

PLX TECHNOLOGY REPORTS FIRST QUARTER FINANCIAL RESULTS

SUNNYVALE, Calif. -- (April 20, 2001) -- PLX Technology, Inc. (Nasdaq: PLXT) today reported its financial results for the first quarter ended March 31, 2001.

Net revenues for the first quarter of 2001 were \$12.4 million, a decrease of 15% from the first quarter of 2000 and a decrease of 24% from the fourth quarter of 2000.

Pro forma net income for the first quarter of 2001, which excludes the effects of acquisition-related costs, was \$292,000 or \$0.01 per share, a decrease of 91% from net income of \$3.4 million in the first quarter of 2000 and a decrease of 85% from net income of \$2.0 million in the fourth quarter of 2000. Including acquisition-related costs in accordance with generally accepted accounting principles, net loss for the first quarter of 2001 was \$1.5 million or \$0.06 per share.

“In the first quarter of 2001, we continued to experience a downturn in business from nearly all markets and customers because of the slowdown in communications equipment sales and excess inventories at our customers and their subcontractors,” said Michael Salameh, president of PLX. “However, our long-term prospects are bright because design-win activity and sales of rapid development kits are strong, and we’re making good progress in new product development.”

The company will host a conference call on April 20 at 2:00 p.m. (PST) to discuss this earnings update. There will also be a live Webcast and a replay of the conference call that will be available through the Investors section of the PLX Web site, at www.plxtech.com. The Webcast can also be accessed through www.streetfusion.com.

Company and product information is available on the PLX Web site at www.plxtech.com.

About PLX

PLX Technology Inc. (www.plxtech.com), based in Sunnyvale, Calif., USA, is the leading supplier of high-speed silicon and software solutions for the networking and communications industries. The PLX solution includes industry-standard silicon, software for managing data throughout the PCI bus, reference design tools that minimize design risk, and third-party development tool support through the PLX Partner Program. The PLX solution enables hardware designers and software developers to maximize system input/output (I/O), lower development costs, minimize system design risk and provide faster time to market. PLX PCI I/O Accelerator chips and I/O Processor devices are designed into a wide variety of embedded PCI communication systems, including switches, routers, line cards, media gateways, base stations, access multiplexors and remote access concentrators. PLX customers include many of the leading communication equipment companies, including Cisco Systems, Compaq Computer, Ericsson, Hewlett Packard, Intel, IBM, Lucent Technologies, Marconi, Nortel Networks, and Siemens.

Safe Harbor Statement Under the Private Securities Litigation Reform Act of 1995

This release contains statements that qualify as forward-looking statements under the Private Securities Litigation Reform Act of 1995. Those statements include statements about our intentions, expectations, hopes, beliefs, prospects, plans, and predictions for the Company's future and, in particular, our statements regarding: our long-term prospects, our progress in new product development, and our design win activity. Such statements involve risks and uncertainties which may cause actual results to differ materially from those set forth in these statements. Factors that could cause actual results to differ materially include risks and uncertainties such as reduced demand for products of electronic equipment manufacturers which include PLX's products due to adverse economic conditions in general or specifically affecting PLX's markets, reduced significance of the PCI standard for the communications infrastructure and replacement by other standards, technical difficulties and delays in the development process, and errors in the products. You are also referred to the documents filed by PLX with the SEC from time to time, including but not limited to the annual report on Form 10-K for the year ended December 31, 2000, which identify important risk factors that could cause actual results to differ from those contained in the forward-looking statements. All forward-looking statements are made as of today, and the company assumes no obligation to update such statements.

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PLX Technology, Inc.
Pro Forma Consolidated Statements of Operations
Excluding IPR&D, Acquisition-Related Costs and Amortization of Goodwill and Intangible
Assets
(Thousands, except per share data)

	Three months ended	
	Mar 31, 2001	Mar 31, 2000
Net revenues	\$ 12,429	\$ 14,542
Cost of revenues	4,064	4,420
Gross margin	8,365	10,122
Operating expenses:		
Research and development	4,467	2,020
Selling, general and administrative	3,804	3,400
Total operating expenses	8,271	5,420
Income from operations	94	4,702
Interest income and other, net	231	489
Income before income taxes	325	5,191
Provision for income taxes	33	1,816
Net income	\$ 292	\$ 3,375
Weighted average shares (diluted)	23,215	22,981
Earnings per share (diluted)	\$ 0.01	\$ 0.15

The above pro forma amounts for the quarter ended March 31, 2001 have been adjusted to eliminate the \$1.0 million of amortization of goodwill and purchased intangible assets, \$0.8 million of other acquisition-related costs and all associated tax amounts.

PLX Technology, Inc.
Consolidated Statements of Operations
(Thousands, except per share data)

	Three months ended	
	Mar 31, 2001	Mar 31, 2000
Net revenues	\$ 12,429	\$ 14,542
Cost of revenues	4,064	4,420
Gross margin	8,365	10,122
Operating expenses:		
Research and development	5,265	2,020
Selling, general and administrative	3,824	3,400
Amortization of intangible assets	1,044	--
Total operating expenses	10,133	5,420
Income (loss) from operations	(1,768)	4,702
Interest income and other, net	231	489
Income (loss) before income taxes	(1,537)	5,191
Provision (benefit) for income taxes	(70)	1,816
Net income (loss)	\$ (1,467)	\$ 3,375

Weighted average shares (diluted)	23,151	22,981
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Earnings (loss) per share (diluted)	\$ (0.06)	\$ 0.15
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PLX Technology, Inc.
Consolidated Balance Sheets
(Thousands)

	<u>March 31,</u> <u>2001</u>	<u>December 31,</u> <u>2000</u>
	(unaudited)	
Assets		
Cash and cash equivalents	\$ 8,015	\$ 16,621
Short-term investments	3,339	3,340
Accounts receivable	4,964	4,772
Inventories	7,939	4,521
Deferred tax assets	4,099	4,099
Other current assets	1,414	1,290
Total current assets	<u>29,770</u>	<u>34,643</u>
Goodwill	10,480	11,308
Other intangible assets	2,747	2,964
Property and equipment, net	34,119	31,277
Restricted cash and investments	33,234	33,146
Other Assets	209	141
Total assets	<u>\$ 110,559</u>	<u>\$ 113,479</u>
Liabilities		
Accounts payable	\$ 4,064	\$ 5,064
Accrued compensation and benefits	1,038	1,491
Deferred revenues	760	1,430
Other accrued expenses	1,363	1,863
Income tax payable	684	833
Deferred tax liability	1,100	1,100
Long-term notes payable	28,500	28,500
Total Liabilities	<u>37,509</u>	<u>40,281</u>
Stockholders' equity		
Common stock, par value	23	23
Additional paid in capital	78,536	79,715
Deferred compensation	(6,913)	(9,312)
Notes receivable for employee stock purchases	(50)	(50)
Unrealized gain on investments	153	54
Retained earnings	1,301	2,768
Total stockholders' equity	<u>73,050</u>	<u>73,198</u>
Total liabilities and stockholders' equity	<u>\$ 110,559</u>	<u>\$ 113,479</u>