

STANDARD MICROSYSTEMS CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS (Unaudited)
(in thousands)

	<u>February 29, 2008</u>	<u>February 28, 2007</u>
Assets		
Current assets:		
Cash and cash equivalents	\$ 61,641	\$ 36,255
Short-term investments	--	123,768
Accounts receivable, net	52,877	48,014
Inventories	58,885	50,873
Deferred income taxes	17,528	19,312
Other current assets	<u>8,566</u>	<u>8,751</u>
Total current assets	<u>199,497</u>	<u>286,973</u>
Property, plant and equipment, net	60,547	58,020
Goodwill	105,463	98,259
Intangible assets, net	36,930	40,256
Deferred income taxes	9,283	7,094
Long-term investments	124,469	--
Other assets	<u>3,287</u>	<u>3,037</u>
Total assets	<u>\$ 539,476</u>	<u>\$ 493,639</u>
Liabilities and shareholders' equity		
Current liabilities:		
Accounts payable	\$ 31,069	\$ 25,617
Deferred income on shipments to distributors	20,766	12,752
Accrued expenses, income taxes and other liabilities	<u>28,079</u>	<u>36,378</u>
Total current liabilities	<u>79,914</u>	<u>74,747</u>
Deferred income taxes	7,928	10,100
Other liabilities	15,992	16,850
Shareholders' equity:		
Preferred stock	--	--
Common stock	2,619	2,511
Additional paid-in capital	312,499	276,701
Retained earnings	174,051	139,657
Treasury stock, at cost	(72,652)	(32,038)
Accumulated other comprehensive income	<u>19,125</u>	<u>5,111</u>
Total shareholders' equity	<u>435,642</u>	<u>391,942</u>
Total liabilities and shareholders' equity	<u>\$ 539,476</u>	<u>\$ 493,639</u>