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WIN SEMI. REPORTS 2Q16 CONSOLIDATED RESULTS (UNAUDITED)

Taiwan, July 25, 2016, WIN Semiconductors Corp. (WIN Semi., TPEX: 3105), the global leader in GaAs foundry services, today reported its fiscal year 2016, second quarter (2Q16) consolidated financial results.

2Q16 Results Highlights

- ◆ Net revenue for the quarter finished at NT\$3,572 million, up 15% year on year, and up 8% quarter on quarter.
- ◆ Gross margin decreased sequentially by 2.5 percentage points to 39.2% and operating margin decreased 1.5 percentage points to 29.1%.
- ◆ Operating profit came in at NT\$1,040 million, up 15% year on year, and up 3% quarter on quarter.
- ◆ Net profit finished at NT\$706 million, up 31% year on year, and down 16% quarter on quarter. EPS was NT\$1.19, compared to NT\$1.41 for the first quarter 2016.
- ◆ Net revenue for the first half finished at NT\$6,864 million with EPS of NT\$2.6.

3Q16 Outlook & Guidance

The following statements are forward-looking which are based on our current expectations on market demand and may involve risks and uncertainties, some of which are set forth under "Safe Harbor Notice" below.

- ◆ We expect 3Q16 revenue to increase by low single digit QoQ.
- ◆ We expect 3Q16 gross margin to be maintained at the 2Q16 level.

Management Comments

"For the second quarter of 2016, as we entered a traditionally stronger season for the smartphone market, our revenue increased 8% quarter-on-quarter, in line with our previous expectation. Second quarter revenue again reached a record high, increasing by 15% year-on-year, with first half revenue increasing by 16% year-on-year. This further strengthens our confidence toward our full year growth for company operations this year."

Gross margin for the second quarter of 2016 was down slightly quarter-on-quarter due to product mix and increasing depreciation expenses. Nevertheless, gross profit of NT\$1.4 billion and operating profit of NT\$1.04 billion both reached a record high for a single quarter. Pre-tax profit also reached a record high, increasing by 8% quarter-on-quarter and close to 30% year-on-year. In fact, net profit also marked a record high for a single quarter if excluding one-off undistributed earnings tax. For the first half of 2016, EPS was NT\$2.6, higher than NT\$1.55 for the same period last year.

We not only continue to diversify into different markets and applications to reduce the risk of business volatility, but also closely monitor the industry dynamics and accordingly increase capacity for future market demand. Satisfying customers' demand in technology and capacity is always the key to create our long-term competitiveness, and is the focus of our operations for these two years.

Looking ahead, for the third quarter of 2016, we still expect that it will be a traditionally stronger season for the smartphone market, and expect revenue to grow by low single digit quarter-on-quarter. We expect gross margin to be maintained at the 2Q16 level."

About WIN Semi.

WIN Semiconductors Corporation is the dedicated foundry leader in the world offering GaAs foundry services to its customers focusing on the communications of wireless, wireline and infrastructure. WIN Semi. provides its customers with a diverse technology portfolio of hetero-junction bi-polar transistor (HBT), pseudo-morphic high electron mobility transistor (pHEMT) and BiHEMT processes that support leading-edge products for applications from 50MHz to 100GHz frequencies. WIN Semi. finds the end-application markets for the products it builds for customers in the smartphones, tablet PCs, infrastructure base-stations, VSAT hubs, fiber optics, CATV and automotive. Headquartered in Taoyuan, Taiwan, WIN Semi. has offered the GaAs foundry services from its state-of-the-art, ISO9001/14001-certified 150mm wafer facilities for over a decade. This multi-site manufacturing facilities provide customers with both the front-end HBT, pHEMT and BiHEMT wafer foundry works and the backend DC/RF testing, Cu wafer bumping and turnkey packaging solutions to help customers shorten product cycle times.

Safe Harbor Notice

This presentation contains certain forward-looking statements that are based on current expectations and are subject to known and unknown risks and uncertainties that could cause actual results to differ materially from those expressed or implied by such statements. Except as required by law, we undertake no obligation to update any forward – looking statements, whether as a result of new information, future events or otherwise.