

Faraday Reports Third Quarter 2025 Results

**Revenue Reached NT\$3.24 billion, 28% QoQ Decline and 12% YoY Growth, with a Basic EPS of NT\$0.58
Design Win in 4nm AI ASIC Project and 2.5D/3D Advanced Packaging Breakthrough in North America**

Third Quarter 2025 Highlights ^[1]

- Revenue of NT\$3,236 million (US\$108.45 million)
 - Gross margin was 33.2%
 - Net income attributable to stockholders of the parent was NT\$152 million (US\$5.09 million)
 - Earnings per share of NT\$0.58
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<Hsinchu, Taiwan – October 28, 2025> Faraday Technology Corporation (“Faraday” or the “Company”) (TWSE: 3035), a leading fabless ASIC service and silicon IP provider, today announced its consolidated financial results for the third quarter of 2025. Third quarter consolidated revenue was NT\$3,236 million, down by 28% QoQ and up by 12% YoY, with a gross margin of 33.2%. Net income attributable to stockholders of the parent was NT\$152 million, with a basic EPS of NT\$0.58.

Looking back at the third quarter, the consolidated revenue amounted to NT\$3,236 million, a 28% decrease QoQ but still a 12% increase YoY. In terms of product mix, IP revenue performed outstandingly at NT\$410 million, reflecting a 43% QoQ growth, although it was 7% lower compared to the historical high record during the same period last year. NRE revenue reached NT\$490 million, marking a 19% increase from the previous quarter. However, due to client-driven schedule adjustments, the growth fell short of expectations and declined by 24% compared to the same period last year. Mass production revenue stood at NT\$2,331 million, down 39% QoQ, yet still up 30% YoY. It is noteworthy that the Company has continuously deepened its dual growth engines in advanced technology and advanced packaging, achieving significant breakthroughs. Not only did Faraday successfully secure a new 4nm AI ASIC project, demonstrating international customers’ recognition of Faraday’s advanced technology development and AI design capabilities, but it also obtained 2.5D and 3D advanced packaging projects from North America customers, indicating successful execution of its regional market diversification strategy. Regarding foundry partnerships, Faraday has implemented a multi-foundry strategy for advanced technologies and established strategic collaborations with four major international foundries. The Company has now fully qualified the process

design kits (PDK) from each foundry and launched an integrated design platform to support customer projects. This strategy not only addresses customers' needs for geographic risk diversification but also enhances strategic value amid ongoing semiconductor supply chain restructuring.

Looking ahead, although the consolidated revenue for the fourth quarter is expected to experience a short-term decline, the Company anticipates the full-year revenue to reach a new historical high. In response to evolving international market dynamics, Faraday's multiple-foundry strategy enhances supply chain resilience by mitigating reliance on single supplier and reducing exposure to geopolitical risks. At the same time, by leveraging the technological strengths and capacity allocation of its foundry partners, the Company can improve flexibility in advanced packaging and heterogeneous integration, achieve optimal technical alignment, and, more importantly, meet regulatory compliance and local production requirements. In the long term, as the Company continues to accumulate expertise in advanced process and advanced packaging projects, coupled with its global manufacturing and packaging network expansion, it will be well positioned to enhance the value-added content of its comprehensive solutions and further solidify its competitive advantage in the marketplace.

[1] Unless otherwise stated, all financial figures discussed in this announcement are prepared in accordance with Taiwan-International Financial Report Standards (TIFRSs). They represent comparisons among the three-month period ended September 30, 2025, the three-month period ended June 30, 2025, and the equivalent three-month period that ended September 30, 2024. For all 3Q25 results, New Taiwan Dollar (NT\$) amounts have been converted into U.S. dollars at the exchange rate of NT\$29.84 to one U.S. dollar.

Summary of Operating Results

Operating Results					
(Unit: NT\$ million)	3Q25	2Q25	QoQ% change	3Q24	YoY% change
Revenues	3,236	4,512	(28.3)	2,884	12.2
Gross profit	1,075	1,091	(1.5)	1,338	(19.7)
Operation expenses	(1,035)	(1,027)	0.8	(1,029)	0.6
Operating income	40	64	(38.1)	309	(87.2)
Non-operating items	173	(19)	(1001.8)	44	296.5
Net income attributable to stockholders of the parent	152	26	487.3	264	(42.5)
EPS (NTD)	0.58	0.10		1.01	

Detailed Financials Section

COGS & Expenses & Non-Operating Items					
(Unit: NT\$ million)	3Q25	2Q25	QoQ% change	3Q24	YoY% change
Revenues	3,236	4,512	(28.3)	2,884	12.2
Operating costs	(2,161)	(3,421)	(36.8)	(1,546)	39.7
Gross profit	1,075	1,091	(1.5)	1,338	(19.7)
Gross margin (%)	33.2%	24.2%		46.4%	
Operating expenses	(1,035)	(1,027)	0.8	(1,029)	0.6
Operating income	40	64	(38.1)	309	(87.2)
Operating margin (%)	1.3%	1.4%		10.7%	
Non-operating items	173	(19)	(1001.8)	44	296.5

Current Assets				Liabilities			
(Unit: NT\$ million)	As of			(Unit: NT\$ million)	As of		
	Sep 30, 2025	Jun 30, 2025	Sep 30, 2024		Sep 30, 2025	Jun 30, 2025	Sep 30, 2024
Cash and cash equivalents	7,820	8,372	8,319	Total current liabilities	5,141	5,625	3,888
Notes and accounts receivable, net	1,434	944	1,236	Notes and accounts payable	1,835	1,439	1,412
A/R Turnover Days	22	15	47	Others	3,306	4,186	2,476
Inventories, net	1,425	1,947	842	Non-current liabilities	611	681	1,019
Inventory Turnover Days	30	29	64	Total liabilities	5,752	6,306	4,907
Total current assets	11,558	12,016	10,901	Liabilities to equity ratio	43.9%	49.8%	36.3%

Analysis of Revenues

NRE Revenues Breakdown by Application

Application	3Q25	2Q25	3Q24
Communication	7.5%	7.7%	22.4%
Industrial	27.9%	49.2%	62.7%
MM/Con/PC	4.0%	2.4%	3.6%
HPC & AI	51.3%	31.6%	3.1%
IoT	9.3%	9.1%	8.2%

NRE Revenues Breakdown by Geometry

Geometry	3Q25	2Q25	2Q24
$\geq 0.25\mu\text{m}$	0.7%	0.7%	0.5%
0.11 μm ~0.18 μm	2.7%	4.6%	2.0%
55nm~90nm	1.6%	3.8%	8.2%
40nm	31.6%	10.7%	11.9%
28nm	12.8%	28.5%	41.3%
$\leq 14\text{nm}$	50.6%	51.7%	36.1%

MP Revenues Breakdown by Application

Application	3Q25	2Q25	3Q24
Communication	8.6%	3.6%	10.3%
Industrial	13.9%	9.7%	28.0%
MM/Con/PC	8.1%	4.0%	6.4%
HPC & AI	43.5%	60.3%	2.1%
IoT	25.9%	22.4%	53.2%

MP Revenues Breakdown by Geometry

Geometry	3Q25	2Q25	3Q24
$\geq 0.25\mu\text{m}$	0.4%	0.3%	0.6%
0.11 μm ~0.18 μm	6.9%	3.8%	7.5%
55nm~90nm	26.9%	19.6%	58.3%
40nm	16.0%	12.8%	21.4%
28nm	6.5%	3.3%	12.2%
$\leq 14\text{nm}$	43.3%	60.2%	-

Total Revenues Breakdown by Billing Method

Billing Method	3Q25	2Q25	2Q24
MP	72.0%	84.5%	62.0%
NRE	15.2%	9.1%	22.5%
IP	12.8%	6.4%	15.5%

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Faraday Technology Corporation (TWSE: 3035) is dedicated to the mission of benefiting humanity and upholding sustainable values in every IC it handles. The company offers a comprehensive range of ASIC solutions, including total 3DIC packaging, Neoverse CSS design, FPGA-Go-ASIC, and design implementation services. Furthermore, its extensive silicon IP portfolio encompasses a wide array of offerings, such as I/O, Cell Library, Memory Compiler, ARM-compliant CPUs, LPDDR4/4X, DDR4/3, MIPI D-PHY, V-by-One, USB 3.1/2.0, 10/100 Ethernet, Giga Ethernet, SATA3/2, PCIe Gen4/3, and SerDes. For further details, visit www.faraday-tech.com or follow Faraday on [LinkedIn](#).