

**SILICON GRAPHICS, INC.**  
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**  
(In thousands except per share amounts, unaudited)

	<u>Successor Company</u>	<u>Predecessor Company</u>
	Three Months Ended	Three Months Ended
	Sept 28, 2007	Sept 29, 2006
Product and other revenue . . . . .	\$ 40,142	\$ 45,229
Product revenue from related party . . . . .	5,454	15,377
Global services revenue . . . . .	45,489	61,199
Total revenue . . . . .	<u>91,085</u>	<u>121,805</u>
Costs and expenses:		
Cost of product and other revenue . . . . .	37,692	42,710
Cost of service revenue . . . . .	25,889	32,265
Research and development . . . . .	13,296	16,007
Selling, general and administrative . . . . .	41,224	42,359
Other operating expense, net . . . . .	175	3,926
Total costs and expenses . . . . .	<u>118,276</u>	<u>137,267</u>
Operating loss . . . . .	(27,191)	(15,462)
Interest expense . . . . .	(2,952)	(7,688)
Interest and other income (expense), net (1) . . . . .	<u>(383)</u>	<u>11,391</u>
Loss before reorganization items and income taxes . . . . .	(30,526)	(11,759)
Reorganization items, net . . . . .	-	340,397
(Loss) income before income taxes . . . . .	<u>(30,526)</u>	<u>328,638</u>
Income tax provision . . . . .	5,667	2,382
Net (loss) income . . . . .	<u>\$ (36,193)</u>	<u>\$ 326,256</u>
Net (loss) income per common share:		
Basic . . . . .	<u>\$ (3.25)</u>	<u>\$ 1.20</u>
Diluted . . . . .	<u>\$ (3.25)</u>	<u>\$ 0.77</u>
Weighted-average shares used to compute net (loss) income per share:		
Basic . . . . .	<u>11,125</u>	<u>271,563</u>
Diluted . . . . .	<u>11,125</u>	<u>423,875</u>

(1) The three-month period ended September 29, 2006 includes a pre-tax gain of approximately \$10 million on the sale of a portion of the Predecessor Company's investment in SGI Japan.