



Stock Code: 6643 TT

2026 First Quarter Earnings Conference

www.m31tech.com

May 6th, 2026

Agenda

- **Welcome** Livy Chen, Investor Relations
- **1Q26 Financial Results** Livy Chen, Investor Relations
- **Outlook & Key Messages** Scott Chang, CEO
- **Q&A** Scott Chang, CEO

Safe Harbor Notice

- M31's statements of its current expectations are forward-looking statements subject to significant risks and uncertainties and actual results may differ materially from those contained in the forward-looking statements.
- Except as required by law, we undertake no obligation to update any forward-looking statement, whether as a result of new information, future events, or otherwise.

1Q26 Financial Results

1Q26 Statements of Comprehensive Income

Selected Items from Statements of Comprehensive Income

(In NT\$ thousands unless otherwise noted)

	1Q26	4Q25	1Q25	1Q26 over 4Q25	1Q26 over 1Q25
Net Revenue (US\$ thousands)	12,467	17,444	13,370	-28.5%	-6.8%
Net Revenue	394,748	544,250	434,525	-27.5%	-9.2%
Gross Margin	100%	100%	100%		
Operating Expenses	(461,015)	(449,683)	(426,883)	+2.5%	+8.0%
Operating Margin	-16.8%	17.4%	1.8%	-34.2 ppt	-18.5 ppt
Net Income	(49,247)	99,277	19,564	(148,524)	(68,811)
Net Profit Margin	-12.5%	18.2%	4.5%	-30.7 ppt	-17.0 ppt
EPS (NT Dollar)	(1.18)	2.38	0.47	(3.56)	(1.65)
Average Exchange Rate-USD/NTD	31.65	31.06	32.90	+1.9%	-3.8%

* Weighted average outstanding shares were 41,791 units in 1Q26.

** 1Q26 net foreign exchange gain of NTD \$13,098K.

1Q26 Balance Sheets

Selected Items from Balance Sheets *(In NT\$ thousands)*

	1Q26		4Q25		1Q25	
	Amount	%	Amount	%	Amount	%
Cash & Marketable Securities	443,088	22%	558,031	26%	573,295	28%
Accounts Receivable	281,039	14%	335,554	16%	263,250	13%
Other current assets	422,317	21%	346,003	16%	317,548	15%
Net PP&E	591,314	29%	605,374	28%	594,077	29%
Other non-current assets	287,514	14%	318,040	15%	330,618	16%
Total Assets	2,025,272	100%	2,163,002	100%	2,078,788	100%
Current Liabilities	206,678	10%	248,872	12%	201,948	10%
Non-current Liabilities	16,549	1%	13,651	1%	20,506	1%
Total Liabilities	223,227	11%	262,523	12%	222,454	11%
Total Shareholders' Equity	1,802,045	89%	1,900,479	88%	1,856,334	89%

1Q26 Cash Flow

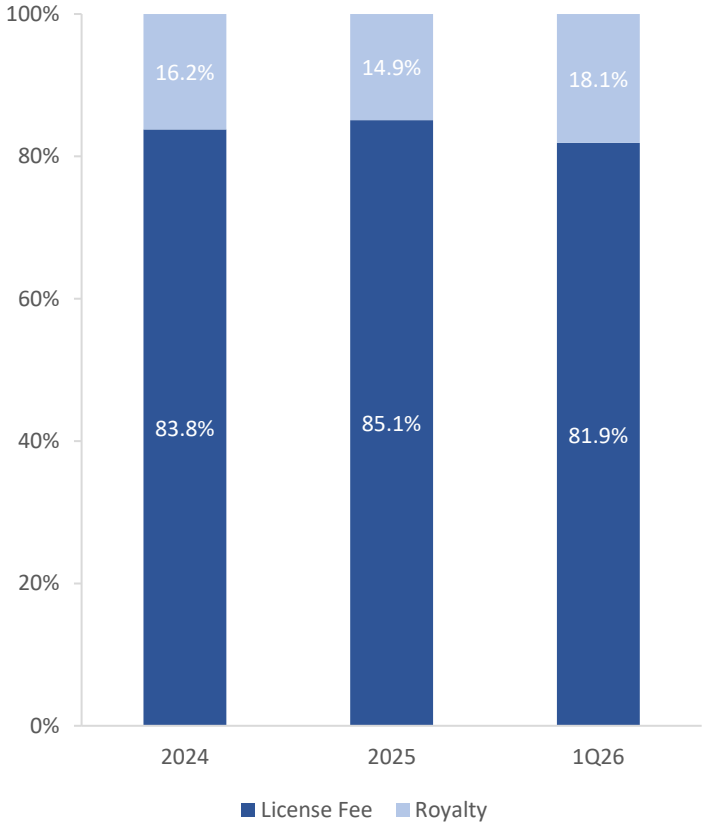
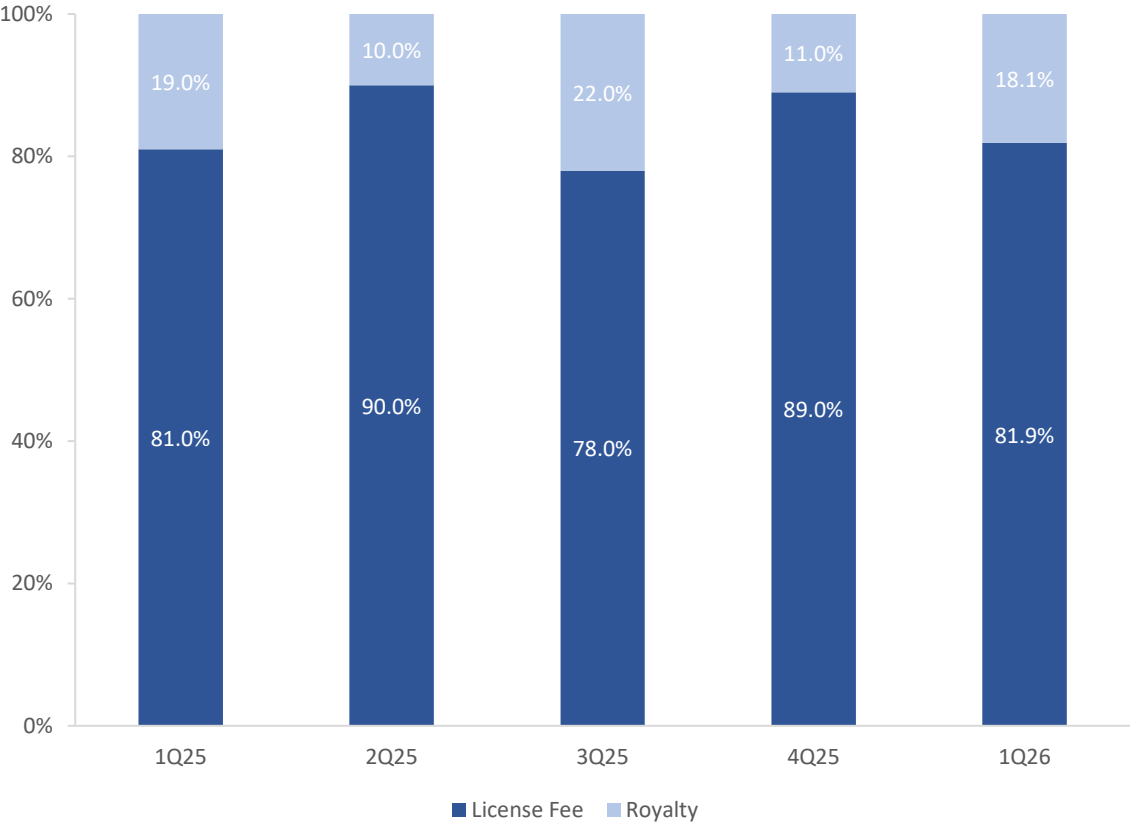
(In NT\$ thousands)

	1Q26	4Q25	1Q25
	3 Months Ended	12 Months Ended	3 Months Ended
Beginning Balance	497,689	529,011	529,011
Cash generated from operating activities	(137,128)	26,324	(121,896)
Cash used in investing activities	(55,883)	45,940	(16,993)
Cash generated from/(used in) financing activities	(2,832)	(98,194)	(2,941)
FX effects on cash held in foreign currencies	19	(5,392)	(1,566)
Ending Balance	301,865	497,689	385,615

Operating Result

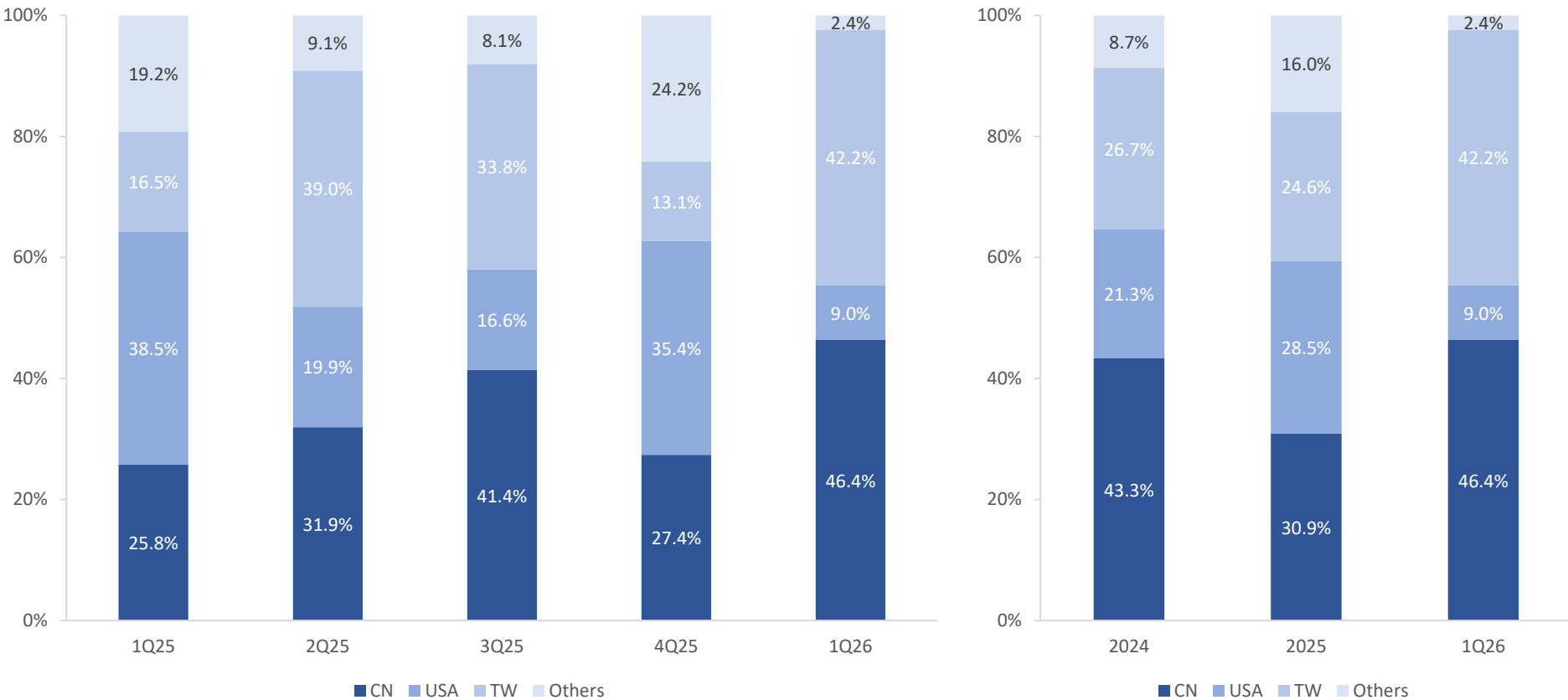
1Q26 Revenue by Income Source

- In 1Q26, the royalty share rebounded to 18.1%, marking a nearly 20% QoQ increase.
- License revenue remains our main revenue driver, accounting for 81.9% of total revenue in 1Q26.



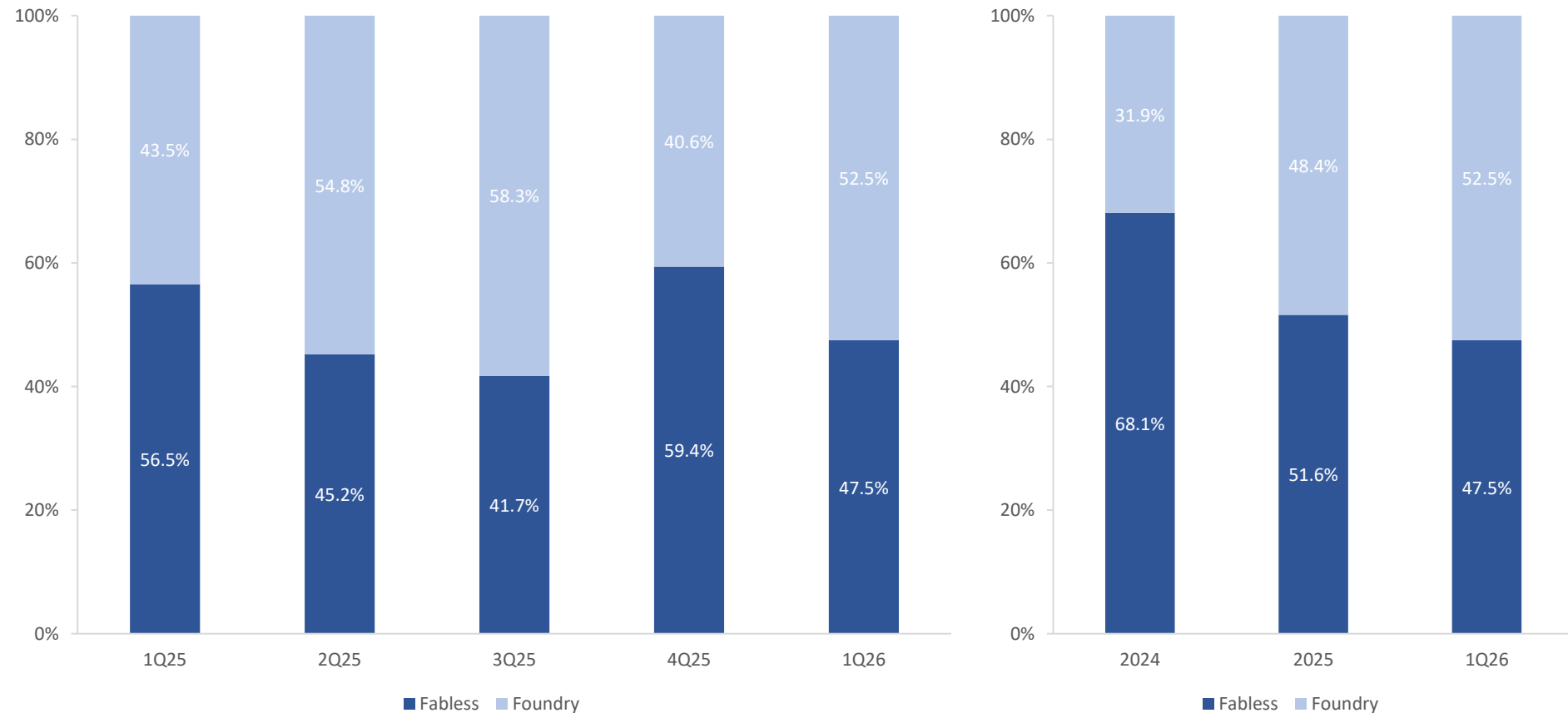
1Q26 Revenue by Region

- In 1Q26, China and Taiwan were our largest sources of revenue, together accounting for 88.6% of total revenue.
- USA has shown a growing contribution since 2024; however, due to project delays, its share fell below 10% in 1Q26.



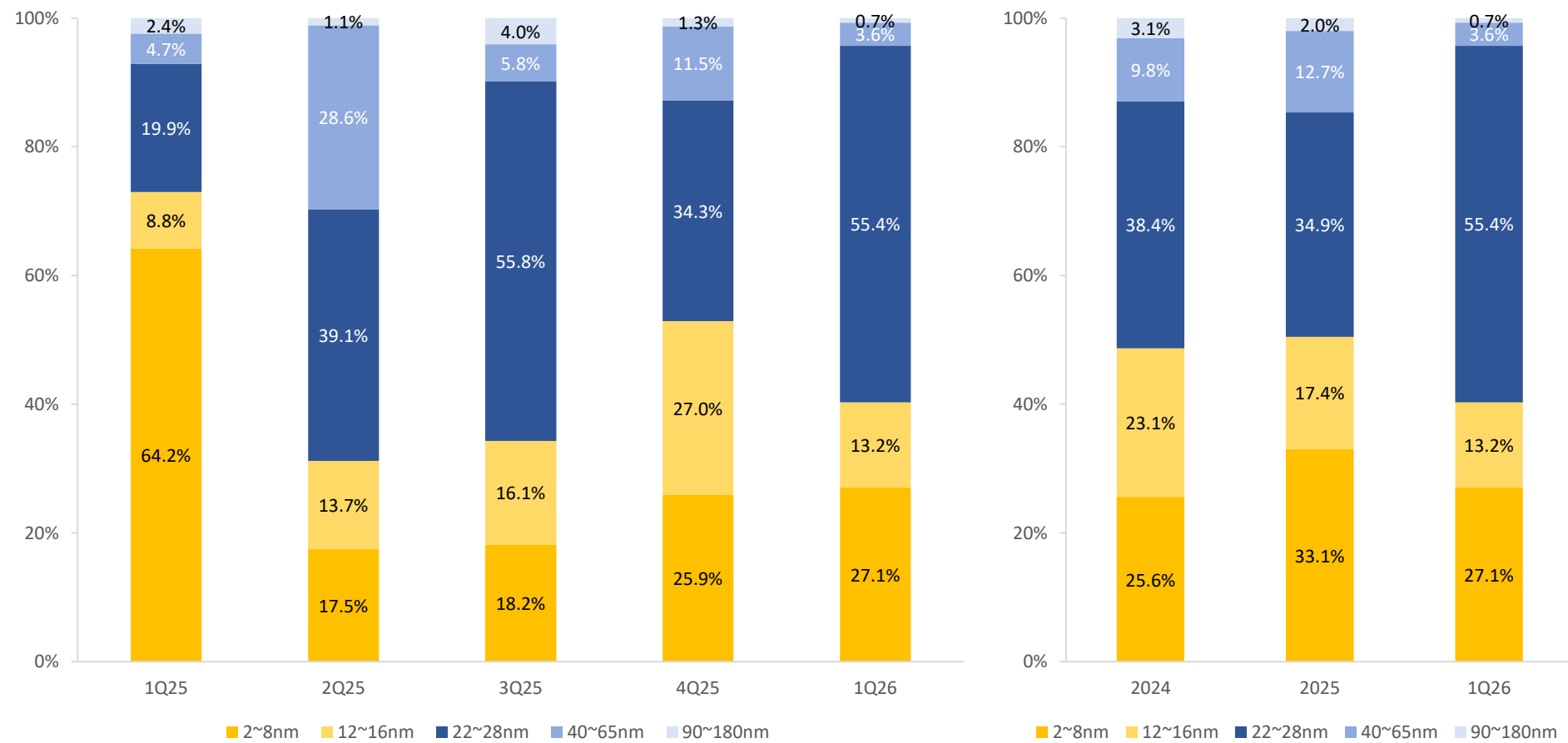
1Q26 Revenue by Customer Type

- Foundry demand remained strong in 1Q26, driving revenue contribution above 50%, up from 31.9% in 2024 to 52.5%.
- In 1Q26, the revenue split between Fables and Foundry was approximately 50:50.



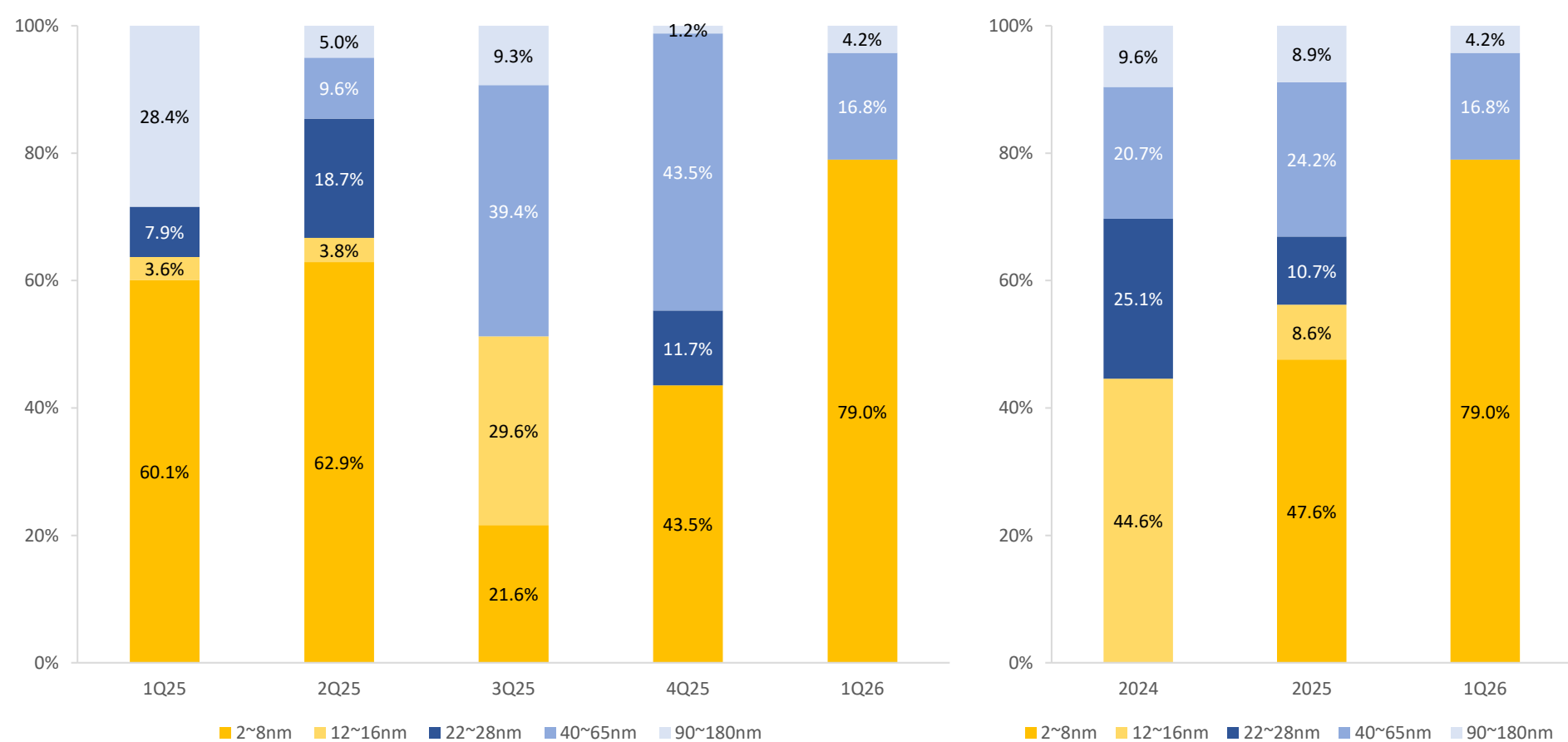
1Q26 Fabless License Fee by Nodes

- In 1Q26, fabless license fees were mainly driven by 22–28nm nodes (55.4%), with advanced nodes below 16nm contributing about 40.3%.
- License fees from 2–8nm nodes have become a key revenue pillar, accounting for around 30% of total license revenue.

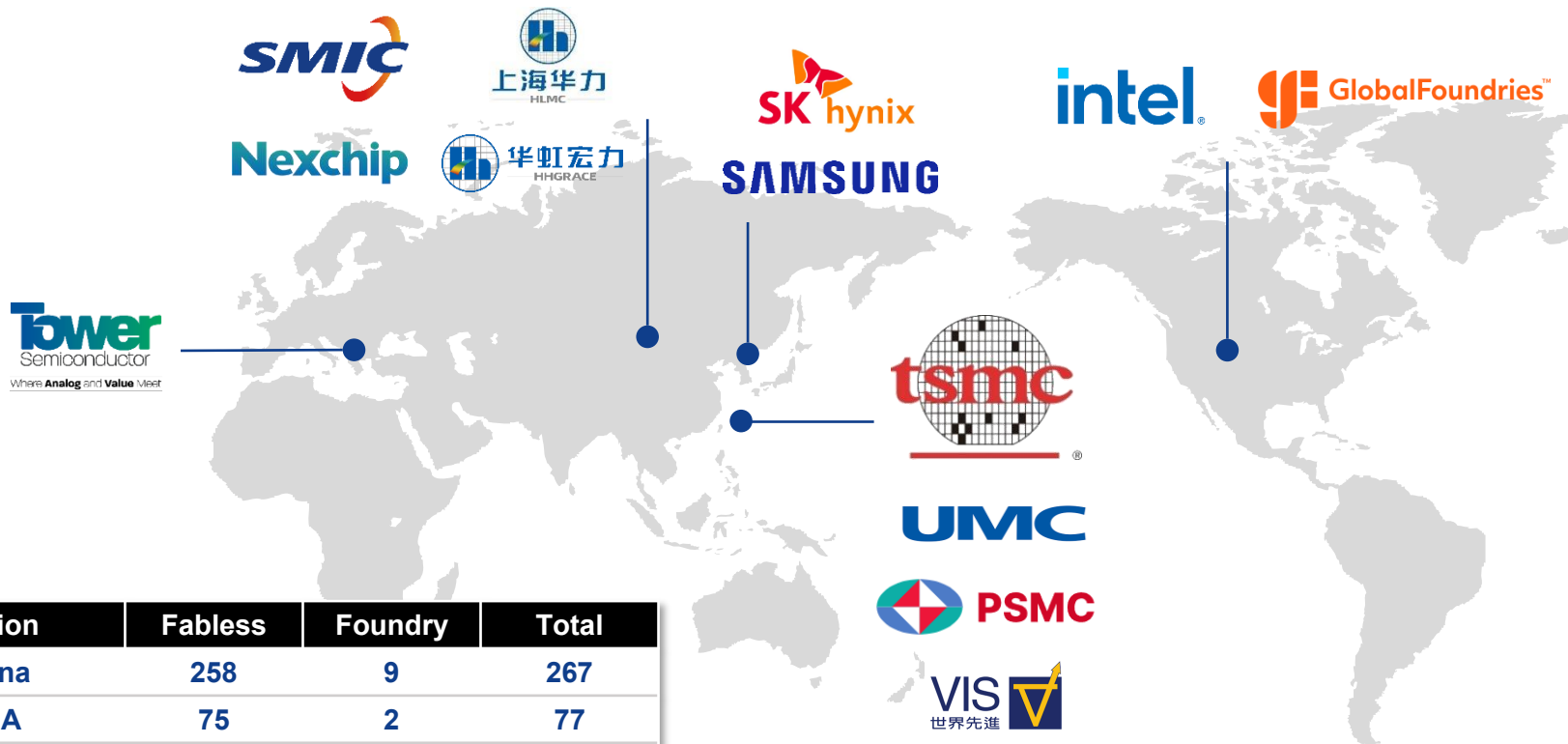


1Q26 Foundry License Fee by Nodes

- In 1Q26, new 2–8nm foundry platform engagements lifted the share of 2–8nm foundry license fees to 79%.
- From 2024 to 1Q26, the share of foundry license fees from sub-16nm nodes showed a steady increase, rising from 44.6% to 79%.



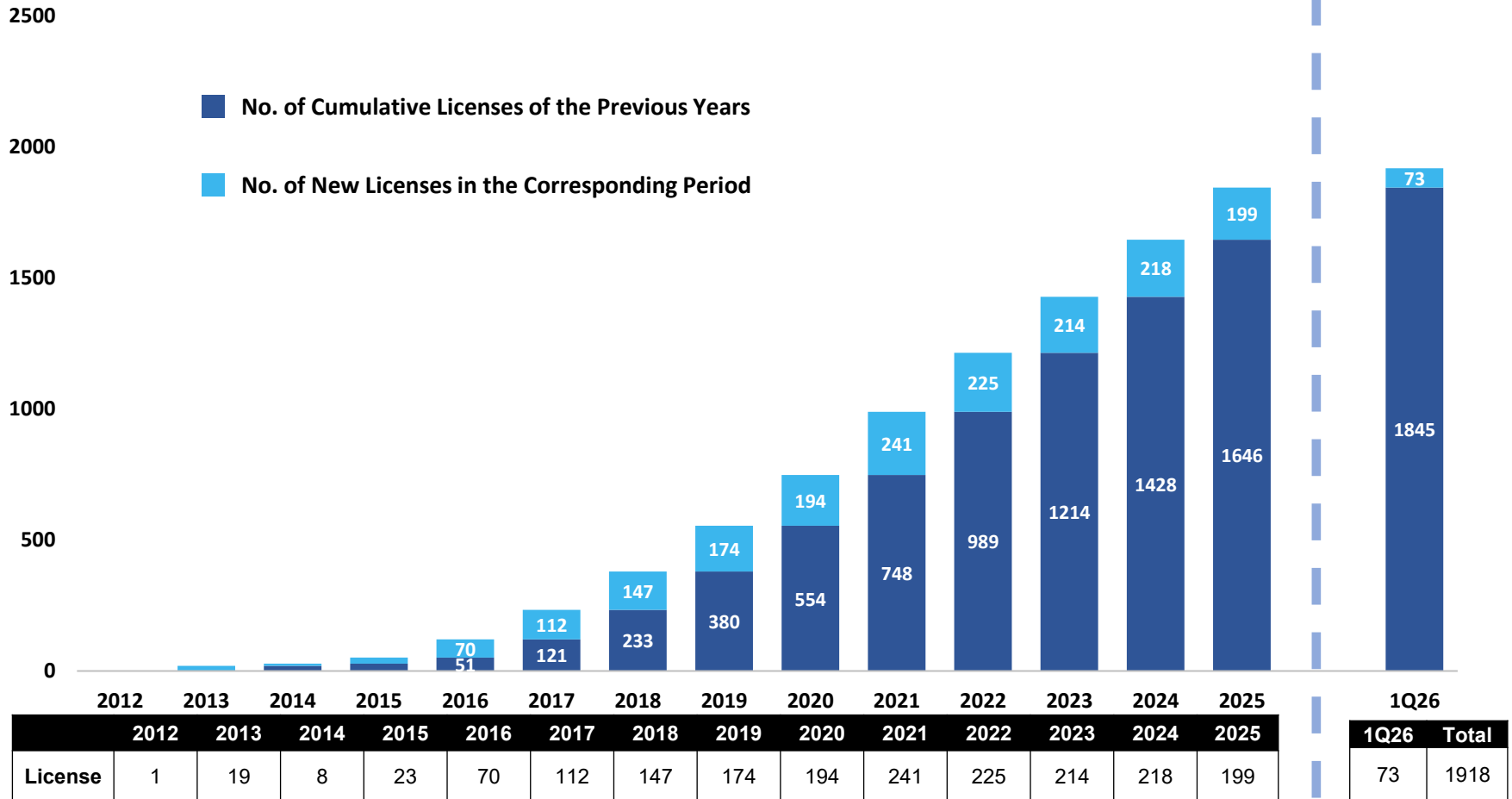
M31 Customers & Partners



Region	Fabless	Foundry	Total
China	258	9	267
USA	75	2	77
Taiwan	75	5	80
Korea	12	3	15
Japan	8	0	8
Eurasia	25	3	28
Others	2	0	2
Total	455	22	477

* Our IP solutions are adopted by leading foundries and fabless worldwide.
 * Customer numbers by region and business type till 1Q26.

M31 Licenses



Note: Terms (including number of process platforms and licensing fees) for each technology license are set contractually. Payments are made according to set milestones, and there are no particular seasonal factors involved.

Recap of 1Q26 Operating Result

1Q26 revenue was US\$12.5 million, down 6.8% YoY and 28.5% QoQ, mainly due to delayed U.S. fabless customer projects and fewer working days during the Lunar New Year.

Operating expenses rose ~8% YoY, driven by higher R&D investment to support business scaling and advanced process development. EPS for the quarter was -1.18.

Licensing:

- In 1Q26, 16nm-and-below nodes contributed 57.9% of license revenue, driven by sub-8nm foundry projects and AI/automotive demand from China fabless customers.
- Looking ahead to 2026, we expect advanced-node project demand from U.S. customers to gain momentum, while strong demand from China in high-end imaging, ADAS, IoT wireless connectivity chips, and tablet processors is expected to support overall revenue performance.

Royalties:

- In 1Q26, royalty revenue from sub-16nm nodes increased by nearly 700% YoY, while royalty revenue from mature nodes at 22nm and above declined by approximately 20% YoY.
- We expect more meaningful advanced-node royalty contributions in 2026 as customers ramp mass production.

Recent Updates

The Board approved the issuance of Restricted Stock Awards (RSA) in 1Q26, demonstrating the Company's commitment to talent retention, and also approved a cash dividend of NT\$1.20 per share, to be distributed entirely from retained earnings.

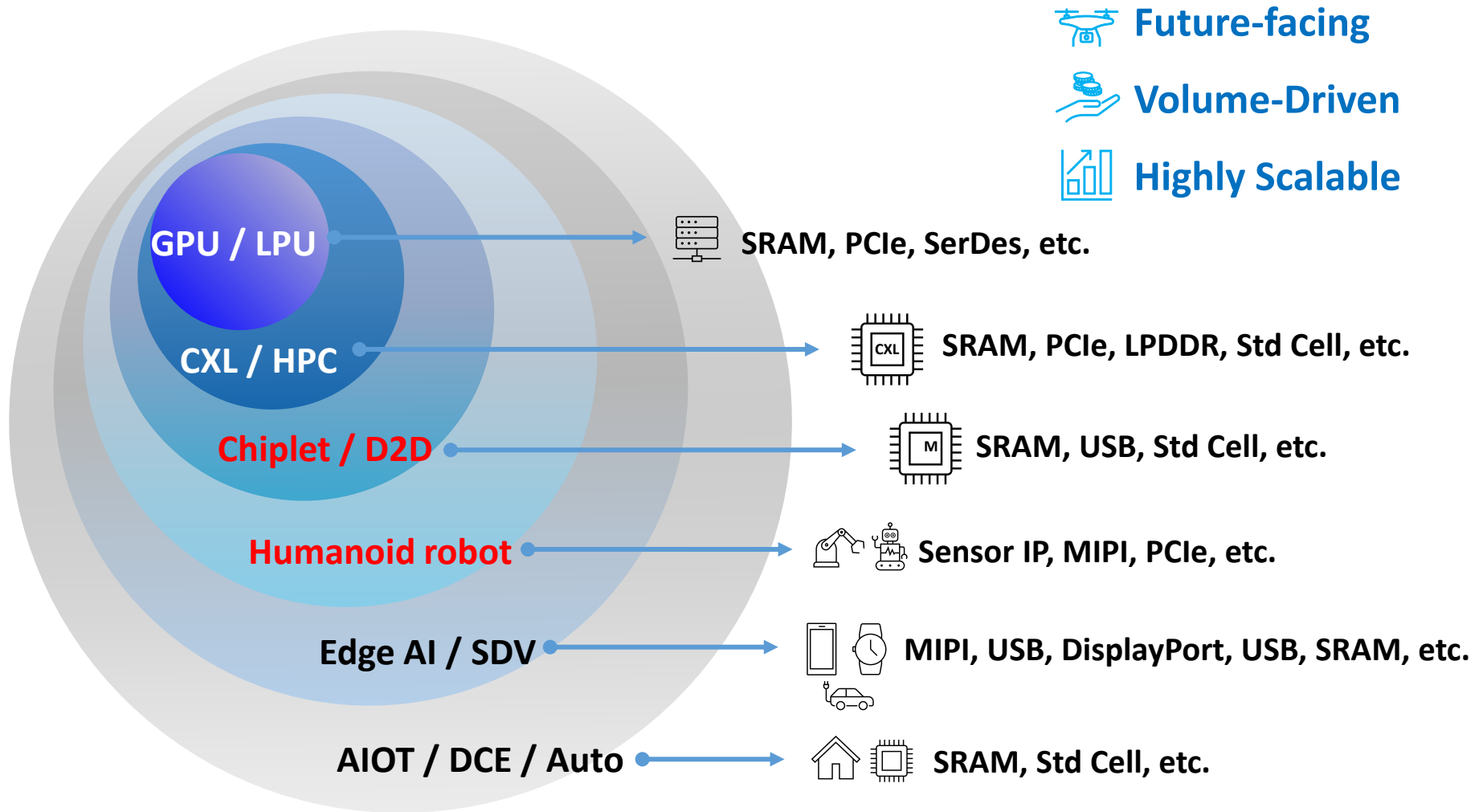
Advanced Interface IP – Technical Breakthroughs

- TSMC N2P (2nm) eUSB2V2 Tapeout: Delivers low-power, high-speed USB 2.0 connectivity. Deeply co-optimized with TSMC to drive power-performance efficiency for AI, HPC, and mobile SoCs.
- 4nm M-PHY v5.0 Silicon-Proven: Advancing to 3nm. Reaches 23.32Gbps (HS-G5) per lane. Integrates with UFSHCI v4.1 and UniPro IP to enable a comprehensive UFS 4.1 solution for mobile, automotive, and AI edge devices.

M31 Future Prospects



Where We Stand in the AI Era



Q&A Session



Your IP Partner

Your Virtual Team

Thank You