



June 18, 2015

## Finisar Announces Record Revenues for Fiscal 2015

SUNNYVALE, CA -- (Marketwired) -- 06/18/15 --

Finisar Corporation (NASDAQ: FNSR), a global technology leader for subsystems and components for fiber optic communications, today announced financial results for its fourth quarter and full year fiscal 2015, ended May 3, 2015.

### COMMENTARY

"Revenues for our fourth fiscal quarter were \$320.0 million, an increase of \$13.8 million, or 4.5% compared to the prior quarter," said Jerry Rawls, Finisar's executive Chairman of the Board. "Revenue growth was primarily driven by the benefit from an extra week in the fourth quarter partially offset by the impact of Chinese New Year."

"We also reported record revenue for the full fiscal year 2015, an increase of 8.1% over fiscal 2014, primarily driven by demand for datacom applications," said Eitan Gertel, Finisar's Chief Executive Officer.

### FINANCIAL HIGHLIGHTS - Fourth QUARTER ENDED May 3, 2015

#### Summary GAAP Results

	<b>Fourth Quarter Ended May 3, 2015</b>	<b>Third Quarter Ended January 25, 2015</b>
<i>(in thousands, except per share amounts)</i>		
Revenues	\$320,042	\$306,283
Gross margin	27.9%	25.5%
Operating expenses	\$78,933	\$74,552
Operating income (loss)	\$10,284	\$3,401
Operating margin	3.2%	1.1%
Net income (loss)	\$7,327	\$1,678
Income per share - basic	\$0.07	\$0.02
Income per share - diluted	\$0.07	\$0.02
Basic shares	104,005	103,563
Diluted shares	107,535	105,990

#### Summary Non-GAAP Results (a)

	<b>Fourth Quarter Ended May 3, 2015</b>	<b>Third Quarter Ended January 25, 2015</b>
<i>(in thousands, except per share amounts)</i>		
Revenues	\$320,042	\$306,283
Gross margin	30.3%	30.0%
Operating expenses	\$68,167	\$65,128
Operating income	\$28,831	\$26,852
Operating margin	9.0%	8.8%
Net income	\$26,873	\$26,706
Income per share - basic	\$0.26	\$0.26
Income per share - diluted	\$0.25	\$0.25
Basic shares	104,005	103,563
Diluted shares	107,535	105,990

(a) In evaluating the operating performance of Finisar's business, Finisar management utilizes financial measures that exclude certain charges and credits required by U.S. generally accepted accounting principles, or GAAP, that are

considered by management to be outside Finisar's core operating results. A reconciliation of Finisar's non-GAAP financial measures to the most directly comparable GAAP measures, as well as additional related information, can be found under the heading "Finisar Non-GAAP Financial Measures" below.

**Financial Statement Highlights for the Fourth Quarter of Fiscal 2015:**

- Revenues increased to \$320.0 million, up \$13.8 million, or 4.5%, from \$306.3 million in the preceding quarter.
- Sales of products for datacom applications increased by \$7.6 million, or 3.2%, compared to the preceding quarter, primarily driven by the benefit from an extra week in the fourth quarter, partially offset by the impact of Chinese New Year.
- Sales of products for telecom applications increased by \$6.2 million, or 8.6%, compared to the preceding quarter, primarily due to the benefit of an extra week in the fourth quarter partially offset by the impact of three month of the annual telecom price reduction that typically takes effect on January 1 and the impact of Chinese New Year.
- GAAP gross margin increased to 27.9% from 25.5% in the preceding quarter, primarily due to a \$5.7 million non-cash charge for the impairment of long-lived assets during the preceding quarter, not present in the fourth quarter.
- Non-GAAP gross margin improved to 30.3% compared to 30.0% in the preceding quarter, primarily due to the improvement in yields for a new optical engine product for supercomputing applications that we started to ramp in the third quarter of fiscal 2015 that had negatively impacted gross margin during that third quarter, partially offset by the impact of the full three months of the annual telecom price reduction that typically takes effect on January.
- GAAP operating expenses increased \$4.4 million to \$78.9 million from \$74.6 million in the preceding quarter.
- Non-GAAP operating expenses increased \$3.1 million to \$68.2 million from \$65.1 million in the preceding quarter, primarily due to the extra week of salaries in Q4 relative to Q3, higher R&D project materials associated with the qualification of our new products, and higher S&M expenses due to the higher revenue level.
- GAAP operating income increased \$6.9 million, to \$10.3 million or 3.2% of revenues, compared to \$3.4 million or 1.1% of revenues in the preceding quarter.
- Non-GAAP operating income increased \$1.9 million to \$28.8 million, or 9.0% of revenues, compared to \$26.9 million, or 8.8% of revenues, in the preceding quarter.
- Cash, cash equivalents and short term investments increased \$1.3 million to \$490.2 million at the end of the fourth quarter, compared to \$488.9 million at the end of the preceding quarter.

**FINANCIAL HIGHLIGHTS - FISCAL YEAR 2015 ENDED May 3, 2015**

**Summary GAAP Results**

	<b>Fiscal Year Ended May 3, 2015</b>	<b>Fiscal Year Ended April 27, 2014</b>
	<i>(in thousands, except per share amounts)</i>	
Revenues	\$1,250,944	\$1,156,833
Gross margin	28.1%	34.3%
Operating expenses	\$324,116	\$285,584
Operating income	\$26,794	\$111,415
Operating margin	2.1%	9.6%
Net income	\$11,887	\$111,787
Income per share - basic	\$0.12	\$1.16
Income per share - diluted	\$0.11	\$1.09
Basic shares	101,408	95,979
Diluted shares	104,970	104,112

**Summary Non-GAAP Results (a)**

	<b>Fiscal Year Ended May 3, 2015</b>	<b>Fiscal Year Ended April 27, 2014</b>
	<i>(in thousands, except per share amounts)</i>	
Revenues	\$1,250,944	\$1,156,833
Gross margin	30.9%	35.9%
Operating expenses	\$270,040	\$253,202
Operating income	\$116,071	\$162,341
Operating margin	9.3%	14.0%
Net income	\$110,376	\$157,021

Income per share - basic	\$1.09	\$1.64
Income per share - diluted	\$1.04	\$1.53
Basic shares	101,408	95,979
Diluted shares	106,819	104,112

(a) *In evaluating the operating performance of Finisar's business, Finisar management utilizes financial measures that exclude certain charges and credits required by U.S. generally accepted accounting principles, or GAAP, that are considered by management to be outside Finisar's core operating results. A reconciliation of Finisar's non-GAAP financial measures to the most directly comparable GAAP measures, as well as additional related information, can be found under the heading "Finisar Non-GAAP Financial Measures" below.*

#### **Financial Statement Highlights for fiscal 2015:**

- Revenues increased to \$1,250.9 million, up \$94.1 million, or 8.1%, from \$1,156.8 million in the preceding year.
- The sale of products for datacom applications increased by \$111.4 million, or 13.6%, compared to the preceding year.
- The sale of products for telecom applications decreased by \$17.3 million, or (5.2)%, compared to the preceding year.
- GAAP gross margin decreased to 28.1% from 34.3% in the preceding year, primarily due to the impact of the annual average sales price erosion.
- Non-GAAP gross margin decreased to 30.9% from 35.9% in the preceding year.
- GAAP operating income decreased \$84.6 million to \$26.8 million, or 2.1% of revenues, compared to \$111.4 million, or 9.6% of revenues in the preceding year, primarily due to the lower gross margins.
- Non-GAAP operating income decreased \$46.3 million to \$116.1 million, or 9.3% of revenues, compared to \$162.3 million, or 14.0% of revenues, in the preceding year.

#### **OUTLOOK**

The Company indicated that for the first quarter of fiscal 2016 it currently expects revenues in the range of \$308 to \$328 million, non-GAAP gross margin of approximately 30.5%, non-GAAP operating margin of approximately 8.8% to 9.8%, and non-GAAP earnings per diluted share in the range of approximately \$0.23 to \$0.29. Please note that the first quarter fiscal 2016 will have 13 weeks compared to 14 weeks in the preceding quarter.

#### **CONFERENCE CALL**

Finisar will discuss its financial results for the fourth quarter and current business outlook during its regular quarterly conference call scheduled for Thursday, June 18, 2015, at 2:00 pm PT (5:00 pm ET). To listen to the call you may connect through the Finisar investor relations page at <http://investor.finisar.com/> or dial 877-397-0286 (domestic) or + 719-325-4857 (international) and enter conference ID 9819662.

An audio replay will be available for two weeks following the call by dialing 1-888-203-1112 (domestic) or +1-719-457-0820 and then following the prompts: enter conference ID 9819662 and provide your name, affiliation, and contact number. A replay of the webcast will be available shortly after the conclusion of the call on the Company's website until the next regularly scheduled earnings conference call.

#### **SAFE HARBOR UNDER THE PRIVATE SECURITIES LITIGATION REFORM ACT OF 1995**

This press release contains forward-looking statement concerning Finisar's expected financial performance. These statements are forward-looking statements within the meaning of Section 21E of the Securities Exchange Act of 1934, as amended. These forward-looking statements are based on our current expectations, estimates, assumptions and projections about our business and industry, and the markets and customers we serve, and they are subject to numerous risks and uncertainties that may cause these forward-looking statements to be inaccurate. Finisar assumes no obligation to update any such forward-looking statements. Forward-looking statements involve risks and uncertainties which could cause actual results to differ materially from those projected. Examples of such risks include those associated with: the uncertainty of customer demand for Finisar's products; the rapidly evolving markets for Finisar's products and uncertainty regarding the development of these markets; Finisar's historical dependence on sales to a limited number of customers and fluctuations in the mix of products and customers in any period; ongoing new product development and introduction of new and enhanced products; the challenges of rapid growth followed by periods of contraction; intensive competition; and the uncertainty of achieving anticipated cost savings and synergies in connection with the recently completed u2t acquisition. Further information regarding these and other risks relating to Finisar's business is set forth in Finisar's annual report on Form 10-K (filed June 26, 2014) and quarterly SEC filings.

#### **ABOUT FINISAR**

Finisar Corporation (NASDAQ: FNSR) is a global technology leader for fiber optic subsystems and components that enable high-speed voice, video and data communications for telecommunications, networking, storage, wireless, and cable TV applications. For 25 years, Finisar has provided critical optics technologies to system manufacturers to meet the increasing demands for network bandwidth. Finisar is headquartered in Sunnyvale, California, USA with R&D, manufacturing sites, and sales offices worldwide. For additional information, visit [www.finisar.com](http://www.finisar.com).

**FINISAR FINANCIAL STATEMENTS** The following financial tables are presented in accordance with GAAP.

**Finisar Corporation**  
**Consolidated Statements of Operations**  
*(Unaudited, in thousands, except per share data)*

	<b>Three Months Ended</b>		<b>Twelve Months Ended</b>		<b>Three Months Ended</b>
	<b>May 03, 2015</b>	<b>April 27, 2014</b>	<b>May 03, 2015</b>	<b>April 27, 2014</b>	<b>January 25, 2015</b>
Revenues	\$ 320,042	\$ 306,025	\$ 1,250,944	\$ 1,156,833	\$ 306,283
Cost of revenues	229,390	208,135	888,573	754,773	221,173
Impairment of acquired developed technology and other long-lived assets	-	-	5,722	-	5,722
Amortization of acquired developed technology	1,435	1,326	5,739	5,061	1,435
Gross profit	89,217	96,564	350,910	396,999	77,953
Gross margin	27.9%	31.6%	28.1%	34.3%	25.5%
Operating expenses:					
Research and development	51,117	48,132	202,089	183,355	48,782
Sales and marketing	11,800	11,509	46,178	46,547	10,926
General and administrative	15,303	15,133	72,856	53,214	14,062
Impairment of acquired developed technology and other long-lived assets	-	-	45	-	45
Amortization of purchased intangibles	713	683	2,948	2,468	737
Total operating expenses	78,933	75,457	324,116	285,584	74,552
Income from operations	10,284	21,107	26,794	111,415	3,401
Interest income	536	485	1,811	1,319	321
Interest expense	(3,335)	(2,965)	(12,022)	(5,547)	(2,686)
Other income (expenses), net	4,041	8,124	4,099	7,234	2,051
Income before income taxes and non-controlling interest	11,526	26,751	20,682	114,421	3,087
Provision (benefits) for income taxes	4,199	(1,932)	8,795	2,884	1,409
Income before non-controlling interest	7,327	28,683	11,887	111,537	1,678
Adjust for net loss attributable to non-controlling interest	-	67	-	250	-
Net income attributable to Finisar Corporation	\$ 7,327	\$ 28,750	\$ 11,887	\$ 111,787	\$ 1,678

Net income per share attributable to Finisar Corporation common stockholders:

Basic	\$ 0.07	\$ 0.30	\$ 0.12	\$ 1.16	\$ 0.02
Diluted	\$ 0.07	\$ 0.28	\$ 0.11	\$ 1.09	\$ 0.02

Shares used in computing net income per share - basic	104,005	96,965	101,408	95,979	103,563
Shares used in computing net income per share - diluted	107,535	105,418	104,970	104,112	105,990

**Finisar Corporation**  
**Consolidated Balance Sheets**  
(in thousands)

	<u>May 03, 2015</u>	<u>January 25, 2015</u> <i>(Unaudited)</i>	<u>October 26, 2014</u> <i>(Unaudited)</i>	<u>July 27, 2014</u> <i>(Unaudited)</i>	<u>April 27, 2014</u>
<b>ASSETS</b>					
Current assets:					
Cash and cash equivalents	\$ 197,443	\$ 198,344	\$ 186,952	\$ 287,455	\$ 303,101
Short-term held-to-maturity investments	292,748	290,520	290,478	209,927	209,922
Accounts receivable, net	213,234	210,116	213,721	231,312	225,020
Accounts receivable, other	40,650	41,540	34,573	41,595	33,749
Inventories	283,670	277,862	284,789	270,122	259,759
Prepaid expenses and other assets	36,518	37,265	38,065	38,582	33,022
Total current assets	<u>1,064,263</u>	<u>1,055,647</u>	<u>1,048,578</u>	<u>1,078,993</u>	<u>1,064,573</u>
Property, equipment and improvements, net	315,777	304,547	306,331	301,020	273,328
Purchased intangible assets, net	27,188	29,336	31,508	33,680	34,141
Goodwill	106,735	106,735	106,735	106,735	106,115
Minority investments	2,847	2,647	2,547	2,317	2,117
Other assets	35,072	22,444	22,528	20,907	17,272
Total assets	<u>\$ 1,551,882</u>	<u>\$ 1,521,356</u>	<u>\$ 1,518,227</u>	<u>\$ 1,543,652</u>	<u>\$ 1,497,546</u>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>					
Current liabilities:					
Accounts payable	\$ 131,510	\$ 123,895	\$ 113,235	\$ 143,224	\$ 119,439
Accrued compensation	24,918	30,632	35,354	28,215	38,541
Other accrued liabilities	39,238	32,029	33,716	27,815	31,776
Deferred revenue	9,850	11,240	12,358	16,872	16,659
Current portion of convertible notes	-	-	36,665	40,015	40,015
Total current liabilities	<u>205,516</u>	<u>197,796</u>	<u>231,328</u>	<u>256,141</u>	<u>246,430</u>
Long-term liabilities:					
Convertible notes, net of current portion	221,406	219,072	216,775	214,496	212,253
Other non-current liabilities	21,167	24,184	24,900	24,042	22,804
Total liabilities	<u>448,089</u>	<u>441,052</u>	<u>473,003</u>	<u>494,679</u>	<u>481,487</u>
Stockholders' equity:					
Common stock	104	104	100	100	97
Additional paid-in capital	2,551,114	2,537,231	2,485,133	2,469,687	2,456,110
Accumulated other comprehensive income	861	(1,418)	17,282	25,116	20,025
Accumulated deficit	(1,448,286)	(1,455,613)	(1,457,291)	(1,445,930)	(1,460,173)
Total stockholders' equity	<u>1,103,793</u>	<u>1,080,304</u>	<u>1,045,224</u>	<u>1,048,973</u>	<u>1,016,059</u>
Total liabilities and stockholders' equity	<u>\$ 1,551,882</u>	<u>\$ 1,521,356</u>	<u>\$ 1,518,227</u>	<u>\$ 1,543,652</u>	<u>\$ 1,497,546</u>

Note - Balance sheet amounts as of April 27, 2014 are derived from the audited consolidated financial statements as of the date.

## **FINISAR NON-GAAP FINANCIAL MEASURES**

In addition to reporting financial results in accordance with U.S. generally accepted accounting principles, or GAAP, Finisar provides the following financial measures defined as non-GAAP financial measures by the Securities and Exchange Commission: non-GAAP gross profit, non-GAAP operating income and non-GAAP income per share. These non-GAAP financial measures are supplemental information regarding the Company's operating performance on a non-GAAP basis that excludes certain gains, losses and charges of a non-cash nature or which occur relatively infrequently and which management considers to be outside our core operating results. Some of these non-GAAP measures also exclude the ongoing impact of historical business decisions made in different business and economic environments. Management believes that tracking non-GAAP gross profit, non-GAAP income from operations, non-GAAP net income and non-GAAP net income per share provides management and the investment community with valuable insight into our current operations, our ability to generate cash and the underlying business trends which are affecting our performance. These non-GAAP measures are used by both management and our Board of Directors, along with the comparable GAAP information, in evaluating our current performance and planning our future business activities. In particular, management finds it useful to exclude non-cash charges in order to better correlate our operating activities with our ability to generate cash from operations and to exclude certain cash charges as a means of more accurately predicting our liquidity requirements. We believe that these non-GAAP measures, when used in conjunction with our GAAP financial information, also allow investors to better evaluate our financial performance in comparison to other periods and to other companies in our industry.

In calculating non-GAAP gross profit in this release, we have excluded the following items from cost of revenues in applicable periods in this release:

- Changes in excess and obsolete inventory reserve (predominantly non-cash charges or non-cash benefits);
- Amortization of acquired technology (non-cash charges related to technology obtained in acquisitions);
- Duplicate facilities costs during facilities move (non-recurring cash charges)
- Stock-based compensation expense (non-cash charges);
- Abandonment of fixed assets (non-recurring non-cash charges);
- Impairment of long-lived assets (non-recurring non-cash charges);
- Acquisition method accounting adjustment for sale of acquired inventory (non-recurring non-cash charges);
- Reduction in force costs (non-recurring cash charges); and
- Acquisition related retention payments (non-recurring cash charges).

In calculating non-GAAP operating income in this release, we have excluded the same items to the extent they are classified as operating expenses, and have also excluded the following items in applicable periods in this release:

- Gain or loss on litigation settlements and resolutions and related costs (non-recurring cash charges or benefits);
- Employee and employer tax liabilities related to the 2006 special investigation into our historical stock option granting practices (non-recurring cash charges);
- Shareholder class action and derivative litigation costs (non-recurring cash charges associated with the derivative litigation related to our historical stock option granting practices and related to the class action and derivative litigation related to our March 8, 2011 earnings announcement); Acquisition related costs (non-recurring cash charges);
- Impairment of acquired R&D reimbursement receivable (non-recurring non-cash charges);
- Amortization of purchased intangibles (non-cash charges); and
- Impairment of long-lived assets (non-recurring non-cash charges).

In calculating non-GAAP income and non-GAAP income per share in this release, we have also excluded the following items in applicable periods in this release:

- Imputed interest expenses on convertible debt (non-cash charges);
- Imputed interest related to restructuring (non-cash charges);
- Gains and losses on sales of assets (non-recurring and/or non-cash losses and cash gains related to the periodic disposal of assets no longer required for current activities);
- Gains and losses related to minority investments (non-cash or non-recurring benefits or charges);
- Other miscellaneous expenses (income) (non-recurring charges or benefits);
- Dollar denominated foreign exchange transaction losses (gains) (non-cash charges or benefits);
- Amortization of debt issuance costs (non-cash charges);
- Non-controlling interest non-GAAP adjustment (non-cash and/or non-recurring charges or benefits attributable to the non-controlling interest in majority-controlled subsidiaries); and
- Differences between cash payable for income taxes and the provision for income taxes in accordance with GAAP, less discrete items.

A reconciliation of this non-GAAP financial information to the corresponding GAAP information is set forth below:

**Finisar Corporation**  
**Reconciliation of Results of Operations under GAAP and non-GAAP**  
**(Unaudited, in thousands, except per share data)**

	<i>Three Months Ended</i>		<i>Twelve Months Ended</i>		<i>Three Months Ended</i>
	<i>May 03, 2015</i>	<i>April 27, 2014</i>	<i>May 03, 2015</i>	<i>April 27, 2014</i>	<i>January 25, 2015</i>
<b>GAAP to non-GAAP reconciliation of gross profit:</b>					
Gross profit - GAAP	\$ 89,217	\$ 96,564	\$ 350,910	\$ 396,999	\$ 77,953
Gross margin - GAAP	27.9%	31.6%	28.1%	34.3%	25.5%
Adjustments:					
Cost of revenues					
Change in excess and obsolete inventory reserve	2,752	3,384	10,293	3,439	3,772
Amortization of acquired technology	1,435	1,326	5,739	5,061	1,435
Duplicate facility costs during facility move	4		776		6
Stock compensation	2,692	2,531	10,216	8,738	2,660
Abandonment of fixed assets	-	-	124	-	-
Impairment of long-lived assets	420	-	6,142	-	5,722
Acquisition method accounting adjustment for sale of acquired inventory	-	822	-	822	-
Reduction in force costs	406	124	1,571	228	371
Acquisition related retention payment	72	62	340	256	61
Total cost of revenue adjustments	<u>7,781</u>	<u>8,249</u>	<u>35,201</u>	<u>18,544</u>	<u>14,027</u>
Gross profit - non-GAAP	<u>96,998</u>	<u>104,813</u>	<u>386,111</u>	<u>415,543</u>	<u>91,980</u>
Gross margin - non-GAAP	30.3%	37.2%	30.9%	35.9%	30.0%
<b>GAAP to non-GAAP reconciliation of operating income:</b>					
Operating income - GAAP	10,284	21,107	26,794	111,415	3,401
Operating margin - GAAP	3.2%	6.9%	2.1%	9.6%	1.1%
Adjustments:					
Total cost of revenue adjustments	7,781	8,249	35,201	18,544	14,027
Research and development					
Reduction in force costs	82	-	790	28	23
Acquisition related retention payment	104	190	595	761	132
Stock compensation	5,084	4,056	18,916	15,645	4,669
Duplicate facility costs during facility move	143	-	1,009	-	99
Impairment of acquired R&D reimbursement receivable	87	-	87	-	-
Sales and marketing					
Acquisition related retention payment	12	17	50	68	9
Stock compensation	1,749	1,406	6,503	5,341	1,600
General and administrative					
Reduction in force costs	-	69	103	227	49
Duplicate facility costs	-	-	152	-	36
Acquisition related retention payment	8	8	(24)	1,044	7
Stock compensation	2,894	2,525	10,977	10,229	2,654
Payroll taxes related to options investigation	17	-	34	-	-
Acquisition related costs	18	567	292	1,507	36

Litigation settlements and resolutions and related costs (benefits)	(6)	5	11,748	15	(662)
Shareholder class action and derivative litigation costs (benefits)	(138)	-	(148)	(4,951)	(10)
Amortization of purchased intangibles	713	683	2,948	2,468	737
Impairment of long-lived assets	(1)	-	44	-	45
Total cost of revenue and operating expense adjustments	18,547	17,775	89,277	50,926	23,451
Operating income - non-GAAP	28,831	38,882	116,071	162,341	26,852
Operating margin - non-GAAP	9.0%	12.7%	9.3%	14.0%	8.8%

**GAAP to non-GAAP reconciliation of income attributable to Finisar Corporation:**

Net income attributable to Finisar Corporation - GAAP	7,327	28,750	11,887	111,787	1,678
Adjustments:					
Total cost of revenue and operating expense adjustments	18,547	17,775	89,277	50,926	23,451
Non-cash imputed interest expenses on convertible debt	2,334	2,225	9,153	3,152	2,297
Imputed interest related to restructuring	47	53	196	220	48
Amortization of debt issuance costs	616	-	616	-	-
Other (income) expense, net					
Loss (gain) on sale of assets	(559)	(8,156)	(317)	(8,291)	31
Gain related to minority investments	(1,470)	-	(1,470)	(743)	-
Other miscellaneous income	(850)	-	(1,028)	(5)	(167)
Foreign exchange transaction (gain) or loss	(607)	(69)	1,373	2,490	(338)
Amortization of debt issuance costs	(462)	155	-	231	154
Provision for income taxes					
Income tax provision adjustments	1,950	(3,737)	689	(3,116)	(448)
Non-controlling interest non-GAAP adjustment	-	(4)	-	370	-
Total adjustments	19,546	8,242	98,489	45,234	25,028
Net income attributable to Finisar Corporation - non-GAAP	\$ 26,873	\$ 36,992	\$ 110,376	\$ 157,021	\$ 26,706

Non-GAAP income attributable to Finisar Corporation	\$ 26,873	\$ 36,992	\$ 110,376	\$ 157,021	\$ 26,706
Add: interest expense for dilutive convertible notes	-	539	1,072	2,156	-
Adjusted non-GAAP income attributable to Finisar Corporation	\$ 26,873	\$ 37,531	\$ 111,448	\$ 159,177	\$ 26,706

Non-GAAP income per share attributable to Finisar Corporation common stockholders					
Basic	\$ 0.26	\$ 0.38	\$ 1.09	\$ 1.64	\$ 0.26
Diluted	\$ 0.25	\$ 0.36	\$ 1.04	\$ 1.53	\$ 0.25

Shares used in computing non-GAAP income per share attributable to Finisar Corporation common stockholders					
Basic	104,005	96,965	101,408	95,979	103,563
Diluted	107,535	105,418	106,819	104,112	105,990

**Non-GAAP EBITDA**



