

**Contact**

Investor Relations  
+886 3397 5999 ext. 1204  
ir@winfoundry.com

**WIN SEMI. REPORTS 1Q18 CONSOLIDATED RESULTS (UNAUDITED)**

---

Taiwan, April 23, 2018: WIN Semiconductors Corp. (WIN Semi., TPEX: 3105), the global leader in GaAs foundry services, today reported its fiscal year 2018, first quarter (1Q18) consolidated financial results.

**1Q18 Results Highlights**

- ◆ Net revenue for the quarter finished at NT\$4,464 million, down 20% quarter on quarter, and up 36% year on year.
- ◆ Gross margin declined sequentially by 4.2 percentage points to 34.1%, and operating margin declined 5.6 percentage points to 23.3%.
- ◆ Operating profit came in at NT\$1,041 million, down 36% quarter on quarter, and up 42% year on year.
- ◆ Net profit reached NT\$730 million, down 45% quarter on quarter, and up 47% year on year. EPS was NT\$1.74, compared to NT\$3.31 for the fourth quarter of 2017.

**2Q18 Outlook & Guidance**

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

- ◆ We expect 2Q18 revenue to increase by low-single digit QoQ.
- ◆ We expect 2Q18 gross margin to be around the same level as 1Q18.

## Management Comments

*“After revenue reached a record high for a single quarter in the fourth quarter of 2017, as we previously expected, our revenue for the first quarter of 2018 declined 20% quarter-on-quarter to NT\$4.46 billion, given that first quarter is typically a slower season for the smartphone market. However, our first quarter revenue still delivered a strong annual growth of 36% year-on-year. Our first quarter gross margin of 34.1% was lower than last quarter, in line with our expectation, owing to a lower utilization rate and changes in product mix. Our first quarter EPS came in at NT\$1.74, better than NT\$1.23 for the same period last year. On the back of the future development of 5G, demand for RF components will materially increase and the technologies for GaAs and GaN will play important roles. We have taken a lead in these technologies and are very confident toward future growth. As a result, our capex plan for this year is higher than previous years, with first-quarter capex already exceeding the amount for the first half of last year.*

*Looking ahead to the second quarter of 2018, we expect revenue may increase by low single-digit quarter-on-quarter and double digits year-on-year. We expect gross margin for the second quarter to be around the same level as the first quarter.”*

---

## About WIN Semi.

WIN Semiconductors Corp. was founded in October of 1999, and has become the first pure-play 6-inch GaAs foundry in the world. In recognition of the growing demand, three advanced GaAs wafer fabs were established to manufacture cost-effective, high speed, and high quality GaAs MMIC's (monolithic microwave ICs) and RFIC's (radio frequency ICs). WIN provides dedicated foundry services to design houses and integrated device manufacturers. Using state of the art GaAs technology, WIN supplies HBT and pHEMT MMIC fabrication services to worldwide IC corporations. With MMIC technique as basis, WIN also provides optoelectronic device fabrication services for optical communication and 3D sensing applications.

---

## 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.