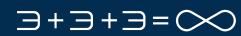


## Q2 FY25 Hon Hai Precision Industry Co., Ltd. 2025 Second Quarter Financial Results

Aug. 14, 2025



#### **Safe Harbor Notice**



- This document and relevant information herein may contain internal and external forward-looking information and constitute forward-looking statement.
- This document and relevant information may contain certain forward-looking statements. Such forward-looking statement is not actual results but only reflects the Company's estimates and expectations and is subject to inherent risks and uncertainties that could cause actual results to differ materially from such statement.
- Financial numbers in this document contains unaudited and unreviewed information.
   All information is for reference only.
- Any business outlook or forward-looking statement hereof reflects the Company's estimates and expectations as of now and is subject to change after this date. Unless required by applicable law, the Company undertakes no obligation to update any such information.

#### Table of Contents





- 1. 2Q25 Financial Results
- 2. 3Q25 & FY25 Business Outlook
- 3. Major Business Development
- 4. Recap of Recent Major Events
- 5. Q&A



## 2Q25 Financial Results

#### 2025 Q2 Financial Statements



## 1. Consolidated Statements of Income

(NTD in millions)	Q2/25	Q1/25	QoQ	Q2/24	YoY
Revenues	1,793,468	1,644,316	9%	1,550,551	16%
Gross Profit	113,529	100,548	13%	99,507	14%
Operating Income	56,596	46,500	22%	44,604	27%
Total Non-Op. Income and Expenses	8,553	12,620	-32%	3,795	125%
Income Before Tax	65,149	59,120	10%	48,400	35%
Income Tax Expense	(15,613)	(13,287)	18%	(9,455)	65%
Profit Attributable to Owner of the Parent	44,361	42,108	5%	35,045	27%
Earnings Per Share (NTD)	3.19	3.03	5%	2.53	26%
Gross Profit Margin	6.33%	6.11%	22 bps	6.42%	-9 bps
Operating Profit Margin	3.16%	2.83%	33 bps	2.88%	28 bps
Net Profit Margin	2.47%	2.56%	-9 bps	2.26%	21 bps

#### **2025 Q2 Financial Statements**



## 2. Consolidated Balance Sheets

(NTD in millions)	2025.06.30	2025.3.31	QoQ	2024.06.30	YoY
Cash and Cash Equivalent	870,520	929,283	-6%	1,048,680	-17%
Net Accounts Receivable	940,523	1,062,375	-11%	861,609	9%
Inventory	935,827	1,047,613	-11%	808,459	16%
Investments Accounted for Using the Equity Method	183,219	201,774	-9%	196,649	-7%
Property, Plant and Equipment	458,118	492,003	-7%	424,230	8%
Total Assets	4,138,942	4,586,774	-10%	3,966,849	4%
Accounts Payable	1,003,773	1,130,993	-11%	891,114	13%
Bonds payable	264,668	266,842	-1%	246,265	7%
Total Liabilities	2,507,335	2,747,385	-9%	2,245,179	12%
Total Equity	1,631,608	1,839,388	-11%	1,721,670	-5%
Net Cash	243,617	281,238	-13%	408,552	-40%
AR Turnover Days	51	61	-10	47	4
Inventory Turnover Days	54	56	-2	49	5
AP Turnover Days	57	66	-9	50	7
Cash Conversion Cycle	48	51	-3	46	2
Debt Ratio	61%	60%	1%	57%	4%

#### **2025 Q2 Financial Statements**



## 3. Consolidated Statements of Cash Flow

(NTD in millions)	2025.01.01~06.30	2024.01.01~06.30
Net Cash Flows from (Used in) Operating Activities	21,876	43,786
Net Cash Flows from (Used in) Investing Activities	(39,356)	(84,180)
Net Cash Flows from (Used in) Financing Activities	39,477	(136,553)
Capital Expenditures	(77,150)	(63,092)
Free Cash Flow (FCF) <sup>1</sup>	(55,275)	(19,306)

<sup>&</sup>lt;sup>1</sup> Free Cash Flow = Net Cash Flows from (Used in) Operating Activities – Capital Expenditures

#### **2Q25 Performance Review**

Guidance

Guidance





Actual

Actual

Guidance

Guidance

Actual

Actual

Guidance

Guidance

Actual

Actual



Components and

**Other Products** 

6%

Actual

Actual

Guidance

Guidance

YoY



## 2 3Q25 & FY25 Business Outlook

#### **3Q25 Outlook**





#### **FY25 Business Outlook**











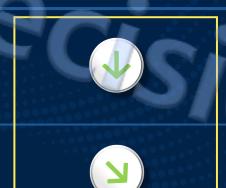


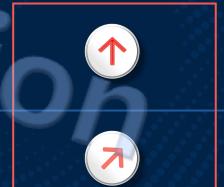












**YoY** 2025/8/14









# Major Business Development

## Al Server Development





#### Al Server

- Q2 Revenue YoY growth >60%
- Q3 Revenue expected YoY growth >170%
- Q3 Rack expected QoQ growth 300%
- Full-year revenue > Trillion NTD
- Al market continues strong demand in 2026

## Al Server Development





- First capital increase through share exchange alliance, acquiring 10% stake in TECO
- Strengthen MDC (Modular Data Center) one-stop solution capabilities



■ Jointly build Al infrastructure in the US with partners, establishing modular centers to meet Al expansion needs

## **ICT Industry Core Engine**





## **EV** Development









- Signed formal contract with Mitsubishi, entering Australia and New Zealand markets in 2026 H2
- Q4 completion of MODEL B launch preparations
- MODEL C entering North American certification stage

- HeFa Battery Plant mass production to meet customer demand
- Electric Bus Factory in Qiaotou, Kaohsiung obtained usage license in Q3, expected to start production by year-end

## **Digital Health Development**





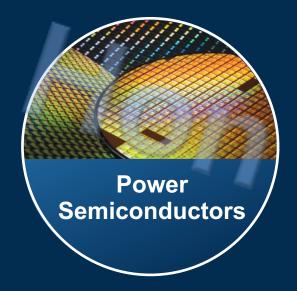
Deployment of AI nursing collaboration robots, digital twin smart hospital scenarios, and MONAI models, demonstrating AI-driven medical practice capability



 Promoting lab automation and medical digital transformation, creating new smart healthcare scenarios

## **Semiconductor Development**









- SiC wafers shipped to European automotive customers in Q2
- Joint development of next-generation SiC modules with European partners
- SiC module factory passed automotive certification, Q4 mass production

- Automotive microprocessors verified, Q4 mass production
- Developing high-speed chips for automotive vision and display
- Power ICs integrated into Al server cooling systems

 Signed MOUs with Thales and Radiall, forming joint ventures for advanced packaging and testing

## **Smart Manufacturing Development**





- Showcased Genesis platform achievements, accelerating use case expansion and cross-factory replication at Computex
- Integrating AI agents with CAD mold flow analysis to achieve decision support and process optimization



- Joint development using the Omniverse platform
- Strengthening production flexibility through digital twins



- Utilizing large model training resources and development environments
- Field application, promoting the integration of data platforms, Al platforms, and Agent Store across the Group

## **Smart EV Development**





■ Signed joint development agreement with Elektrobit to create a new software platform "EV.OS"



- Continuing collaboration with Middle East car manufacturers to co-create EEA architecture
- Al empowers smart cockpits, deepening human-machine interface interaction
- Automotive Communication Units (TCU) shipments exceed one million units

## **Smart City Development**





- Continuing collaboration with important cities in Mexico
- Initiating discussions with enterprises from the Philippines



Continuing to deepen collaboration with Kaohsiung City, and building Smart City Al solutions with Taipei, Yunlin, and Tainan



# Recap of Recent Major Events

#### Recap of Recent Major Events | Latest Operations





Computex 2025: Chairman unveiled Al Factory and the Group's three major platform solutions



Hon Hai 2025 AGM approved NT\$80.5 billion in cash dividends, NT\$5.8 per share



Hon Hai and its subsidiaries participated forums

#### Recap of Recent Major Events | HHRI

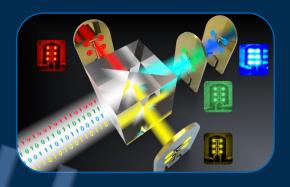




Q2 Papers
Publication

15 Conference Papers

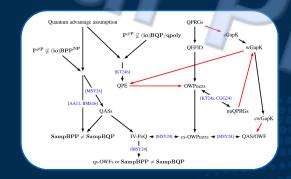
**25** Journal Papers



Collaborating with Taiwanese academic institutions and KAUST to debut on the CLEO 2025 international stage



Advanced chip research and development recognized by IEEE ISPSD



Significant achievement in quantum cryptography, accepted by top cryptography conference Crypto



Released multimodal trajectory prediction model, ModeSeq won the CVPR workshop autonomous driving competition championship

#### Recap of Recent Major Events | Campus Activities





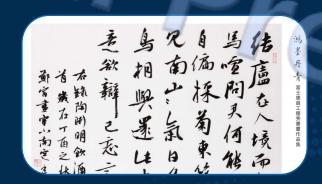
Mexico San Jeronimo campus responded to "Combat Plastic Pollution"



US Wisconsin campus held beach cleanup event



US Wisconsin campus hosted the 2nd "Employee Health and Safety Expo"



China campus held calligraphy competition



US Wisconsin campus environmental cleanup activity



Celebrated 25th anniversary at Europe Czech campus

#### Recap of Recent Major Events | ESG Activities





Partnered with NTU to promote
"Sustainable Ecology Satoyama School"
to protect Taiwan's biodiversity



Collaborated with New Taipei City and Dingxin Community to conduct ecological conservation actions



Completed coral and seaweed restoration, planting grey leaf Acropora corals



Held Global Sustainable Value Chain Forum with TIRI, discussed Strategies and Practices for Supply Chain Net-Zero



Partnered with CommonWealth
Magazine Sustainability Alliance,
inviting supply chain partners to echo
the sustainable vision



Released Latest
"TCFD Net-Zero Strategy Report"
& "Supplier Responsibility Report"

#### Recap of Recent Major Events | Education





Hon Hai Starlight Program: Tutoring teachers actively recruited



Summer High School Quantum Camp: Sowing the seeds for quantum education in Taiwan



2025 Hon Hai Technology
Award Ceremony



2025 Hon Hai Scholarship Growth Camp



18 interns embarked on their summer internship journey at Chairman's Office

#### Recap of Recent Major Events | Awards & Recognition





Debuted in 2025 S&P Global Sustainability Yearbook, awarded "Industry Best Improver" honor



Named Asia's Best Employer Brand for two consecutive years



Ranked sixth in the Czech
Republic's "CZECH TOP 100" list of
the nation's
100 most influential companies

## **Showroom:** Visit us! We welcome bookings for institutions and groups.





## Join us at Hon Hai Tech Day on Nov. 21~22













