

MosChip Q3 and 9 Months FY 2021-22 Update

Moschip Technologies continues to focus on Semiconductor / Embedded design services, Turnkey ASIC solutions, Semiconductor IP (Intellectual Properties) and IOT projects which have been enabling steady and sustainable growth.

Income from operations, EBIDTA and Profit after tax for 9 months period ended is significantly higher than what the company has achieved in full year FY 21.

Particulars	In Crores	
	9 Months FY22	Year ended FY21
Income from operations	110.23	105.19
EBIDTA	17.33	7.37
Profit / (Loss) after tax	5.44	(9.15)

Consolidated Financial performance

Q3 FY2022 vs Q3 FY2021

- Income from operations increased from Rs 27.40 crores to Rs 38.29 Crores, an increase by 40%.
- EBIDTA increased to Rs 6.38 crores as against Rs 2.64 crores, an increase by 141%.
- PAT increased to Rs 2.11 crores as against negative of Rs 1.43 crores, a positive swing of Rs 3.54 crores.

Q3 FY 2022 vs Q2 FY 2022

- Income from operations increased from Rs 38.01crores to Rs 38.29 Crores.
- EBIDTA increased from Rs. 5.83 crores to Rs 6.38 crores, an increase by 9%
- PAT increased from Rs 1.60 to Rs. 2.11 crores, as increase by 32%

9 Months FY2022 vs 9 Months FY2021

- Income from operations increased from Rs 75.02 crores to Rs 110.23 Crores, an increase by 47%.
- EBIDTA increased to Rs 17.33 crores as against Rs 3.95 crores, an increase by 338%.
- PAT increased to Rs 5.44 crores as against negative of Rs 8.01 crores, a positive swing of Rs 13.45 crores.

Impact of recent Incentive Schemes to Semiconductor and ESDM Industry:

Government of India announced a semiconductor policy to promote both design and manufacturing of semiconductor chips in India. The total budget for the scheme is estimated around Rs.76,000 crores and it is distributed for a) setting up CMOS and display fabs b) Compound semiconductor fabs and ATMP (packaging and testing) units c) Design Linked

Incentives for fabless semiconductor companies that develop products and IP and d) Infrastructure and support systems. Moschip has been the first fabless semiconductor company in India that developed its own products and shipped millions of units. Even though Moschip will not directly get benefitted from items a and b, Moschip may be able to take advantage of DLI and related incentives. Moschip is in the process of understanding the details of the benefits that it can take advantage of and fuel its growth.

Additional Leasing Space:

The Company has signed up for additional office space to accommodate potential increase in head count expected in coming quarters.

Market Opportunity:

According to Semiconductor Industry Association (SIA) "The global chip market is projected to grow substantially in 2021, 2022 and beyond as semiconductors become essential component to every aspect of electronic devices that are part of our daily life. "

Semiconductors are the key components in every electronic system that includes smartphones, personal computers, Laptops, Communication and networking systems, medical equipment and Automobiles. Emerging technologies and applications in the areas of 5G communications and Artificial intelligence are further fuelling the growth. Semiconductor industry will benefit from the ongoing innovation and development in connectivity, data centres, communications, automotive, safety & security, infotainment, navigation, home automation, wearable devices, etc. and will continue to see growth in the coming decades.

Moschip's solid foundation and track-record in taking both semiconductor and electronic products from specification to production and its unique capabilities in mixed-signal and high speed interface IP, positions the company to address the growth opportunities in semiconductor and ESDM sector. In addition, the recent announcement of silicon proven 8G high speed interface IP and other strategic initiatives helping the company to address emerging opportunities in the industry.

About MosChip

MosChip Technologies Limited is a publicly-traded semiconductor and system design services company headquartered in Hyderabad, India, with 700+ engineers located in silicon valley-USA, Hyderabad, and Bangalore. MosChip provides turn-key digital and mixed-signal ASICs, design services, SerDes IP, and embedded system design solutions. Over the past 2 decades, MosChip has developed and shipped millions of connectivity ICs. For more information, visit www.moschip.com.

SAFE HARBOR: This release comprises certain forward-looking statements that involve risks and uncertainties. Our actual results could differ materially from those mentioned in such forward-looking statements.

The risks and uncertainties including but not limited to, those risks and uncertainties, viz, our ability to compete in highly competitive semiconductor industry, ability to define, develop and sell new products, dependency on subcontractors for the supply and quality of raw material, dependency on markets considering the cyclical nature of the industry and our ability to attract and retain technical manpower. MosChip may from time to time make additional forward-looking statements in any manner and does not undertake to update any of these forward-looking statements that may be made from time to time by or on behalf of the company.