

Operating and Financial metrics
\$ in millions, unless otherwise noted

	Q1 FY21	Q2 FY21	Q3 FY21	Q4 FY21	FY21	Q1 FY22	Q2 FY22	Q3 FY22	Q4 FY22	FY22	Q1 FY23
INCOME STATEMENT METRICS											
New Residential Customers	11,800	13,100	14,200	17,100	56,100	16,500	19,700	23,100	23,700	83,100	20,900
MWr - New Homes	15	16	18	17	66	17	19	20	20	76	16
MWr - Retrofit	28	30	32	49	139	52	63	69	77	261	70
MWr - Residential Systems	43	46	50	66	205	70	82	89	96	337	86
MWr - Residential Components	34	37	42	49	162	42	51	65	65	222	59
MWr - Residential	77	83	92	115	367	111	132	154	161	559	145
Revenue - Residential Systems	165	171	197	247	780	273	322	361	391	1,347	352
Revenue - Residential Components	51	57	63	71	241	60	89	105	97	351	87
Revenue - Residential	216	228	260	318	1,021	333	410	466	489	1,698	439
Revenue - Light Commercial	16	19	15	22	72	(0)	0	0	0	(0)	0
Revenue - Other	7	7	7	7	28	3	4	4	4	14	4
Total Revenue	238	254	282	347	1,121	336	414	470	492	1,712	443
Gross Margin - Residential Systems	32	34	43	58	168	62	65	78	80	285	63
Gross Margin - Residential Components	18	21	20	23	81	15	26	30	26	98	16
Gross Margin - Residential	50	55	63	81	249	77	92	108	106	383	79
Gross Margin - Residential and Light Commercial Other	3	3	2	(17)	(10)	(0)	(0)	0	(0)	(0)	0
Gross Margin - Other	1	(0)	(2)	(2)	(4)	(3)	(4)	(1)	(2)	(9)	(3)
Gross Margin	53	57	63	62	236	73	88	107	105	373	76
Gross margin % - Residential	23.1%	23.9%	24.4%	25.6%	24.4%	23.0%	22.3%	23.1%	21.8%	22.5%	18.0%
Gross margin %	22.4%	22.5%	22.4%	17.9%	21.0%	21.7%	21.3%	22.8%	21.3%	21.8%	17.1%
Sales and Marketing	10	11	13	26	60	29	31	34	31	125	34
Product	3	3	2	2	10	3	4	4	3	14	4
Digital	6	5	5	4	20	6	8	6	8	28	10
Other Operating Expense - Residential and Light Commercial	13	14	14	23	64	21	24	25	23	94	25
Operating Expense - Corp	6	5	4	1	18	6	8	9	8	31	10
Operating expenses	38	38	38	57	171	65	76	77	74	292	83
Other Income (expense)	1	0	(0)	(0)	0	0	(0)	(3)	(2)	(4)	(0)
Depreciation add back to get to EBITDA	3	3	2	3	11	3	4	5	6	18	9
Adjusted EBITDA	19	22	26	8	75	11	15	33	36	95	1
Residential Adjusted EBITDA before Platform Investment	33	36	40	38	146	29	38	49	55	171	24
Residential Adjusted EBITDA before Platform Investment Per Customer	2,700	2,700	2,800	2,200	2,600	1,700	1,900	2,100	2,300	2,100	1,200
SunPower Lease Portfolio											
Lease Cumulative MW	681	694	706	718	718	728	737	749	763	763	774
Lease Cumulative Customers	89,185	91,410	91,102	93,099	93,099	94,849	96,393	98,147	100,273	100,273	101,892
SunPower share of lease net retained value	216	225	240	250	250	280	290	250	260	260	270
BALANCE SHEET METRICS											
Total Recourse Debt	514	425	425	425	425	425	425	425	425	425	194
Cash and Cash equivalents	213	140	269	127	127	144	206	397	377	377	116
Restricted cash	16	11	12	21	21	19	22	37	25	25	25
Cash Balance including restricted	229	152	281	149	149	163	229	434	402	402	141
Net Recourse Debt	300	284	156	297	297	281	218	28	48	48	77
ENPH - number of shares	3.5	3.5	2.5	2.5	2.5	1.5	1.5	0.5	0.5	0.5	0.0
Stock price	163	186	155	183	183	206	196	277	265	265	0
Enphase	569	652	388	457	457	309	294	139	132	132	0
Diluted Weighted average shares (Non-GAAP)	192	176	176	176	175	175	175	175	176	175	175
KEY METRICS BY BUSINESS UNITS											
Residential metrics											
MWr - Systems	43	46	50	65	204	70	82	89	96	336	86
MWr - Residential Components	34	37	42	49	162	42	51	65	65	222	59
MWr - Residential Other	(0)	0	0	1	1	0	0	0	0	0	0
MWr - Residential Total	77	83	92	115	367	111	132	154	161	559	145
KEY METRICS in \$/W											
Systems - REV/w	3.82	3.73	3.95	3.80	3.83	3.92	3.93	4.06	4.07	4.00	4.12
Residential Components - REV/w	1.50	1.54	1.48	1.45	1.49	1.43	1.76	1.61	1.51	1.58	1.47
Residential - REV/w	2.80	2.75	2.81	2.77	2.78	2.98	3.10	3.02	3.04	3.04	3.04
Systems - GM/w	0.80	0.77	0.91	0.91	0.86	0.88	0.80	0.87	0.84	0.85	0.74
Residential Components - GM/w	0.45	0.53	0.43	0.45	0.46	0.36	0.52	0.46	0.40	0.44	0.27
Residential - GM/w	0.65	0.66	0.69	0.71	0.68	0.69	0.69	0.70	0.66	0.68	0.55
OTHER KEY METRICS											
% of Residential Systems sales (Based on MWr)	56%	55%	54%	57%	56%	62%	62%	58%	60%	60%	59%
Residential Customers rounded not in millions	363,000	376,000	390,200	427,300	427,300	443,800	463,600	486,700	510,400	510,400	531,300

Note 1 - Q1'21 Sales and Marketing includes \$11.6 reclassification from Other Operating Expense

Note 2 - Key Metrics in \$/W including Revenue, GM from SPWR financials

Note 3 - Q2, Q3, Q4'21 and FY21 EBITDA adjusted for GAAP elections on legacy transactions, now in line with previously filed SEC reportings 10K dtd Feb 25, 2022

Please see our periodic reports filed with the SEC and our quarterly earnings presentations available on our website at <https://investors.sunpower.com/sec-filings/sec-filing>

Residential and Light commercial ("RLC")

Residential and Light commercial refers to solar energy solutions in North America region consisting of direct sales of turn key systems and services to our residential customers, Blue Raven Solar (acquired in Q4'21) sales to our third party dealer network, storage solutions, cash sales, loan, and long-term leases to end customers, and sales to our resellers.

C&I solutions ("CIS")

C&I solutions includes direct sales of turn-key EPC services to our commercial customers, sale of energy under Power purchase agreements, storage solutions, and sales of post installation operation & maintenance services. Starting Q1'22, CIS has been classified as discontinued operations and excluded from our GAAP and Non-GAAP results for all periods presented.

Prior period numbers

For all the periods, the financial results are based on our carveout of amounts attributable to the Company after giving effect to Maxeon Solar and CIS as discontinued operations. The financial information included herein is unaudited and reflect adjustments, which are, in the opinion of management, necessary for a fair statement of the results for the periods presented.

Total revenue

Total Revenue refers to sales of our complete power generation solutions to our customers including solar power systems and components, storage, software and services. It represents revenue in three distinct categories under Residential, Light Commercial and New Homes. Light Commercial is excluded from Total Revenue starting Q1'22 following our announcement to exit that business. We generally recognize revenue at the point-in-time when such systems are placed in service.

Other Operating expenses

Includes expenses incurred on others research and development (excluding Digital and products), and other general and administrative expenses.

SunPower share of net retained value (including leases)

Represents SunPower's share of the remaining net cash flows of leases expected to be received during the contracted lease term (typically 20 or 25 years), plus an estimate of value of the renewal term net cash flows following expiration of the contracted period, less non-recourse debt. Net cash flows during the contracted period are net of distributions to tax equity partners and maintenance and servicing costs. For the renewal value, we assume either a 10-year renewal period (for our 20-year lease contracts) or a five-year renewal period (for our 25-year lease contracts), in each case assuming a 30-year customer relationship, at a lease rate equal to 90% of the customer's contractual rate in effect at the end of the initial contract term. Estimated maintenance and servicing costs during the renewal period are deducted in calculating net cash flows. A 6.00% discount rate is applied.

Net recourse debt

Net recourse debt is calculated as being the difference between the Total recourse debt, defined as the Term loan, Convertible Debt and CEDA loan post MAXN spin-off, and the cash and cash equivalents of all businesses including CIS. Net recourse debt therefore excludes both (i) restricted cash and (ii) current mark-to-market valuation of the Enphase shares portfolio. Net recourse debt also excludes Asset-backed Loan, Loan for Safe Harbor Inventory, and vendor financing debt, that are fully secured with the underlying assets collateralized.

Enphase

The common stock received is marked to market periodically based on prevailing stock prices at the end of each period.

Diluted Weighted average shares (Non-GAAP)

Annual diluted weighted average shares may differ from the quarterly weighted shares as it is calculated based on net income/loss available to the shareholders on a full year basis.