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WIN SEMI. REPORTS 2Q17 CONSOLIDATED RESULTS (UNAUDITED)

Taiwan, July 31, 2017: WIN Semiconductors Corp. (WIN Semi., TPEX: 3105), the global leader in GaAs foundry services, today reported its fiscal year 2017, second quarter (2Q17) consolidated financial results.

2Q17 Results Highlights

- ◆ Net revenue for the quarter finished at NT\$3,820 million, up 16% quarter on quarter, and up 7% year on year.
- ◆ Gross margin improved sequentially by 3.5 percentage points to 37.2%, and operating margin increased 3.8 percentage points to 26.1%.
- ◆ Operating profit came in at NT\$995 million, up 36% quarter on quarter, and down 4% year on year.
- ◆ Net profit reached NT\$727 million, up 47% quarter on quarter, and up 3% year on year. EPS was NT\$1.85, compared to NT\$1.23 for the first quarter of 2017.

3Q17 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 3Q17 revenue to increase by low-teens QoQ.
- ◆ We expect 3Q17 gross margin to be better than 2Q17.

Management Comments

“For the second quarter of 2017, as we expected, customers were active in inventory builds given the increasing demand for the smartphone market. We are pleased to see our second quarter revenue reach a record high again, growing 16% quarter-on-quarter and 7% year-on-year. Our second quarter gross profit and operating profit improved 29% and 36% quarter-on-quarter, respectively, with gross margin recovering to 37.2% level. This gross margin improvement shows that, quarter-by-quarter, the short-term negative impact on gross margin from our active capacity expansion last year has been mitigated following the increase in utilization rate. It also validates our decision to invest in building a new factory over the past two years. Our revenue increased 3% year-on-year for the first half of 2017, with EPS reaching NT\$3.08, higher than NT\$2.6 for the same period of last year. This further reinforces our confidence toward the full-year revenue and profit performance of 2017.

Looking ahead to the third quarter of 2017, we expect the stronger season for the smartphone market in the second quarter will continue into the third quarter, and optical device will start to contribute revenue month-by-month. As a result, we expect the third quarter revenue to grow by low-teens quarter-on-quarter. We also expect gross margin to be better than the second quarter of 2017.”

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 100MHz 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.