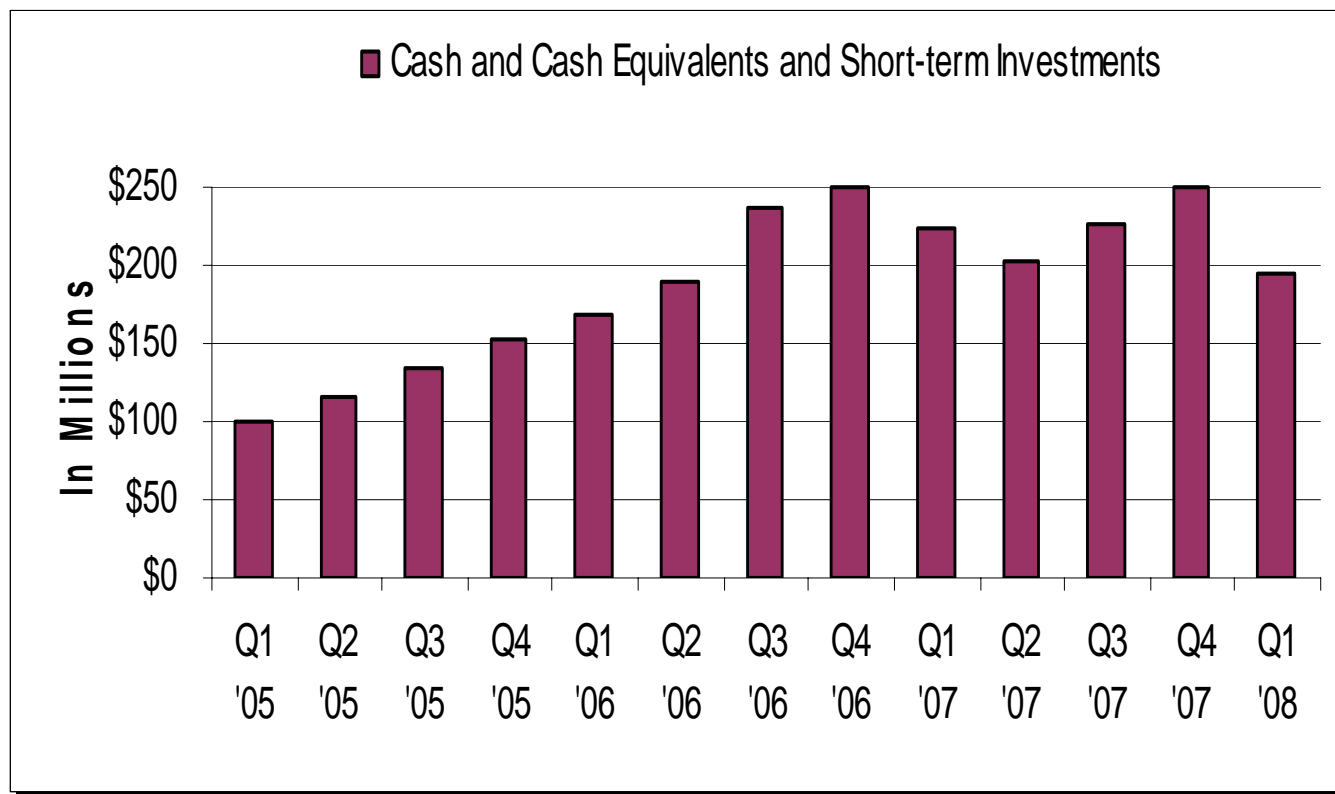
\*See appendix for a reconciliation between Non-GAAP and GAAP measures.

# Balance Sheet Highlights\*



\*See appendix for additional information.

# Balance Sheet Highlights



# Non-GAAP Financial Model\*



	<b>FY 2007</b>	<b>Q1 '08</b>	<b>Long term</b>
<b>Revenue</b>	\$313.8M	<b>\$67.1M</b>	15–20% Growth
<b>Gross Margin</b>	56.6%	<b>58.6%</b>	55–57%
<b>Research &amp; Development Expense</b>	22.2%	<b>30.3%</b>	18–20%
<b>Sales &amp; Marketing Expense</b>	9.8%	<b>12.1%</b>	8–10%
<b>General &amp; Administrative Expense</b>	9.6%	<b>11.6%</b>	8–9%
<b>Operating Profit</b>	15.0%	<b>4.7%</b>	15–20%

\*See appendix for a reconciliation between Non-GAAP and GAAP measures.

# Use of Non-GAAP Financial Information



Silicon Image reports gross profit, product gross margin, operating expense, operating margin, net income and basic and diluted net income per share in accordance with GAAP and supplementally on a non-GAAP basis for informational purposes only. These non-GAAP financial measures give effect to the adjustments noted in the following slides for non-GAAP measures and in the reconciliations contained in the Company's first quarter 2008 financial results press release and our press releases for other periods available on [www.SiliconImage.com](http://www.SiliconImage.com).

Silicon Image believes that non-GAAP reporting, giving effect to the adjustments shown in the attached reconciliations, provide meaningful information and therefore uses non-GAAP reporting to supplement its GAAP reporting and internally in evaluating operations, managing and monitoring performance, and determining bonus compensation. Silicon Image's presentation of non-GAAP financial information excludes stock-based compensation, amortization of intangible assets recorded in connection with our acquisitions, gain on investment securities and the non-cash portion of the income tax provision recorded to additional paid in capital.

Silicon Image has chosen to provide this supplemental information to investors, analysts and other interested parties to enable them to perform additional analyses of our operating results and to illustrate the results of operations giving effect to such non-GAAP adjustments. The non-GAAP financial information presented herein should be considered supplemental to, and not as a substitute for, or superior to, the Company's financial results presented in accordance with GAAP.

# Appendix: Revenue



Silicon Image, Inc.  
Financial Metrics  
Unaudited  
March 31, 2008  
(\$ in thousands except share and per share data)

	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2008	Q2 2008	Q3 2008	Q4 2008	Q1 2007	Q2 2007	Q3 2007	Q4 2007	FY 2007	Q1 2008
<b>Supplemental analysis of operations</b>														
<b>Revenue</b>														
<b>Product:</b>														
Total	40,808	47,323	60,443	66,348	63,480	82,641	88,818	88,882	68,338	88,632	74,827	74,878	272,374	67,187
% of total revenue	82.1%	83.3%	80.1%	80.2%	80.6%	88.8%	88.8%	78.7%	81.6%	83.4%	88.7%	87.6%	85.0%	86.2%
<b>Adjustments to product revenue:</b>														
Adjustment related to change in dicti revenue recognition	0	0	0	0	0	0	0	0	0	0	0	(8,723)	(8,723)	0
Product revenue after adjustments	40,808	47,323	60,443	66,348	63,480	82,641	88,818	88,882	68,338	88,632	74,827	67,963	266,661	67,187
<b>Development, licensing and royalties:</b>														
Total	3,612	3,388	6,668	8,007	6,818	8,038	8,708	20,281	12,780	13,238	11,466	10,855	48,128	8,828
% of total revenue	7.8%	6.7%	9.8%	9.8%	9.6%	11.4%	11.1%	23.3%	18.6%	18.8%	13.3%	12.6%	15.0%	14.8%
<b>Adjustments to Development, licensing and royalties revenue:</b>														
Adjustments related to Genesis	-	-	-	-	-	-	(10,582)	-	-	-	-	-	-	-
Development, licensing and royalties revenue after adjustments	3,612	3,388	6,668	8,007	6,818	8,038	8,708	9,898	12,780	13,238	11,466	10,855	48,128	8,828
Total revenue after adjustments	44,320	60,721	68,002	81,368	69,099	70,679	78,327	78,381	89,118	79,771	88,282	78,808	313,780	87,113
Total revenue excluding adjustments	44,320	60,721	68,002	81,368	69,099	70,679	78,327	88,963	89,118	79,771	88,282	86,331	320,603	87,113

# Appendix: Cost of Revenue and Operating Expenses



Silicon Image, Inc.  
Financial Metrics  
Unaudited  
March 31, 2008  
(\$ in thousands except share and per share data)

	Q1 2005	Q2 2005	Q3 2005	Q4 2005	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	FY 2007	Q1 2008
<b>Supplemental analysis of operations</b>														
<b>Cost of revenue</b>														
Product and development, licensing and royalties cost of revenue	16,762	20,946	21,120	25,720	24,720	23,231	31,949	32,619	30,412	36,465	37,679	32,241	138,227	27,787
Adjustments related to Genesis	0	0	0	0	0	0	0	301	0	0	0	0	0	0
Adjustment related to change in divi revenue recognition	0	0	0	0	0	0	0	0	0	0	0	2,619	2,619	0
Stock based compensation	(1,187)	41	(252)	25	620	554	772	473	346	443	421	307	1,597	350
Total cost of revenue	15,575	20,987	20,868	25,745	25,340	23,785	32,721	33,393	30,758	38,358	37,500	35,247	140,443	28,137
Gross margin not including stock based compensation and adjustments	27,616	29,775	34,882	35,636	34,379	41,348	46,378	42,742	38,707	43,276	49,263	46,367	177,553	39,326
% of total revenue after adjustments	62.3%	58.7%	62.3%	58.1%	56.2%	58.6%	56.2%	57.3%	55.0%	54.3%	57.0%	58.0%	58.6%	58.6%
Gross Margin	28,815	29,734	35,134	35,611	33,751	40,794	45,995	53,560	38,361	42,833	48,782	50,684	190,060	38,976
% of total revenue	65.0%	58.6%	62.7%	58.0%	57.1%	57.0%	56.2%	61.8%	55.5%	53.7%	56.5%	58.7%	56.2%	58.1%
<b>Operating expenses</b>														
Research and development	12,560	11,156	12,964	12,031	12,754	12,379	13,085	14,272	14,887	16,969	16,360	19,419	69,583	20,300
% of total revenue after adjustments	28.3%	22.0%	23.1%	18.6%	21.6%	17.5%	16.7%	16.7%	21.5%	21.3%	21.2%	24.7%	22.2%	28.3%
Selling and marketing	3,950	4,268	4,228	5,480	6,421	8,373	8,002	8,377	8,479	7,310	7,220	7,769	30,770	8,114
% of total revenue after adjustments	8.9%	8.4%	7.5%	8.9%	10.9%	11.9%	10.2%	11.0%	12.3%	9.2%	8.4%	9.9%	9.0%	12.1%
General and administrative	3,647	4,010	3,982	5,161	5,125	4,953	5,384	7,286	7,275	7,145	6,876	8,825	30,421	7,765
% of total revenue after adjustments	8.2%	7.9%	7.1%	8.4%	8.7%	7.0%	6.9%	9.5%	10.5%	8.0%	8.0%	11.2%	9.6%	11.6%
Stock based compensation	(8,131)	1,261	(1,195)	917	6,655	5,997	7,254	4,290	3,685	4,743	4,512	4,512	17,852	3,673
% of total revenue	-18.3%	2.5%	-2.1%	1.5%	11.3%	8.5%	10.8%	4.9%	5.3%	5.9%	5.7%	5.3%	5.6%	5.9%
Amortization of intangible assets	274	274	274	276	274	78	78	78	615	537	540	1,857	3,549	1,587
% of total revenue	0.6%	0.5%	0.5%	0.4%	0.5%	0.1%	0.1%	0.1%	0.9%	0.7%	0.6%	2.2%	1.1%	2.4%
Other expense	49	72	84	121	72	40	13	(5,369)	13	9	0	0	22	0
% of total revenue	0.1%	0.1%	0.1%	0.2%	0.1%	0.1%	0.0%	-4.2%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total	12,348	21,050	20,337	23,960	31,391	31,820	34,618	28,922	34,954	38,713	37,856	42,382	151,365	41,447
% of total revenue	27.9%	41.5%	36.3%	38.1%	53.0%	45.1%	43.9%	33.3%	59.6%	46.0%	43.9%	48.7%	47.4%	61.8%
Adjustment related to Genesis	-	-	-	-	-	-	-	3,540	-	-	-	-	0	-
Operating profit excluding stock based compensation, amortization of intangible assets and adjustments related to Genesis	7,412	10,260	13,624	12,843	10,007	15,605	10,934	15,656	8,653	11,843	16,759	10,354	47,649	3,139
% of total revenue after adjustments	16.7%	20.2%	24.3%	20.9%	16.9%	22.1%	25.4%	20.5%	11.7%	14.0%	19.5%	13.2%	15.0%	4.7%
Operating profit (loss)	16,466	3,684	14,797	11,625	2,450	3,974	11,190	24,630	3,467	6,120	10,526	7,702	28,155	(2,471)
% of total revenue	37.2%	17.1%	28.4%	18.9%	4.1%	12.7%	14.3%	26.3%	4.9%	7.7%	12.7%	9.0%	8.0%	-3.7%

# Appendix: Balance Sheet



Silicon Image, Inc.  
Financial Metrics  
Unaudited  
March 31, 2008  
(\$ in thousands except share and per share data)

Q1 2005	Q2 2005	Q3 2005	Q4 2005	Q1 2006	Q2 2006	Q3 2006	Q4 2006	Q1 2007	Q2 2007	Q3 2007	Q4 2007	FY 2007	Q1 2008
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## Supplemental analysis of operations

### Select balance sheet items (\$ in thousands)

Cash and short-term investments	190,467	116,838	134,118	151,562	187,490	189,830	235,790	250,845	224,925	232,912	225,688	249,711	249,711	194,414
Accounts receivable, net	22,880	25,227	27,853	38,541	37,339	33,219	32,884	39,891	33,226	45,701	45,597	21,254	21,254	27,911
Days sales outstanding [(Net AR/Total revenue excluding adjustments)*90]	64.8	64.8	66.4	66.2	56.9	48.7	36.3	41.3	43.3	51.6	47.6	32.4	32.4	36.2
Non GAAP Days sales outstanding [(Net AR/Total revenue after adjustments)*90]	64.8	64.8	66.4	66.2	56.9	48.7	36.3	47.1	43.3	51.6	47.6	34.3	6.1	36.2
Inventories, net	12,544	12,854	13,436	17,872	18,839	19,944	18,819	20,287	24,551	22,791	19,741	20,190	20,190	14,116
Annualized inventory turns [(GAAP Cost of revenue/Inventory)*4]	5.1	6.5	6.2	6.9	5.5	6.3	6.7	4.7	5.8	6.5	7.6	7.6	7.6	8.9
Non GAAP Annualized inventory turns	5.5	6.5	6.3	6.9	5.5	6.2	6.5	4.6	5.8	6.6	7.5	6.6	6.6	7.9
[(Product and Development, licensing and royalties cost of revenue/Inventory)*4]														

This supplemental analysis includes GAAP and Non-GAAP measures. The Non-GAAP financial information presented herein should be considered supplemental to, and not as a substitute for, or superior to, financial measures calculated in accordance with GAAP. A reconciliation of Non-GAAP financial information to most directly comparable GAAP information can be found in our first quarter 2008 financial results press release and our financial results press releases for other periods discussed in this supplemental analysis, which are available on the investor relations section of our website, [www.SiliconImage.com](http://www.SiliconImage.com).

This supplemental analysis should be read in conjunction with the audited financial statements and notes thereto included in our Annual Report of Form 10-K and our unaudited financial statements and notes thereto included in our Quarterly Reports on Form 10-Q for the respective quarters. Information is available at [www.sec.gov](http://www.sec.gov).

Thank You!