# UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

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## **CURRENT REPORT**

Pursuant to Section 13 or 15(d) of The Securities Exchange Act of 1934

Date of Report (Date of earliest event reported)
May 3, 2021

# **Fabrinet**

(Exact name of registrant as specified in its charter)

Cayman Islands (State or other jurisdiction of incorporation) 001-34775 (Commission File Number) 98-1228572 (IRS Employer Identification No.)

c/o Intertrust Corporate Services (Cayman) Limited
190 Elgin Avenue
George Town
Grand Cayman
KY1-9005
Cayman Islands

(Address of principal executive offices, including zip code)  $+66\ 2\text{-}524\text{-}9600$  (Registrant's telephone number, including area code)

N/A

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is following provisions:	s intended to simultaneously satisfy the filin	g obligation of the registrant under any of the						
$\square$ Written communications pursuant to Rule 425 under	the Securities Act (17 CFR 230.425)							
□ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)								
☐ Pre-commencement communications pursuant to Rul	le 14d-2(b) under the Exchange Act (17 CF)	R 240.14d-2(b))						
☐ Pre-commencement communications pursuant to Rul	le 13e-4(c) under the Exchange Act (17 CFI	R 240.13e-4(c))						
Securities registered pursuant to Section 12(b) of the Act:	:							
Title of each class	Trading Symbol(s)	Name of each exchange on which registered						
Ordinary Shares, \$0.01 par value	FN	New York Stock Exchange						
Indicate by check mark whether the registrant is an emerg Rule 12b-2 of the Securities Exchange Act of 1934 (17 Cl	1 1	of the Securities Act of 1933 (17 CFR §230.405) or						
Emerging growth company $\square$								
If an emerging growth company, indicate by check mark i or revised financial accounting standards provided pursua	8	tended transition period for complying with any new						

### Item 2.02 Results of Operations and Financial Condition.

On May 3, 2021, Fabrinet issued a press release regarding its financial results for its fiscal quarter ended March 26, 2021. A copy of the press release is furnished as Exhibit 99.1 to this report.

The information in this Item 2.02 and the press release attached hereto as Exhibit 99.1 shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), nor shall they be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, except as shall be expressly set forth by specific reference in such a filing.

## Item 9.01 Financial Statements and Exhibits.

(d) Exhibits.

Exhibit No.	<u>Description</u>
99.1	Press release dated May 3, 2021
104	Cover Page Interactive Data File (embedded within the Inline XBRL document)

## **SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

## **FABRINET**

By: /s/ Csaba Sverha

Csaba Sverha

Executive Vice President, Chief Financial Officer

Date: May 3, 2021

#### **Fabrinet Announces Third Quarter Fiscal Year 2021 Financial Results**

• Record Third Quarter Revenue of \$479.3 Million Exceeds Guidance

**BANGKOK, Thailand – May 3, 2021** – Fabrinet (NYSE: FN), a leading provider of advanced optical packaging and precision optical, electro-mechanical and electronic manufacturing services to original equipment manufacturers of complex products, today announced its financial results for its third fiscal quarter ended March 26, 2021.

Seamus Grady, Chief Executive Officer of Fabrinet, said, "For the third quarter in a row, we delivered record revenue that exceeded our guidance. Notably, we saw sequential revenue growth from all the end markets that we track combined with improving operating margins, both of which helped generate record net income."

Grady continued, "Based on our current outlook and continued demand, we expect another record performance in the fourth quarter and we remain well-positioned to continue to deliver strong results over the longer-term."

### Third Quarter Fiscal Year 2021 Financial Highlights

#### **GAAP Results**

- Revenue for the third quarter of fiscal year 2021 was \$479.3 million, compared to \$411.2 million in the third quarter of fiscal year 2020.
- GAAP net income for the third quarter of fiscal year 2021 was \$37.5 million, compared to GAAP net income of \$28.3 million for the third quarter of fiscal year 2020.
- GAAP net income per diluted share for the third quarter of fiscal year 2021 was \$1.00, compared to GAAP net income per diluted share of \$0.75 for the third quarter of fiscal year 2020.

## **Non-GAAP Results**

- Non-GAAP net income for the third quarter of fiscal year 2021 was \$45.4 million, compared to non-GAAP net income of \$34.8 million for the third quarter of fiscal year 2020.
- Non-GAAP net income per diluted share for the third quarter of fiscal year 2021 was \$1.21, compared to non-GAAP net income per diluted share of \$0.92 for the third quarter of fiscal year 2020.

### **Business Outlook**

Based on information available as of May 3, 2021, Fabrinet is issuing guidance for its fourth fiscal quarter ending June 25, 2021, as follows:

- Fabrinet expects fourth quarter revenue to be in the range of \$475 million to \$495 million.
- GAAP net income per diluted share is expected to be in the range of \$1.02 to \$1.09, based on approximately 37.6 million fully diluted shares outstanding.
- Non-GAAP net income per diluted share is expected to be in the range of \$1.18 to \$1.25, based on approximately 37.6 million fully diluted shares outstanding.

#### **Conference Call Information**

What: Fabrinet Third Quarter Fiscal Year 2021 Financial Results Call

When: Monday, May 3, 2021

Time: 5:00 p.m. ET

Live Call: (888) 357-3694, domestic (253) 237-1137, international

Passcode: 2790505

Replay: (855) 859-2056, domestic

(404) 537-3406, international

Passcode: 2790505

Webcast: <a href="http://investor.fabrinet.com/">http://investor.fabrinet.com/</a> (live and replay)

This press release and any other information related to the call will also be posted on Fabrinet's website at <a href="http://investor.fabrinet.com">http://investor.fabrinet.com</a>. A recorded version of this webcast will be available approximately two hours after the call and will be archived on Fabrinet's website for a period of one year.

#### **About Fabrinet**

Fabrinet is a leading provider of advanced optical packaging and precision optical, electro-mechanical, and electronic manufacturing services to original equipment manufacturers of complex products, such as optical communication components, modules and subsystems, automotive components, medical devices, industrial lasers and sensors. Fabrinet offers a broad range of advanced optical and electro-mechanical capabilities across the entire manufacturing process, including process design and engineering, supply chain management, manufacturing, advanced packaging, integration, final assembly and testing. Fabrinet focuses on production of high complexity products in any mix and any volume. Fabrinet maintains engineering and manufacturing resources and facilities in Thailand, the United States of America, the People's Republic of China, Israel and the United Kingdom. For more information visit: www.fabrinet.com.

#### **Forward-Looking Statements**

#### "Safe Harbor" Statement Under U.S. Private Securities Litigation Reform Act of 1995

This press release contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These statements include: (1) our optimism that the fourth quarter will represent another record performance for the company and that we remain well-positioned to continue to deliver strong results over the longer-term; and (2) all of the statements under the "Business Outlook" section regarding our expected revenue, GAAP and non-GAAP net income per share, and fully diluted shares outstanding for the fourth quarter of fiscal year 2021. These forward-looking statements involve risks and uncertainties, and actual results could vary materially from these forward-looking statements. Important factors that could cause actual results to differ materially from those in the forward-looking statements include, but are not limited to: the effects of the COVID-19 pandemic on our business, particularly the possibility of (1) the growing global economic downturn, (2) extended shutdowns at any of our manufacturing facilities, especially if the pandemic intensifies or returns in various geographic areas, (3) continued disruption to our supply chain, which could increase our costs and affect our ability to procure parts and materials, especially if the pandemic intensifies or returns in various geographic areas, and (4) regional downward demand adjustments from our customers, particularly those in areas affected by the pandemic; less customer demand for our products and services than forecasted; less growth in the optical communications, industrial lasers and sensors markets than we forecast; difficulties expanding into additional markets, such as the semiconductor processing, biotechnology, metrology and materials processing markets; increased competition in the optical manufacturing services markets; difficulties in delivering products and services that compete effectively from a price and performance perspective; our reliance on a small number of customers and suppliers; difficulties in managing our operating costs; difficulties in managing and operating our business across multiple countries (including Thailand, the People's Republic of China, Israel, the U.S. and the U.K.); and other important factors as described in reports and documents we file from time to time with the Securities and Exchange Commission (SEC), including the factors described under the section captioned "Risk Factors" in our Quarterly Report on Form 10-Q, filed with the SEC on February 2, 2021. We disclaim any obligation to update information contained in these forward-looking statements whether as a result of new information, future events, or otherwise.

#### **Use of Non-GAAP Financials**

We refer to the non-GAAP financial measures cited above in making operating decisions because they provide meaningful supplemental information regarding our ongoing operational performance. Non-GAAP net income excludes: share-based compensation expenses; depreciation of fair value uplift; amortization of intangibles; and amortization of deferred debt issuance costs. We have excluded these items in order to enhance investors' understanding of our underlying operations. The use of these non-GAAP financial measures has material limitations because they should not be used to evaluate our company without reference to their corresponding GAAP financial measures. As such, we compensate for these material limitations by using these non-GAAP financial measures in conjunction with GAAP financial measures.

These non-GAAP financial measures are used to: (1) measure company performance against historical results, (2) facilitate comparisons to our competitors' operating results, and (3) allow greater transparency with respect to information used by management in making financial and operational decisions. In addition, these non-GAAP financial measures are used to measure company performance for the purposes of determining employee incentive plan compensation.

SOURCE: Fabrinet

**Investor Contact:** Garo Toomajanian <u>ir@fabrinet.com</u>

# FABRINET CONDENSED CONSOLIDATED BALANCE SHEETS (unaudited)

(in thousands of U.S. dollars, except share data and par value)		rch 26, 2021		ne 26, 2020
Assets				
Current assets				
Cash and cash equivalents	\$	247,011	\$	225,430
Short-term restricted cash		_		7,402
Short-term investments		261,736		262,693
Trade accounts receivable, net of allowance for doubtful accounts of \$126 and \$336 respectively		309,079		272,665
Contract assets		17,130		13,256
Inventories		353,283		309,786
Other receivable		24,310		24,310
Prepaid expenses		10,653		5,399
Other current assets		31,967		14,508
Total current assets		1,255,169		1,135,449
Non-current assets	-			
Long-term restricted cash		153		_
Property, plant and equipment, net		228,767		228,274
Intangibles, net		4,576		4,312
Operating right-of-use assets		6,744		8,068
Deferred tax assets		6,195		5,675
Other non-current assets		226		202
Total non-current assets		246,661		246,531
		1,501,830	_	1,381,980
Total Assets		1,501,650		1,301,900
Liabilities and Shareholders' Equity				
Current liabilities				
Long-term borrowings, current portion, net		12,156		12,156
Trade accounts payable		275,705		251,603
Fixed assets payable		11,060		15,127
Contract liabilities		1,409		1,556
Operating lease liabilities, current portion		2,390		1,979
Income tax payable		2,882		2,242
Accrued payroll, bonus and related expenses		21,639		19,265
Accrued expenses		12,651		8,979
Other payables		26,348		21,514
Total current liabilities		366,240		334,421
Non-current liabilities	-	<u> </u>	_	<u> </u>
Long-term borrowings, non-current portion, net		30,397		39,514
Deferred tax liability		4,855		4,729
Operating lease liability, non-current portion		4,098		5,873
Severance liabilities		19,006		17,379
Other non-current liabilities		3,728		5,655
Total non-current liabilities	_	62,084		73,150
			_	-,
Total Liabilities		428,324		407,571
Shareholders' equity				
1 0				
Preferred shares (5,000,000 shares authorized, \$0.01 par value; no shares issued and outstanding as of March 26, 2021 and June 26, 2020)		_		_
Ordinary shares (500,000,000 shares authorized, \$0.01 par value; 38,741,166 shares and 38,471,967 shares issued at March 26, 2021 and June 26, 2020, respectively; and 36,880,160 shares and 36,727,864 shares outstanding at March 26, 2021 and June 26, 2020, respectively)		388		385
Additional paid-in capital		182,987		175,610
Less: Treasury shares (1,861,006 shares and 1,744,103 shares as of March 26, 2021 and June 26, 2020, respectively)		(76,813)		(68,501
Accumulated other comprehensive income (loss)		(6,939)		(1,147
Retained earnings		973,883		868,062
Total Shareholders' Equity		1,073,506		974,409
• •	\$	1,501,830	\$	1,381,980
Total Liabilities and Shareholders' Equity	Ф	1,501,830	Ф	1,381,980

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CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME (unaudited)

	Three Months Ended				Nine Months Ended					
(in thousands of U.S. dollars, except per share data)		March 26, 2021		March 27, 2020		March 26, 2021		March 27, 2020		
Revenues	\$	479,317	\$	411,210	\$	1,369,783	\$	1,236,723		
Cost of revenues		(422,539)		(366,874)		(1,209,504)		(1,097,242)		
Gross profit		56,778		44,336		160,279		139,481		
Selling, general and administrative expenses		(19,059)		(17,111)		(53,078)		(50,189)		
Expenses related to reduction in workforce		(43)		_		(43)		(16)		
Operating income		37,676		27,225		107,158		89,276		
Interest income		941		2,042		3,156		6,080		
Interest expense		(282)		(238)		(798)		(2,812)		
Foreign exchange gain (loss), net		629		(8)		224		(2,949)		
Other income (expense), net		124		203		403		977		
Income before income taxes		39,088		29,224		110,143		90,572		
Income tax expense		(1,595)		(957)		(4,215)		(5,117)		
Net income		37,493		28,267		105,928		85,455		
Other comprehensive income (loss), net of tax:				_						
Change in net unrealized gain (loss) on available-for-sale		(550)		(4.256)		(025)		(4, 402)		
securities		(570)		(1,356)		(937)		(1,403)		
Change in net unrealized gain (loss) on derivative instruments		(5,000)		(6,569)		(5,823)		(6,719)		
Change in net retirement benefits plan – prior service cost		198 90		294		421		478		
Change in foreign currency translation adjustment			_	(600)		547	_	(353)		
Total other comprehensive income (loss), net of tax	d.	(5,282)	ф.	(8,231)	ф.	(5,792)	ф.	(7,997)		
Net comprehensive income (loss)	\$	32,211	\$	20,036	\$	100,136	\$	77,458		
Earnings per share			_	0 = 0	_		_			
Basic	\$	1.02	\$	0.76	\$	2.87	\$	2.31		
Diluted	\$	1.00	\$	0.75	\$	2.82	\$	2.27		
Weighted-average number of ordinary shares outstanding (thousands of shares)										
Basic		36,875		36,987		36,876		36,970		
Diluted		37,609		37,797		37,514		37,696		

# FABRINET CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (unaudited)

Amortization of investment discount         1,479         (6.24)           Amortization of deferred debit issuance costs         24         18           (Reversal of) allowance for doubtful accounts         (317)         (17)           Unrealized (gain) loss on exchange rate and fair value of foreign currency forward contracts         (625)         942           Unrealized (gain) loss on exchange rate and fair value of foreign currency forward contracts         (625)         942           Amortization of fair value as hedge inception of interest rate swaps         (600)         (638)           Share-based compensation         (681)         (539)           Other non-cash expenses         (616)         (539)           Changes in operating assets and liabilities         (63,374)         (3,360)           Trade accounts reversible         (3,637)         (3,316)           Contract assets         (3,637)         (3,946)           Inventories         (3,874)         (3,946)           Inventories         (3,637)         (3,946)           Inventories         (3,6437)         (3,946)           Inventories         (3,6437)         (3,946)           Inventories         (3,6437)         (3,946)           Contract liabilities         (3,6437)         (3,547) <td< th=""><th></th><th></th><th>Nine Mor</th><th>ths En</th><th>ıded</th></td<>			Nine Mor	ths En	ıded		
Clash Income from the period         \$ 105,528         \$ 85,455           Adjustments to reconcile net income to net cash provided by operating activities         26,781         23,115           Depreciation and amortization         26,781         23,115           Gainj loss on disposal of property, plant and equipment         (24)         444           (Gain) loss from sales and maturities of available-for-sale securities         (167)         (624)           Amortization of investment discount         1,479         (624)           Amortization of investment discount         1,479         (624)           Amortization of investment discount         (31)         (17           Unrealized (gain) loss on exchange rate and fait value of foreign currency forward contacts         (825)         9.92           Unrealized (so sgain) on fair value of interest tate swaps         (1,009)         (833)           Share-based compensation         (35,22)         (1,323)           Objective discounts freely and the plant state swaps         (1,009)         (833)           Objective discounts receivable         (36,37)         (3,316)           Chair and accounts receivable         (36,47)         (3,304)           Chair and accounts receivable         (3,32)         (3,352)           Chair and accounts receivable         (3,32)         (3,3	(in thousands of U.S. dollars)	_			March 27,		
Net income for the period         \$ 105,928         \$ 8,455           Algisuments to reconcile net income to net cash provided by operating activities         26,781         23,115           Depreciation and amortization         26,781         23,145           (Gain) loss of on disposal of property, plant and equipment         (107)         (203)           (Gain) loss from sales and maturities of available-for-sale securities         (107)         (203)           Amortization of investment discount         (137)         (17)           (Reversal of) allowance for doubiful accounts         (317)         (17)           Unrealized (sign) loss on exchange rate and fair value of foreign currency forward contracts         (325)         942           Unrealized (sign) loss on exchange rate and fair value of foreign currency forward contracts         (325)         942           Unrealized (sign) loss on exchange rate and fair value of foreign currency forward contracts         (321)         (323)           Obter on contract in a bring traction of fair value at hedge inception of interest rate swaps         (614)         (559)           Changes in operating assets and liabilities         (321,43)         (321,43)           Tarde accounts receivable         (36,347)         (23,466)           Coher current assets and non-current assets         (32,49)         (35,57)           Contract assets an							
Adjustments to reconcile net income to net cach provided by operating activities   2,8115   (Gair) loss on disposal of property, plant and equipment   (24)   (44)   (64	•	\$	105,928	\$	85,455		
Depreciation and amortization   2,91	· · · · · · · · · · · · · · · · · · ·						
Goam   Doss from sales and maturities of available-for-sale securities	• • • •		26,781		23,115		
Goam   Doss from sales and maturities of available-for-sale securities	•		(24)		444		
Amortization of investment discount         1,479         (6.24)           Amortization of deferred debit issuance costs         24         18           (Reversal of) allowance for doubtful accounts         (317)         (17)           Unrealized (gain) loss on exchange rate and fair value of foreign currency forward contracts         (625)         942           Unrealized (gain) loss on exchange rate and fair value of foreign currency forward contracts         (625)         942           Amortization of fair value as hedge inception of interest rate swaps         (600)         (638)           Share-based compensation         (681)         (539)           Other non-cash expenses         (616)         (539)           Changes in operating assets and liabilities         (63,374)         (3,360)           Trade accounts reversible         (3,637)         (3,316)           Contract assets         (3,637)         (3,946)           Inventories         (3,874)         (3,946)           Inventories         (3,637)         (3,946)           Inventories         (3,6437)         (3,946)           Inventories         (3,6437)         (3,946)           Inventories         (3,6437)         (3,946)           Contract liabilities         (3,6437)         (3,547) <td< td=""><td></td><td></td><td>(187)</td><td></td><td>(93)</td></td<>			(187)		(93)		
Amortization of deferred debt issuance costs (Reversal of) allowance for doubrful accounts (City) (17) (17) (17) (17) (17) (17) (17) (17					(624)		
Unrealized (gain) loss on exchange rate and fair value of foreign currency forward contracts   1,672	Amortization of deferred debt issuance costs		24				
Unrealized (gain) loss on exchange rate and fair value of foreign currency forward contracts   Comparison	(Reversal of) allowance for doubtful accounts		(317)		(17)		
Montrization fair value a finerest rate swaps	Unrealized (gain) loss on exchange rate and fair value of foreign currency forward contracts						
Amortization of fair value at hedge inception of interest rate swaps         (1,009)         (8.38)           Share-based compensation         (362)         1,335           Other non-cash expenses         (614)         (559)           Changes in operating assets and liabilities         (3647)         (23,130)           Contract assets         (3,374)         (3,966)           Inventories         (3,437)         3,436           Other current assets and non-current assets         (22,919)         5,830           Trade accounts payable         (22,919)         5,830           Income tax payable         911         1,056           Severance liabilities         2,204         2,266           Other current liabilities and non-current liabilities         3,731         5,712           Net cash provided by operating activities         3,731         5,712           Severance liabilities         3,731         5,712           Proceeds from investing activities         3,731         5,712           Proceeds from maturities of short-term investments         1,844         4,808           Proceeds from maturities of short-term investments         9,721         97,338           Fundase of property, plant and equipment         2,901         2,432           Proceeds from dia			`		1,672		
Share-based compensation         18,742         18,301           Deferred income tax         (382)         1,335           Other non-cash expenses         (614)         (559)           Changes in operating assets and liabilities         36,437         (3,136)           Trade accounts receivable         (3,874)         (3,966)           Inventories         (43,497)         3,404           Other current assets and non-current assets         (22,91)         5,830           Trade accounts payable         (25,589)         (15,571)           Contract liabilities         (31,61)         (2,204)         2,266           Other current liabilities and non-current liabilities         3,731         5,712         Net cash provided by operating activities         3,731         5,712           Net cash provided by operating activities         (18,041)         (123,980)         1,830           Purchase of short-term investments         (18,041)         1,23,980           Proceeds from sales of short-term investments         (18,041)         1,23,980           Proceeds from maturities of short-term investments         9,721         9,73,88           Fundas of property, plant and equipment         (29,061)         (27,402)           Purchase of intangibles         1,94         4,94	· <del>·</del>		(1,009)				
Defered income tax         (362)         1.335           Other non-cab respness         (61)         (55)           Changes in operating assets and liabilities         (36,437)         (3,346)           Contract assets         (38,74)         (3,966)           Inventories         (43,497)         3,404           Other current assets and non-current assets         (22,919)         5,830           Trade accounts payable         (25,59)         (5,571)           Contract liabilities         (147)         (298)           Income tax payable         911         1,056           Severance liabilities and non-current liabilities         3,731         5,712           Net cash provided by operating activities         75,157         104,48           Cash flows from investing activities         183,041         123,980           Proceeds from investing activities         183,041         123,980           Proceeds from investing activities         97,217         97,338           Proceeds from investing activities         97,21         97,338           Proceeds from investing activities         36,44         48,808           Proceeds from maturities of short-term investments         4,808         1,909           Proceeds from intage of property, plant and equipment	· · · · · · · · · · · · · · · · · · ·						
Other non-cash expenses         (614)         (559)           Changes in operating assets and liabilities         3(36,437)         (23,136)           Contract assets         (38,74)         (3,966)           Inventories         (43,497)         3,404           Other current assets and non-current assets         (22,919)         5,833           Trade accounts payable         25,589         (15,571)           Contract liabilities         (147)         (298)           Income tax payable         911         1,056           Severance liabilities         3,731         5,712           Other current liabilities and non-current liabilities         3,731         5,712           Net cash provided by operating activities         3,731         5,712           Purchase of short-term investing activities         48,041         1(13,980)           Proceeds from investing activities         97,212         97,338           Proceeds from maturities of short-term investments         97,212         97,338           Proceeds from investing activities         2,041         (29,061)           Proceeds from disposal of property, plant and equipment         (29,061)         (27,482)           Purchase of intangibles         1,052         (29,21)           Proceeds from disposal o	•						
Changes in operating assets and liabilities         (36,437)         (23,136)           Contract assets         (3,874)         (3,966)           Inventories         (43,497)         3,404           Other current assets and non-current assets         (22,919)         5,830           Trade accounts payable         25,589         (15,571)           Contract liabilities         (147)         (298)           Income tax payable         911         1,056           Severance liabilities and non-current liabilities         3,731         5,712           Other current liabilities and non-current liabilities         3,731         5,712           Net cash provided by operating activities         2,204         2,266           Other current liabilities and non-current liabilities         3,731         5,712           Net cash provided by operating activities         3,731         5,712           Purchase of short-term investments         (183,041)         (123,980)           Proceeds from sales of short-term investments         84,049         48,808           Purchase of short-term investments         97,221         59,358           Euch solve from sales of short-term investments         (18,041)         (123,980)           Proceeds from sales of short-term investments         (29,061)	Other non-cash expenses						
Trade accounts receivable         (36,437)         (23,136)           Contract assets         (3,847)         (3,646)           Inventories         (43,497)         3,404           Other current assets and non-current assets         (22,919)         5,830           Trade accounts payable         25,589         (15,571)           Contract liabilities         (147)         (298)           Income tax payable         911         1,056           Severance liabilities and non-current liabilities         3,731         5,712           Net cash provided by operating activities         3,731         5,712           Net cash provided by operating activities         (183,041)         (123,980)           Proceeds from investing activities         (183,041)         (123,980)           Proceeds from sales of short-term investments         (183,041)         (123,980)           Proceeds from sales of short-term investments         9,721         9,738           Fundas provided to customer to support transfer of manufacturing operations         — (24,310)           Purchase of innatigibles         9,721         9,738           Purchase of property, plant and equipment         (29,061)         (27,482)           Purchase of innities         (32,255)         (28,921)           Cash fl	•		` ,		,		
Contract assets         (3,874)         (3,866)           Inventories         (34,477)         3,404           Other current assets and non-current assets         (22,919)         5,830           Trade accounts payable         25,589         (15,571)           Contract liabilities         (147)         (298)           Income tax payable         911         1,056           Severance liabilities         2,204         2,266           Other current liabilities and non-current liabilities         3,731         5,712           Net sab, provided by operating activities         75,157         104,488           Cash flows from investing activities         (183,041)         123,390           Proceeds from investing activities         48,404         48,808           Proceeds from investing activities         9,721         97,358           Funds provided to customer to support transfer of manufacturing operations         9,721         97,358           Funds provided to customer to support transfer of manufacturing operations         1,961         (27,432)           Purchase of property, plant and equipment         32,255         (28,912)           Purchase of intangibles         1,961         (797)           Proceeds from disposal of property, plant and equipment         3,255         (28,912			(36,437)		(23,136)		
Inventories         (3,497)         3,404           Other current assets and non-current assets         (22,191)         5,830           Trade accounts payable         25,588         (15,571)           Contract liabilities         (147)         (298)           Income tax payable         2,004         2,266           Severance liabilities         2,204         2,266           Other current liabilities and non-current liabilities         3,731         5,712           Net cash provided by operating activities         3,731         5,712           Purchase of short-term investments         (183,041)         (123,980)           Proceeds from investing activities         9,721         9,738           Proceeds from investments         9,721         9,738           Proceeds from sales of short-term investments         9,721         9,738           Proceeds from sales of short-term investments         9,721         9,738           Proceeds from disposal of property, plant and equipment         (29,61)         (27,402)           Purchase of intagibles         (1,501)         (27,972)           Proceeds from disposal of property, plant and equipment         3,38         1,482           Net cash used in investing activities         (2,50)         (29,61)         (67,022) <td>Contract assets</td> <td></td> <td></td> <td></td> <td></td>	Contract assets						
Other current assets and non-current assets         (22,919)         5,830           Trade accounts payable         25,589         (15,571)           Contract liabilities         (1647)         (298)           Income tax payable         911         1,056           Severance liabilities         3,731         5,712           Other current liabilities and non-current liabilities         3,731         5,712           Net cash provided by operating activities         75,157         104,448           Cash flows from investing activities         (183,041)         (123,980)           Purchase of short-term investments         (183,041)         (123,980)           Proceeds from sales of short-term investments         84,049         48,080           Proceeds from activities of short-term investments         97,211         97,358           Ruchase of intragibles         (29,611)         (29,410)           Purchase of property, plant and equipment         (29,611)         (797)           Proceeds from disposal of property, plant and equipment         (30,25)         (28,911)           Net cash used in investing activities         (32,55)         (32,921)           Proceeds from linancing activities         (30,93)         (32,921)           Repayment of debt issuance costs         —         (	Inventories						
Trade accounts payable         25,589         (15,71)           Contract liabilities         (147)         (298)           Income tax payable         911         1,056           Severance liabilities         2,204         2,266           Other current liabilities and non-current liabilities         3,731         5,712           Net cash provided by operating activities         75,15         104,488           Cash flows from investing activities         84,049         48,808           Proceeds from sales of short-term investments         (183,041)         (123,980)           Proceeds from sales of short-term investments         9,721         97,358           Funds provided to customer to support transfer of manufacturing operations         9,721         97,358           Funds provided for customer to support transfer of manufacturing operations         -         (24,310)           Purchase of property, plant and equipment         (29,061)         (27,482)           Purchase of intangibles         (1,961)         (797)           Proceeds from disposal of property, plant and equipment         32,255         (28,921)           Cash flows from financing activities         3(3,255)         (28,921)           Cash flows from financing activities         -         (1,532)           Proceeds from long-term							
Contract liabilities         (147)         (298)           Income tax payable         911         1,056           Severance liabilities         2,204         2,266           Other current liabilities and non-current liabilities         3,731         5,712           Net cash provided by operating activities         75,157         104,488           Cash flows from investing activities         (183,041)         (123,980)           Proceeds from sales of short-term investments         84,049         48,088           Proceeds from sales of short-term investments         97,21         97,538           Froceds from disposal of property, plant and equipment         (29,061)         (27,482)           Proceads from disposal of property, plant and equipment         (32,25)         (28,21)           Proceeds from liancing activities         9,32,25         (28,21)           Payment of debt issuanc							
Income tax payable         911         1,056           Severance liabilities         2,204         2,266           Other current liabilities and non-current liabilities         3,731         5,712           Net cash provided by operating activities         75,157         104,448           Cash flows from investing activities         (183,041)         (123,980)           Proceeds from sales of short-term investments         48,409         48,808           Proceeds from sales of short-term investments         97,721         97,358           Funds provided to customer to support transfer of manufacturing operations         —         (24,310)           Purchase of property, plant and equipment         (29,061)         (27,482)           Purchase of intangibles         (1,961)         (797)           Proceeds from disposal of property, plant and equipment         38         1,482           Net cash used in investing activities         (32,255)         (28,921)           Cash flows from financing activities         (32,255)         (28,921)           Payment of debt issuance costs         —         (153)           Proceeds from long-term borrowings         —         (60,938)           Repayment of infance lease liability         (100)         (304)           Repayment of finance lease liability							
Severance liabilities         2,204         2,266           Other current liabilities and non-current liabilities         3,731         5,712           Net cash provided by operating activities         75,157         104,448           Cash flows from investing activities         75,157         104,448           Cash flows from investing activities         183,041         (123,980)           Proceeds from sales of short-term investments         84,049         48,808           Proceeds from maturities of short-term investments         97,721         97,358           Funds provided to customer to support transfer of manufacturing operations         -         (24,310)           Purchase of property, plant and equipment         (29,061)         (27,482)           Purchase of intangibles         (1,961)         (797           Proceeds from disposal of property, plant and equipment         33,255         (28,921)           Act cash used in investing activities         3(32,255)         (28,921)           Proceeds from financing activities         -         (6,33)           Proceeds from financing activities         -         (6,33)           Proceeds from financing activities         -         (6,932)           Repayment of long-term borrowings         -         (6,932)           Repayment of long-term bo							
Other current liabilities and non-current liabilities         3,31         5,712           Net cash provided by operating activities         75,157         104,484           Changling flow from investing activities         (183,041)         (123,980)           Proceeds from sales of short-term investments         84,049         48,088           Proceeds from maturities of short-term investments         97,721         97,338           Funds provided to customer to support transfer of manufacturing operations         -         (24,310)           Funds provided to customer to support transfer of manufacturing operations         -         (24,310)           Funds provided to customer to support transfer of manufacturing operations         -         (24,310)           Funds property, plant and equipment         (29,061)         (797)           Proceeds from disposal of property, plant and equipment         38         1,482           Net cash used in investing activities         32,255         (28,915)           Proceeds from financing activities         -         (153)           Proceeds from long-term borrowings         -         (153)           Repayment of long-term borrowings         -         (153)           Repayment of finance lease liability         (100)         (304)           Repayment of finance lease liability         (100)<	• •						
Net cash provided by operating activities         75,157         10,448           Cash flows from investing activities         8         1         1         1         1         1         3         1         1         3         1         2         1         1         2         2         2         2         2         2         2         2         2         2							
Cash flows from investing activities         (183,041)         (123,980)           Purchase of short-term investments         84,049         48,808           Proceeds from sales of short-term investments         97,721         97,358           Funds provided to customer to support transfer of manufacturing operations         — (24,310)           Purchase of property, plant and equipment         (29,061)         (27,482)           Purchase of intangibles         (1,961)         (797)           Proceeds from disposal of property, plant and equipment         38         1,482           Net cash used in investing activities         (32,255)         (28,921)           Cash flows from financing activities         — (153)         (153)           Proceeds from long-term borrowings         — (153)         (60,938)           Repayment of long-term borrowings         — (60,938)         (60,938)           Repayment of long-term borrowings         (9,141)         (67,032)           Repayment of finance lease liability         (100)         (304)           Repayment of finance lease liability							
Purchase of short-term investments         (183,041)         (123,980)           Proceeds from sales of short-term investments         84,049         48,808           Proceeds from maturities of short-term investments         97,211         97,358           Funds provided to customer to support transfer of manufacturing operations         —         (24,310)           Purchase of property, plant and equipment         (29,061)         (27,482)           Purchase of intangibles         (1,961)         (797)           Proceeds from disposal of property, plant and equipment         38         1,482           Net cash used in investing activities         (32,255)         (28,921)           Cash flows from financing activities         —         (153)           Proceeds from long-term borrowings         —         (153)           Repayment of debt issuance costs         —         (153)           Proceeds from long-term borrowings         —         (153)           Repayment of linance lease liability         (100)         (304)           Repayment of linance lease liability         (100)         (304)           Repurchase of ordinary shares         (8,312)         (20,722)           Withholding tax related to net share settlement of restricted share units         (11,362)         (4,727)           Net cash u			75,157		10 .,		
Proceeds from sales of short-term investments         84,049         48,808           Proceeds from maturities of short-term investments         97,721         97,358           Funds provided to customer to support transfer of manufacturing operations         —         (24,310)           Purchase of property, plant and equipment         (29,061)         (27,482)           Purchase of intangibles         (1,961)         (797)           Proceeds from disposal of property, plant and equipment         38         1,482           Net cash used in investing activities         (32,255)         (28,921)           Cash flows from financing activities         —         (153)           Proceeds from long-term borrowings         —         60,938           Repayment of long-term borrowings         —         60,938           Repayment of finance lease liability         (100)         (304)           Repayment of finance lease liability         (100)         (304)           Repurchase of ordinary shares         (8,312)         (20,722)           Withholding tax related to net share settlement of restricted share units         (11,362)         (4,727)           Net cash used in financing activities         (28,915)         (32,000)           Net increase (decrease) in cash, cash equivalents and restricted cash         13,987         43,527 </td <td>· · · · · · · · · · · · · · · · · · ·</td> <td></td> <td>(183.041)</td> <td></td> <td>(123,980)</td>	· · · · · · · · · · · · · · · · · · ·		(183.041)		(123,980)		
Proceeds from maturities of short-term investments         97,721         97,358           Funds provided to customer to support transfer of manufacturing operations         —         (24,310)           Purchase of property, plant and equipment         (29,061)         (27,482)           Purchase of intangibles         (1,961)         (797)           Proceeds from disposal of property, plant and equipment         38         1,482           Net cash used in investing activities         (32,255)         (28,921)           Cash flows from financing activities         —         (153)           Proceeds from long-term borrowings         —         (153)           Proceeds from long-term borrowings         —         (9,938)           Repayment of finance lease liability         (100)         (304)           Repayment of finance lease liability         (100)         (304)           Repurchase of ordinary shares         (8,312)         (20,722)           Withholding tax related to net share settlement of restricted share units         (11,362)         (4,727)           Net cash used in financing activities         (28,915)         (32,000)           Net increase (decrease) in cash, cash equivalents and restricted cash         13,987         43,527           Movement in cash, cash equivalents and restricted cash         13,987 <t< td=""><td></td><td></td><td></td><td></td><td></td></t<>							
Funds provided to customer to support transfer of manufacturing operations         —         (24,310)           Purchase of property, plant and equipment         (29,061)         (27,482)           Purchase of intangibles         (1,961)         (797)           Proceeds from disposal of property, plant and equipment         38         1,482           Net cash used in investing activities							
Purchase of property, plant and equipment         (29,061)         (27,482)           Purchase of intangibles         (1,961)         (797)           Proceeds from disposal of property, plant and equipment         38         1,482           Net cash used in investing activities         (32,255)         (28,921)           Cash flows from financing activities         -         (153)           Proceeds from long-term borrowings         -         60,938           Repayment of ebet issuance costs         -         60,938           Repayment of long-term borrowings         (9,141)         (67,032)           Repayment of finance lease liability         (100)         (304)           Repayment of finance lease liability         (100)         (304)           Repayment are lated to net share settlement of restricted share units         (1,362)         (4,727)           Net cash used in financing activities         (28,915)         (32,000)           Net increase (decrease) in cash, cash equivalents and restricted cash         13,987         43,527           Movement in cash, cash equivalents and restricted cash         232,832         188,241           Increase (decrease) in cash, cash equivalents and restricted cash         13,987         43,527           Effect of exchange rate on cash, cash equivalents and restricted cash         345							
Purchase of intangibles         (1,961)         (797)           Proceeds from disposal of property, plant and equipment         38         1,482           Net cash used in investing activities         (32,255)         (28,921)           Cash flows from financing activities         -         (153)           Proceeds from long-term borrowings         -         60,938           Repayment of long-term borrowings         (9,141)         (67,032)           Repayment of finance lease liability         (100)         (304)           Repayments of ordinary shares         (8,312)         (20,722)           Withholding tax related to net share settlement of restricted share units         (11,362)         (4,727)           Net cash used in financing activities         (28,915)         (32,000)           Net increase (decrease) in cash, cash equivalents and restricted cash         13,987         43,527           Movement in cash, cash equivalents and restricted cash         13,987         43,527           Effect of exchange rate on cash, cash equivalents and restricted cash         13,987         43,527           Effect of exchange rate on cash, cash equivalents and restricted cash         345         (228)           Cash, cash equivalents and restricted cash at the end of period         247,164         231,540	• • • • • • • • • • • • • • • • • • • •		(29.061)				
Proceeds from disposal of property, plant and equipment       38       1,482         Net cash used in investing activities       (32,255)       (28,921)         Cash flows from financing activities       (53)         Payment of debt issuance costs       –       (153)         Proceeds from long-term borrowings       –       60,938         Repayment of long-term borrowings       (9,141)       (67,032)         Repayment of finance lease liability       (100)       (304)         Repurchase of ordinary shares       (8,312)       (20,722)         Withholding tax related to net share settlement of restricted share units       (11,362)       (4,727)         Net cash used in financing activities       (28,915)       (32,000)         Net increase (decrease) in cash, cash equivalents and restricted cash       13,987       43,527         Movement in cash, cash equivalents and restricted cash       232,832       188,241         Increase (decrease) in cash, cash equivalents and restricted cash       13,987       43,527         Effect of exchange rate on cash, cash equivalents and restricted cash       345       (228)         Cash, cash equivalents and restricted cash at the end of period       247,164       231,540							
Net cash used in investing activities       (32,255)       (28,921)         Cash flows from financing activities       (153)         Payment of debt issuance costs       (153)         Proceeds from long-term borrowings       (9,141)       (67,032)         Repayment of long-term borrowings       (9,141)       (67,032)         Repayment of finance lease liability       (100)       (304)         Repurchase of ordinary shares       (8,312)       (20,722)         Withholding tax related to net share settlement of restricted share units       (11,362)       (4,727)         Net cash used in financing activities       (28,915)       (32,000)         Net increase (decrease) in cash, cash equivalents and restricted cash       13,987       43,527         Movement in cash, cash equivalents and restricted cash       13,987       43,527         Movement in cash, cash equivalents and restricted cash       13,987       43,527         Effect of exchange rate on cash, cash equivalents and restricted cash       345       (228)         Cash, cash equivalents and restricted cash at the end of period       247,164       231,540							
Cash flows from financing activities         Payment of debt issuance costs       —       (153)         Proceeds from long-term borrowings       —       60,938         Repayment of long-term borrowings       (9,141)       (67,032)         Repayment of finance lease liability       (100)       (304)         Repurchase of ordinary shares       (8,312)       (20,722)         Withholding tax related to net share settlement of restricted share units       (11,362)       (4,727)         Net cash used in financing activities       (28,915)       (32,000)         Net increase (decrease) in cash, cash equivalents and restricted cash       13,987       43,527         Movement in cash, cash equivalents and restricted cash       13,987       43,527         Cash, cash equivalents and restricted cash       13,987       43,527         Effect of exchange rate on cash, cash equivalents and restricted cash       345       (228)         Cash, cash equivalents and restricted cash at the end of period       247,164       231,540							
Payment of debt issuance costs       —       (153)         Proceeds from long-term borrowings       —       60,938         Repayment of long-term borrowings       (9,141)       (67,032)         Repayment of finance lease liability       (100)       (304)         Repurchase of ordinary shares       (8,312)       (20,722)         Withholding tax related to net share settlement of restricted share units       (11,362)       (4,727)         Net cash used in financing activities       (28,915)       (32,000)         Net increase (decrease) in cash, cash equivalents and restricted cash       13,987       43,527         Movement in cash, cash equivalents and restricted cash       13,987       43,527         Cash, cash equivalents and restricted cash       13,987       43,527         Effect of exchange rate on cash, cash equivalents and restricted cash       345       (228)         Cash, cash equivalents and restricted cash at the end of period       247,164       231,540	-	<u> </u>	(32,233)		(20,321)		
Proceeds from long-term borrowings Repayment of long-term borrowings Repayment of long-term borrowings Repayment of finance lease liability Repurchase of ordinary shares Repayment of finance lease liability Repurchase of ordinary shares Repayment of finance lease liability Repurchase of ordinary shares Repayment of finance lease liability Repurchase of ordinary shares Repayment of finance lease liability Reputches Repayment of finance lease liability Repayment of finance lea	<u>~</u>		_		(153)		
Repayment of long-term borrowings (9,141) (67,032) Repayment of finance lease liability (100) (304) Repurchase of ordinary shares (8,312) (20,722) Withholding tax related to net share settlement of restricted share units (11,362) (4,727) Net cash used in financing activities (28,915) (32,000) Net increase (decrease) in cash, cash equivalents and restricted cash 13,987 43,527  Movement in cash, cash equivalents and restricted cash Cash, cash equivalents and restricted cash the beginning of period 232,832 188,241 Increase (decrease) in cash, cash equivalents and restricted cash 13,987 43,527  Effect of exchange rate on cash, cash equivalents and restricted cash 345 (228)  Cash, cash equivalents and restricted cash at the end of period 247,164 231,540	·		_				
Repayment of finance lease liability (100) (304) Repurchase of ordinary shares (8,312) (20,722) Withholding tax related to net share settlement of restricted share units (11,362) (4,727) Net cash used in financing activities (28,915) (32,000) Net increase (decrease) in cash, cash equivalents and restricted cash 13,987 43,527  Movement in cash, cash equivalents and restricted cash Cash, cash equivalents and restricted cash 232,832 188,241 Increase (decrease) in cash, cash equivalents and restricted cash 13,987 43,527  Effect of exchange rate on cash, cash equivalents and restricted cash 345 (228)  Cash, cash equivalents and restricted cash at the end of period 247,164 231,540			(9.1/11)				
Repurchase of ordinary shares (8,312) (20,722) Withholding tax related to net share settlement of restricted share units (11,362) (4,727) Net cash used in financing activities (28,915) (32,000) Net increase (decrease) in cash, cash equivalents and restricted cash  Movement in cash, cash equivalents and restricted cash Cash, cash equivalents and restricted cash at the beginning of period (232,832) 188,241 Increase (decrease) in cash, cash equivalents and restricted cash (345) (228) Effect of exchange rate on cash, cash equivalents and restricted cash (228) Cash, cash equivalents and restricted cash at the end of period (231,540)							
Withholding tax related to net share settlement of restricted share units  Net cash used in financing activities  Net cash used in financing activities  Net increase (decrease) in cash, cash equivalents and restricted cash  Movement in cash, cash equivalents and restricted cash  Cash, cash equivalents and restricted cash at the beginning of period  Increase (decrease) in cash, cash equivalents and restricted cash  Effect of exchange rate on cash, cash equivalents and restricted cash  Cash, cash equivalents and restricted cash at the end of period  Cash, cash equivalents and restricted cash at the end of period  247,164  231,540							
Net cash used in financing activities (28,915) (32,000) Net increase (decrease) in cash, cash equivalents and restricted cash  Movement in cash, cash equivalents and restricted cash Cash, cash equivalents and restricted cash at the beginning of period 232,832 188,241 Increase (decrease) in cash, cash equivalents and restricted cash 13,987 43,527 Effect of exchange rate on cash, cash equivalents and restricted cash 345 (228) Cash, cash equivalents and restricted cash at the end of period 247,164 231,540							
Net increase (decrease) in cash, cash equivalents and restricted cash  Movement in cash, cash equivalents and restricted cash  Cash, cash equivalents and restricted cash at the beginning of period 232,832 188,241  Increase (decrease) in cash, cash equivalents and restricted cash 13,987 43,527  Effect of exchange rate on cash, cash equivalents and restricted cash 345 (228)  Cash, cash equivalents and restricted cash at the end of period 247,164 231,540	The state of the s						
Movement in cash, cash equivalents and restricted cash Cash, cash equivalents and restricted cash at the beginning of period Increase (decrease) in cash, cash equivalents and restricted cash Increase (decrease) in cash, cash equivalents and restricted cash Effect of exchange rate on cash, cash equivalents and restricted cash Cash, cash equivalents and restricted cash at the end of period  Z47,164 Z31,540	5						
Cash, cash equivalents and restricted cash at the beginning of period232,832188,241Increase (decrease) in cash, cash equivalents and restricted cash13,98743,527Effect of exchange rate on cash, cash equivalents and restricted cash345(228)Cash, cash equivalents and restricted cash at the end of period247,164231,540			13,98/		43,52/		
Increase (decrease) in cash, cash equivalents and restricted cash13,98743,527Effect of exchange rate on cash, cash equivalents and restricted cash345(228)Cash, cash equivalents and restricted cash at the end of period247,164231,540			000.00=		400.0		
Effect of exchange rate on cash, cash equivalents and restricted cash345(228)Cash, cash equivalents and restricted cash at the end of period247,164231,540	· · · · · · · · · · · · · · · · · · ·						
Cash, cash equivalents and restricted cash at the end of period 247,164 231,540	•						
, i							
	Cash, cash equivalents and restricted cash at the end of period		247,164		231,540		
Non-cash investing and financing activities	Non-cash investing and financing activities						
Construction, software and equipment-related payables \$ 11,060 \$ 11,906	Construction, software and equipment-related payables	\$	11,060	\$	11,906		

# FABRINET CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (unaudited) (Continued)

The following table provides a reconciliation of cash, cash equivalents and restricted cash reported within the unaudited condensed consolidated balance sheets that sum to the total of the same amounts shown in the unaudited condensed consolidated statements of cash flows:

	 A	s of	
(amount in thousands)	March 26, 2021		March 27, 2020
Cash and cash equivalents	\$ 247,011	\$	224,138
Restricted cash	153		7,402
Cash, cash equivalents and restricted cash	\$ 247,164	\$	231,540

# FABRINET RECONCILIATION OF GAAP MEASURES TO NON-GAAP MEASURES

	Three Months Ended					Nine Months Ended								
	March 2				rch 2 2020	7,	March 26, 2021			Maro 20	,			
(in thousands of U.S. dollars, except per share data)	Net income	Dilu EI		Net income	. 1	Diluted EPS	Net income	Dilu EP		Net income		iluted EPS		
GAAP measures	\$ 37,493	\$	1.00	\$ 28,267	\$	0.75	\$ 105,928	\$	2.82	\$ 85,455	\$	2.27		
Items reconciling GAAP net income & EPS to non-GAAP net income & EPS:														
Related to cost of revenues:														
Share-based compensation expenses	1,388		0.04	1,489		0.04	4,805	(	0.13	4,800		0.13		
Depreciation of fair value uplift	89		0.00	86		0.00	256	(	0.00	247		0.00		
Total related to gross profit	1,477		0.04	1,575		0.04	5,061	(	0.13	5,047		0.13		
Related to selling, general and administrative expenses:														
Share-based compensation expenses	5,476		0.15	4,629		0.12	13,937	(	0.37	13,501		0.36		
Amortization of intangibles	127		0.00	145		0.00	382		0.01	431		0.01		
Severance payment	755		0.02	150		0.00	755	(	0.02	150		0.00		
Total related to selling, general and administrative expenses	6,358		0.17	4,924		0.13	15,074	(	0.40	14,082		0.37		
Related to other incomes and other expenses:														
Other expenses in relation to reduction in workforce	43		0.00	_		_	43	(	0.00	16		0.00		
Amortization of deferred debt issuance costs	8		0.00	8		0.00	24	(	0.00	18		0.00		
Total related to other incomes and other expenses	51			8			67		_	34		_		
Total related to net income & EPS	7,886		0.21	6,507		0.17	20,202		0.54	19,163		0.51		
Non-GAAP measures	\$ 45,379	\$	1.21	\$ 34,774	\$	0.92	\$ 126,130	\$	3.36	\$ 104,618	\$	2.78		
Shares used in computing diluted net income per share				1										
GAAP diluted shares		37	,609			37,797		37	,514			37,696		
Non-GAAP diluted shares		37	,609			37,797		37	,514			37,696		

# FABRINET RECONCILIATION OF NET CASH PROVIDED BY OPERATING ACTIVITIES TO FREE CASH FLOW

(amount in thousands)	Three Months Ended Nine Months					nths Ended		
		March 26, 2021		March 27, 2020		March 26, 2021		March 27, 2020
Net cash provided by operating activities	\$	33,843	\$	51,838	\$	75,157	\$	104,448
Less: Purchase of property, plant and equipment		(6,368)		(12,071)		(29,061)		(27,482)
Non-GAAP free cash flow	\$	27,475	\$	39,767	\$	46,096	\$	76,966

# FABRINET GUIDANCE FOR QUARTER ENDING JUNE 25, 2021 RECONCILIATION OF GAAP MEASURES TO NON-GAAP MEASURES

	Diluted EPS
GAAP net income per diluted share:	\$1.02 to \$1.09
Related to cost of revenues:	
Share-based compensation expenses	0.04
Total related to gross profit	0.04
Related to selling, general and administrative expenses:	
Share-based compensation expenses	0.12
Total related to selling, general and administrative expenses	0.12
Total related to net income & EPS	0.16
Non-GAAP net income per diluted share	\$1.18 to \$1.25