

CYPRESS SEMICONDUCTOR CORP

Convertible Notes Dilution Impact

(assumes principal paid in cash, shares in millions)

Average Stock Price	Principal Payment	Q318 Actual*	\$12	\$13	\$14	\$15	\$16	\$17	\$18	\$19	\$20	\$21	\$22
4.5% 2022 Notes	\$287.5M	3.8	-	-	0.8	2.1	3.3	4.4	5.3	6.2	6.9	7.6	8.2
2% 2023 Notes	\$150.0M	-	-	-	-	-	-	-	-	-	-	-	0.2
2% 2020 Notes	\$12.0M	1.7	1.4	1.5	1.6	1.6	1.7	1.7	1.8	1.8	1.8	1.9	1.9
Total dilutive shares		5.5	1.4	1.5	2.3	3.8	5.0	6.1	7.1	8.0	8.8	9.5	10.3
Benefit from capped call		(2.3)	-	-	(0.8)	(2.1)	(2.4)	(2.2)	(2.1)	(2.0)	(1.9)	(1.8)	(1.7)
Net dilution @ stock price		3.2	1.4	1.5	1.6	1.6	2.6	3.9	5.0	6.0	6.9	7.7	8.6

* Based on a Q318 average stock price of \$16.46