

The 1–Minute Brief

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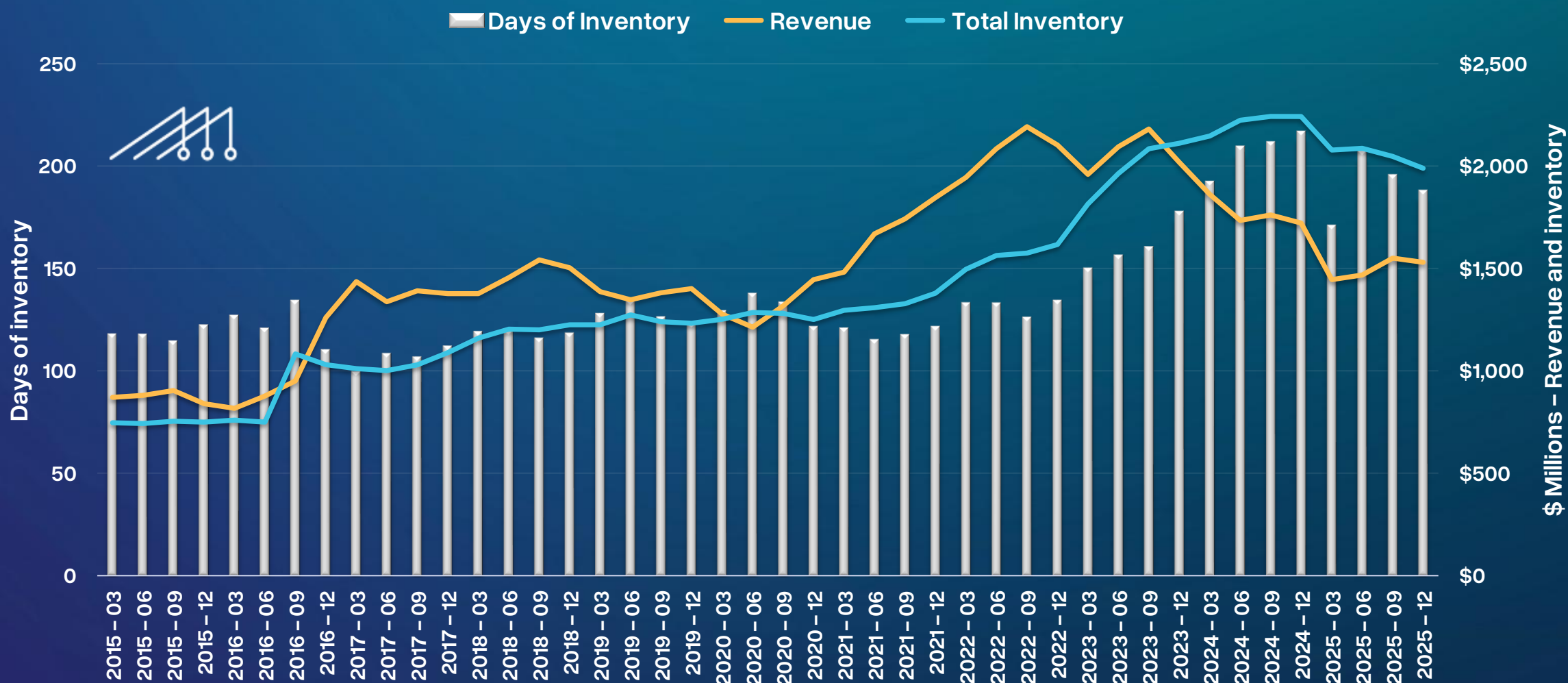
Q4'25 & FY 2025

Earnings

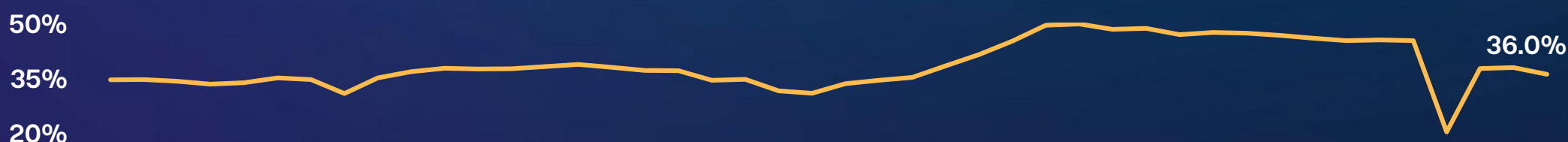
Announced on 09, Feb'26

Key Takeaways

- FY25 revenue totaled \$6B, a 15% decline YoY. Q4'25 revenue came in at \$1.5B, down 11% YoY and 1% sequentially, attributed to weak demand in broader semiconductor markets
- Q4 gross margin impacted by ~700 bps underutilization, margins expected to improve as utilization rises
- Treo platform doubled product sampling YoY, driving a \$1B+ design funnel with adoption across automotive, industrial, and medical applications
- Delivered \$250M AI data center revenue via Power Tree
- Advanced GaN technology with new partnerships, and positioned vGaN for multi-year competitive advantage with revenue starting in 2027

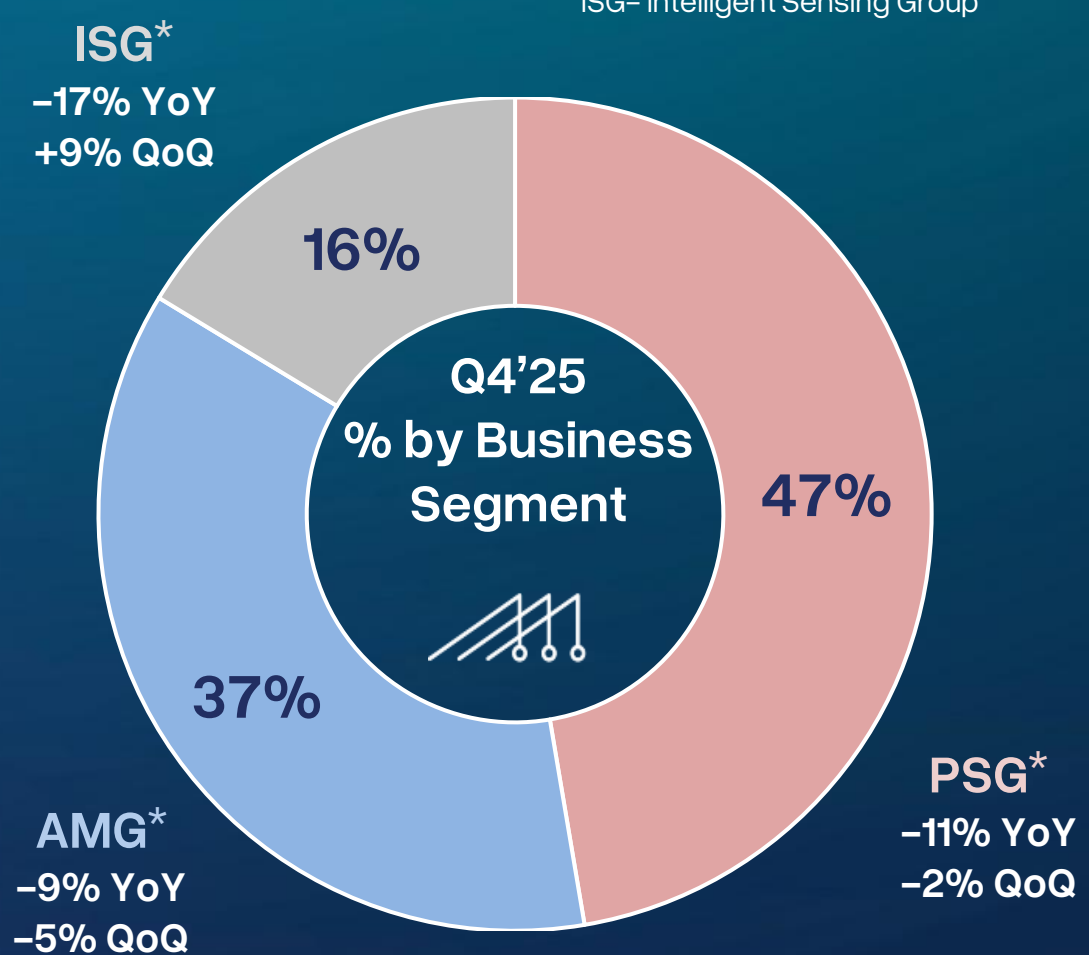
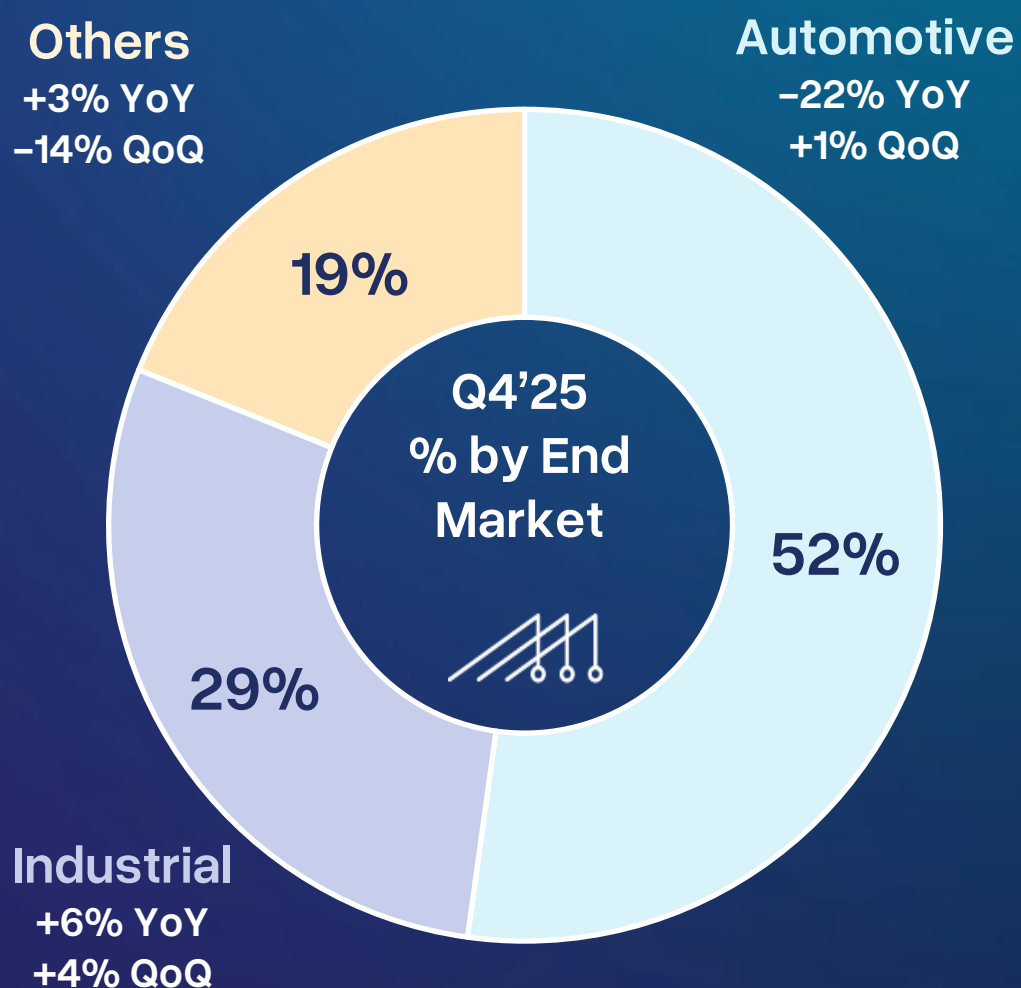


Gross Margin Trend



Q4'25 Performance Breakdown

- **Automotive:** Revenue is stabilizing QoQ. YoY pressure is mainly tied to inventory correction and slower EV growth
- **Industrial:** First YoY growth after eight quarters of decline. QoQ growth driven largely by the traditional industrial business and factory automation
- **Others:** Q4'25 revenue declined QoQ due to seasonality and soft demand conditions in areas outside AI data center
 - AI data center revenue grew QoQ in Q4 and contributed more than \$250 million for FY25




*PSG- Power Solutions Group

*AMG- Analog and Mixed-Signal Group

*ISG- Intelligent Sensing Group

Outlook

- **Q1'26 midpoint guidance:**
+2.7% YoY (vs. Q1'25) and -2.9% QoQ (vs. Q4'25)
- First YoY revenue growth expected since downturn began (2022–early 2023)

End Market	Outlook QoQ	Highlights 
Automotive	~Flat	Inventory correction largely completed, supporting recovery. Growth expected from: <ul style="list-style-type: none"> • EV power semiconductors (SiC) • ADAS sensors • Zonal vehicle architecture chips
Industrial	Down low-teens %	Seasonal decline (including Chinese New Year effects)
AI data center	Up high-teens %	Major long-term growth engine

Long-Term outlook:

- Market conditions are stabilizing across automotive and industrial
- AI data center could become 10 to 15% of revenue over time
- Gross margin improvement depends largely on utilization recovery and mix shift



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