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WIN SEMI. REPORTS 4Q17 CONSOLIDATED RESULTS (UNAUDITED)

Taiwan, February 6, 2018: WIN Semiconductors Corp. (WIN Semi., TPEX: 3105), the global leader in GaAs foundry services, today reported its fiscal year 2017, fourth quarter (4Q17) consolidated financial results.

4Q17 Result Highlights

- ◆ Net revenues for the quarter finished at NT\$5,581 million, up 74% year on year, and up 27% quarter on quarter.
- ◆ Gross margin increased sequentially by 0.5 percentage points to 38.3% and operating margin increased by 1 percentage point to 28.9%.
- ◆ Operating profit came in at NT\$1,615 million, up 176% year on year, and up 31% quarter on quarter.
- ◆ Net profit finished at NT\$1,327 million, up 141% year on year, and up 14% quarter on quarter. EPS was NT\$3.31, compared to NT\$2.93 for the third quarter of 2017.
- ◆ Net revenues for fiscal year 2017 finished at NT\$17,086 million, EPS was NT\$9.34.

1Q18 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 in USD term, 1Q18 revenue to decline by high-teens QoQ. If no reverse of TWD appreciation trend, 1Q18 revenue will decline by low twenties QoQ in TWD term.
- ◆ We expect gross margin to be lower than 4Q17.

Management Comments

“For the fourth quarter of 2017, our revenue and EPS were NT\$5.58 billion and NT\$3.31, respectively, both reaching a record high for a single quarter. We are also delighted to see our 2017 full year revenue and net profit both hit a record high for another year, growing 25% and 20% year-on-year, with an all-time high EPS of NT\$9.34. Overall, 2017 was a challenging but fruitful year for us with following achievements:

- 1) In 2017, in addition to the strong growth for our existing RF business, the optical device for consumer products started shipping in the second half of 2017. This marked the year***

that our continued efforts in the development of compound semiconductor technologies have successfully expanded our technologies into other applications.

- 2) In 2017, our performance was recognized by MSCI, with WIN Semi being included in MSCI Global Standard Indexes for the first time.*
- 3) Since being established in 1999, we have been aiming for global IDM (integrated device manufacturer) customers to increase dependence on our technologies and capacity and ultimately decide to outsource 100% foundry services to us. 2017 was the year that we achieved this goal in a strategic alliance through a private placement with an IDM customer.*
- 4) In 2017, we were awarded top 5% of listed companies in the Taiwan corporate governance assessment, for the third consecutive year.*

Looking ahead, we continue to be optimistic toward the development of optical devices, especially with our leading position in 3D sensing applied on handhelds. For the next few years, with increasing penetration of 3D sensing into more handhelds and brands, future applications on AR/VR, and the maturity of ADAS/LiDAR, we expect rapid growth for optical device applications. In addition, we have high expectations on the forthcoming 5G communication applications. This was not only because the expansion to Sub-6 GHz frequency bands for handheld devices in the 5G era will materially boost the demand for PA, but the demand for 5G infrastructure will grow at the same time. Specifically, base stations will require our most specialized and unique high-frequency/high-power technologies, such as integrated mmWave devices and GaN technology, and this will materially widen the gap between WIN Semi and competitors. As a result, we believe optical devices and 5G will be the two growth drivers for WIN Semi in the next few years.

Lastly, for the first quarter of 2018, we expect in USD term, revenue will decline by high-teens QoQ. If no reverse of TWD appreciation trend, revenue will decline by low twenties QoQ in TWD term. Nevertheless, we still expect significant revenue growth compared to same quarter last year. We expect gross margin to be lower than the fourth quarter of 2017. "

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.