

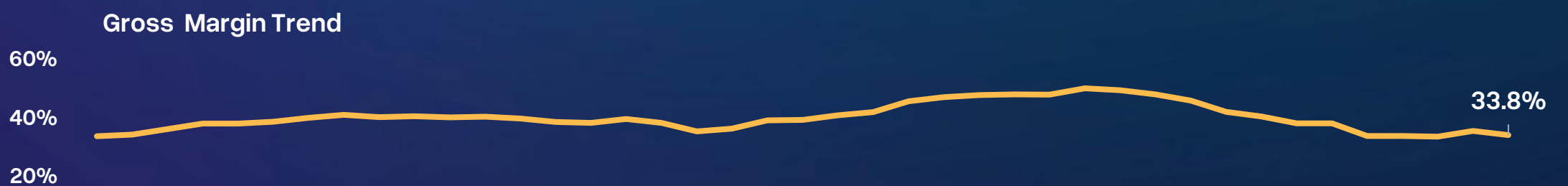
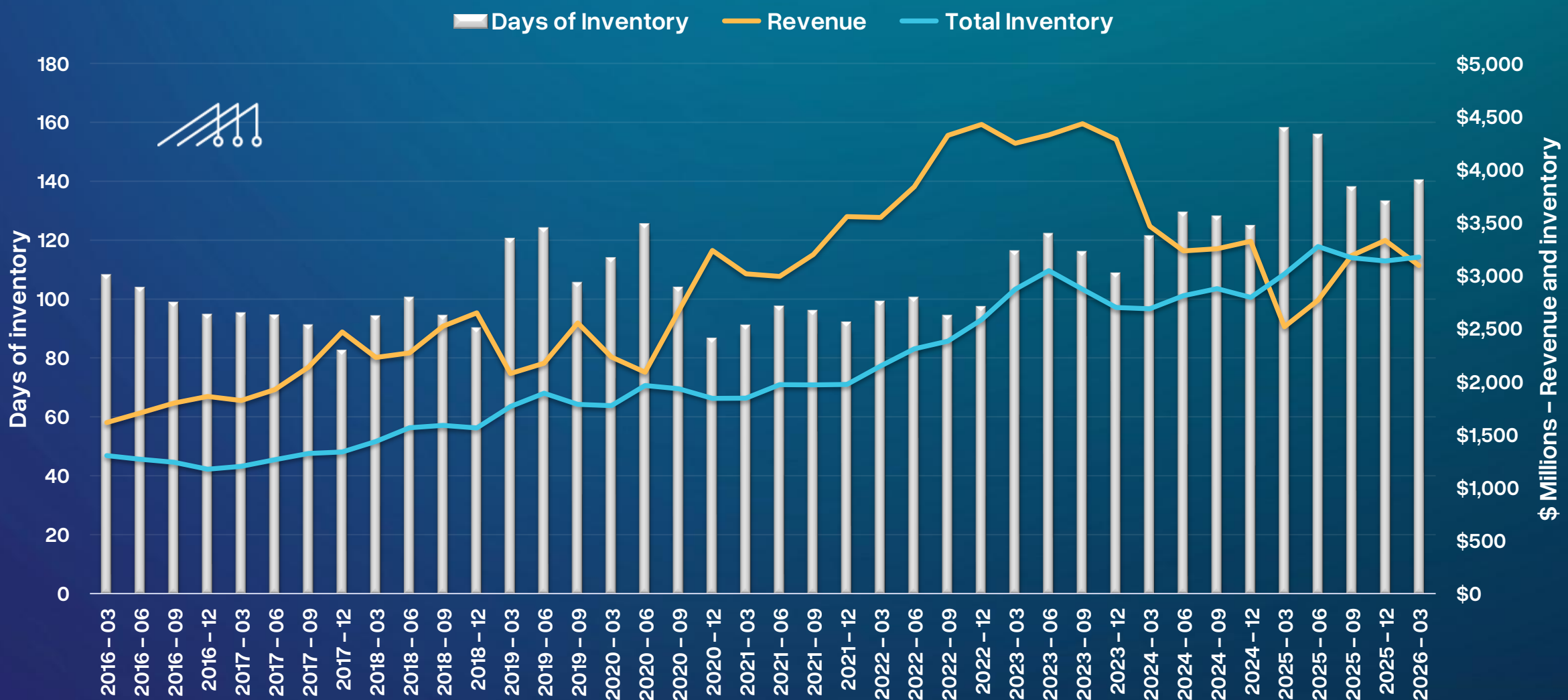
The 1–Minute Brief

STMicroelectronics CY Q1'26 Earnings

Announced on 23, Apr'26

Key Takeaways

- CY Q1'26 revenue was \$3.1B, up 23% YoY, driven by strong demand in Personal Electronics, CECP, and Industrial programs
- ST completed NXP MEMS acquisition, contributing ~\$40M to the Q1 revenue
- Total Inventory elevated by the NXP MEMS acquisition and strategic buildup to support AI, automotive, and industrial demand
- Gross margin increased YoY, due to better product mix and lower unused capacity charges
- Booking momentum was strong in Q1, with book-to-bill well above 1 across all end markets and regions

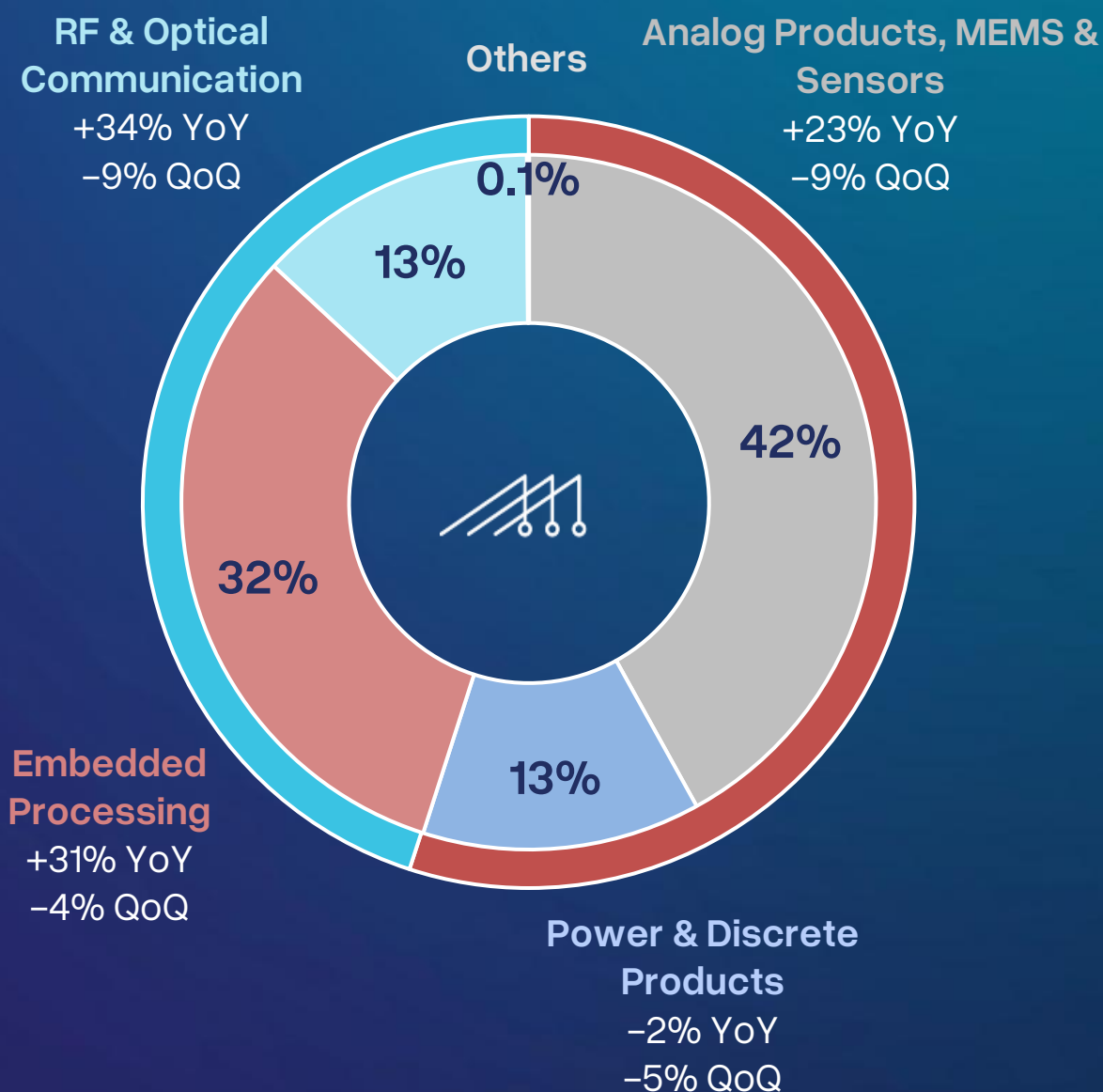


Q1'26 Performance Breakdown

- **Automotive:** Returned to YoY growth, driven by strong design wins in EV, hybrid systems and traditional platforms, supported by NXP's MEMS sensor business acquisition
- **Industrial:** YoY growth driven by strong demand in industrial automation, robotics, building automation, power systems, healthcare, and home appliances
- **Personal Electronics:** YoY growth from higher content in sensors, secure NFC*, and power management solutions
- **Comms Equipment & Computer Peripherals:** YoY growth driven by strategic engagement with AWS* for AI and data center programs

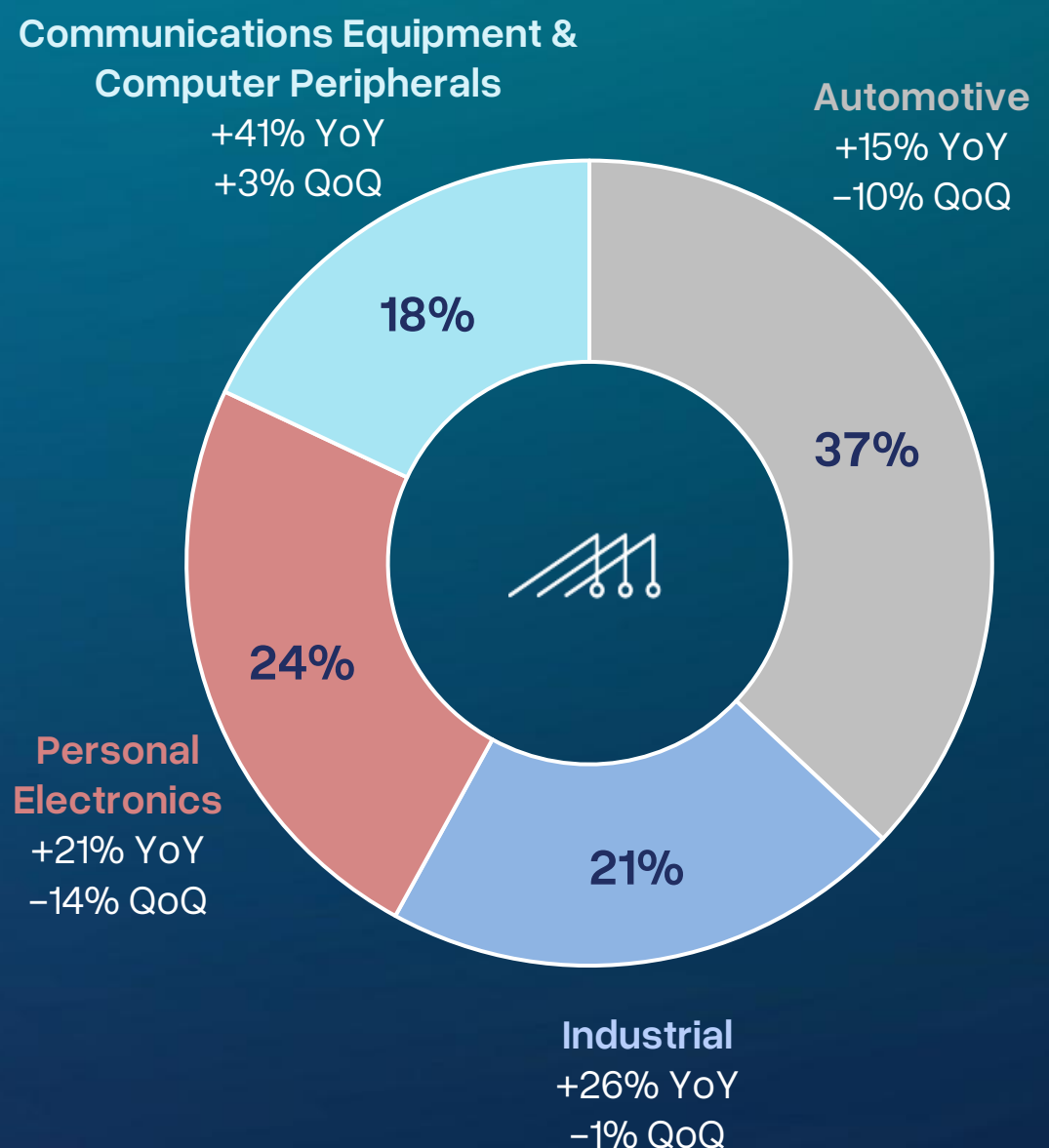
*AWS- Amazon Web Services; *NFC- Near Field Communication

Q1'26 % by Product Segment



- Analog, Power & Discrete, MEMS and Sensors (APMS)
- Microcontrollers, Digital ICs, and RF products (MDRF)

Q1'26 % by End Market



Outlook

- **Q2'26 quarter midpoint guidance:**
+24.9% YoY (vs. Q2'25) and +11.6% QoQ (vs. Q1'26)
- Above seasonal growth with gross margin expected to be ~34.8%

2026 Outlook:

- Expects double-digit revenue growth, above addressable market
- Expects data centers revenue to grow above \$500M for 2026
- Automotive, industrial, and satellites will also grow steadily

2027 & Beyond:

- Once revenues cross \$4B per quarter, ST expects gross margins to hit 40%+ (vs ~35% today)
- AI data center revenues expected to exceed \$1 billion in 2027
- Satellite revenues targeted at \$3B+ cumulatively from 2026 to 2028



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