

The 1–Minute Brief

# Infineon

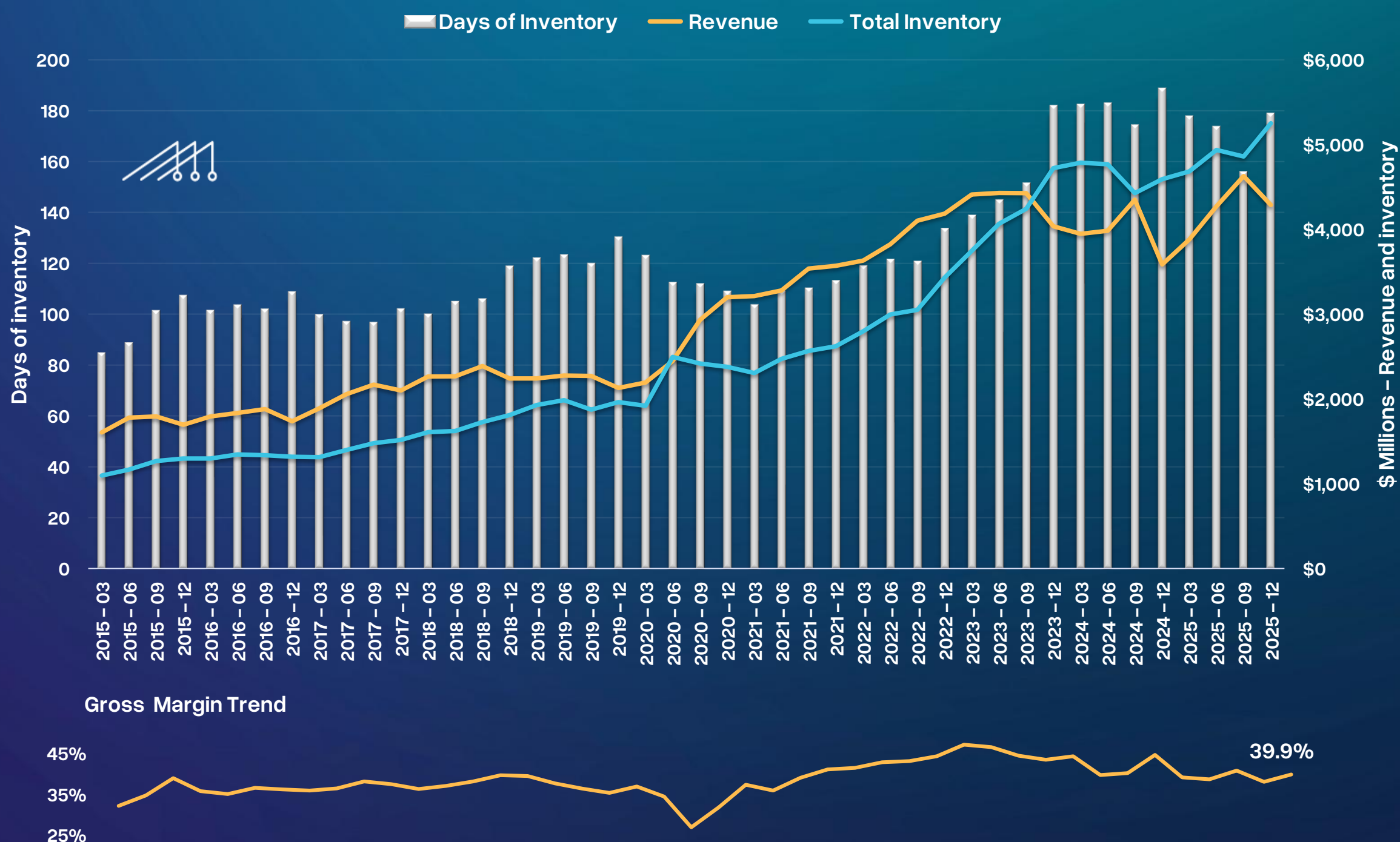
## FY Q1'26 (CY Q4'25)

# Earnings

Announced on 04, Feb'26

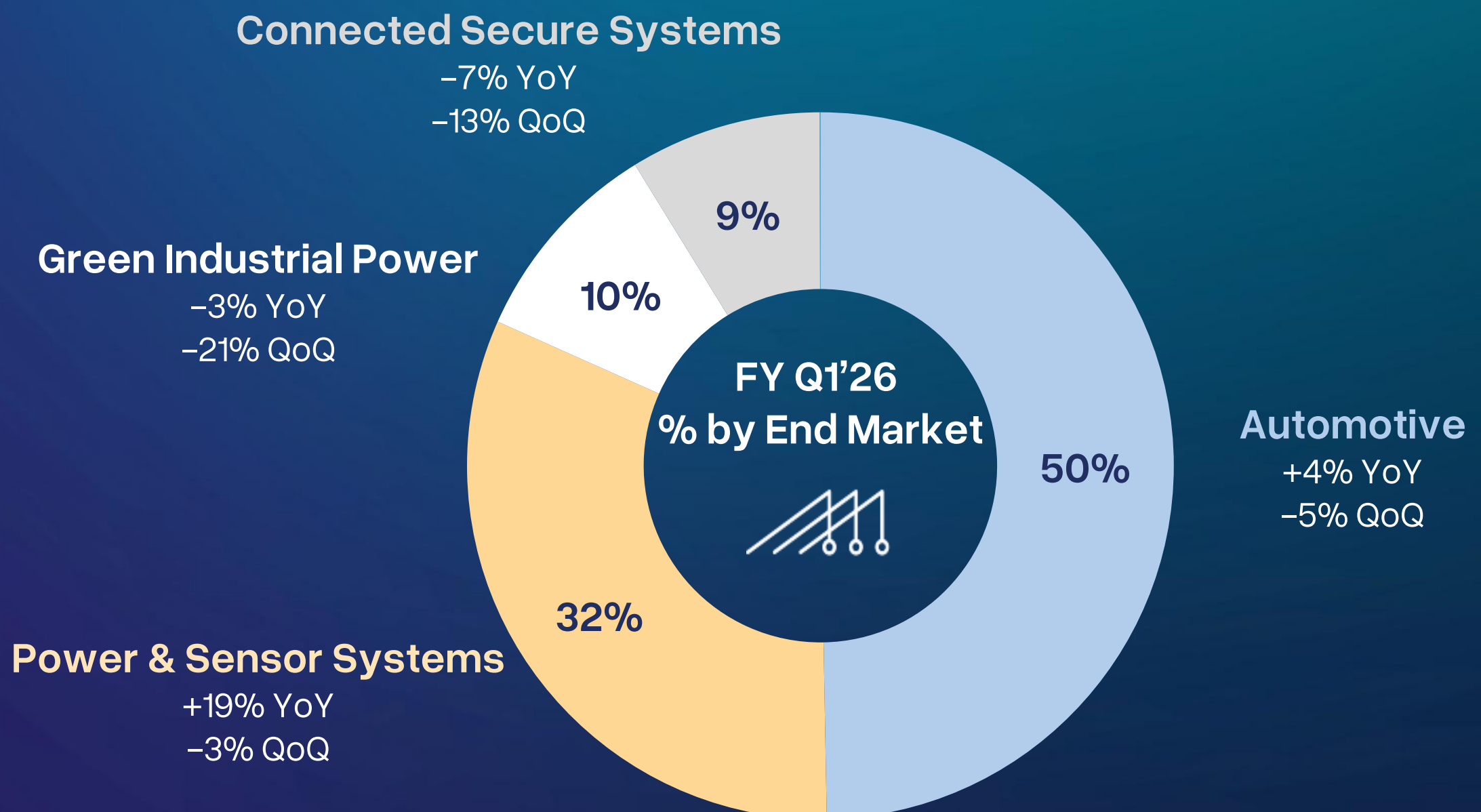
# Key Takeaways

- FY Q1'26 revenue was €3.7B, up 7% YoY and down 7% QoQ. Sequential decline attributed to usual seasonality and inventory management by customers
- Gross margin improved QoQ, supported by reduced idle costs and selective increases in fab loading and inventory levels
- Order backlog rose €1B QoQ to €21B in December, driven by contract price adjustments and strong momentum
- Infineon is accelerating AI capacity plans, targeting €2.5B in AI revenues by FY2027




## Q4'25 Performance Breakdown

- **Automotive:** QoQ decline is due to seasonally weaker demand. EV demand challenged by subsidy reductions
- **Green Industrial Power:** The QoQ decline is due to significantly lower demand across all areas except grid infrastructure, where revenue rose substantially
- **Power & Sensor Systems:** While the business with products for servers and data centers for AI continued to increase, the other areas recorded seasonal revenue declines
- **Connected Secure Systems:** QoQ decline was due to seasonally lower demand in most application areas



# Outlook

- **FY Q2'26 (CY Q1'26) guidance:**  
+5.8% YoY (vs. FY Q2'25) and +3.8% QoQ (vs. FY Q1'26)
- Segment result margin forecast to be in the mid-to-high-teens % range

Segment 	FY Q2'26 YoY outlook	FY 2026 outlook growth
Green Industrial Power	Moderate increase	Modest increase
Power & Sensor System	Significant increase	Above group average
Automotive	Stable	Below group average
Connected Secure System	Stable	Flat

## Outlook for the 2026 fiscal year:

- Expects moderate revenue growth and segment result margin to be in the high-teens % range
- Automotive and industrial markets are beyond the cyclical trough but recovering gradually, while consumer, compute, and communications are in the early stages of an upcycle



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