

**NANOMETRICS INCORPORATED**  
**RECONCILIATION OF GAAP TO NON-GAAP RESULTS**  
(In thousands, except per share amounts)  
(Unaudited)

	Fiscal 2007					Fiscal 2008					Fiscal 2009				
	Q1	Q2	Q3	Q4	FY	Q1	Q2	Q3	Q4	FY	Q1	Q2	Q3	Q4	FY
Income (loss) from operations	\$ (4,690)	\$ 292	\$ 1,723	\$ (1,342)	\$ (4,017)	\$ (945)	\$ (19,044)	\$ (60,023)	\$ (3,452)	\$ (83,464)	\$ (9,038)	\$ (6,475)	\$ 1,489	\$ 665	\$ (13,359)
Non-GAAP Adjustments:															
Amortization of intangible assets	1,549	1,663	1,285	1,285	5,782	1,285	1,330	600	316	3,531	369	337	418	411	1,535
Depreciation	765	680	1,050	1,081	3,576	989	981	862	843	3,675	761	664	862	865	3,152
Amortization of demonstration systems	532	572	267	207	1,578	285	259	337	342	1,223	286	418	369	332	1,405
Restructuring charge	-	-	2,128	-	2,128	870	-	655	-	1,525	689	445	-	-	1,134
Asset impairment charge	-	-	-	-	-	-	13,213	55,332	-	68,545	-	1,899	-	-	1,899
Stock-based compensation	1,234	642	873	1,018	3,767	918	1,081	1,138	744	3,881	318	403	852	481	2,054
Gain on sale of assets	-	-	(2,100)	-	(2,100)	-	-	-	-	-	-	-	-	-	-
Non-GAAP Operating Income (Loss)	\$ (610)	\$ 3,849	\$ 5,226	\$ 2,249	\$ 10,714	\$ 3,402	\$ (2,180)	\$ (1,099)	\$ (1,207)	\$ (1,084)	\$ (6,615)	\$ (2,309)	\$ 3,990	\$ 2,754	\$ (2,180)