

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

	Three Months Ended	
	September 26, 2008	September 28, 2007
Product and other revenue	\$ 44,531	\$ 40,142
Product revenue from related party (1)	684	5,454
Global services revenue	47,544	45,489
Total revenue	92,759	91,085
Costs and expenses:		
Cost of product and other revenue	34,849	37,692
Cost of global services revenue	28,664	25,889
Research and development	15,096	13,296
Selling, general and administrative	36,862	41,224
Other operating expense, net	3,809	175
Total costs and expenses	119,280	118,276
Operating loss	(26,521)	(27,191)
Interest expense	(1,019)	(1,413)
Interest expense from related parties	(3,124)	(1,539)
Interest and other income (expense), net	(381)	(383)
Loss before income taxes	(31,045)	(30,526)
Income tax provision	2,652	5,667
Net loss	\$ (33,697)	\$ (36,193)
Net loss per share:		
Basic	\$ (2.91)	\$ (3.25)
Diluted	\$ (2.91)	\$ (3.25)
Weighted-average shares used to compute net loss per share:		
Basic	11,597	11,125
Diluted	11,597	11,125

(1) Represents product sales to SGI Japan, a related party of which we owned a 10% interest at September 26, 2008 and at September 28, 2007.