

環宇
芯系天下

**Q2 2025
Quarterly
Online Investor
Conference**
(線上法說會)

August 6, 2025



環宇通訊半導體
Global Communication Semiconductors, LLC



"Enabling Today's Global
Communications
and Beyond"

Disclaimer Statement



This presentation includes forward-looking statements. All statements, other than statements of historical facts, that address activities, events or developments that GCS Holdings, Inc. expects or anticipates will or may occur in the future (including but not limited to projections, targets, estimates and business plans) are forward-looking statements.

GCS's actual results or developments may differ materially from those indicated by these forward-looking statements as a result of various factors and uncertainties, including but not limited to price fluctuations, actual demand, exchange rate fluctuations, market share, competition, environmental risks, change in legal, financial and regulatory frameworks, government policies, international economic and financial market conditions, political risks, cost estimates and other risks and factors beyond our control.

GCS does not undertake any obligation to publicly update any forward-looking statement to reflect events or circumstances after the date on which any such statement is made or to reflect the occurrence of unanticipated events.

Agenda



Opening:

Brian Ann, CEO & President

Financial Section:

Kelly Lin, Special Assistant to CEO

Participant:

Simon Yu, Senior VP and Spokesperson

Q&A: All

FINANCIAL SECTION

Statements of Comprehensive Income - QoQ



(in NT\$ thousands except EPS)

	2Q25	1Q25	2Q24	2Q25 Over 1Q25	2Q25 Over 2Q24
Net Operating Revenue	489,983	473,170	468,240	3.6%	4.6%
Gross Profit	239,133	171,687	169,005	39.3%	41.5%
Gross Margin	48.8%	36.3%	36.1%		
Operating Expenses	(122,060)	(134,680)	(122,970)	-9.4%	-0.7%
Operating Expenses to Revenue %	24.9%	28.5%	26.3%		
Operating Income	117,073	37,007	46,035	216.4%	154.3%
Operating Margin	23.9%	7.8%	9.8%		
Non-operating Items	(111,212)	(115,972)	(177,048)	-4.1%	-37.2%
Profit (Loss) before Income Tax	5,861	(78,965)	(131,013)	-107.4%	-104.5%
Income Tax Benefit (Expense)	8,409	(23)	(216)	-36660.9%	-3993.1%
Net Profit (Loss)	14,270	(78,988)	(131,229)	-118.1%	-110.9%
Net Profit (Loss) Attributable to owners of the Parent	14,270	(78,988)	(131,229)	-118.1%	-110.9%
Net Profit (Loss) %	2.9%	-16.7%	-28.0%		
Basic EPS (NTD)	0.12	(0.70)	(1.18)		
Diluted EPS (NTD)	0.12	(0.70)	(1.18)		
R&D Expense % to Revenue	10.5%	12.4%	13.7%		

Note 1: 120,318 and 121,530 thousand shares were used for Y2025 2Q basic EPS and diluted EPS calculation respectively.

Note 2: Revenue supplemental information

	2Q25	1Q25	2Q24	2Q25 Over 1Q25	2Q25 Over 2Q24
Revenue in US\$ thousand	15,844	14,386	14,523	10.13%	9.1%
Exchange Rate	31.86	32.89	31.90		

Non-operating Income and Expenses- QoQ



(in NT\$ thousands)

	2Q25	1Q25	2Q24	2Q25 Over 1Q25	2Q25 Over 2Q24
Other Income - other	3,038	5,772	627	-47.4%	384.5%
Other Income - Income from Employee retention tax credit	-	-	124,341	-	-100.0%
Net currency exchange loss	(1,004)	(8)	(540)	12450.0%	85.9%
Loss on disposal of property, plant and equipment	(2,144)	-	(82)	-	2514.6%
Liquidation losses on disposal of a subsidiary	(5,204)	-	-	-	-
Loss on disposal of investments	(4,326)	(1,932)	-	123.9%	-
Impairment loss on non-current assets held for sale	(12,039)	-	-	-	-
Interest expense	(2,828)	(2,880)	(2,572)	-1.8%	10.0%
Share of loss of equity-accounted investees	(86,705)	(116,924)	(298,822)	-25.8%	-71.0%
Total Non-operating Income and Expenses	(111,212)	(115,972)	(177,048)	-4.1%	-37.2%

Revenue Mix % vs Gross Margin - QoQ



Statements of Comprehensive Income - YoY



(in NT\$ thousands except EPS)

	2025 Jan to Jun.	%	2024 Jan to Jun.	%	Change (%)
Net Operating Revenue	963,153	100.0%	815,226	100.0%	18.1%
Operating Cost	(552,333)	-57.3%	(528,777)	-64.9%	4.5%
Gross Profit	410,820	42.7%	286,449	35.1%	43.4%
Operating Expenses	(256,740)	-26.7%	(237,543)	-29.1%	8.1%
Operating Profit	154,080	16.0%	48,906	6.0%	215.1%
Non-operating items	(227,184)	-23.6%	(390,328)	-47.9%	-41.8%
Loss before Income Tax	(73,104)	-7.6%	(341,422)	-41.9%	-78.6%
Income Tax Benefit (Expense)	8,386	0.9%	(216)	0.0%	-3982.4%
Net Loss	(64,718)	-6.7%	(341,638)	-41.9%	-81.1%
Net Loss Attributable to owners of the Parent	(64,718)	-6.7%	(341,638)	-41.9%	-81.1%
Basic EPS (NTD)	(0.57)		(3.08)		
Average Exchange Rate-USD/NTD	31.86		31.90		
R&D expense % to Revenue	11.43%		14.59%		
ROA (%)	-3.50%		-19.76%		
ROE (%)	-4.42%		-23.73%		

Note 1: 112,559 thousand shares were used in basic EPS calculation for 1H2025.

Note 2. Revenue supplemental information

	Jan to Jun/2025	Jan to Jun/2024	Change (%)
Revenue in US\$ thousand	30,231	25,556	18.3%
Exchange Rate	31.86	31.90	

Non-operating Income and Expenses- YoY

(in NT\$ thousands)

	2025 Jan to Jun.	2024 Jan to Jun.	Change (%)
Other Income	8,810	2,308	281.7%
Other Income -employee retention tax credit	-	124,341	-100.0%
Other Gains and Losses			
Net currency exchange loss	(1,012)	(3,571)	-71.7%
Loss on disposal of property, plant and equipment	(2,144)	(124)	1629.0%
Liquidation losses on disposal of a subsidiary	(5,204)	-	-
Loss on disposal of investments	(6,258)	-	-
Impairment loss on non-current assets held for sale	(12,039)	-	-
Finance Cost			
Interest expense	(5,708)	(5,752)	-0.8%
Share of loss of equity-accounted investees	(203,629)	(507,530)	-59.9%
Total Non-operating Income and Expenses	(227,184)	(390,328)	-41.8%

Balance Sheet Highlight & Key Indices



Selected Items from Balance Sheet

(in NT\$ thousands)

	2Q25		1Q25		2Q24	
	Amount	%	Amount	%	Amount	%
Cash and Cash Equivalent	676,928	21%	645,772	18%	236,813	7%
Accounts Receivable	335,407	10%	399,397	11%	278,152	9%
Accounts Receivable - Related Party	27,249	1%	35,189	1%	17,214	1%
Inventory	334,907	10%	339,787	10%	290,747	9%
Prepayments	114,470	4%	60,811	2%	31,017	1%
Non-current assets held for sale	223,231	7%	-	-	-	-
Other current assets	34,172	1%	38,732	1%	233,781	7%
Investments accounted for under the Equity Method	604,097	19%	675,082	19%	1,163,550	36%
Net Property, Plant and Equipment	620,883	19%	1,090,612	31%	712,957	22%
Deferred Tax Assets	193,641	6%	199,766	6%	168,717	5%
Total Assets	3,244,253	100%	3,558,351	100%	3,210,144	100%
Short Term Loan	20,000	1%	20,000	1%	20,000	1%
Accounts Payable and Other Payables	120,897	4%	155,453	4%	125,736	4%
Long Term Bank Borrowings - Current Portion	6,017	-	6,643	-	6,600	-
Long Term Bank Loans	143,297	5%	164,134	5%	165,324	5%
Deferred Tax Liabilities	100,528	3%	119,305	3%	88,193	3%
Total Liabilities	412,970	13%	498,572	14%	436,006	14%
Total Stockholders' Equity	2,831,283	87%	3,059,779	86%	2,774,138	86%

Key Indices

Current Ratio	1048%	709%	632%
Debt Ratio	13%	14%	14%
AR Turnover Days	69	77	65
Inventory Turnover Days	143	146	152

Cash Flows



(in NT\$ thousands)

	2Q25	1Q25	2Q24
Beginning Balance	645,772	576,516	215,869
Cash from Operating Activities	63,621	(108,096)	182,857
Acquisition of property, plant and equipment	(28,340)	(1,880)	(6,700)
Decrease (Increase) in other current assets	(4,180)	133,489	(127,113)
Proceeds from the sale of PP&E	86,056	-	13,211
Disposal of a subsidiary- decrease in cash and cash equivalents	(983)	-	-
Proceeds from short-term loan	20,000	20,000	20,000
Repayments of short-term loans	(20,000)	(20,000)	(20,000)
Repayments of long-term loans	(1,422)	(1,679)	(43,219)
Repayments of lease liabilities	(793)	(2,702)	(2,506)
Employee Option Exercise	52	43,936	-
The effect of exchange rate changes	(82,822)	7,334	4,430
Others	(33)	(1,146)	(16)
Ending Balance	676,928	645,772	236,813
Increase in Cash	31,156	69,256	20,944
Free Cash Flow (Note)	35,281	(109,976)	176,157

Q & A



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**For further inquiry
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