

ASM Q3 2026 results

October 27, 2026



Cautionary note regarding forward-looking statements



All matters discussed in this presentation, except for any historical data, are forward-looking statements. Forward-looking statements involve risks and uncertainties that could cause actual results to differ materially from those in the forward-looking statements. These include, but are not limited to, economic conditions and trends in the semiconductor industry generally and the timing of the industry cycles specifically, currency fluctuations, corporate transactions, financing and liquidity matters, the success of restructurings, the timing of significant orders, market acceptance of new products, competitive factors, litigation involving intellectual property, shareholders or other issues, commercial and economic disruption due to natural disasters, terrorist activity, armed conflict or political instability, changes in import/export regulations, pandemics, epidemics and other risks indicated in the company's reports and financial statements. The company assumes no obligation nor intends to update or revise any forward-looking statements to reflect future developments or circumstances.

Contents



1 Investment highlights

2 Q3 2026 results

3 Business environment, strategy, and targets

4 Annex: detailed financials

Investment highlights

→ Strong long-term prospects

- The semiconductor market is on an accelerated growth path, driven by multi-year expansion in AI. As process nodes shrink, semiconductor device complexity rises and new materials are required, increasing ALD and Epi layer intensity.
- ASM is well positioned for long-term growth, supported by a leading >55% market share in ALD, and expanding position in Epi; underpinned by continued investment in people, R&D, and global footprint.
- Advanced packaging is an additional growth driver, leveraging ASM's strengths in chemistries and interface engineering.
- Continued growth in Spares & Services, driven by outcome-based services.
- Leveraging our materials discovery expertise to expand into new growth opportunities beyond ALD, including the launch of the industry's first PECVD Flowable Carbon film technology engineered for the increasingly complex demands of advanced patterning.

→ Solid financial performance

- Strong margin profile: gross margin of 52.4% and adjusted operating margin of 33.2% in the first nine months of 2026. For full year 2026, gross margin is expected to be around 52%.
- Healthy balance sheet with €1.3bn cash at the end of Q3 2026 and no debt; generated €620m in free cash flow during the first nine months of 2026.
- The share buyback program of up to €150 million, as announced on March 3, 2026, was completed in the third quarter. On October 27, 2026, the Management Board authorized a new share buyback program of up to €300 million, taking into account ASM's strong cash position and financial performance.

→ Accelerating in sustainability

- All sites have operated on 100% renewable electricity since 2024. ASM ranks among the industry ESG leaders.

Q3 2026 results

Financial highlights Q3 2026



€1,159m

Revenue

(+44% yoy at constant currency)

€603m

Gross profit

(+44% yoy at constant currency)

52.0%

Gross margin

(51.9% in Q3 2025)

€387m

Adjusted operating profit¹

(+54% yoy at constant currency)

33.4%

Adjusted operating margin¹

(30.9% in Q3 2025)

€315m

Adjusted net earnings¹

(€206m in Q3 2025)

€1,339m

Cash position

€313m

Free cash flow²

€55m

Capex

¹ Adjusted figures are non-IFRS performance measures. Refer to the Annex for a reconciliation of non-IFRS performance measures

² Free cash flow is calculated as cash flows from operating activities after investing activities

Financial highlights Q3 2026



→ Revenue

- Revenue reached a new record level of €1,159 million in Q3 2026, at the upper end of the guided range, driven by strong AI-related demand and solid execution amid ongoing customer capacity ramps.
- Q3 revenue was up 44% year-on-year at constant currency, driven by an acceleration in advanced logic/foundry sales, including a first solid contribution from 1.4nm investments, strong growth in memory sales, and continued robust demand in the mature logic/foundry market.

→ Profitability and cash flow

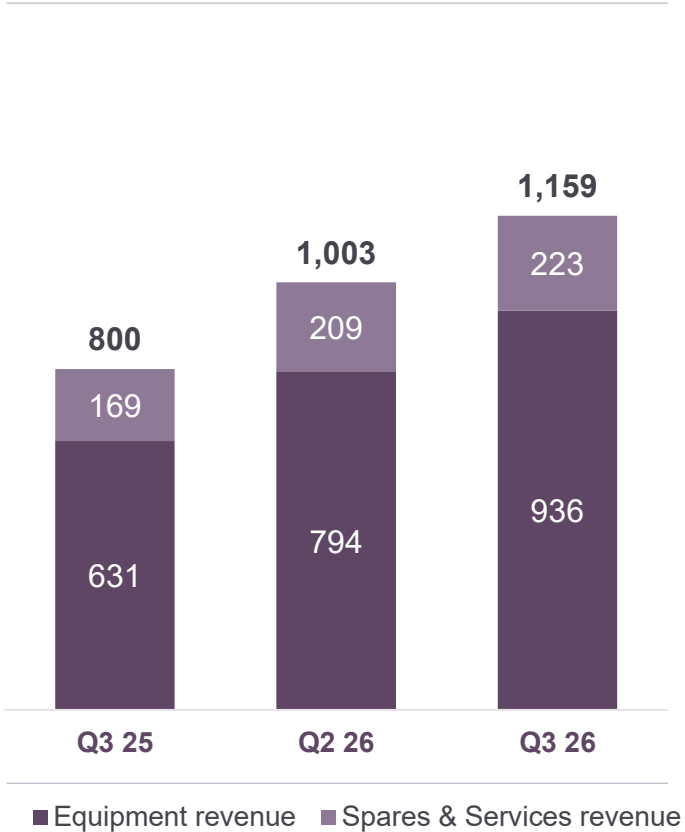
- Gross profit increased on the back of strong revenue growth, while gross margin remained stable at a high level of 52.0%, reflecting a continued positive mix and the continued impact from cost efficiency measures.
- Adjusted operating margin further improved to 33.4% in Q3 2026, from 33.0% in the prior quarter. This was supported by strong revenue growth and gross margin, disciplined cost management and benefits from operating leverage, while maintaining our investments in innovation and future growth.
- Adjusted net earnings increased by €109 million year-on-year to €315 million in Q3 2026, primarily reflecting strong revenue growth, a resilient gross margin and operating leverage.
- Free cash flow remained at a solid level of €313 million, up from €139 million in the year-ago period. The strong year-on-year increase was driven by significantly improved profitability.

→ Outlook

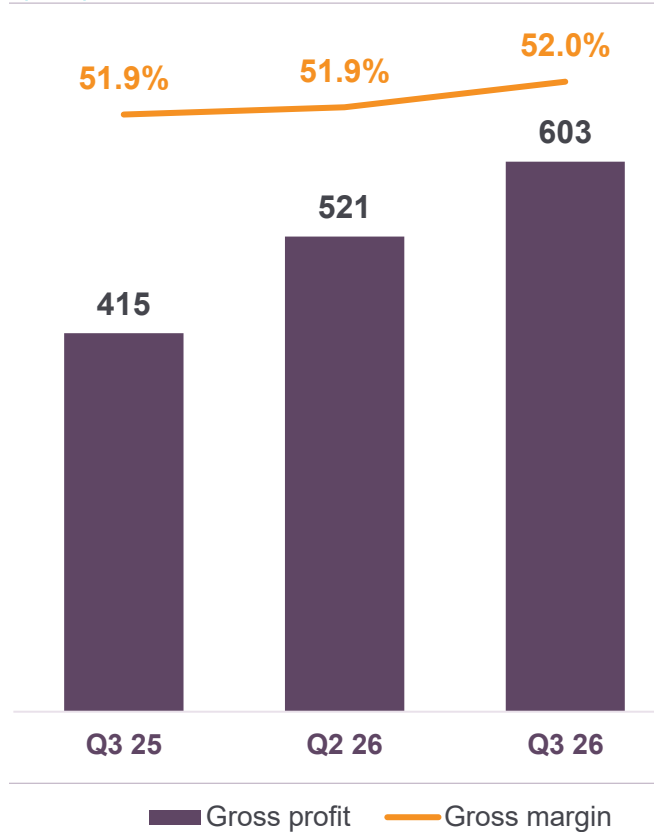
- Revenue is projected to increase to €1,230 million +/-5% in Q4 2026, at constant currencies.
- For 2027, ASM projects revenue to increase to more than €5.7 billion at constant currencies, reaching the revenue target set for 2030 at its 2025 Investor Day three years ahead of plan.

Revenue and gross margin

Revenue (€m)



Gross profit (€m)



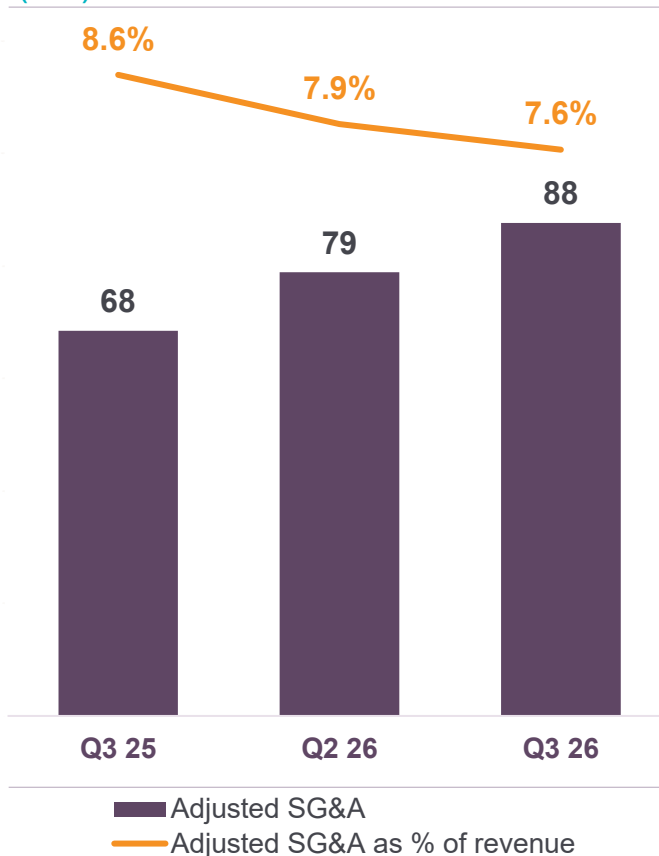
→ Revenue

- Total revenue increased 44% yoy at cc (45% as reported), and 14% qoq at cc (16% as reported).
- Equipment revenue increased 48% yoy and 17% qoq at cc. Spares & Services revenue increased 31% yoy and 6% qoq at cc.

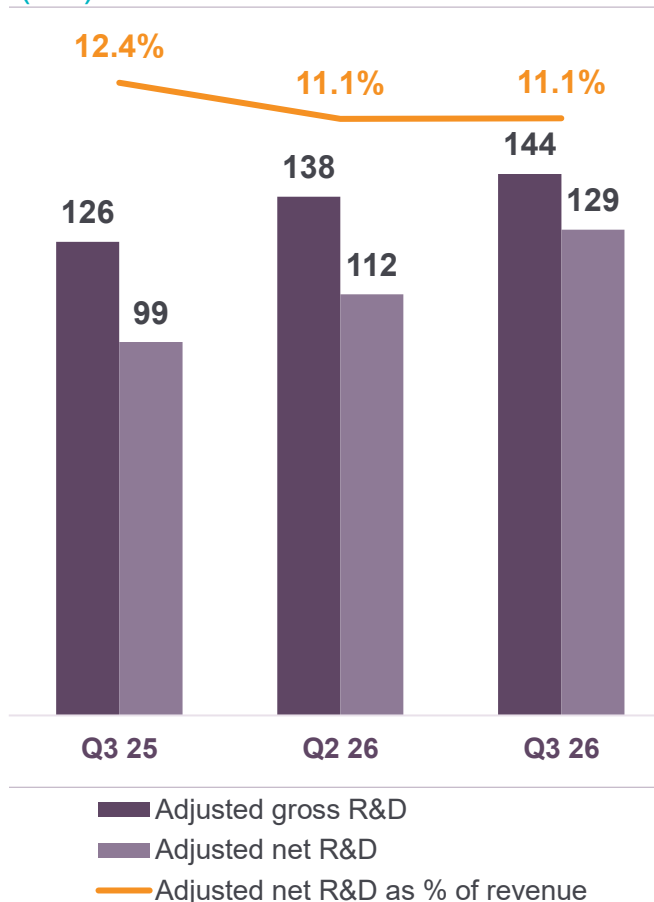
→ Gross profit

- Gross profit increased 44% yoy at cc (45% as reported), and by 15% qoq at cc (16% as reported).
- Gross margin of 52.0% was supported by a continued positive mix and the gradual impact from cost efficiency measures.

Adjusted SG&A (€m)



Adjusted R&D (€m)



→ Adjusted SG&A

- Adjusted SG&A increased by 28% yoy at cc (28% as reported), and by 10% qoq at cc (11% as reported). The increase in adjusted SG&A expenses was driven by higher headcount and variable expenses associated with the increased activity levels and performance of the company.
- Adjusted SG&A as a percentage of revenue improved further to 7.6% in Q3 2026, reflecting the impact of operating leverage and ongoing efficiency initiatives.

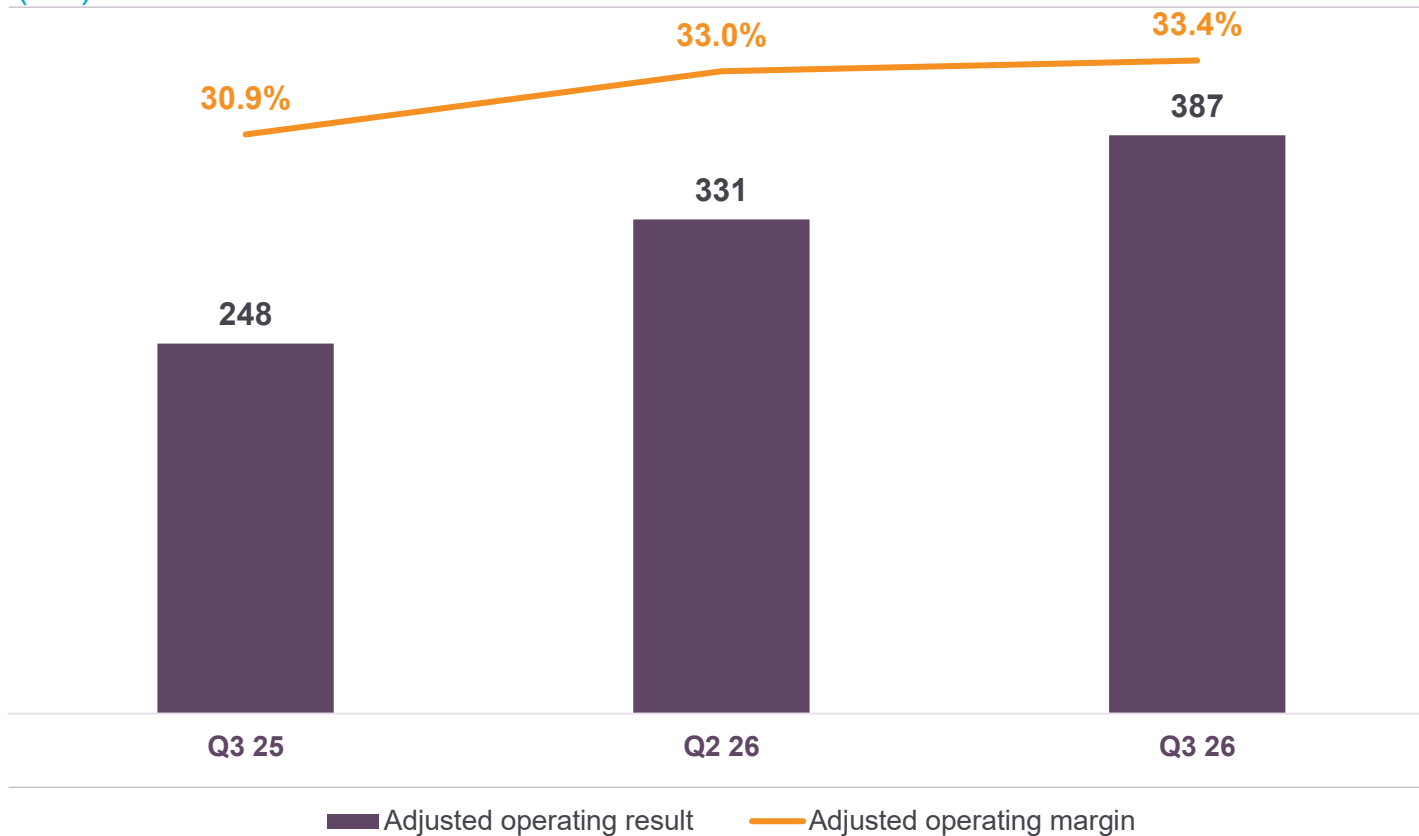
→ Adjusted R&D

- Adjusted net R&D increased by 32% yoy at cc (30% as reported), and by 14% qoq at cc (15% as reported), as ASM continued to invest in R&D to support our technology roadmap and future growth.

Note: Adjusted for the amortization of fair value adjustments from purchase price allocations and M&A related share-based compensation expenses

Operating result

Adjusted operating result (€m)



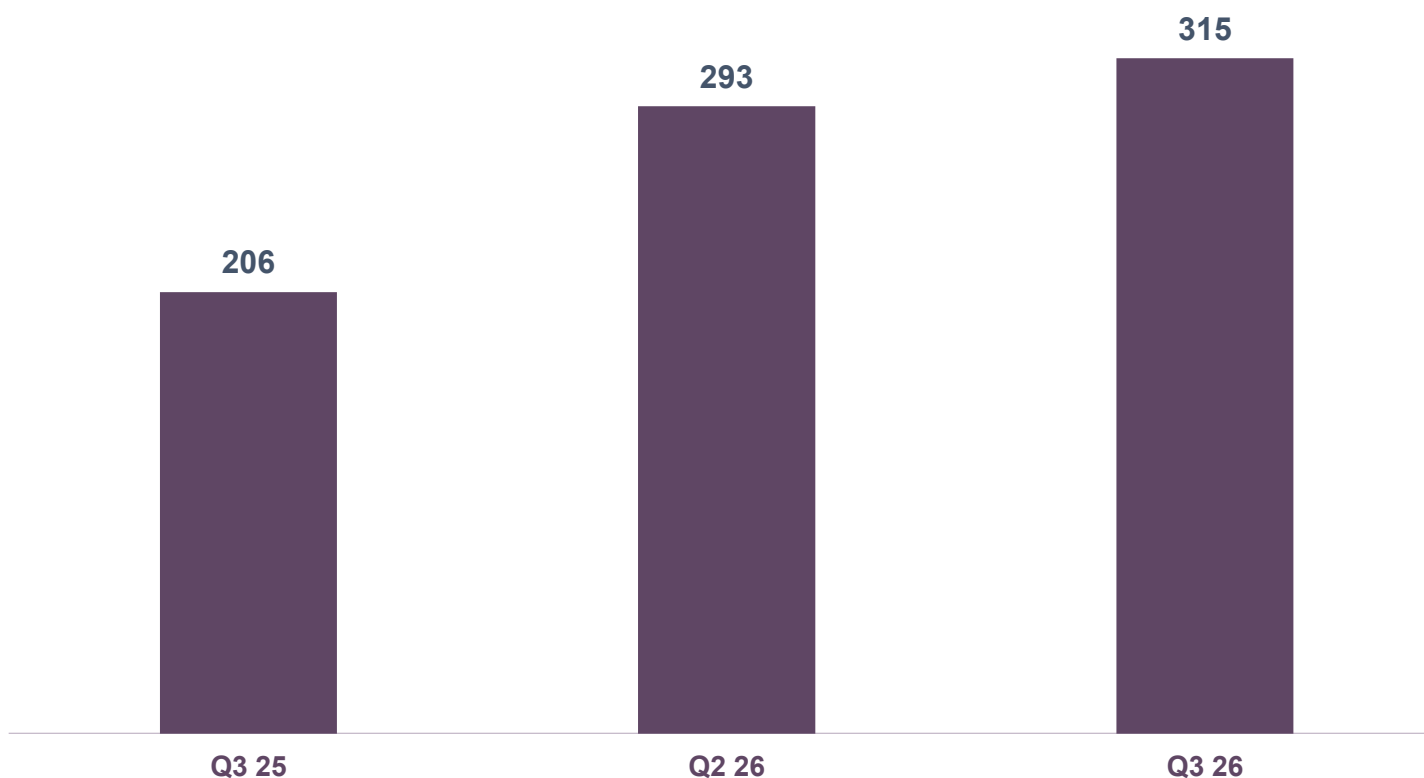
→ Adjusted operating result

- Adjusted operating result increased by 54% yoy at cc (56% as reported) and by 16% qoq at cc (17% as reported).
- Adjusted operating margin further increased to 33.4% in Q3 2026.
- The strong operating margin was driven by strong revenue growth, a resilient gross margin and further operating leverage, while ASM continued to invest in strategic R&D programs to support future growth.

Note: Adjusted for the amortization of fair value adjustments from purchase price allocations and M&A related share-based compensation expenses

Net earnings

Adjusted net earnings (€m)



Note: Please refer to Annex for the detailed adjustments

Including:

→ Foreign currency exchange

- Adjusted net earnings included a currency exchange loss of €21.8 million, compared to a currency exchange gain of €21.7 million in Q2 2026.

→ Share in income of investments in associates

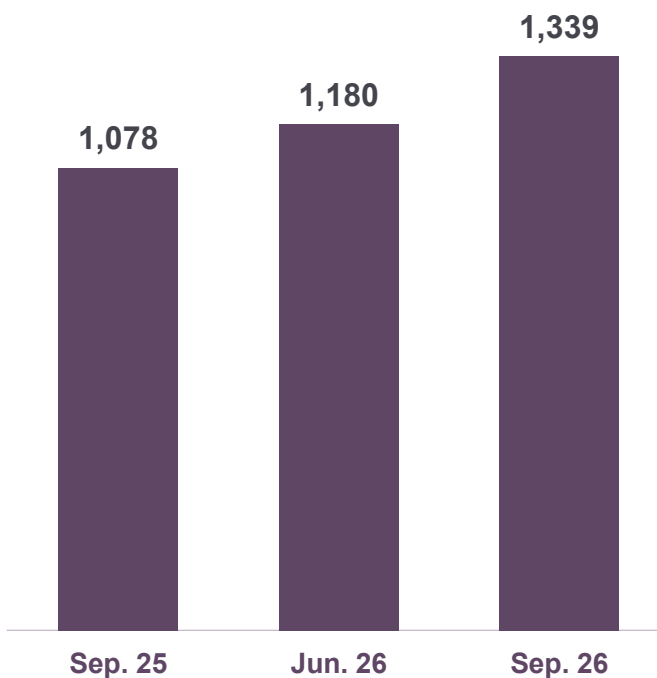
- Share in income of investments in associates, reflecting our 24.6% stake in ASMPT, increased €6.1 million sequentially.

→ Tax rate

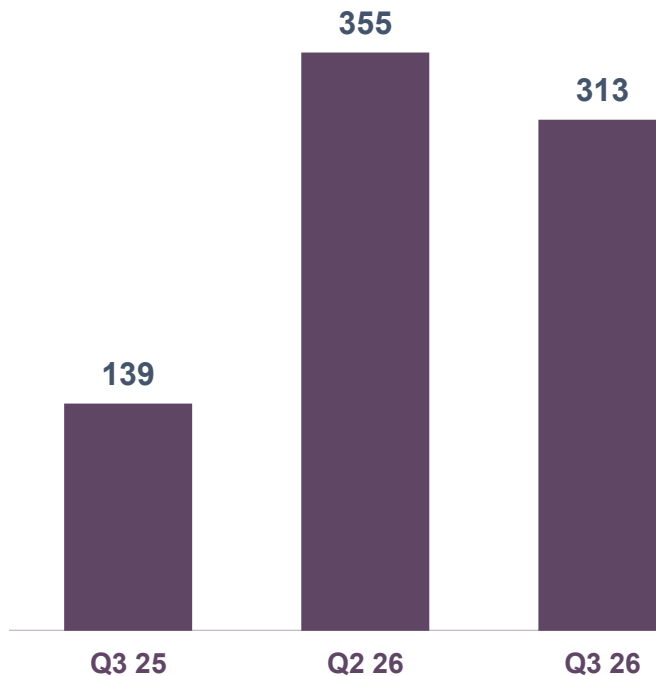
- The adjusted effective tax rate, excluding the income of our investment in ASMPT, for Q3 2026 was 20.6% (Q3 2025: 21.7%).

Cash position and FCF

Cash (€m)



Free cash flow (€m)



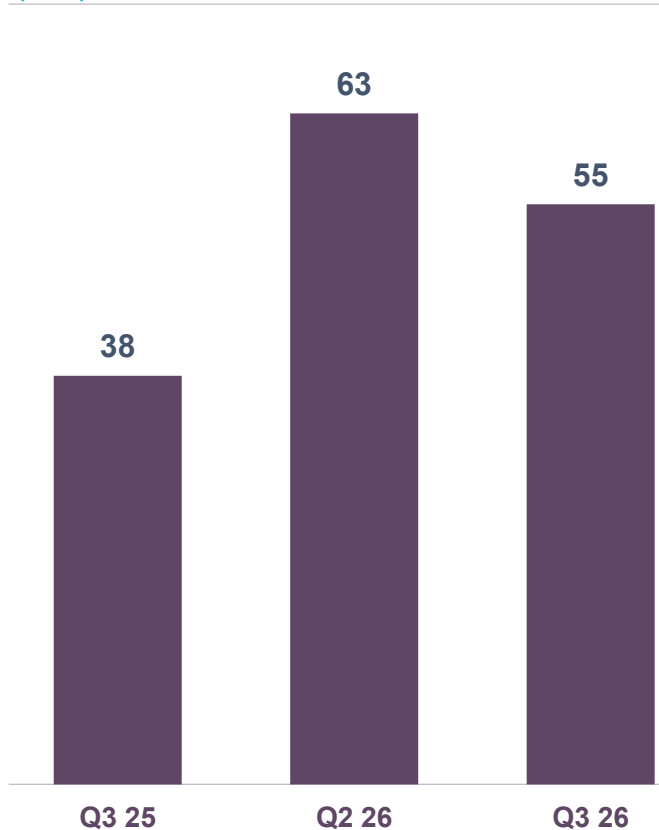
→ Free cash flow (FCF)

- Free cash flow remained at a solid level of €313 million in Q3 2026, below the record level of €355 million in Q2 2026, but up sharply from €139 million in the year-ago period.
- The strong year-on-year increase was driven by significantly improved profitability and good working capital management.

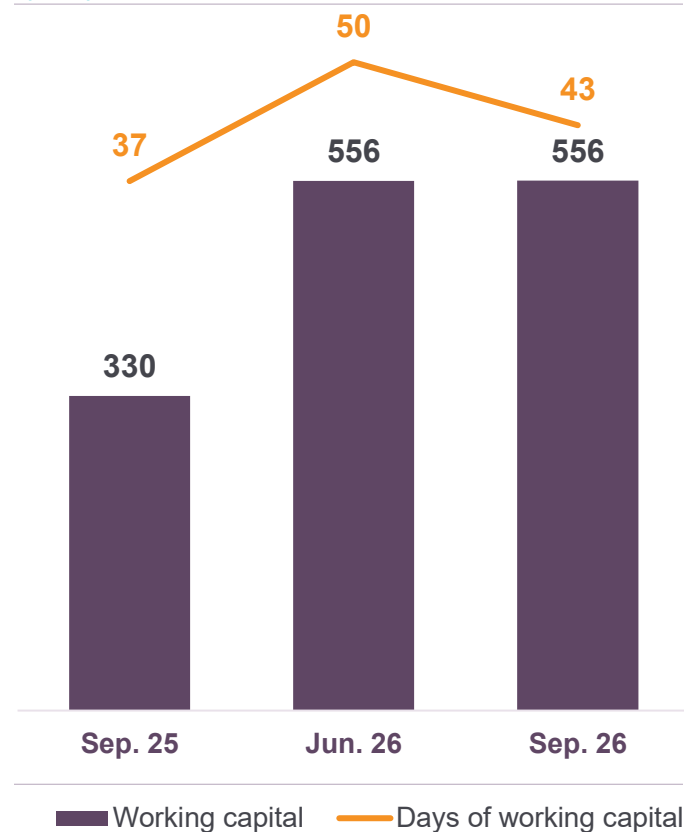
Note: Free cash flow is defined as cash flows from operating activities after investing activities

Capex and working capital

Capital expenditures (€m)



Working capital (€m)



→ Capital expenditures (capex)

- Cash used in investing activities included €55 million in capex. For the full year, we continue to expect capex to exceed €250 million, with the largest part related to the accelerated construction of our new site in Scottsdale, Arizona.

→ Working capital

- Working capital remained broadly stable compared to Q2 2026 as higher current assets, including accounts receivable and inventories, were largely offset by an increase in current liabilities.
- Days of working capital decreased from 50 days at the end of June 2026 to 43 at the end of September 2026, also reflecting the higher revenue base.

As included in the Q3 2026 press release published on October 27, 2026:

For Q4 2026, at constant currencies, we expect revenue of €1,230 million +/-5%. Supply chain conditions are increasingly tight, and we continue to work closely with our suppliers and customers to support the planned ramp in shipments. Based on our Q4 guidance, revenue for the full year 2026 is expected to increase by approximately 35% at constant currencies, with equipment revenue expected to grow by more than 40%.

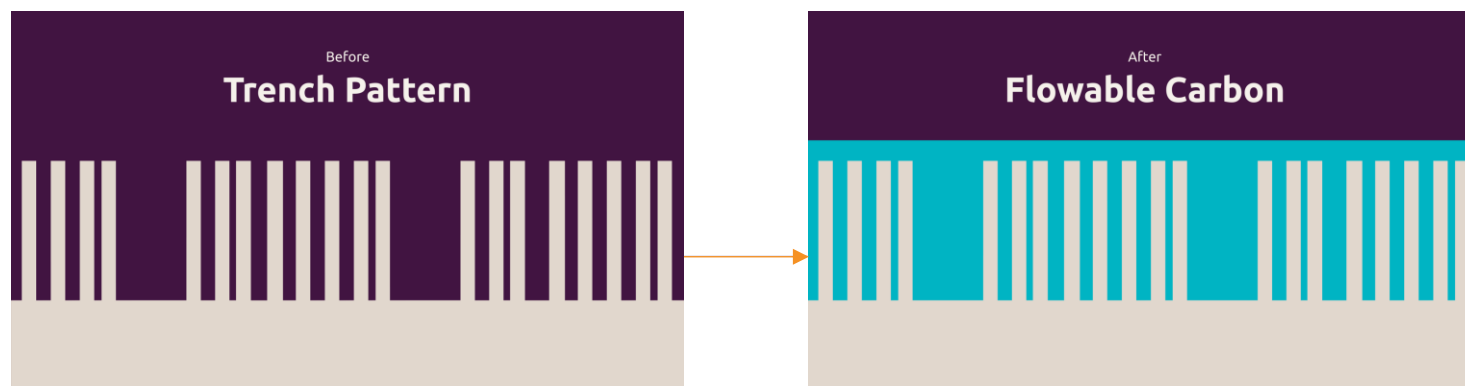
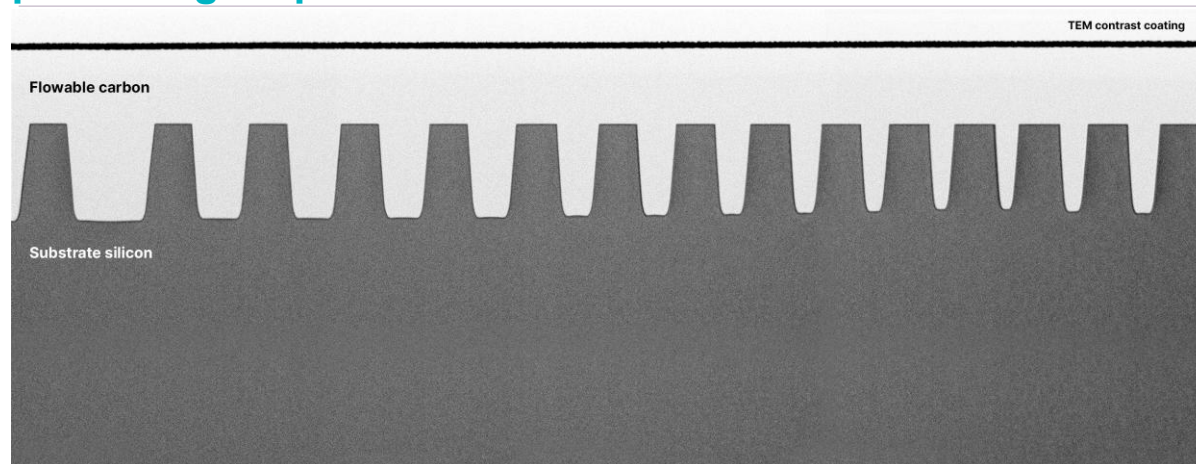
For 2027, we project revenue to increase to more than €5.7 billion at constant currencies. This means we expect to achieve the revenue target set for 2030 at our 2025 Investor Day three years ahead of plan. Advanced logic/foundry is expected to be our strongest growth driver in 2027, supported by further increases in 2nm-related sales and strong momentum in 1.4nm. We can now confirm a solid double-digit increase in our served available market at 1.4nm compared with 2nm, together with higher market share. We also expect strong growth in memory. Based on current visibility and assuming no material changes in the regulatory environment, mature logic/foundry sales are expected to remain relatively stable, while the recovery in the power/analog/wafer segments is expected to strengthen further in 2027.

Business environment, strategy, and targets

ASM Flowable Carbon technology



Flowable Carbon delivers a flat, uniform surface ready for the next patterning step

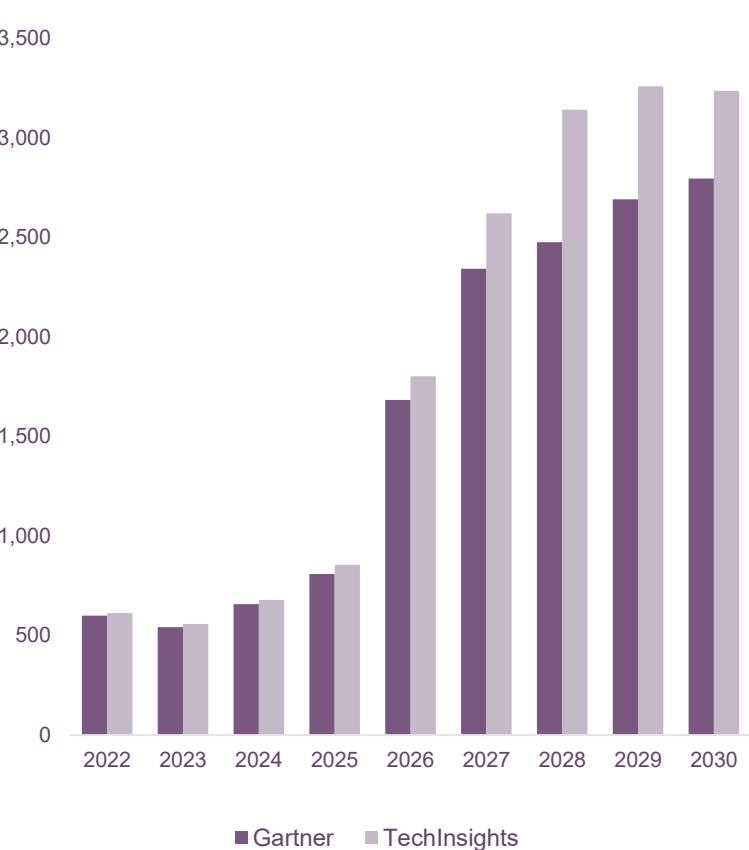


- On September 22, 2026, ASM launched XP8® Vertos™ Flowable Carbon, the industry's first PECVD Flowable Carbon film for the next era of semiconductor scaling
- Developed for increasingly complex patterning in advanced 3D devices, enabling next-generation logic and memory scaling.
- Combines gap fill and self-planarization in a single process, simplifying integration and improving topography control.
- Already deployed in high-volume manufacturing, demonstrating how ASM is extending its materials expertise beyond ALD and Epitaxy into growth areas such as PECVD.

Semiconductor and WFE market expectations

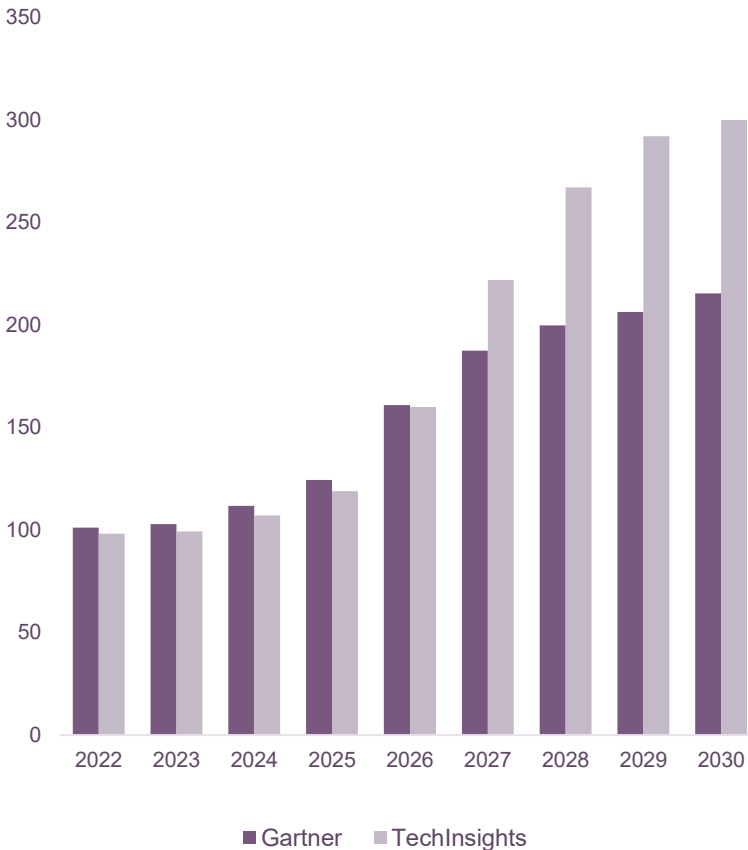


Semiconductor market forecast
(US\$ billion)



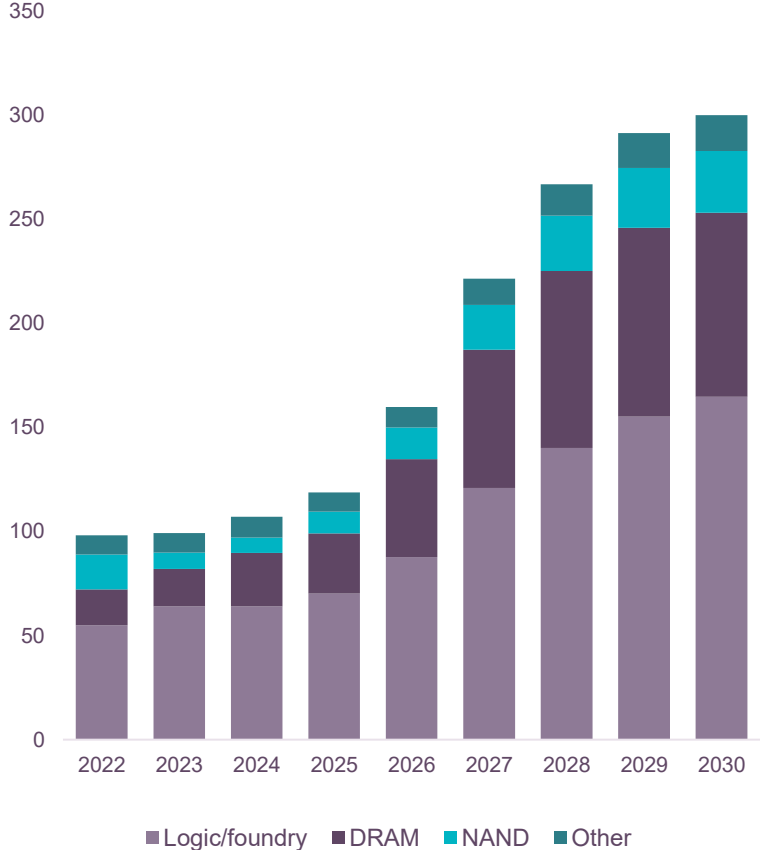
Source: TechInsights (Sep 2026), Gartner (Oct 2026)

WFE market forecast
(US\$ billion)



Source: TechInsights (Sep 2026), Gartner (Oct 2026)

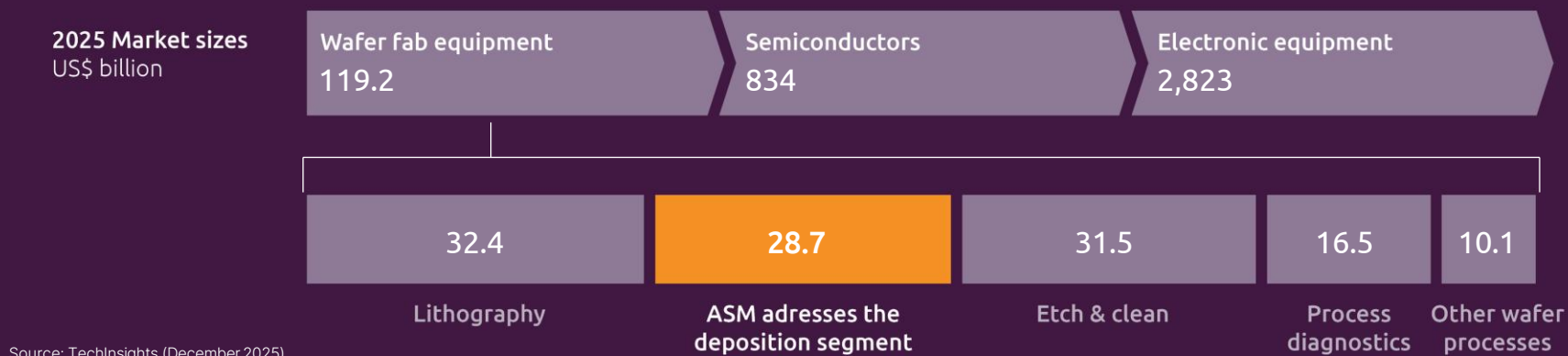
WFE by segment
(US\$ billion)



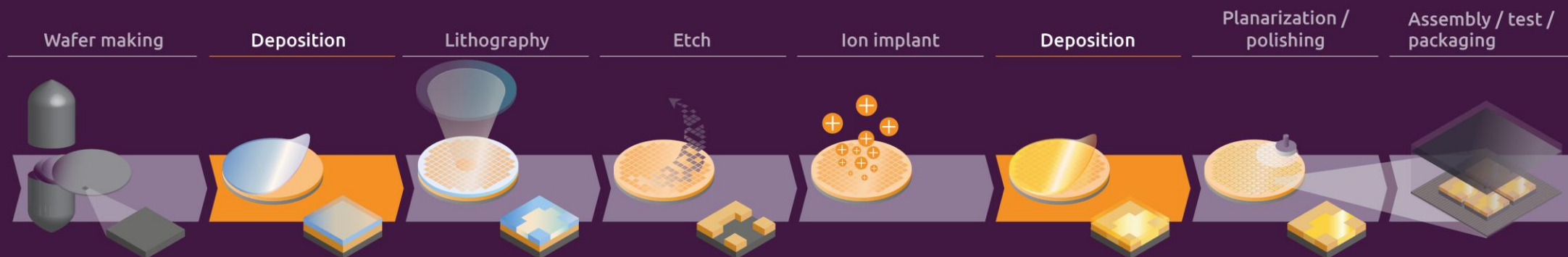
Source: TechInsights (Sep 2026)

Semiconductors: value chain & manufacturing process

Semiconductor value chain

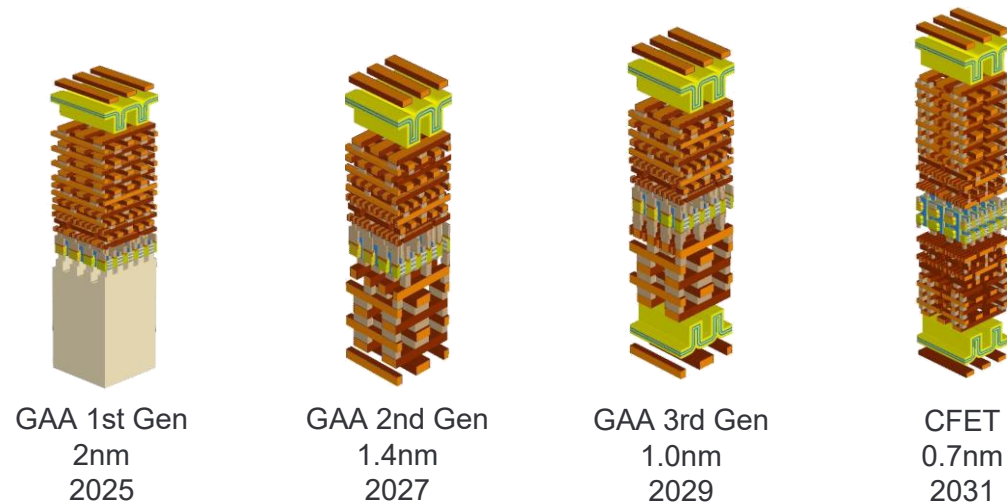


Semiconductor manufacturing process

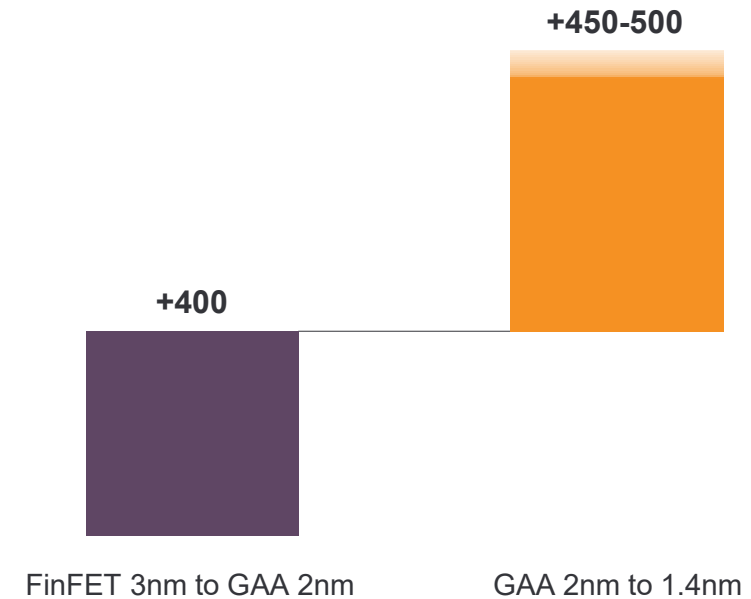


Significant increase in ALD and Epi SAM with move to 1.4nm ASM

Logic/foundry technology roadmap



ASM ALD and Epi SAM expansion for 100k WSPM* (US\$ million)

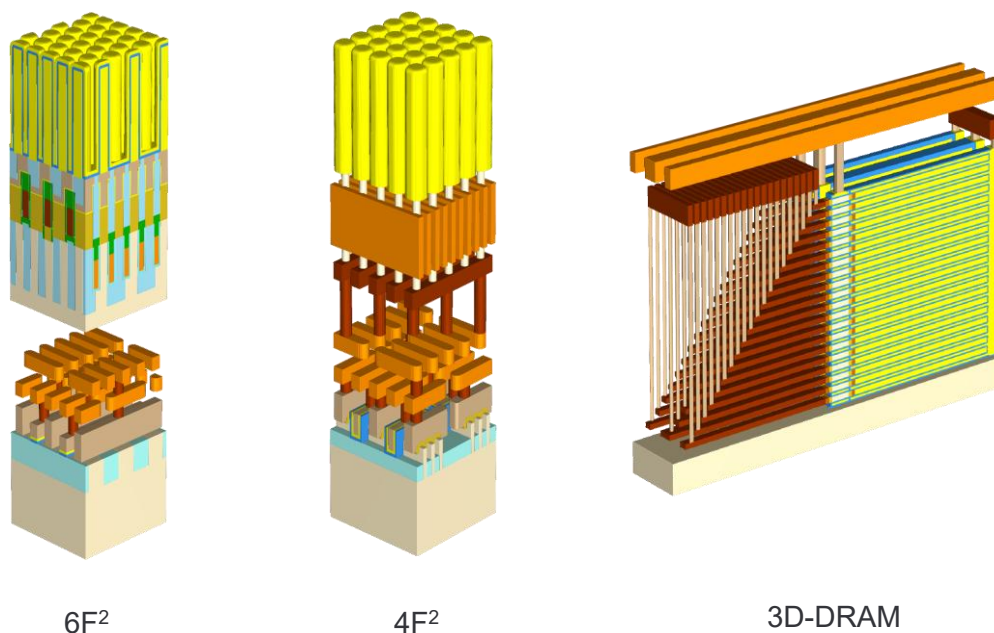


Source: Investor Day 2025; Historical market data: ASM | Future market data: ASM

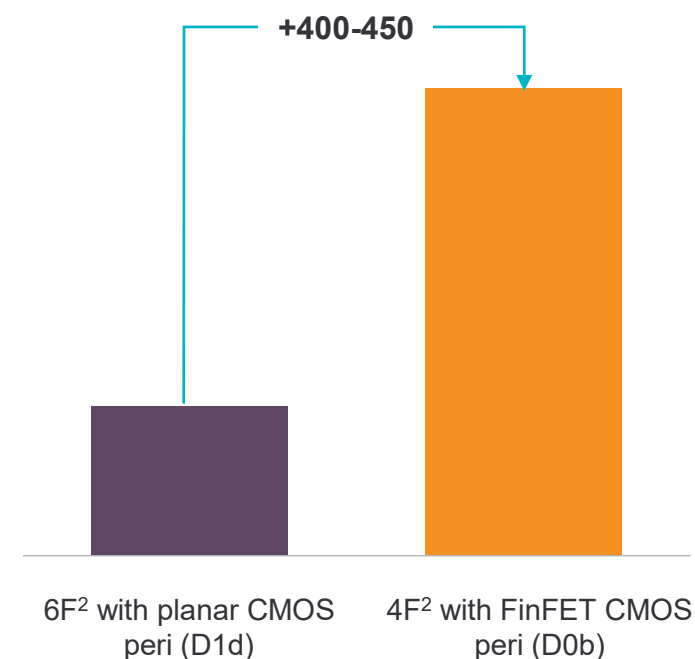
Note: Wafer starts per month

Increasing DRAM SAM with 4F² transition

DRAM technology roadmap



ASM ALD and Epi SAM expansion for 100k WSPM* (US\$ million)



Source: Investor Day 2025; ASM internal market data, figure not to scale

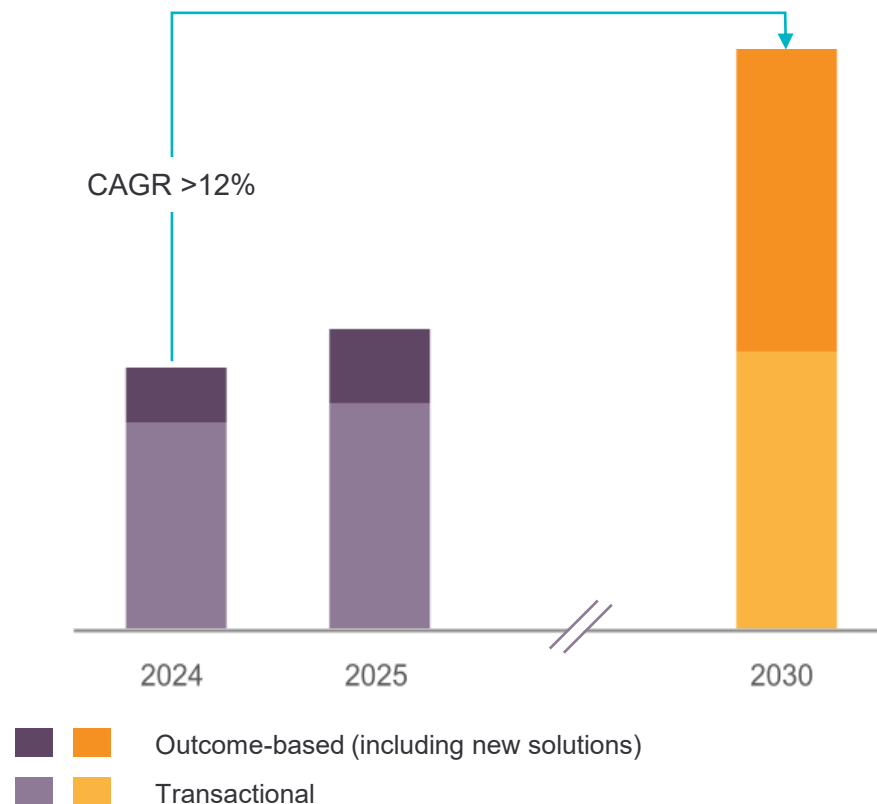
Note: Wafer starts per month

Spares & Services: engine of growth and innovation



Spares & Services revenue

(€ million)



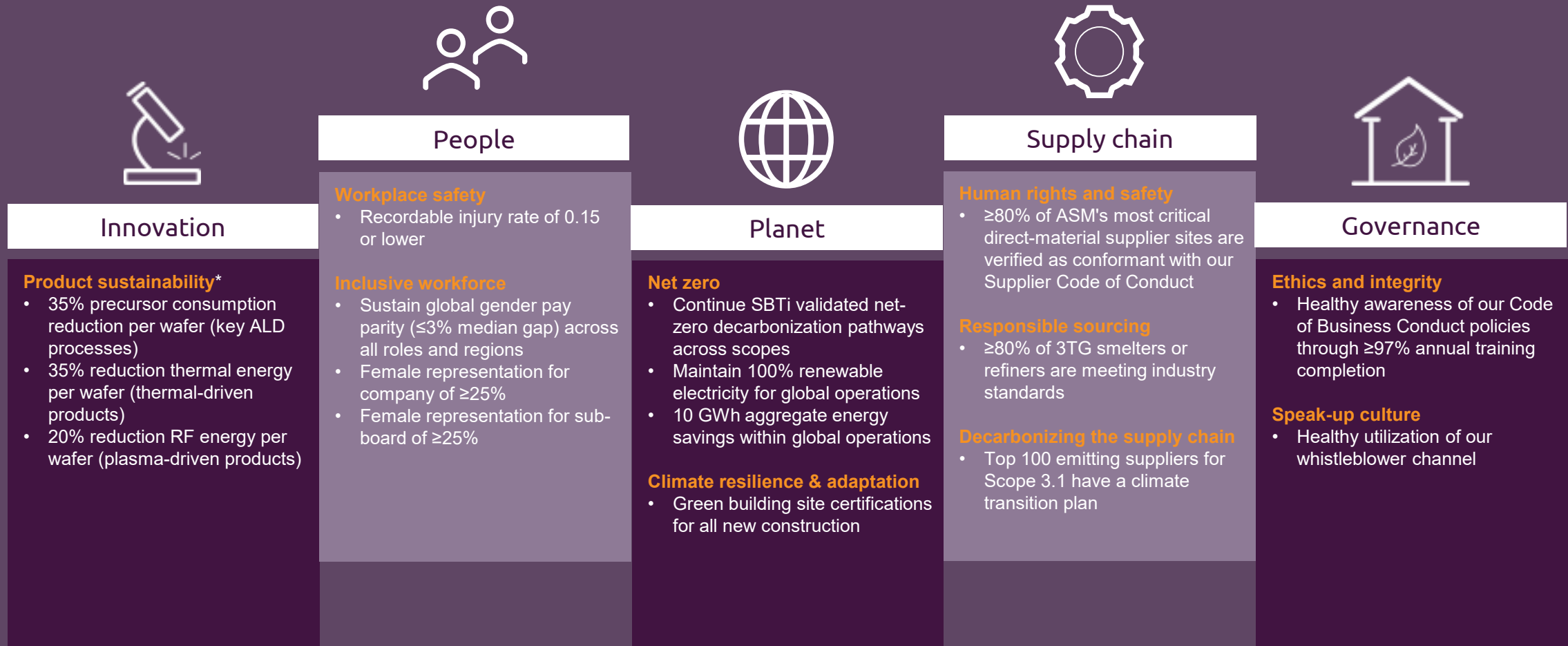
→ Business growth drivers

- Continued growth of our installed base - higher share of outcome-based services on new products
- >50% business coming from outcome-based services by 2030
- Outcome-based grew from 20% in 2024 to 25% in 2025 as a percentage of total Spares & Services sales

→ 2030 outlook

- Targeting continued growth in Spares & Services: >12% CAGR 2024-2030

Our sustainability framework covers 5 pillars



Note: The product sustainability targets year is 2035

Capital allocation strategy unchanged



Priority 1

Invest to support future growth

- R&D
- Capex
- M&A

Priority 2

Maintain a strong balance sheet

- Cash position around €800 million

Priority 3

Sustainable dividend payments

Priority 4

Return of excess cash to shareholders through share buybacks

Strategic objectives



Our purpose is to improve people's lives by advancing technologies that unlock new potential



Strategy enablers



Best people



Leading-edge innovation



Early customer engagements



Flawless operational excellence



Strong financial position

Annex: detailed financials

(Estimated) amortization, SBC and earn-out expenses

€ million	Q3 2026 Actual	Q2 2026 Actual	Q3 2025 Actual	2026 Estimate	2027 Estimate	2028 Estimate	2029 Estimate
Net research and development expenses	(4.0)	(4.0)	(3.5)	(16.1)	(16.1)	(16.1)	(16.1)
Selling, general and administrative expenses ¹	(3.8)	(3.7)	(1.2)	(14.7)	(9.9)	(7.8)	(6.4)
Total impact on operating result	(7.8)	(7.7)	(4.7)	(30.8)	(26.0)	(23.9)	(22.5)
Finance expense ²	(1.0)	(1.0)	-	(3.9)	(2.5)	(0.5)	-
Income taxes	1.6	1.3	1.3	6.3	6.1	6.1	6.1
Total impact on net earnings	(7.2)	(7.4)	(3.4)	(28.4)	(22.4)	(18.3)	(16.4)

¹ The total cash consideration of the 2025 Axus acquisition includes a €12.3 million prepaid share-based component that is contingent on the sellers' continued employment. This amount is therefore treated as post-employment remuneration, with the related expense recognized in SG&A over the vesting period (2025-2028, assumed 100% vesting)

² Finance expenses include the change in fair value of the contingent consideration (LPE earn-out up to FY25, FY26 onwards Axus)

Income statement (reported)

€ million	Q3 2025	Q4 2025	Q1 2026	Q2 2026	Q3 2026
Revenue	800.0	698.3	862.5	1,003.1	1,159.4
Cost of sales	(385.1)	(350.6)	(402.7)	(482.0)	(556.3)
Gross profit	414.9	347.7	459.9	521.1	603.2
Selling, general and administrative	(69.7)	(75.5)	(79.5)	(82.6)	(91.4)
Research and development	(102.5)	(101.7)	(102.2)	(115.7)	(132.9)
Total operating expenses	(172.1)	(177.2)	(181.7)	(198.3)	(224.3)
Operating result	242.8	170.5	278.2	322.8	378.9
Net interest income	14.6	12.5	12.4	6.3	12.5
Foreign currency exchange gain (loss)	10.4	5.7	10.4	21.7	(21.8)
Share in income of investments in associates	(7.4)	26.1	6.6	8.9	15.0
Impairment reversal of investments in associates	181.4	-	-	-	-
Impairment of other investments	-	(3.4)	-	-	-
Earnings before income taxes	442.0	211.4	307.6	359.7	384.6
Income taxes	(57.8)	(45.4)	(69.1)	(74.3)	(76.5)
Net earnings	384.2	166.0	238.5	285.4	308.1

Adjusted and reported P&L reconciliation



€ million	Q2 2026 reported	Δ	Q2 2026 adjusted	Q3 2026 reported	Δ	Q3 2026 adjusted
Revenue	1,003.1	-	1,003.1	1,159.4	-	1,159.4
Gross profit	521.1	-	521.1	603.2	-	603.2
Gross margin	51.9%	-	51.9%	52.0%	-	52.0%
SG&A	(82.6)	3.7	(78.9)	(91.4)	3.8	(87.6)
SG&A as a % of revenue	8.2%	-0.3pp	7.9%	7.9%	-0.3pp	7.6%
Net R&D	(115.7)	4.0	(111.7)	(132.9)	4.0	(128.9)
Net R&D as a % of revenue	11.5%	-0.4pp	11.1%	11.5%	-0.4pp	11.1%
Operating result	322.8	7.7	330.5	378.9	7.8	386.7
Operating margin	32.2%	0.8pp	33.0%	32.7%	0.7pp	33.4%
Net finance income	28.0	1.0	29.0	(9.3)	1.0	(8.3)
Share in income of investments in associates	8.9	0.1	9.0	15.0	0.1	15.1
Income taxes	(74.3)	-1.3	(75.5)	(76.5)	-1.6	(78.0)
Net earnings	285.4	7.4	292.9	308.1	7.2	315.4

Operating performance: reported vs. constant currency (cc)

€ million	Q3 2026	QoQ reported	QoQ at cc	YoY reported	YoY at cc
Revenue	1,159.4	16%	14%	45%	44%
Equipment revenue	936.4	18%	17%	48%	48%
Spares & Services revenue	223.1	7%	6%	32%	31%
Gross profit	603.2	16%	15%	45%	44%
Adjusted SG&A expenses	(87.6)	11%	10%	28%	28%
Adjusted net R&D expenses	(128.9)	15%	14%	30%	32%
Adjusted operating result	386.7	17%	16%	56%	54%

Balance sheet



€ million	Sep. 25	Dec. 25	Mar. 26	Jun. 26	Sep. 26
PP&E (incl. RoU assets)	524.0	608.2	628.3	683.3	747.8
Evaluation tools at customers	109.5	106.1	100.8	92.3	98.1
Goodwill	319.1	340.5	340.9	341.2	341.3
Other intangible assets	898.0	995.9	1,020.3	1,043.7	1,063.6
Investments in associates	816.7	845.1	865.1	867.4	877.2
Other non-current assets	93.8	95.4	96.6	110.2	118.8
Total non-current assets	2,761.1	2,991.2	3,052.0	3,138.0	3,246.8
Inventories	545.6	552.1	579.6	615.8	687.1
Accounts receivable	666.3	562.1	990.5	969.8	1,035.7
Other current assets and income taxes receivable	194.3	204.7	225.5	230.7	249.5
Cash and cash equivalents	1,078.5	1,026.9	981.6	1,180.1	1,338.7
Total current assets	2,484.7	2,345.8	2,777.2	2,996.4	3,311.0
Total Assets	5,245.8	5,337.0	5,829.2	6,134.4	6,557.8
Equity	3,837.6	4,005.8	4,288.6	4,447.6	4,673.2
Other non-current liabilities	57.3	64.0	72.0	70.4	93.9
Contingent consideration payable	-	18.4	19.8	21.0	22.0
Deferred tax liabilities	199.6	207.5	211.8	214.0	217.1
Total non-current liabilities	256.9	289.9	303.6	305.4	333.0
Accounts payable	220.6	214.9	272.5	322.0	371.8
Provision for warranty	45.7	45.0	49.2	54.0	61.8
Income taxes payable	82.2	78.9	112.3	141.1	146.6
Contract liabilities	583.2	505.8	570.6	676.7	737.4
Accrued expenses and other payables	219.6	197.0	232.4	187.6	234.0
Total current liabilities	1,151.3	1,041.4	1,237.0	1,381.4	1,551.6
Total Equity and Liabilities	5,245.8	5,337.0	5,829.2	6,134.4	6,557.8

Note: Amounts are rounded to the nearest tenth of million euro; therefore, amounts may not equal (sub) totals due to rounding.

Cash flow statement



€ million	Q3 2025	Q4 2025	Q1 2026	Q2 2026	Q3 2026
Net earnings from operations	384.1	166.1	238.5	285.4	308.1
Adjustments to reconcile net earnings to net cash from operating activities	(135.7)	6.8	104.1	74.7	99.4
(Increase)/decrease in working capital	64.4	(9.2)	(298.8)	106.2	9.2
Net cash from operating activities	312.8	163.7	43.8	466.3	416.8
Capital expenditures of property, plant and equipment	(38.5)	(106.2)	(38.3)	(63.1)	(54.6)
Proceeds from sale of property, plant and equipment	0.2	-	-	-	-
Capitalized development expenditure	(53.8)	(54.7)	(48.2)	(49.3)	(46.5)
Capital expenditure of intangible assets and other investments	(8.2)	(15.2)	(5.3)	(12.0)	(13.3)
Dividend received from associates	2.9	-	-	12.8	11.0
Acquisitions of subsidiaries, net of cash acquired	-	(81.5)	-	-	-
Contingent consideration	(76.1)	-	-	-	-
Net cash used in investing activities	(173.4)	(257.6)	(91.9)	(111.7)	(103.4)
Payment of lease liabilities	(3.0)	(4.8)	(3.5)	(3.6)	(3.5)
Purchase of treasury shares	(109.1)	-	-	-	(149.5)
Dividends to common shareholders	-	-	-	(159.2)	-
Net cash used in financing activities	(112.1)	(4.8)	(3.5)	(162.8)	(152.9)
Free cash flow¹	139.4	(93.9)	(48.1)	354.6	313.4

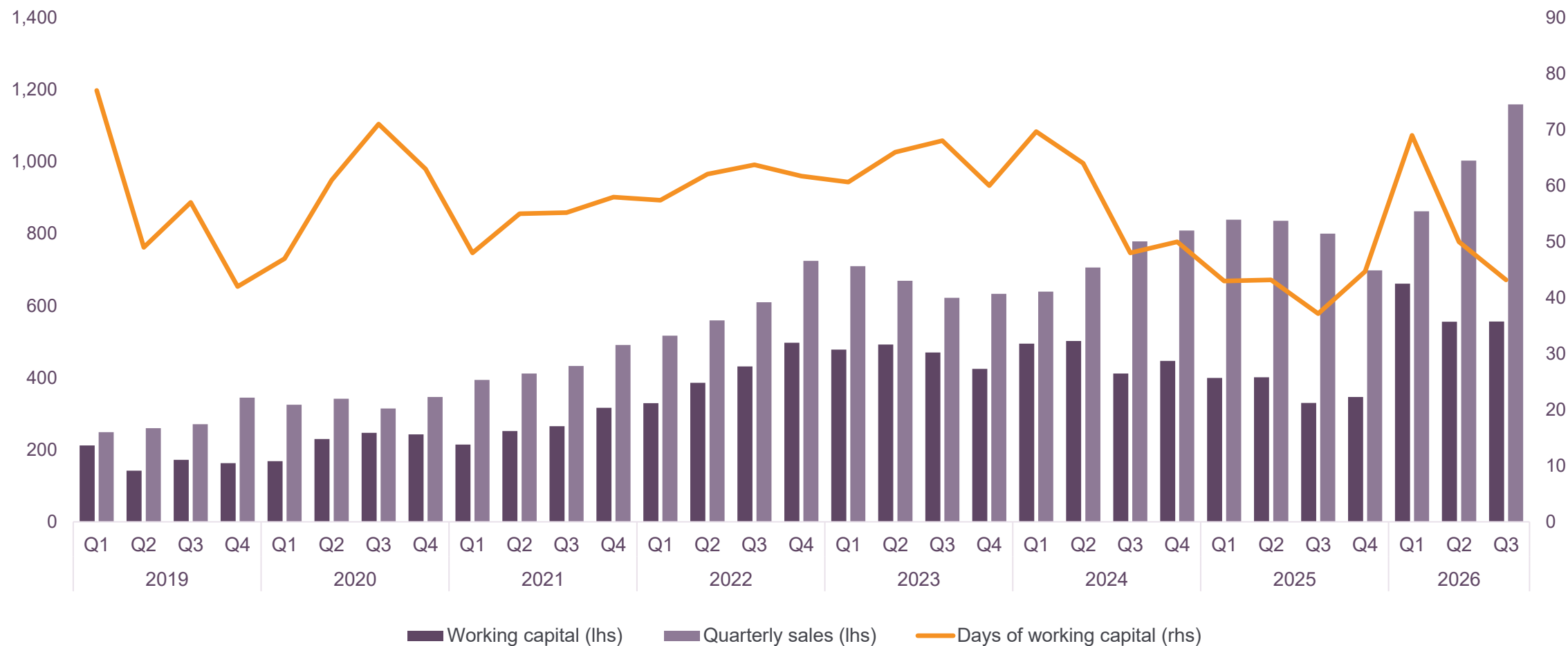
¹ Free cash flow is defined as cash flows from operating activities after investing activities

Gross and net R&D expenses (reported)

€ million	Q3 2025	Q4 2025	Q1 2026	Q2 2026	Q3 2026
Gross R&D expenses	129.1	127.9	127.6	141.7	147.6
Capitalization of development expenses	(53.8)	(54.7)	(48.2)	(49.3)	(46.5)
Amortization of capitalized development expenses	23.5	22.4	22.7	23.4	25.2
Impairment capitalized development expenses	3.7	6.1	0.1	-	6.5
Net R&D expenses	102.5	101.7	102.2	115.7	132.9
Gross R&D as a % of revenue	16.1%	18.3%	14.8%	14.1%	12.7%
Net R&D as a % of revenue	12.8%	14.6%	11.8%	11.5%	11.5%

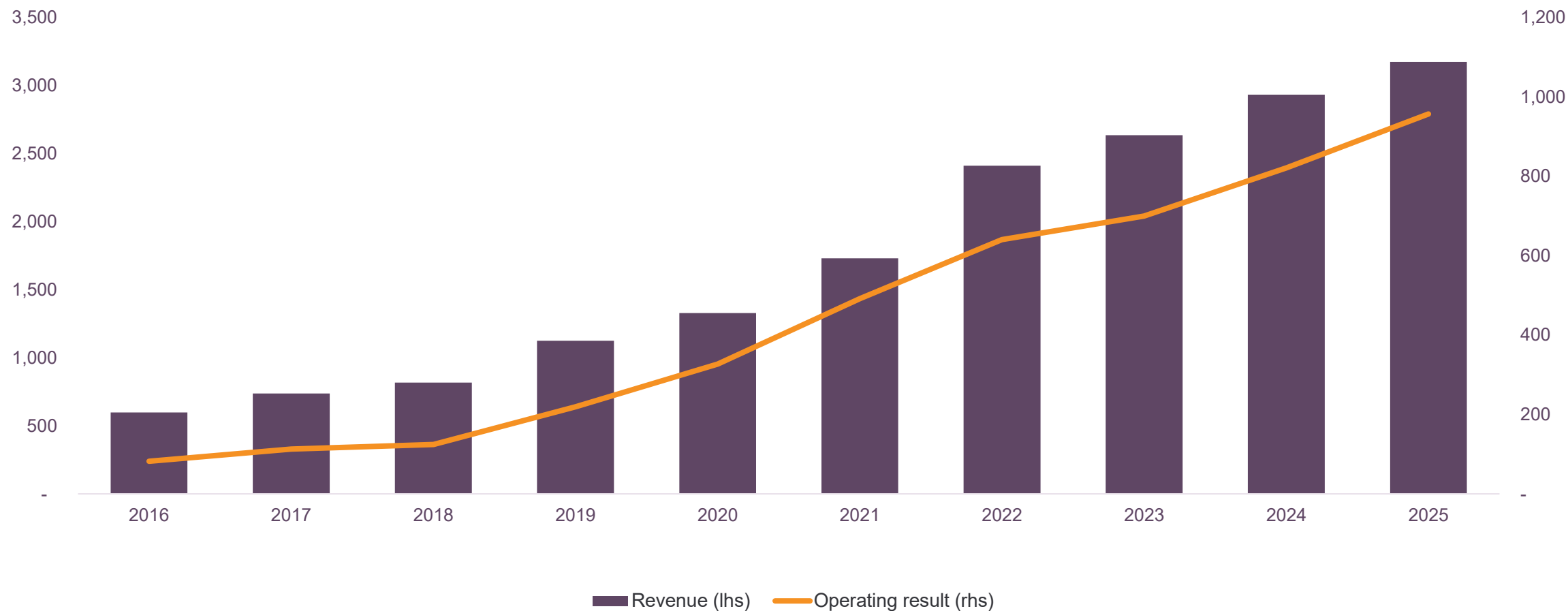
Note: Amounts are rounded to the nearest tenth of million euro; therefore, amounts may not equal (sub) totals due to rounding.

Working capital: historical development



Note: Numbers in million €, based on reported financials
Q1 and Q4 2019 exclude the impact of patent litigation and arbitration settlements

Revenue and operating result: historical development



Note: Numbers in million €

2019 numbers exclude settlement gains of €159m

2022, 2023, 2024, and 2025 operating result exclude amortization of fair value adjustments from respective purchase price allocations (before tax)

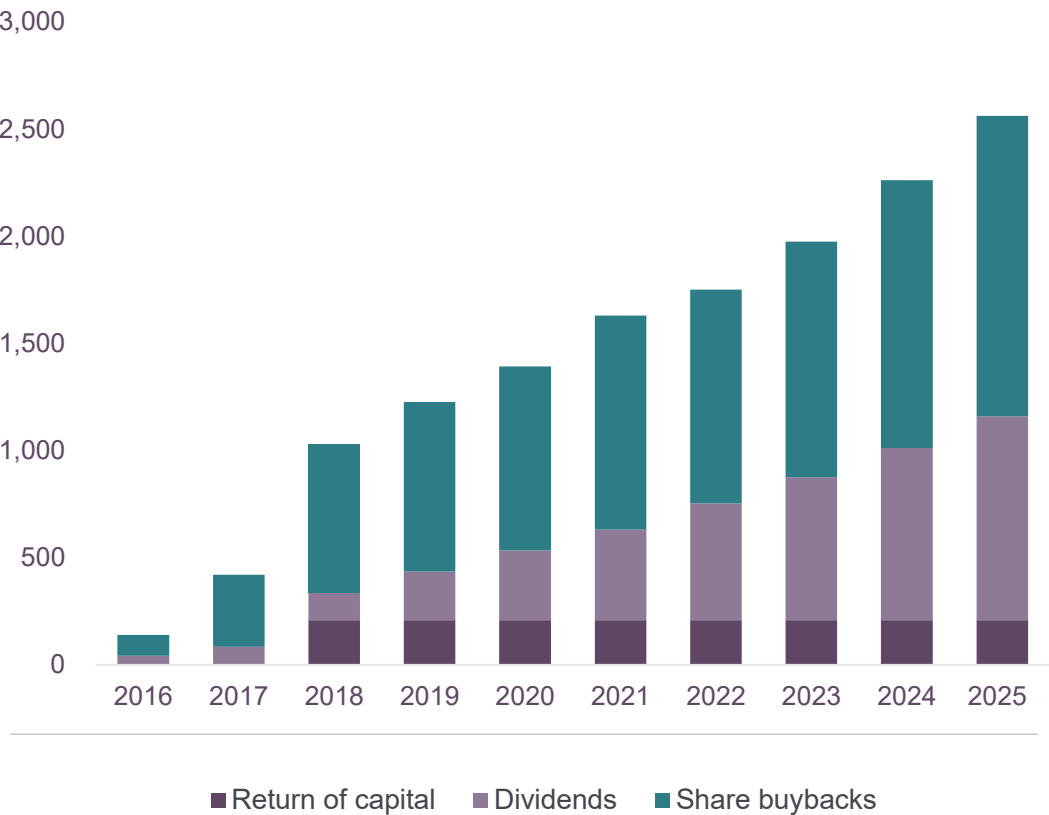
Cash returned to shareholders



Dividend per share (€ paid over)



Cumulative cash returned to market (€m)



**For more information
visit asm.com**