

**American Superconductor Corporation**  
**Quarterly Non-GAAP Net Income (Loss)**  
(Unaudited and in thousands, except EPS)

	<b>FY07 Q1</b>	<b>FY07 Q2</b>	<b>FY07 Q3</b>	<b>FY07 Q4</b>	<b>FY08 Q1</b>	<b>FY08 Q2</b>	<b>FY08 Q3</b>	<b>FY08 Q4</b>	<b>FY09 Q1</b>	<b>FY09 Q2</b>
Net Loss	\$ (9,653)	\$ (6,673)	\$ (7,309)	\$ (1,812)	\$ (6,103)	\$ (4,068)	\$ (7,772)	\$ 1,308	\$ 1,792	\$ 4,340
Amortization of Acquisition-Related Intangibles	1,162	1,771	1,635	490	503	481	433	431	445	460
Restructuring and Impairments	818	93	2,910	3,641	0	500	168	362	334	117
Stock Compensation	1,077	1,946	1,335	1,307	2,299	2,895	2,392	2,086	3,066	3,852
Re-Valuation of Stock Warrants	986	269	1,226	(829)	2,396	(1,062)	0	0	0	0
Tax Effects	(266)	(409)	(383)	(100)	(104)	(98)	(86)	(85)	(88)	(93)
Non-GAAP Net Income (Loss)	\$ (5,877)	\$ (3,002)	\$ (586)	\$ 2,696	\$ (1,008)	\$ (1,352)	\$ (4,865)	\$ 4,102	\$ 5,549	\$ 8,676
Weighted Average Shares Outstanding *	35,268	39,208	40,882	42,205	41,686	42,745	43,024	43,537	44,533	45,233
Non-GAAP Earnings (Loss) Per Share	\$ (0.17)	\$ (0.08)	\$ (0.01)	\$ 0.06	\$ (0.02)	\$ (0.03)	\$ (0.11)	\$ 0.09	\$ 0.12	\$ 0.19

**American Superconductor Corporation**  
**Annual Non-GAAP Net Income (Loss)**  
(Unaudited and in thousands, except EPS)

	<b>FY04</b>	<b>FY05</b>	<b>FY06</b>	<b>FY07</b>	<b>FY08</b>
Net Loss	\$ (19,660)	\$ (30,876)	\$ (34,675)	\$ (25,447)	\$ (16,635)
Amortization of Acquisition-Related Intangibles	0	0	590	5,058	1,848
Restructuring and Impairments	0	4,960	667	7,462	1,030
Stock Compensation	422	428	3,680	5,665	9,672
Re-Valuation of Stock Warrants	0	(7)	408	1,652	1,334
Tax Effects	0	0	(147)	(1,158)	(373)
Non-GAAP Net Income (Loss)	\$ (19,238)	\$ (25,495)	\$ (29,477)	\$ (6,768)	\$ (3,123)
Weighted Average Shares Outstanding *	28,215	32,585	33,261	39,137	42,718
Non-GAAP Earnings (Loss) Per Share	\$ (0.68)	\$ (0.78)	\$ (0.89)	\$ (0.17)	\$ (0.07)

\* Diluted shares are used for periods where non-GAAP net income is generated.

*Note: Non-GAAP net income (loss) is defined by the company as net income (loss) before amortization of acquisition-related intangibles, restructuring and impairments, stock compensation, re-valuation of stock warrants, other unusual charges and any tax effects related to these items. The company believes non-GAAP net income (loss) is an important measurement for management and investors given the effect that these non-cash or non-recurring charges have on the company's net income (loss). The company regards non-GAAP net income (loss) as a useful measure of operating performance and cash flow to complement operating income, net income (loss) and other GAAP financial performance measures. Additionally, management believes that non-GAAP net income (loss) will provide meaningful comparisons of past, present and future results from continuing operations. Generally, a non-GAAP financial measure is a numerical measure of a company's performance, financial position or cash flow that either excludes or includes amounts that are not normally excluded or included in the most directly comparable measure calculated and presented in accordance with GAAP. This measure, however, should be considered in addition to, and not as a substitute or superior to, operating income, cash flows, or other measures of financial performance prepared in accordance with GAAP. A reconciliation of non-GAAP to GAAP net income (loss) is set forth in the table above.*