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WIN SEMI. REPORTS 4Q16 CONSOLIDATED RESULTS (UNAUDITED)

Taiwan, February 10, 2017: WIN Semiconductors Corp. (WIN Semi., TPEX: 3105), the global leader in GaAs foundry services, today reported its fiscal year 2016, fourth quarter (4Q16) consolidated financial results.

4Q16 Result Highlights

- ◆ Net revenues for the quarter finished at NT\$3,206 million, up 0.3 % year on year, and down 10% quarter on quarter.
- ◆ Gross margin declined sequentially by 5.3 percentage points to 30% and operating margin decreased 6.1 percentage points to 18.2%.
- ◆ Operating profit came in at NT\$584 million, down 42% year on year, and down 32% quarter on quarter.
- ◆ Net profit finished at NT\$550 million, down 23% year on year, and down 45% quarter on quarter. EPS was NT\$1.38, compared to NT\$2.14 for the third quarter of 2016.
- ◆ Net revenues for fiscal year 2016 finished at NT\$13,623 million, EPS based on full year weighted-average outstanding shares was NT\$6.04, EPS based on issued shares as of Dec. 31, 2016 was NT\$7.60.

1Q17 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 1Q17 revenue to be flat at the 4Q16 level
- ◆ We expect 1Q17 gross margin to be better than the 4Q16 level

Management Comments

“We are pleased to report another record-high revenue and net income for the full year of 2016, with revenue increasing 13% and net income increasing 16% from the previous year. This again confirms the success of our strategy in recent years to diversify into different

applications and markets by leveraging our strength of multiple technologies, shielding us from the potential volatility of an individual market or the sales of a single product. We were also able to accurately gauge market trends and expand capacity appropriately. As a result, although we experienced seasonality last year, our revenue remained predominantly at higher levels than the previous year. For example, the fourth quarter of 2016 was reflecting traditional seasonality, as we expected, with revenue declining approximately 10% quarter-on-quarter, yet revenue still increased year-on-year. In addition, the execution of the second consecutive year of capital reduction and the repurchase of treasury stocks has achieved the desired results, enhancing return on equity and receiving positive support from our shareholders. This boosted the already record-high full year EPS of NT\$6.04 to NT\$7.60, if calculated by the issued shares at year end.

For the development of the industry, it is encouraging to see that the industry trends we identified a year ago materialized. Although the growth for global smartphones is limited, WIN Semi continues to benefit from smartphone spec upgrades. For both cellular and Wi-Fi, the demand for GaAs components is increasing. For infrastructure / non-handset, as it requires WIN Semi's unique high-frequency, high-power component technology, we delivered good financial performance for the past few years, and are very confident toward the growth for this year. Lastly, we expect the optical device technology announced last year to offer solid revenue contribution this year. Given the above-mentioned growth drivers, we are optimistic about revenue and profit for 2017. As for the mid-to long term growth drivers, we are positive on automobile connectivity, the development of optical devices, and the evolution of pre-5G to 5G.

Looking ahead, for the first quarter of 2017, we expect revenue to be flat quarter-on-quarter, and gross margin to be better than the fourth quarter of 2016.”

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.

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.