



NXP Investor Presentation

Third Quarter 2025

October 2025

Forward Looking Statements

This document includes forward-looking statements which include statements regarding NXP's business strategy, financial condition, results of operations, market data, as well as any other statements which are not historical facts. By their nature, forward-looking statements are subject to numerous factors, risks and uncertainties that could cause actual outcomes and results to be materially different from those projected. These factors, risks and uncertainties include the following: market demand and semiconductor industry conditions; our ability to successfully introduce new technologies and products; the demand for the goods into which NXP's products are incorporated; global trade disputes, potential increase of barriers to international trade, including the imposition of new or increased tariffs, and resulting disruptions to our established supply chains; the impact of government actions and regulations, including as a result of executive orders, including restrictions on the export of products and technology; the impact of government actions and regulations, including as a result of executive orders, including restrictions on the export of products and technology; increasing and evolving cybersecurity threats and privacy risks; our ability to accurately estimate demand and match our production capacity accordingly or obtain supplies from third-party producers; our access to production capacity from third-party outsourcing partners, and any events that might affect their business or our relationship with them; our access to production from third-party outsourcing partners, and any events that might affect their business or our relationship with them; our ability to secure adequate and timely supply of equipment and materials from suppliers; our ability to avoid operational problems and product defects and, if such issues were to arise, to correct them quickly; our ability to form strategic partnerships and joint ventures and to successfully cooperate with our alliance partners; our ability to win competitive bid selection processes; our ability to develop products for use in customers' equipment and products; the ability to successfully hire and retain key management and senior product engineers; global hostilities, including the invasion of Ukraine by Russia and resulting regional instability, sanctions and any other retaliatory measures taken against Russia and the continued hostilities and the armed conflict in the Middle East, which could adversely impact the global supply chain, disrupt our operations or negatively impact the demand for our products in our primary end markets; our ability to maintain good relationships with NXP's suppliers; our ability to integrate acquired businesses in an efficient and effective manner; and a change in tax laws could have an effect on our estimated effective tax rate. In addition, this document contains information concerning the semiconductor industry, our end markets and business generally, which is forward-looking in nature and is based on a variety of assumptions regarding the ways in which the semiconductor industry, our end markets and business will develop. NXP has based these assumptions on information currently available, if any one or more of these assumptions turn out to be incorrect, actual results may differ from those predicted. While NXP does not know what impact any such differences may have on its business, if there are such differences, its future results of operations and its financial condition could be materially adversely affected. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak to results only as of the date the statements were made. Except for any ongoing obligation to disclose material information as required by the United States federal securities laws, NXP does not have any intention or obligation to publicly update or revise any forward-looking statements after we distribute this document, whether to reflect any future events or circumstances or otherwise. For a discussion of potential risks and uncertainties, please refer to the risk factors listed in our SEC filings. Copies of our SEC filings are available on our Investor Relations website, www.nxp.com/investor or from the SEC website, www.sec.gov.

No offer of solicitation

The Presentation does not constitute or form part of, and should not be construed as, an offer to sell or issue, or the solicitation of an offer to purchase, subscribe to or acquire, securities of NXP, or an inducement to enter into investment activity in the United States or in any other jurisdiction in which such offer, solicitation, inducement or sale would be unlawful prior to registration, exemption from registration or qualification under the securities laws of such jurisdiction. No part of this Presentation, nor the fact of its distribution, should form the basis of, or be relied on in connection with, any contract or commitment or investment decision whatsoever.

The Presentation is not for publication, release or distribution in any jurisdiction where such publication, release or distribution would constitute a violation of the relevant laws of such jurisdiction, nor should it be taken or transmitted into such jurisdiction.

Use of Non-GAAP Financial Measures

In this presentation, we have included certain non-GAAP financial information, including (i) Gross profit, (ii) Gross margin, (iii) Research and development, (iv) Selling, general and administrative, (v) Amortization of acquisition-related intangible assets, (vi) Other income, (vii) Operating income (loss), (viii) Operating margin, (ix) Financial Income (expense), (x) Income tax benefit (provision), (xi) Results relating to non-foundry equity-accounted investees, (xii) Net income (loss) attributable to stockholders, (xiii) Earnings per Share - Diluted, (xiv) EBITDA, adjusted EBITDA and trailing 12 month adjusted EBITDA, and (xv) free cash flow, trailing 12 month free cash flow and trailing 12 month free cash flow as a percent of Revenue. The non-GAAP information excludes, where applicable, the amortization of acquisition related intangible assets, the purchase accounting effect on inventory and property, plant and equipment, merger related costs (including integration costs), certain items related to divestitures, share-based compensation expense, restructuring and asset impairment charges, extinguishment of debt, foreign exchange gains and losses, income tax effect on adjustments described above and results from non-foundry equity-accounted investments. The difference in the benefit (provision) for income taxes between our GAAP and non-GAAP results relates to the income tax effects of the GAAP to non-GAAP adjustments that we make and the income tax effect of any discrete items that occur in the interim period. Discrete items primarily relate to unexpected tax events that may occur as these amounts cannot be forecasted (e.g., the impact of changes in tax law and/or rates, changes in estimates or resolved tax audits relating to prior year tax provisions, the excess or deficit tax effects on share-based compensation, etc.). Please refer to the NXP Historic Financial Model file found on the Financial Results page of the Investor Relations section of our website at www.nxp.com.

The difference in the benefit (provision) for income taxes between our GAAP and non-GAAP results relates to the income tax effects of the GAAP to non-GAAP adjustments that we make and the income tax effect of any discrete items that occur in the interim period. Discrete items primarily relate to unexpected tax events that may occur as these amounts cannot be forecasted (e.g., the impact of changes in tax law and/or rates, changes in estimates or resolved tax audits relating to prior year tax provisions, the excess or deficit tax effects on share-based compensation, etc.).

NXP, A Future of Innovation and Long-term Value Creation



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High Single Digit Organic Revenue Growth

Gross Margin Expansion Above 60%

100% of Excess FCF to Our Owners

S32 SDV

Intelligent systems at the edge

Hybrid manufacturing

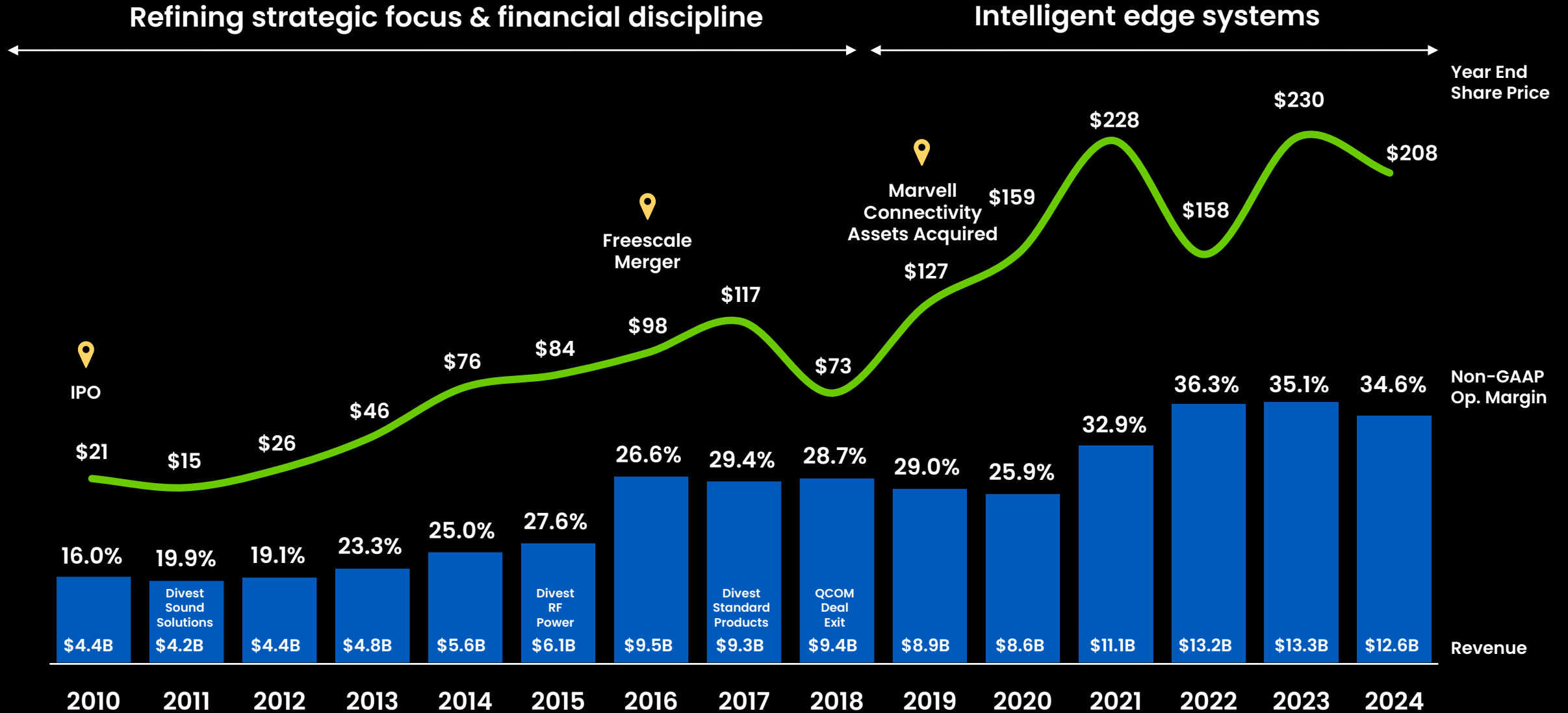
Mix / NPI

Hybrid manufacturing

RMS & system leadership

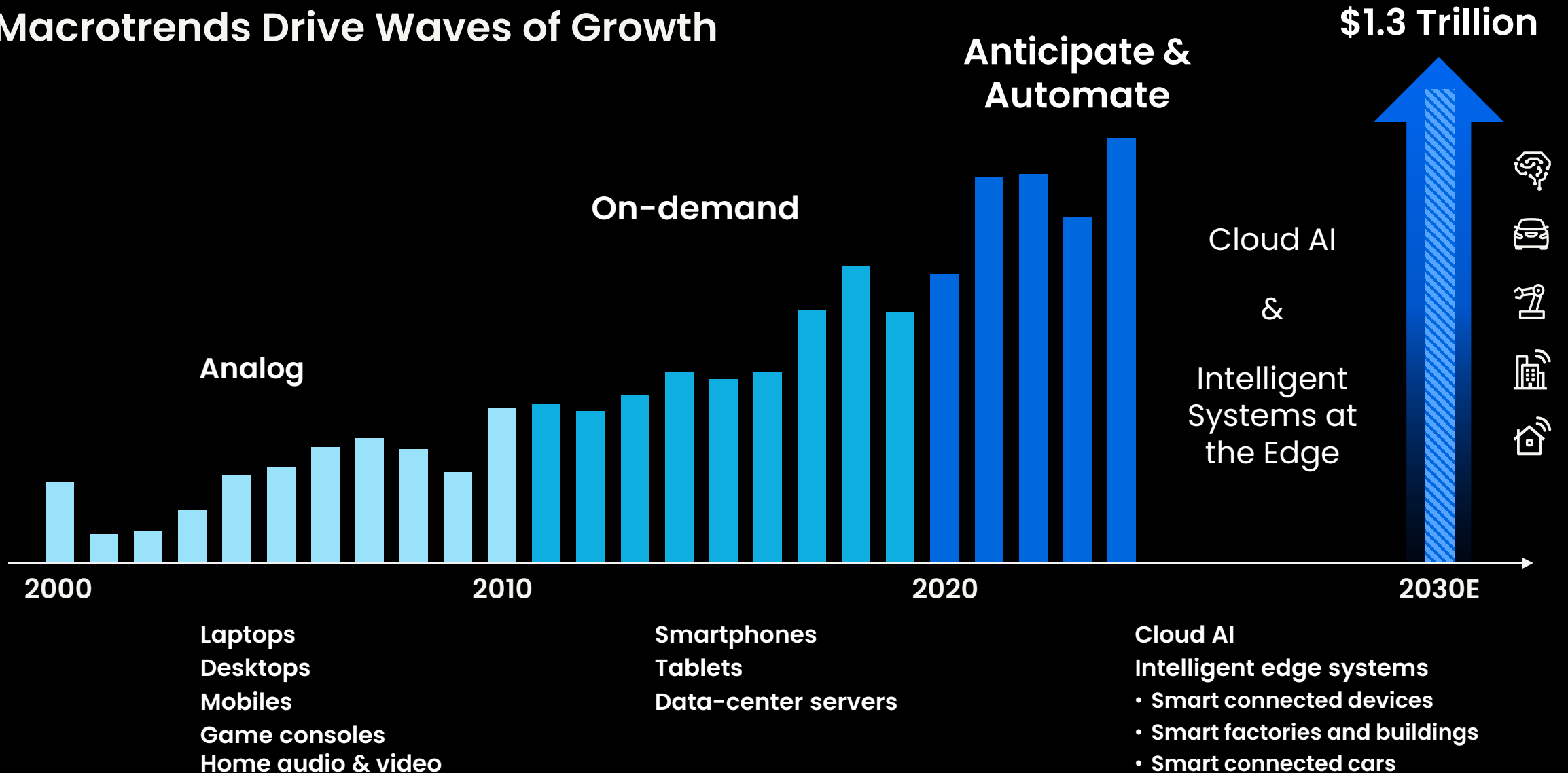
Doubling non-GAAP EPS by 2030+

NXP, A History of Innovation and Value Creation



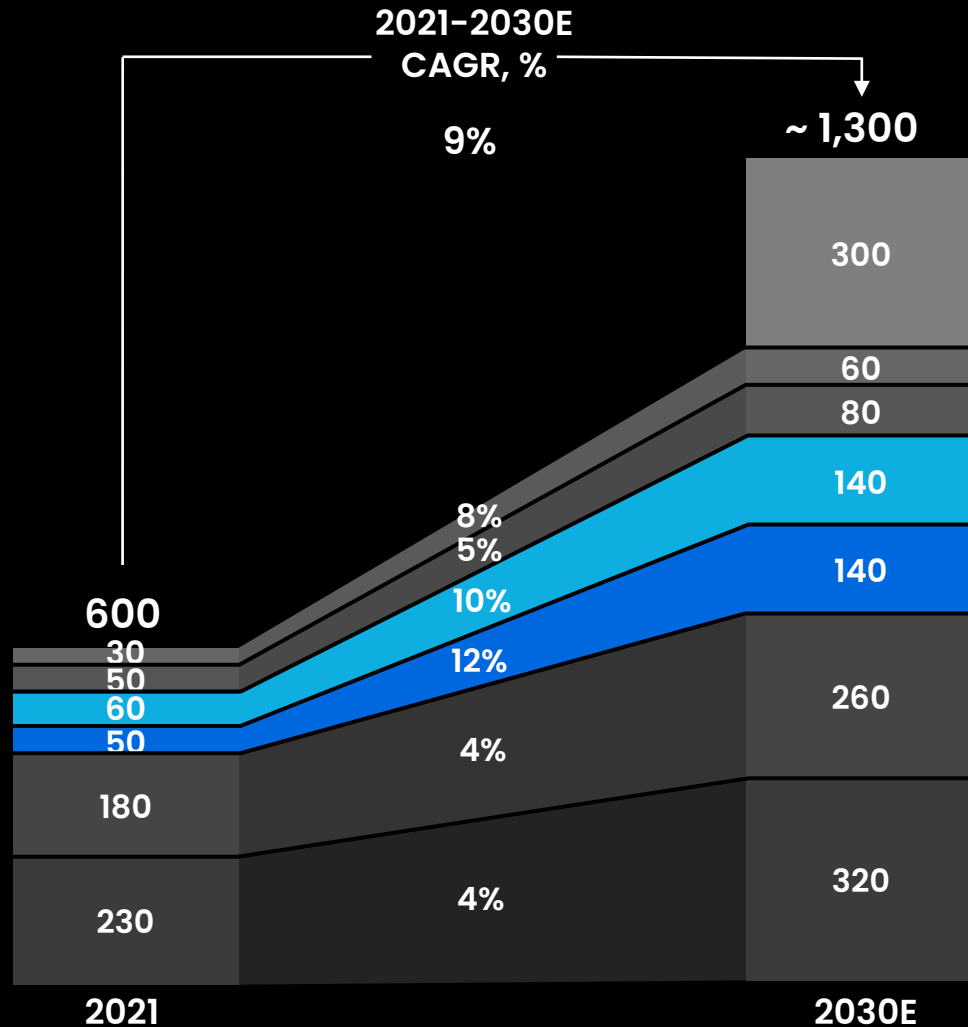
1. Reconciliations of non-GAAP measures to the most comparable measures calculated in accordance with GAAP are provided in the appendix to the presentation
 2. Annual share price is the closing share price of NXPI in each full year period sourced from FactSet

Total Semiconductor Market Macrotrends Drive Waves of Growth

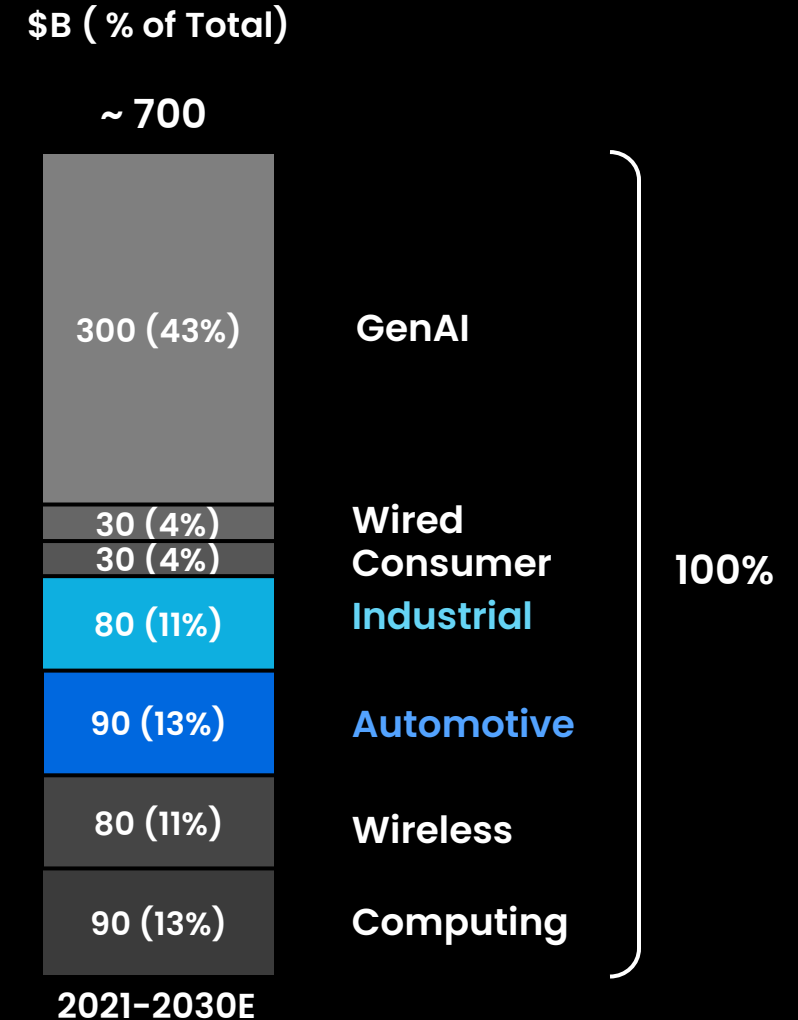


Auto & Industrial Lead Growth at the Intelligent Edge Within a \$1.3T Opportunity

Global Semiconductor market value by vertical, \$billion



Growth contribution



NXP Uniquely Positioned to Bring Intelligent Systems to the Edge

Industry challenges

Ecosystem shifts

From supply chain to value network

Increasing complexity

Components to system-of-systems

Software-defined edge

From HW-to SW-defined solutions

Resilience & sustainability

Rising concerns & awareness



NXP's unique capability and response

Complete portfolio

Sensing

AI enabled processing

Actuation

Connectivity

Deep competence

Security leader

Functional safety leader

Automotive & industrial focus

NXP

Resilient & Sustainable

Hybrid manufacturing

Target carbon neutral by 2035

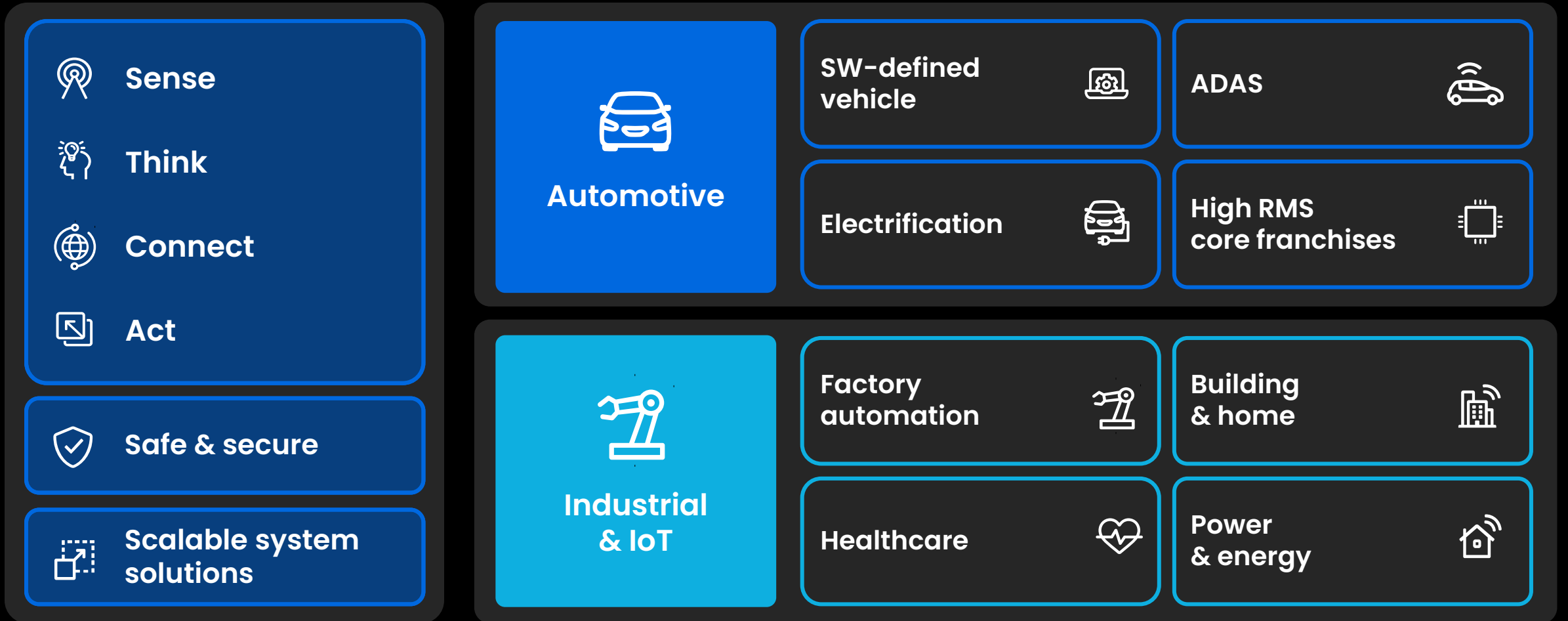
Simplifying

Scalable system solutions

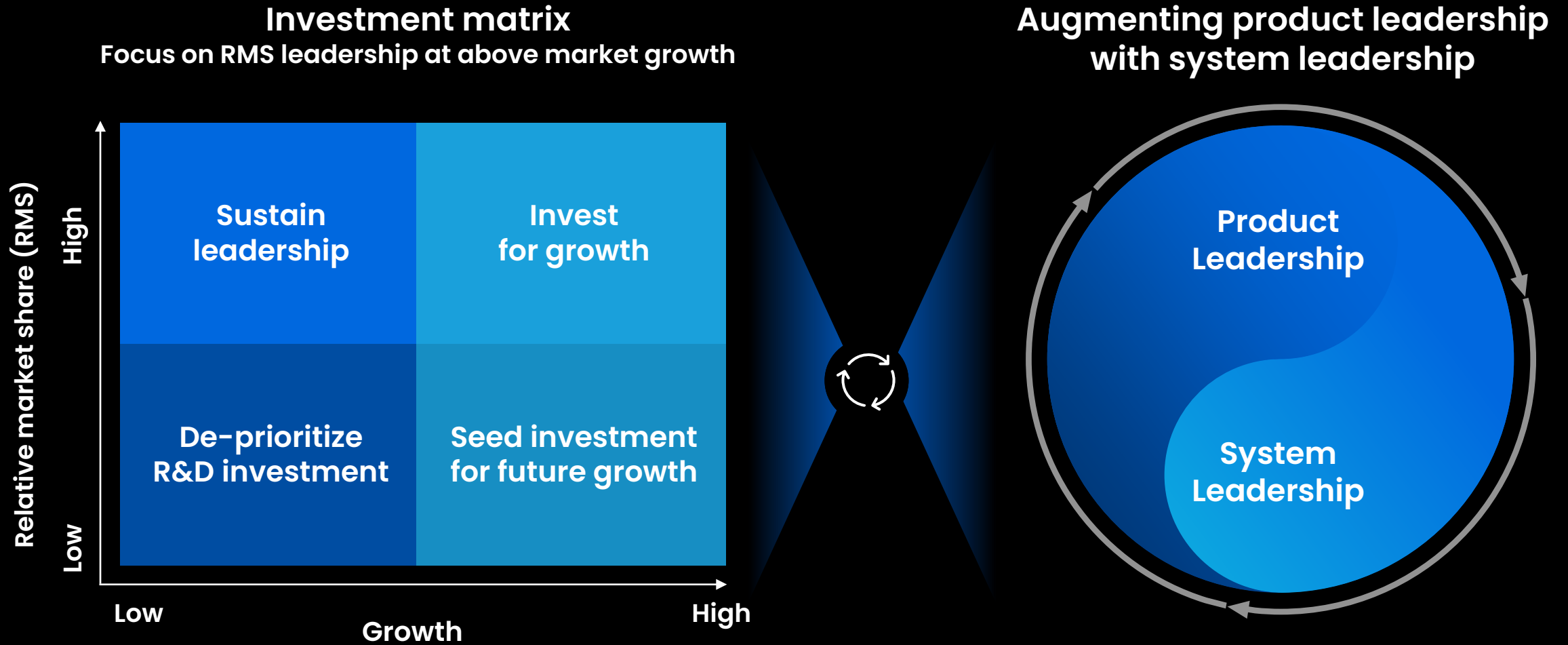
Pre-integrated software & hardware

Top OEMs & long-tail

NXP Uniquely Positioned to Bring Intelligent Systems to the Edge

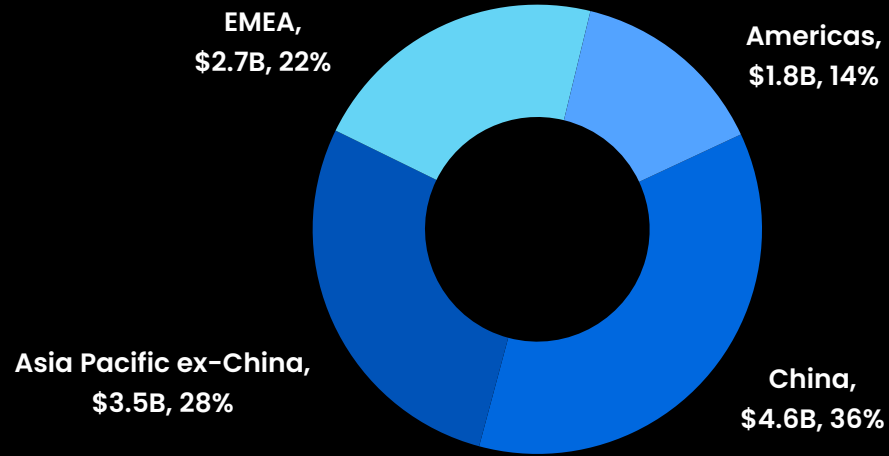


NXP Investment Compass to Focus on Profitable Growth

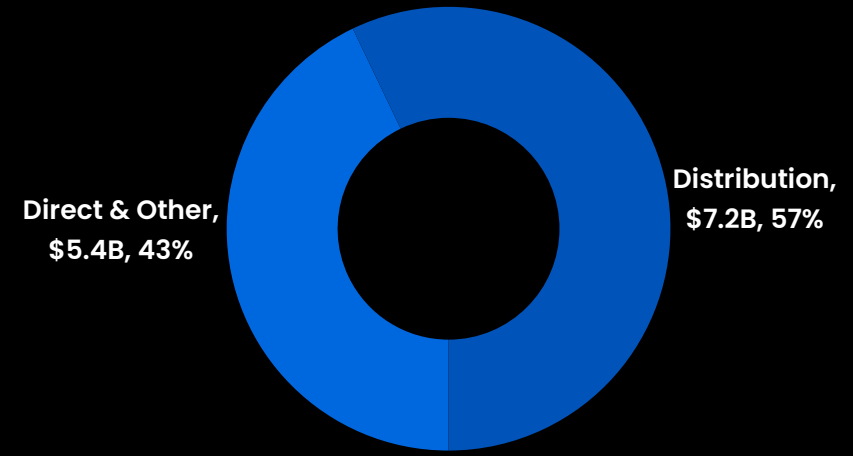


NXP Semiconductors – At a Glance

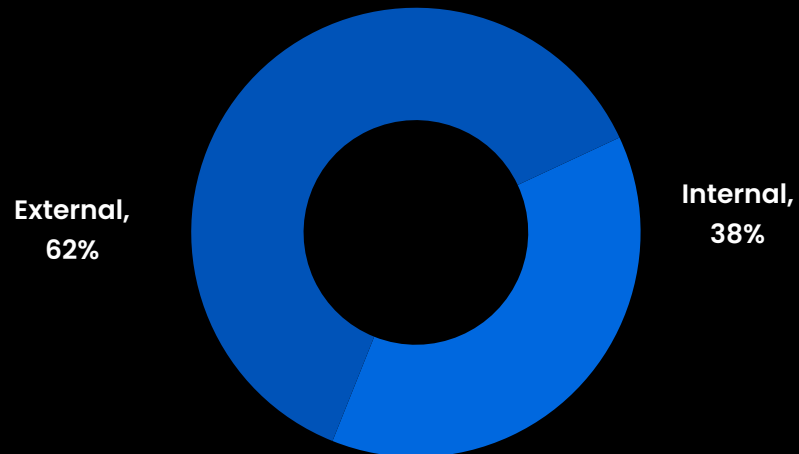
2024 Geographic Revenue Ship-To by Region



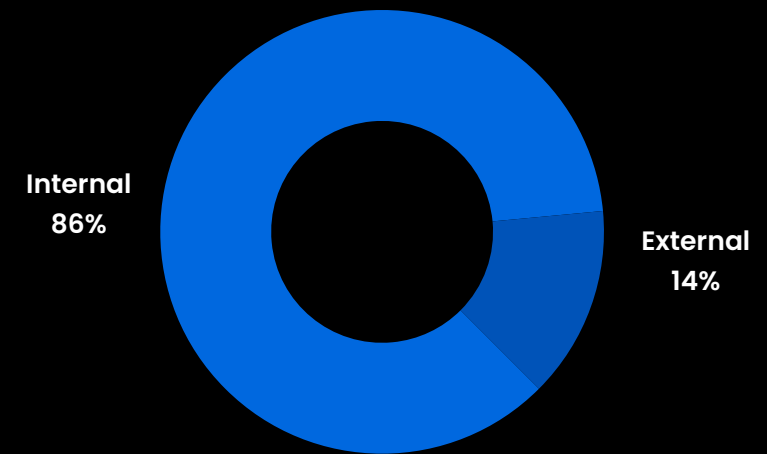
2024 Revenue Ship-To by Channel



Hybrid Manufacturing – Front-end Sourcing



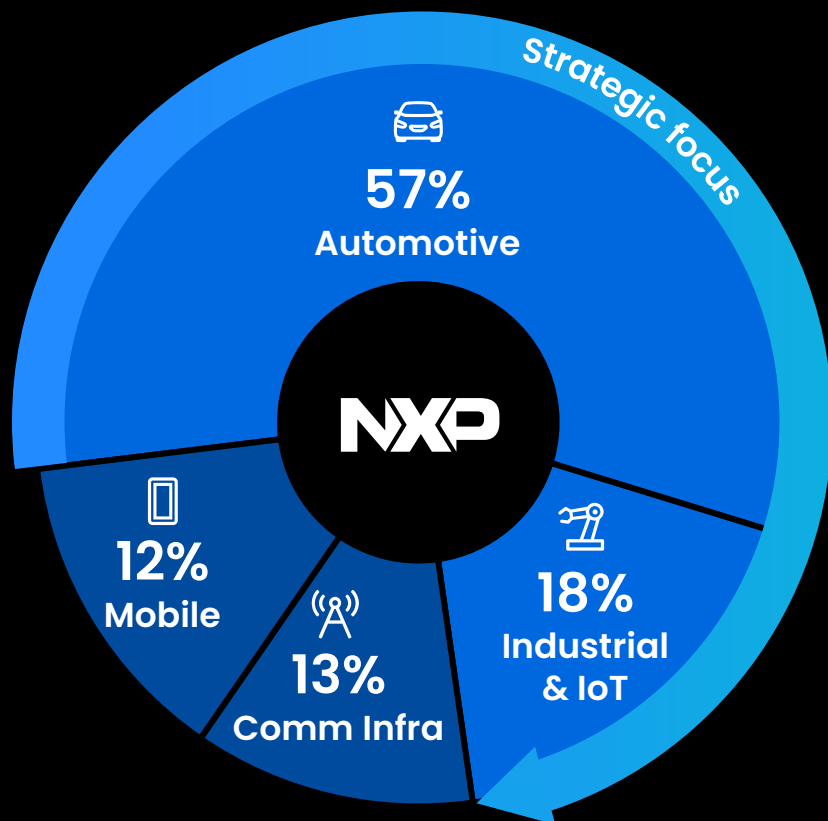
Hybrid Manufacturing – Back-end Sourcing



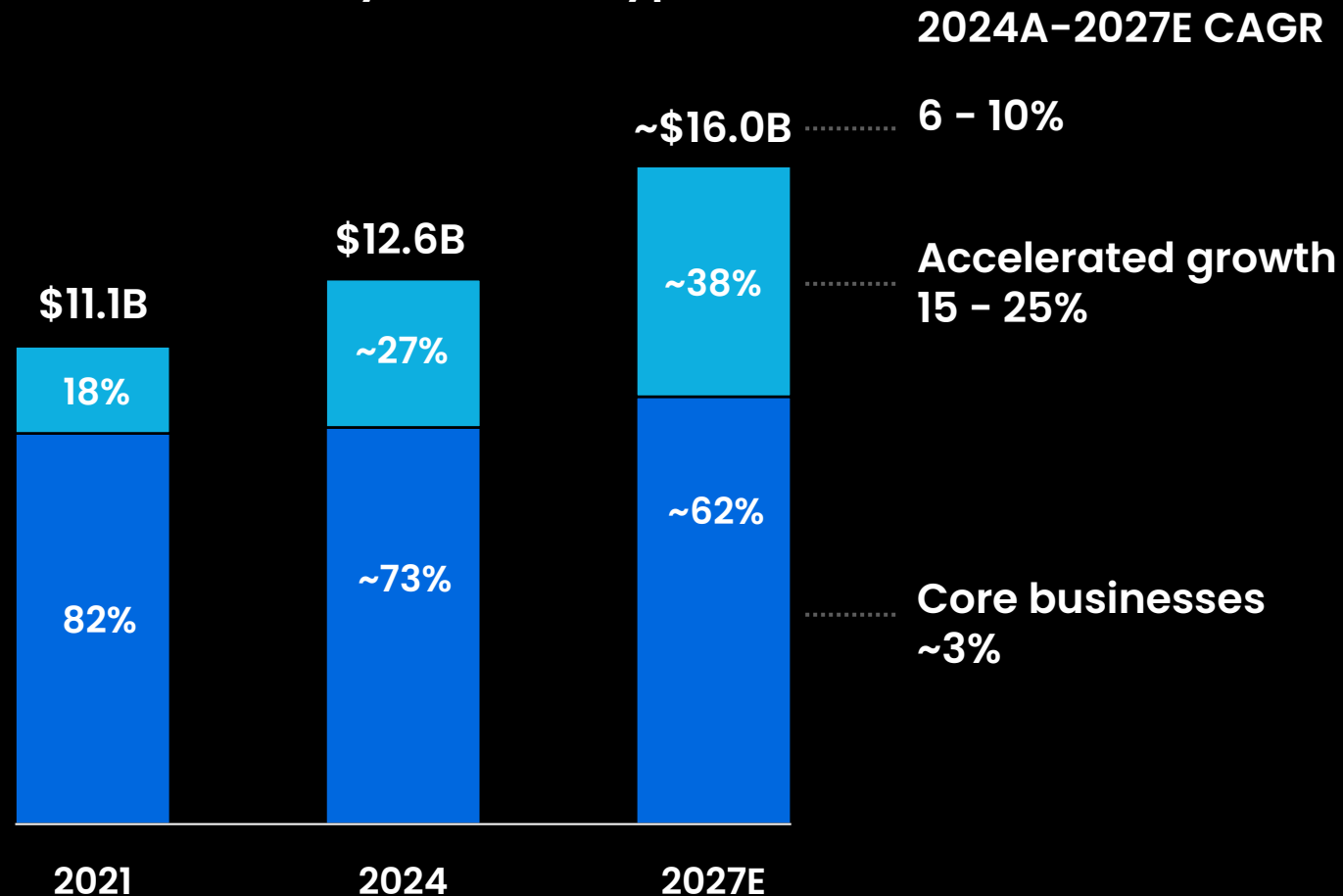
1. All data as of end 2024;
2. Revenue by Geographic Ship-To, and Channel from NXP Semiconductors 2024 Annual 10-K Report;
3. Hybrid manufacturing reflects both internal and external sourcing for front-end and back-end manufacturing, presented as a percentage of revenue.

NXP Revenue Growth in Next 3 Years

2024 Revenue by end-market exposure



Revenue by business type



1. Reconciliations of non-GAAP measures to the most comparable measures calculated in accordance with GAAP are provided in the appendix to the presentation
 2. The sum of the percentages shown may not add to 100% due to rounding

Automotive Megatrends Drive Mid-high Single Digit Content Growth

System Complexity and Software Dependence Is Increasing

Time-to-market
3 - 5 yrs → 1 - 2 yrs

Lines of code
100M → 500M

Data in the car
50 GB → 10 TB

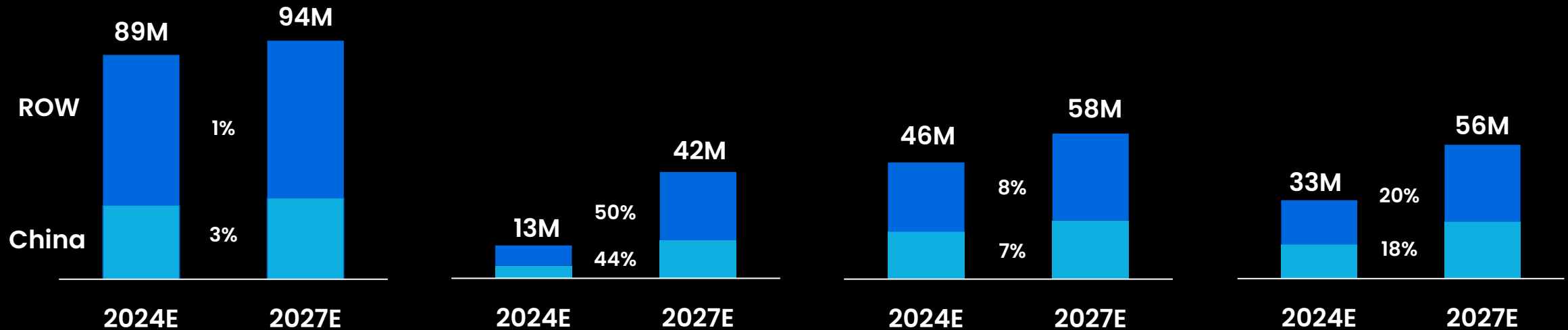
ECU power
30 - 60W → 50 - 200W

LV Production
2% Unit CAGR

SDVs
48% Unit CAGR

ADAS L1 - L3
8% Unit CAGR

xEVs
20% Unit CAGR



NXP Auto
8-12% Revenue CAGR

NXP S32 SDV
20-30% Revenue CAGR

NXP Radar
15-20% Revenue CAGR

NXP Electrification
15-20% Revenue CAGR

NXP Connectivity
10-20% Revenue CAGR

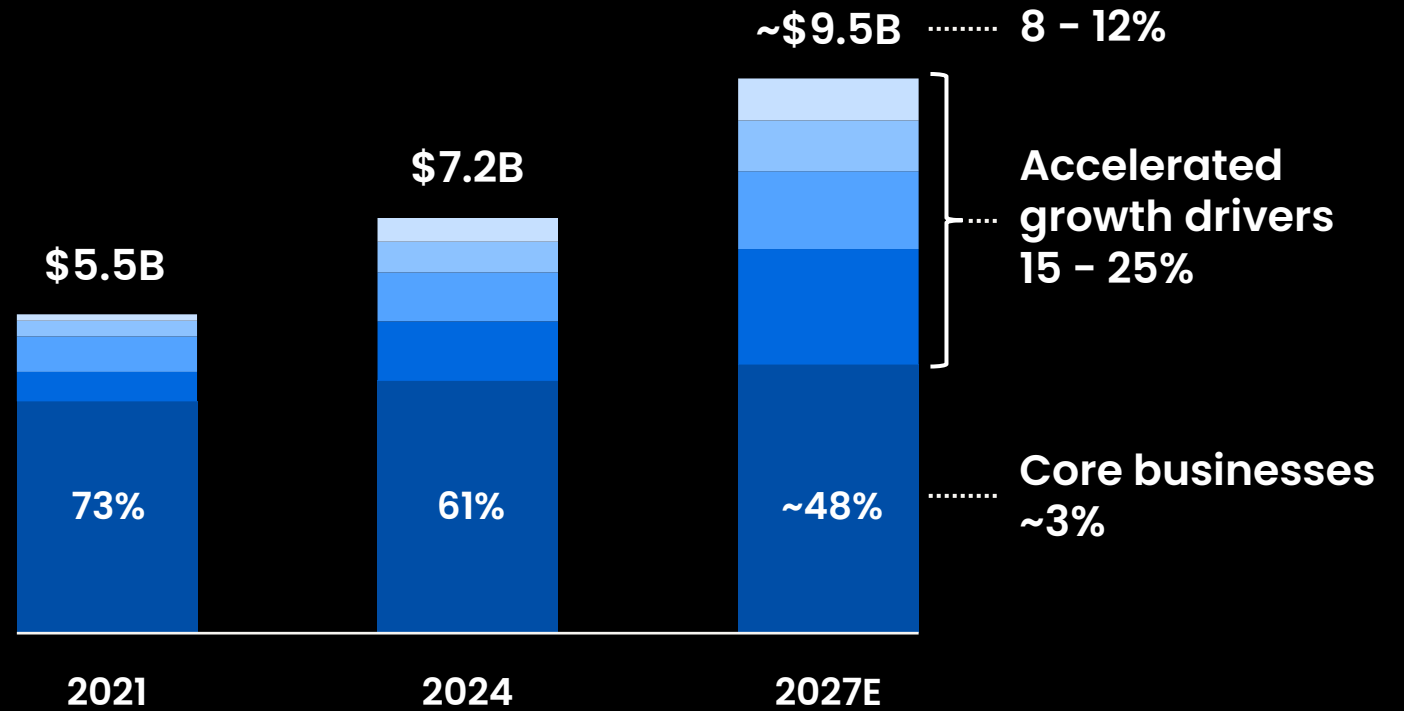
Automotive – Revenue Growth in Next 3 Years

Key assumptions

- SAAR**
 Low single digit growth
- Pricing**
 Low single digit erosion
- Content per vehicle**
 Mid to high single digit growth
- Macro-environment**
 GDP > 2.5% and PMI > 50
- Geo-politics**
 Manufacturing regionalization
- Supply chain**
 Normalized auto tier-1 inventory
 Channel Inventory at 11 weeks

Revenue by business type

2024E – 27E CAGR

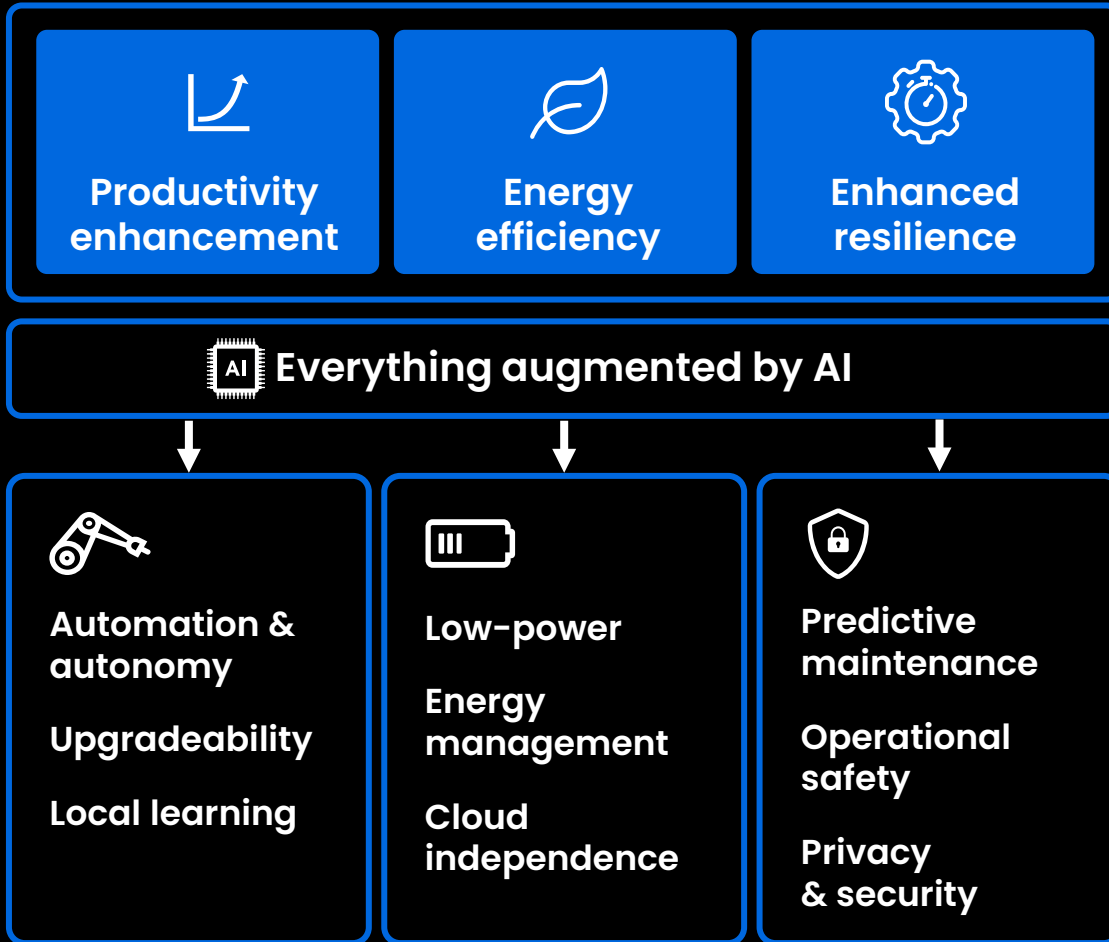


Accelerated growth drivers

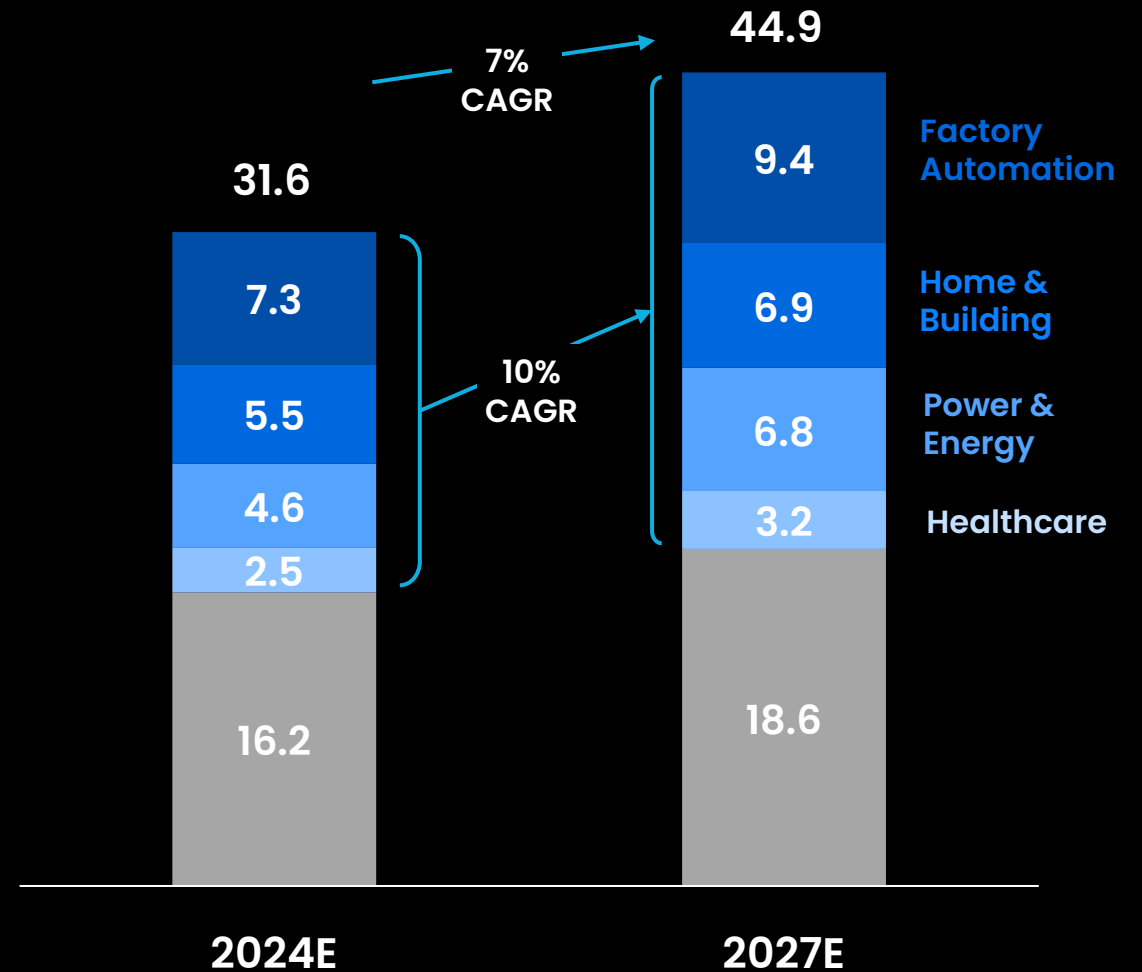
- S32 SDV
- Electrification systems
- Radar systems
- Connectivity

Intelligent Edge Systems Are Key to Create Efficiency and Sustainability

Megatrends driving an upgrade cycle



Industrial & IoT SAM (\$B)



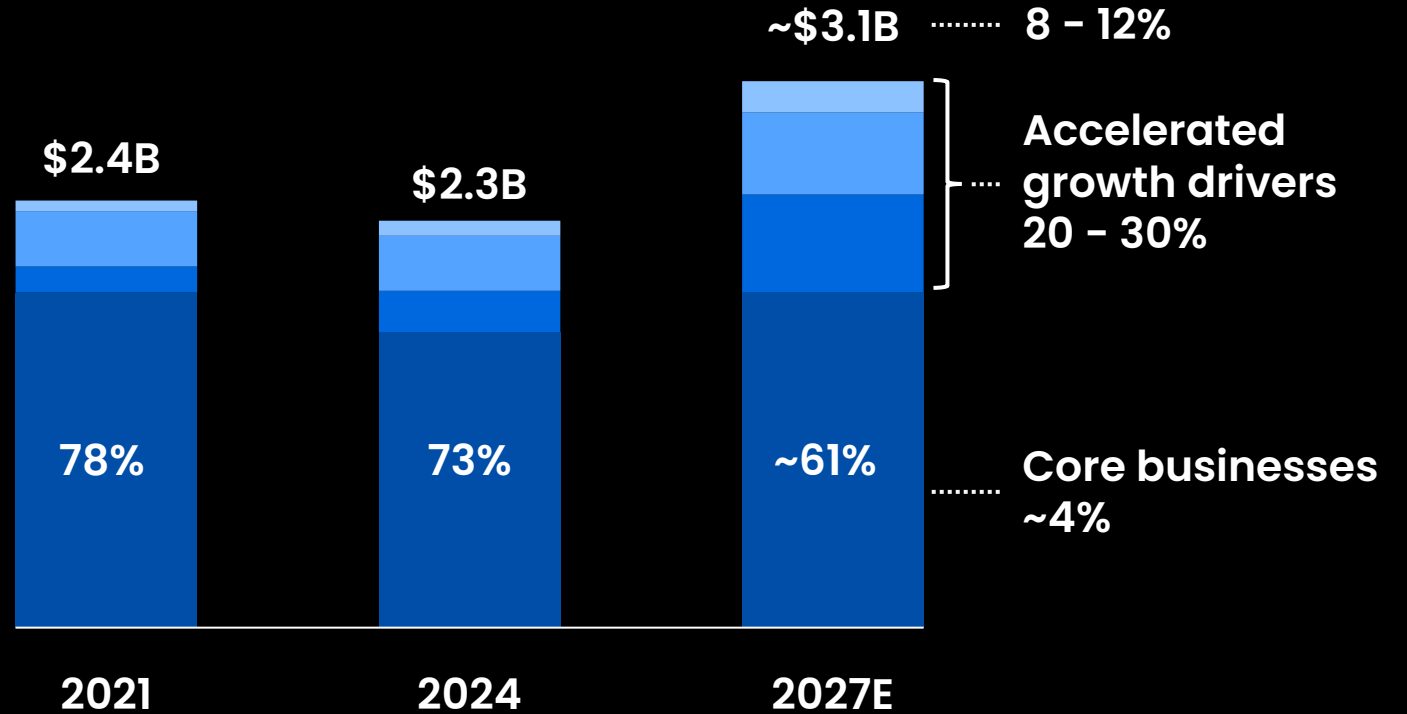
Industrial & IoT – Revenue Growth 2024 to 2027

Key assumptions

- Industrial & IoT SAM**
7% CAGR (2024E-2027E)
- Macro-environment**
GDP > 2.5% and PMI > 50
- Geo-politics**
Manufacturing regionalization
- Supply chain**
Channel Inventory at 11 weeks

Revenue by business type

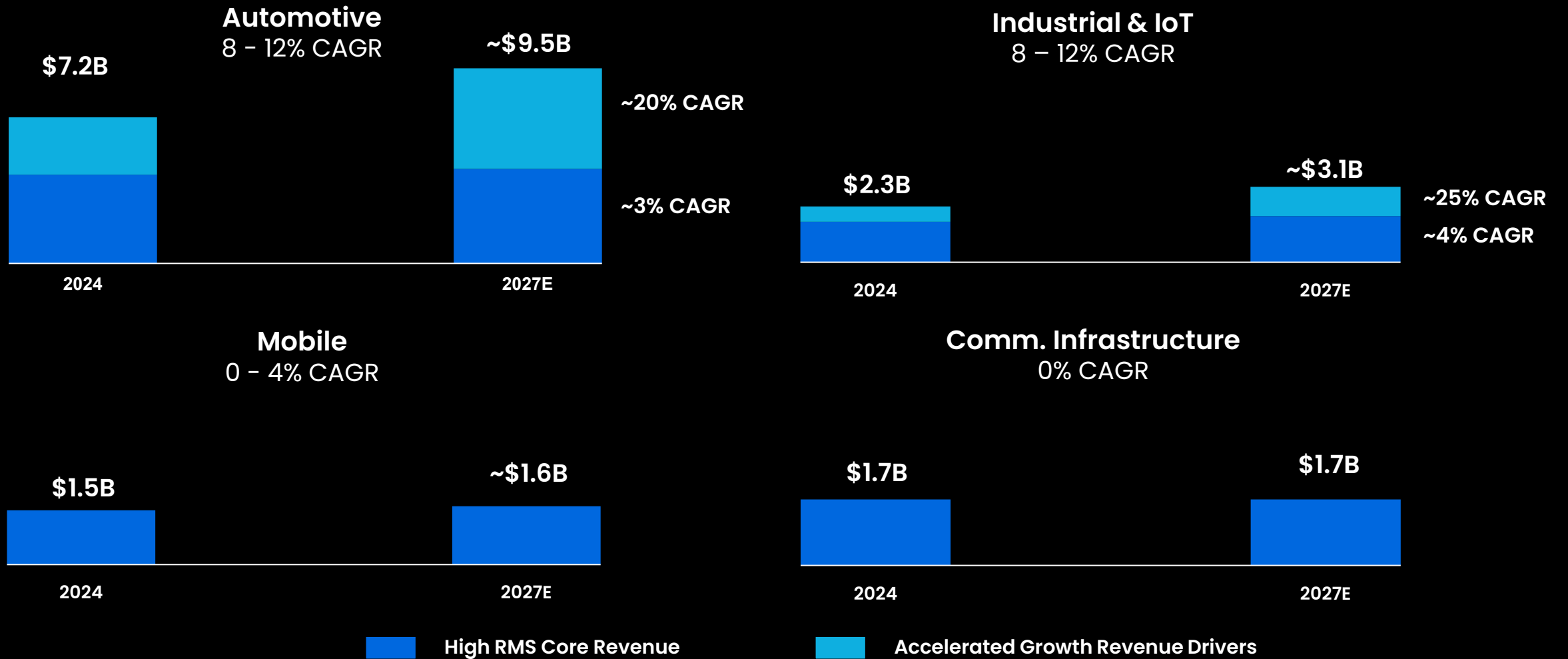
2024E – 27E CAGR



Accelerated growth drivers

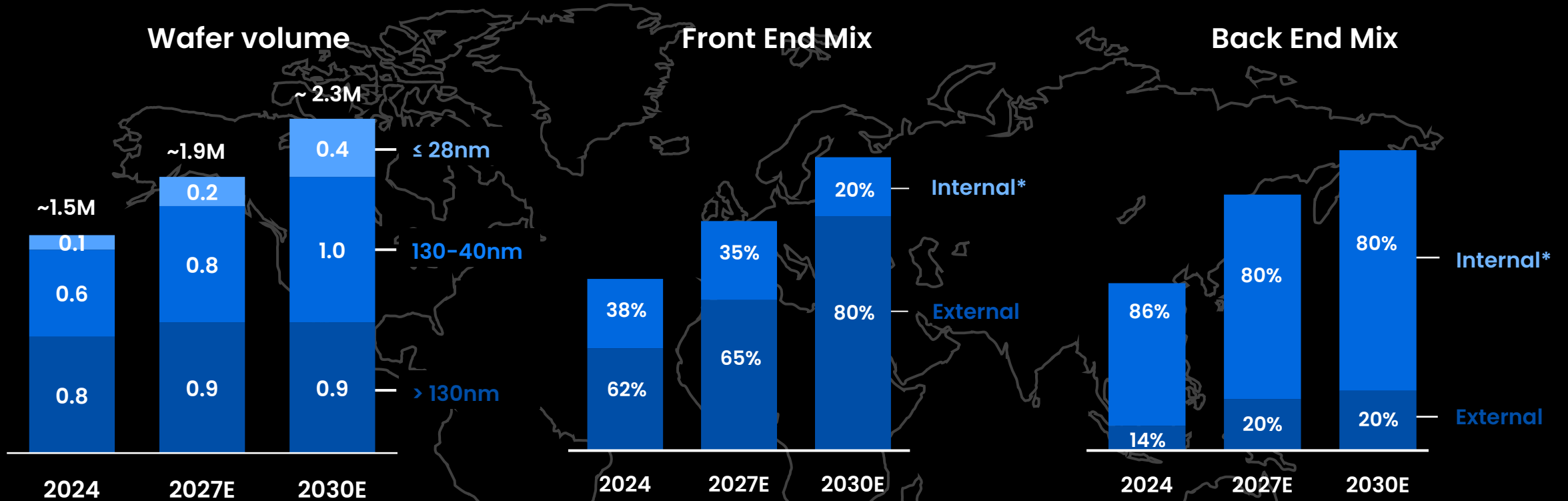
■ Processing ■ Connectivity ■ Analog & security

Analyst Day 2024 Outlook: Accelerating Secular Profitable Revenue Growth



1. NXP Strategy Office, as of NXP Analyst Day November 2024
2. Please refer to the NXP Historic Financial Model file found on the Financial Information page of the Investor Relations section of our website at www.nxp.com/investor for additional information relative to our Non-GAAP Financial Measures
3. All growth rates are 3-year CAGR based on 2024 actuals through 2027 estimates, as of NXP Analyst Day 2024
4. The sum of the percentages shown may not add to 100% due to rounding

Hybrid Manufacturing: Value Creation and Customer Enablement



Strategic investments

- 300mm fab investment
- 200mm fab consolidation
- Internal A&T expansion
- Drives gross margin expansion



Mitigate geo and market risk

- Supply control via external & JV partnerships
- Expand local manufacturing



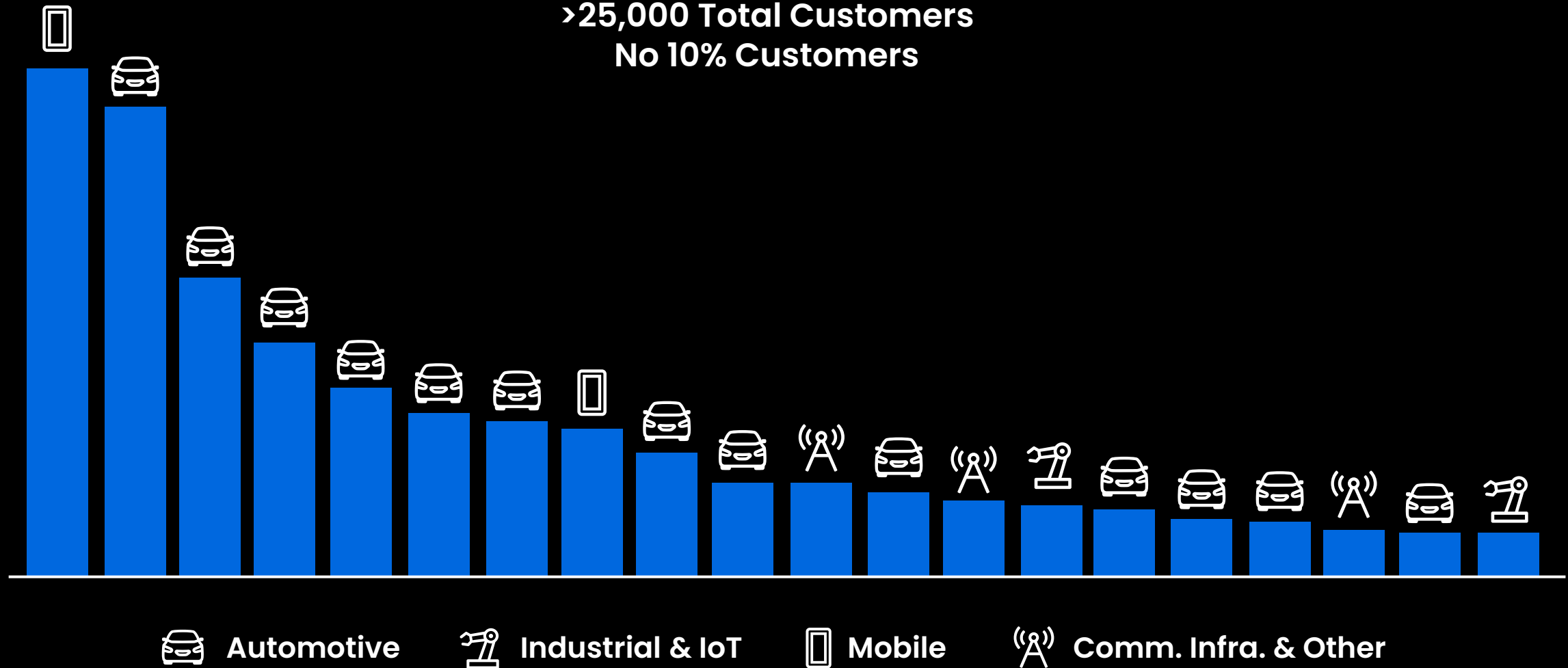
Supports long-term growth

- Advanced tech nodes transition
- Customer value: resilient, dependable, and scalable



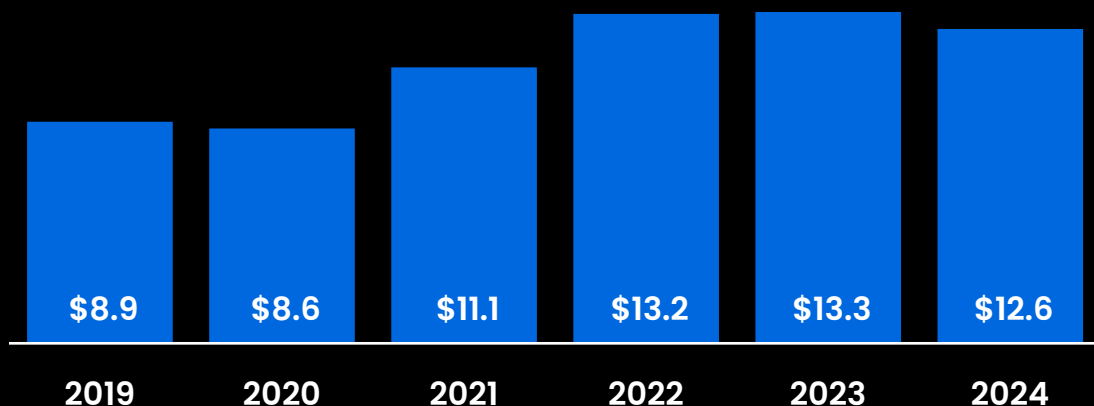
Diverse End-Customer Base with High Barriers to Entry

Top 20 End-customers are less than 45% of 2024 Revenue
>25,000 Total Customers
No 10% Customers

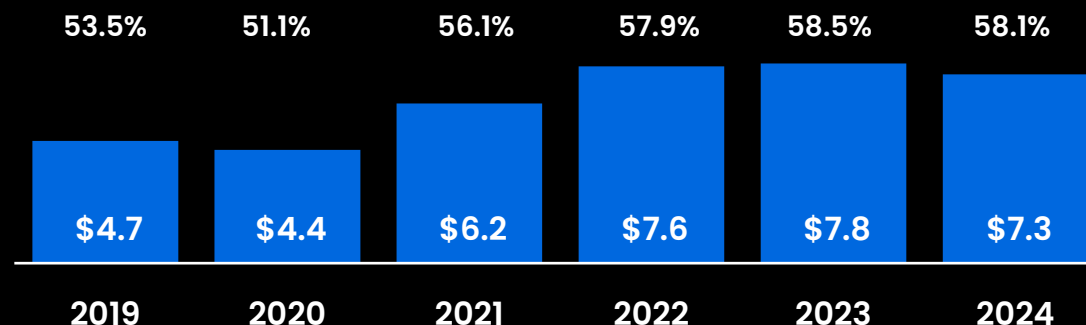


Driving Profitable Growth in Excess of Addressable Market

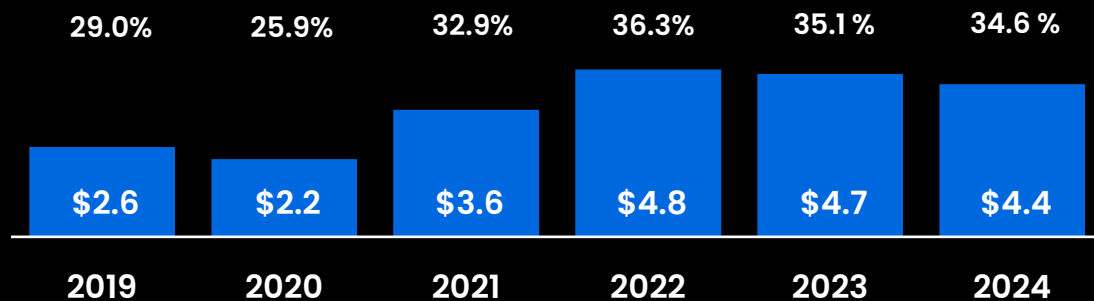
As Reported Revenue
Up 7% 5-yr. CAGR (\$B)



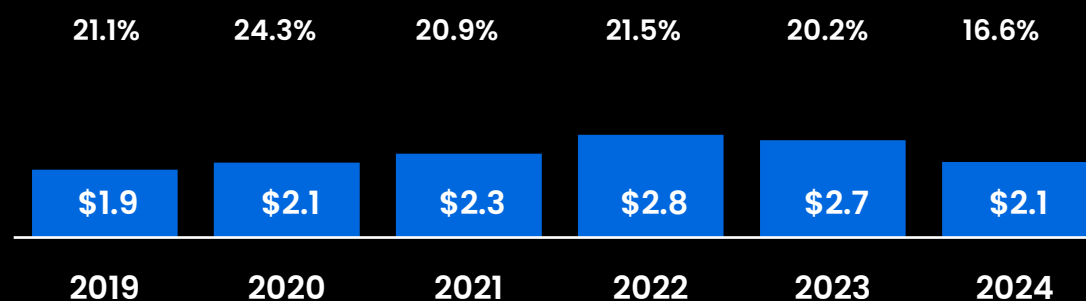
Non-GAAP Gross Profit / Non-GAAP Gross Margin
Up 9% 5-yr. CAGR (\$B)



Non-GAAP Operating Profit / Non-GAAP Operating Margin
Up 11% 5-yr. CAGR (\$B)



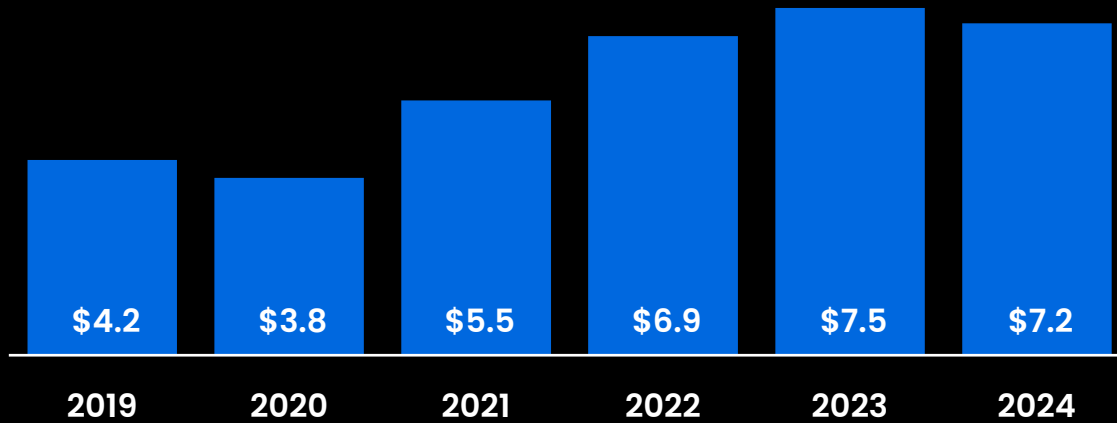
Non-GAAP Free Cash Flow / Non-GAAP Free Cash Flow Margin
Up 2% 5-yr. CAGR (\$B)



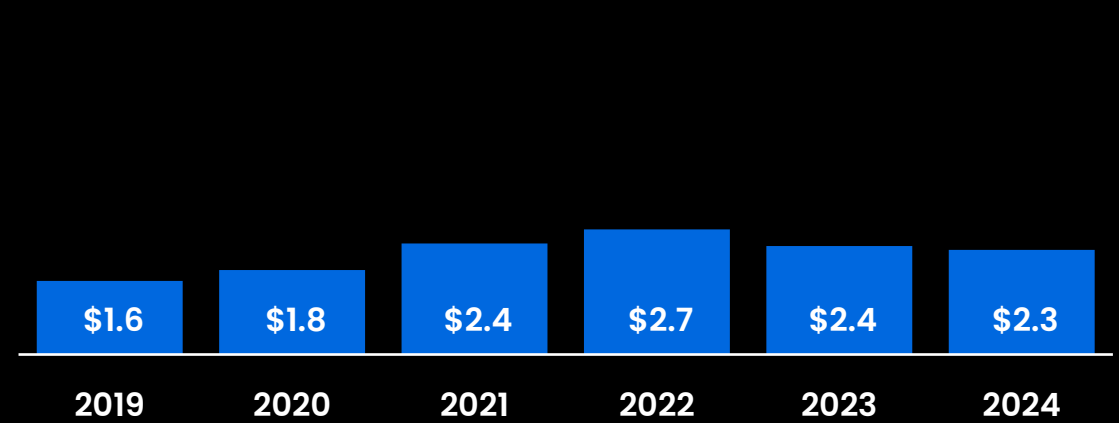
1. Please refer to the NXP Historic Financial Model file found on the Financial Information page of the Investor Relations section of our website at www.nxp.com/investor for additional information relative to our Non-GAAP Financial Measures
 2. Gross Profit, Gross Margin, Operating Profit, Operating Margin, Free Cash Flow (FCF), are all non-GAAP figures, 5-yr. CAGR reflect the period 2019–2024

Annual Revenue by End Market (\$B)

Automotive
Up 11% 5-yr. CAGR (\$B)



Industrial & IoT
Up 7% 5-yr. CAGR (\$B)



Mobile
Up 5% 5-yr. CAGR (\$B)



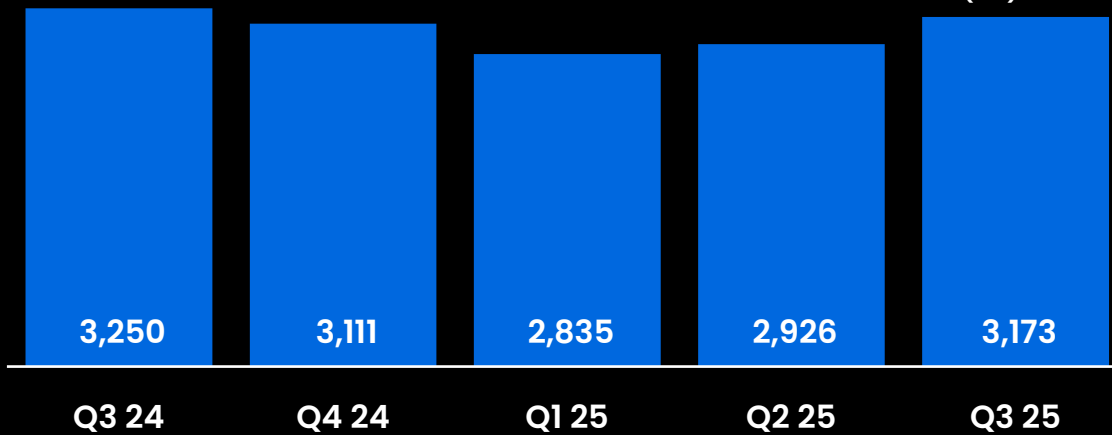
Communication Infrastructure & Other
Down 2% 5-yr. CAGR (\$B)



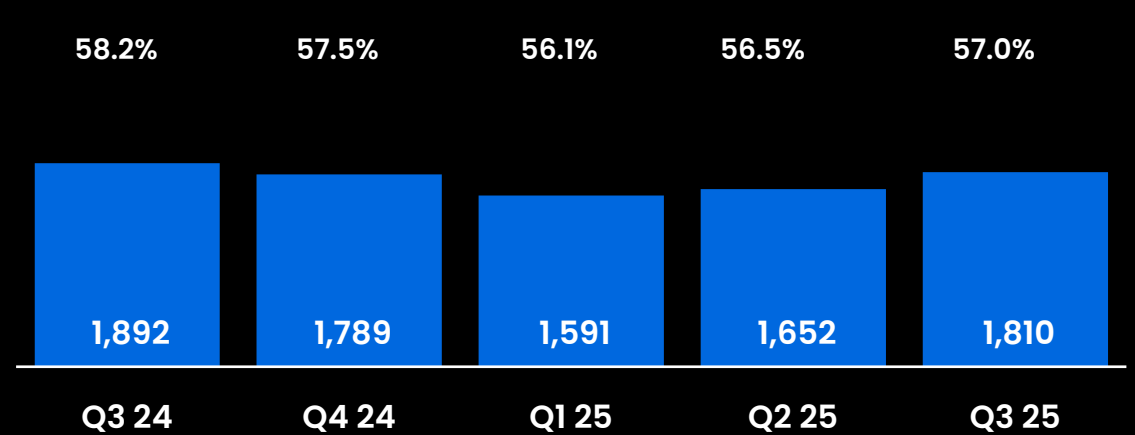
Recent Quarterly Business Trends

As Reported Revenue (\$M)

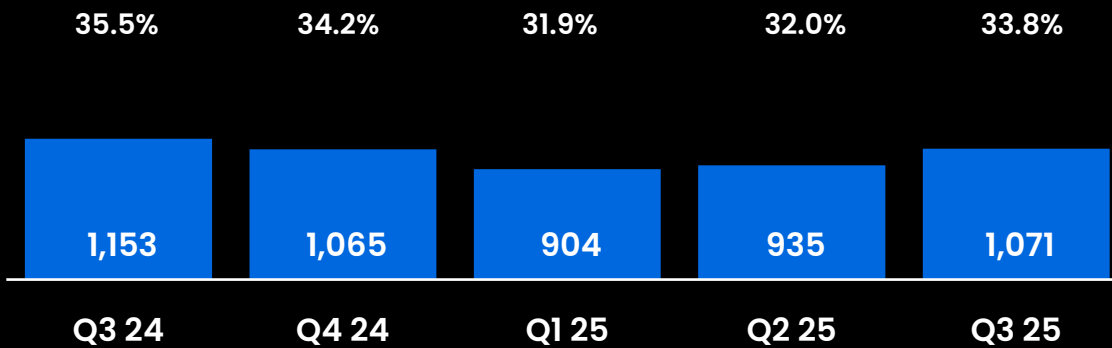
8% Q-Q
(2%) Y-Y



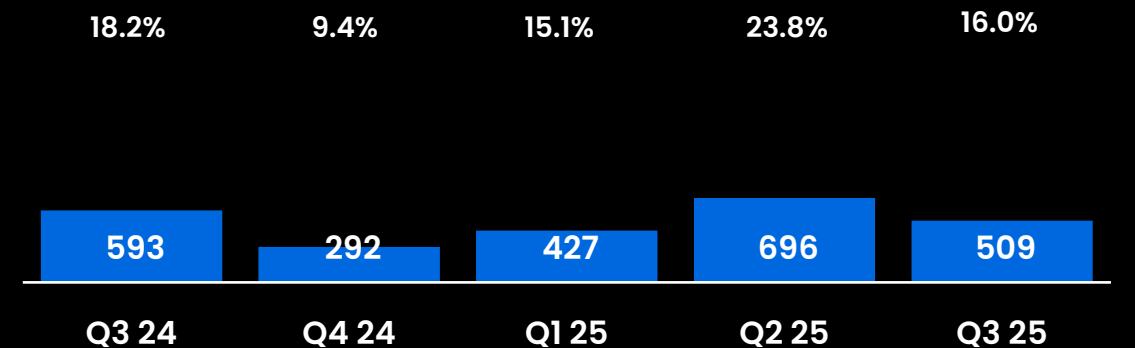
Non-GAAP Gross Profit / Non-GAAP Gross Margin



Non-GAAP Operating Profit / Non-GAAP Operating Margin



Non-GAAP Free Cash Flow / Non-GAAP Free Cash Flow Margin

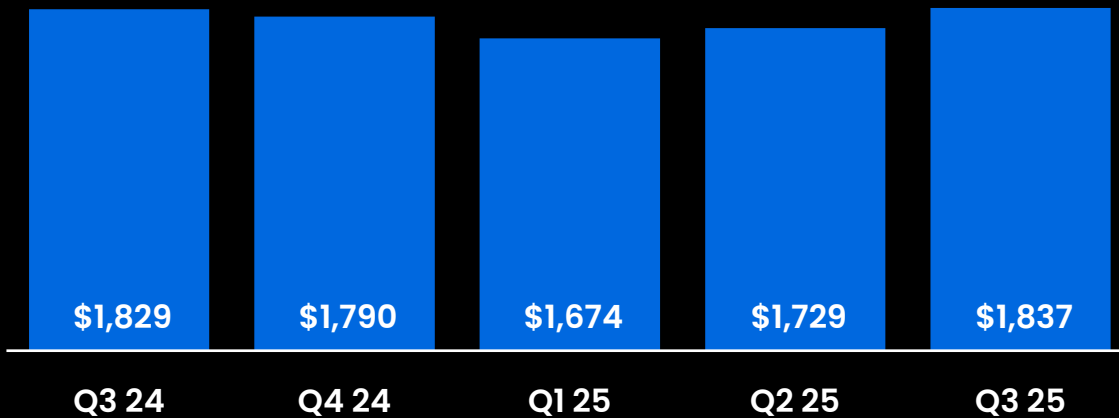


1. Please refer to the NXP Historic Financial Model file found on the Financial Information page of the Investor Relations section of our website at www.nxp.com/investor for additional information relative to our Non-GAAP Financial Measures
 2. Gross Profit, Gross Margin, Operating Profit, Operating Margin, Free Cash Flow are all non-GAAP figures.

Quarterly Revenue by End Market (\$M)

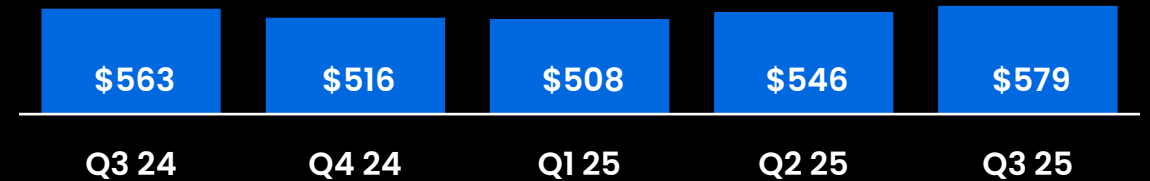
Automotive

6% Q-Q
- Y-Y



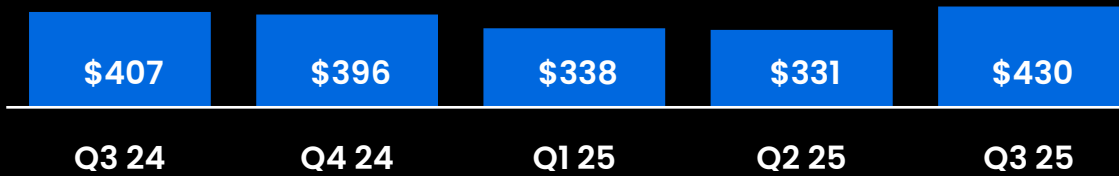
Industrial & IoT

6% Q-Q
3% Y-Y



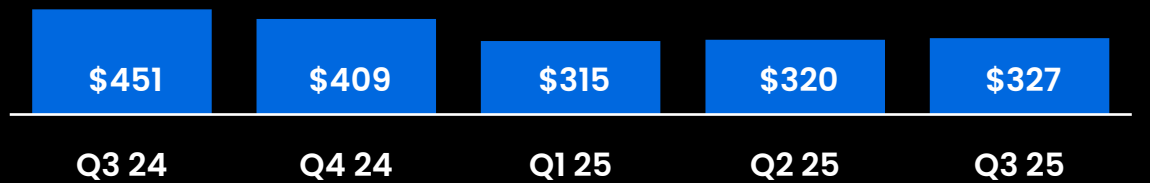
Mobile

30% Q-Q
6% Y-Y

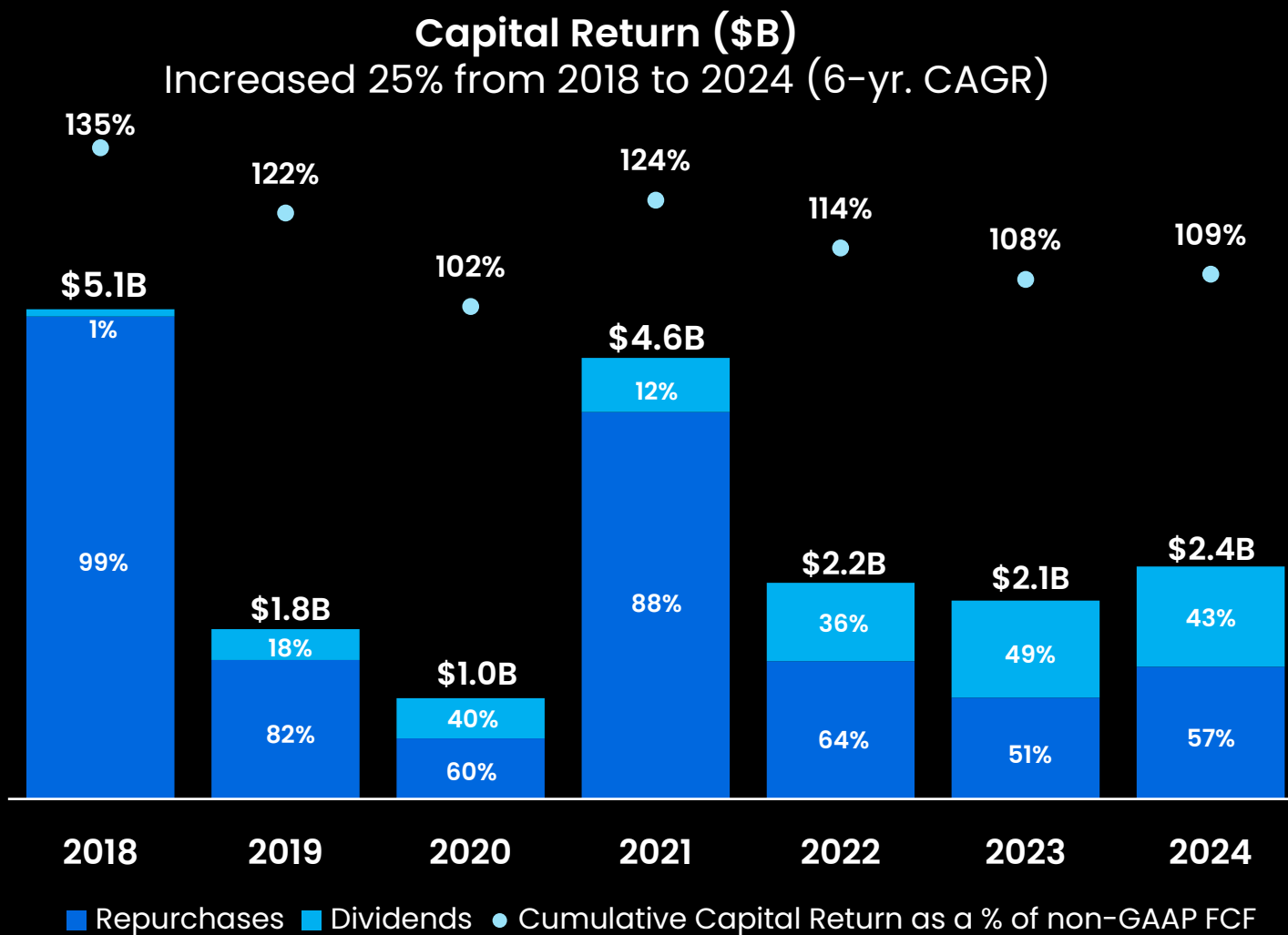


Communication Infrastructure & Other

2% Q-Q
(27%) Y-Y



A Robust Shareholder Centric Capital Return Policy



Capital Return Policy:

- Return All Excess non-GAAP FCF

Cumulative Capital Return 2018 – 2024:

- \$19.2B or 109% of non-GAAP FCF
- Capital Return Growth of 25% CAGR

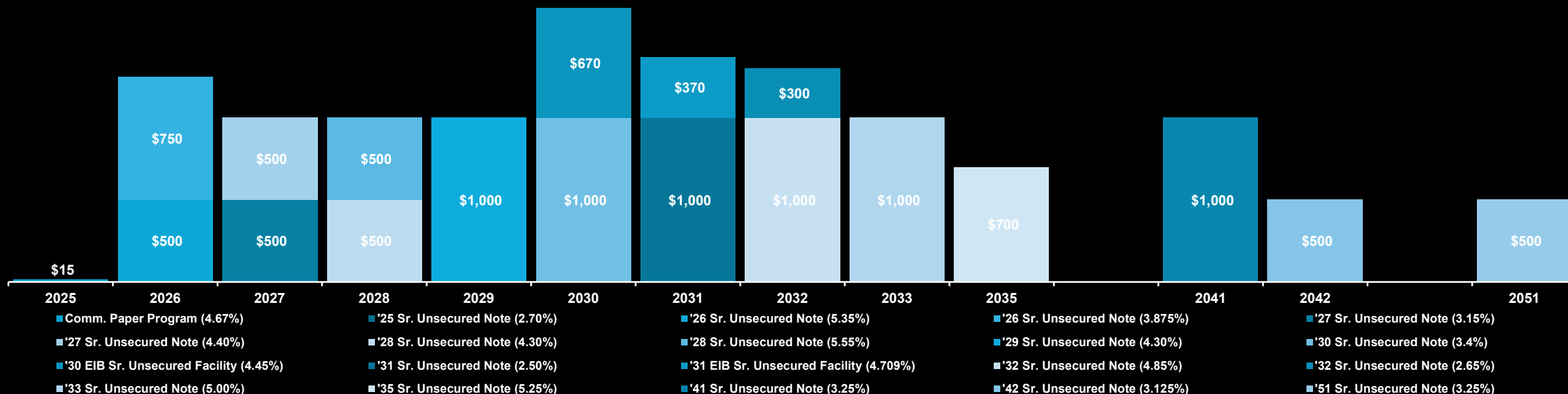
Cumulative Repurchases 2018 – 2024:

- \$14.9B or 78% of Capital Return
- Repurchase Growth of 20% CAGR
- Reduced Diluted Shares by 21%

Cumulative Cash Dividends 2018 – 2024:

- \$4.2B or 22% of Capital Return
- Target 25% Cash Flow from Ops.
- Dividend Growth of 96% CAGR

Debt Summary at the End of 3Q25

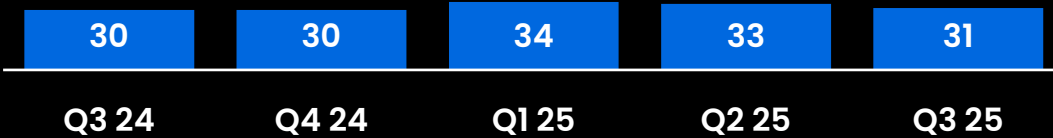


Total Leverage		3Q25
BV Long-and-short-Term Debt (\$M)	\$	12,235
Cash and Equivalents + ST Deposits (\$M)	\$	3,954
Net Debt (\$M)	\$	8,281
TTM Adj. EBITDA	\$	4,648
Average Cost ST & LT Cost of Debt		3.94%
Reported Gross Leverage		2.6X
Reported Net Leverage		1.8X
TTM Adj. EBITDA/TTM net Interest		15.9x

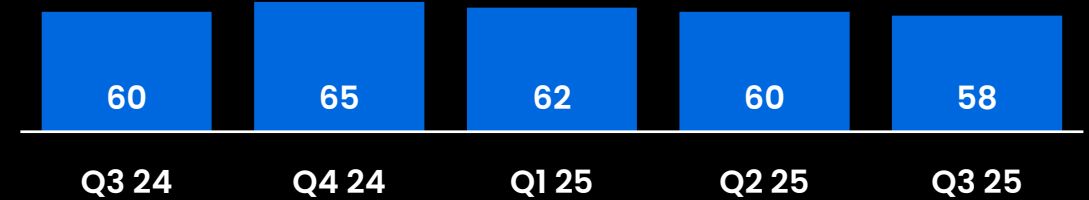
1. Please refer to the NXP Historic Financial Model file found on the Financial Information page of the Investor Relations section of our website at www.nxp.com/investor for additional information relative to our Non-GAAP Financial Measures
2. For the third quarter ended September 28, 2025, interest expense, net of (\$81) million is comprised of interest expense of (\$118) million, less interest income of \$37 million. Interest expense, net is a component of Financial income (expense) of (\$98) million as reported in the NXP Historic Financial Model file found on the Financial Information page.

Working Capital Ratios (Days)

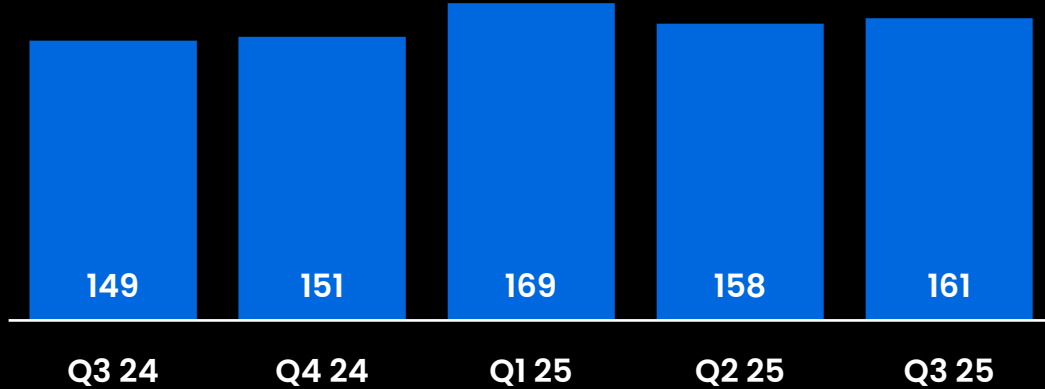
DSO



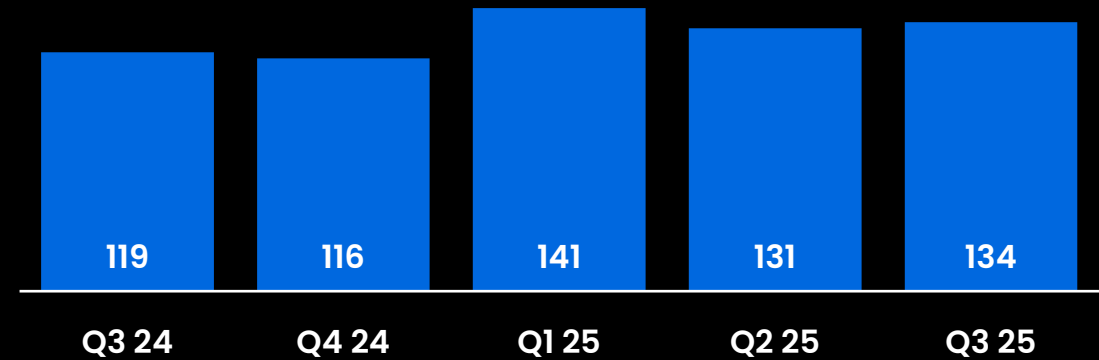
DPO



DIO



Cash Conversion Cycle



$$\text{DSO} = (91.25 \times \text{AR}) / \text{Revenue}$$

$$\text{DPO} = (91.25 \times \text{AP}) / \text{COGS}$$

$$\text{DIO} = (91.25 \times \text{Inventory}) / \text{COGS}$$

$$\text{Cash Conversion Cycle} = \text{DIO} + \text{DSO} - \text{DPO}$$

1. Prior to Q2 25, working capital ratios excluded the effect of purchase price accounting amortization on GAAP COGS. Beginning in Q2 2025, we use GAAP COGS without this adjustment. The impact of this change is immaterial to historical periods presented, which are shown as originally reported.
2. Please refer to the NXP Historic Financial Model file found on the Financial Information page of the Investor Relations section of our website at www.nxp.com/investor for additional information relative to our Non-GAAP Financial Measures.

Financial Model: P&L

	Investor Day 2021	2024A	Investor Day 2024
NXP Growth	+8 to 12% (3 yr. CAGR)	4.5% (3 yr. CAGR)	+6 to 10% (3 yr. CAGR)
<i>Channel Inventory</i>	<i>~11 wks.</i>	<i>8 wks.</i>	<i>~11 wks.</i>
Non-GAAP Gross Margin %	55 to 58%	58.1%	57 to 63%
<i>Non-GAAP R&D (% of Rev)</i>	<i>~16%</i>	<i>16.3%</i>	<i>~16%</i>
<i>Non-GAAP SG&A (% of Rev)</i>	<i>~7%</i>	<i>7.2%</i>	<i>~7%</i>
Non-GAAP Operating Margin %	32 to 36%	34.6%	34 to 40%
<i>Non-GAAP EAETR %</i>	<i>~15% - 18%</i>	<i>16.8%</i>	<i>17% - 18%</i>
<i>Non-controlling Interest (SSMC)</i>	<i>(\$35M to \$45M)</i>	<i>(\$32M)</i>	<i>(\$25M to \$35M)</i>
<i>Equity-accounted Investees (Loss)/Gain related to ESMC + VSMC Mfg. JV</i>	<i>-</i>	<i>-</i>	<i>~(\$200M)^(25-'27)</i>

Source and Use of Cash Model





	Investor Day 2021	2024A	Investor Day 2024
Non-GAAP Free-cash Flow	25% of Rev	19.5% of Rev <small>(CUM '22 to '24)</small>	> 25% of Rev
<i>DSO</i>	~30	30 <small>(4Q24A)</small>	~30
<i>DPO</i>	~75	65 <small>(4Q24A)</small>	~75
<i>DIO</i>	~95	151 <small>(4Q24A)</small>	~110
<i>Capacity Access Fee (vsmc)</i>	N/A	\$275M	\$800M
Net Capex % of Revenue	6 to 8%	6.6% <small>(CUM '22 to '24)</small>	< 5%
<i>SBC</i>	\$380M - \$440M	\$461M / 3.7% of Rev <small>(2024)</small>	~3% of Rev
Equity Investments (ESMC/VSMC)	N/A	\$220M <small>(2024)</small>	~\$1.7B
<i>Dividend (% CF from Ops.)</i>	~25%	28.1% <small>(CUM 22 to 24)</small>	~25%
<i>Buyback (Buy < Net Leverage 2.0x)</i>	< 2.0x	\$3.9B <small>(CUM 22 to 24)</small>	< 2.0x
Capital Return % of FCF	100%	\$6.7B / 88.2% <small>(CUM 22 to 24)</small>	100%

Guidance for the Fourth Quarter of 2025




	<u>GAAP</u>				<u>Non-GAAP</u>		
	<u>Low</u>	<u>Mid</u>	<u>High</u>		<u>Low</u>	<u>Mid</u>	<u>High</u>
Total Revenue	3,200	3,300	3,400		3,200	3,300	3,400
Q-Q	1%	4%	7%		1%	4%	7%
Y-Y	3%	6%	9%		3%	6%	9%
Gross Profit	1,796	1,870	1,944	(28)	1,824	1,898	1,972
Gross Margin	56.1%	56.7%	57.2%		57.0%	57.5%	58.0%
Operating Income (loss)	878	942	1,006	(199)	1,077	1,141	1,205
Operating Margin	27.4%	28.5%	29.6%		33.7%	34.6%	35.4%
Financial income (expense)	(112)	(112)	(112)	(9)	(103)	(103)	(103)
Tax rate		17.5%-18.5%				17.5%-18.5%	
Equity-accounted investees	(4)	(4)	(4)	(1)	(3)	(3)	(3)
Non-controlling interests	(14)	(14)	(14)	0	(14)	(14)	(14)
Shares	254.3	254.3	254.3		254.3	254.3	254.3
Earnings per share – diluted	2.40	2.61	2.81		3.07	3.28	3.49

1. GAAP Gross Profit is expected to include Purchase Price Accounting (“PPA”) effects, \$(6) million; Share-based Compensation, \$(15) million; Other Incidentals, \$(7) million;
2. GAAP Operating Income (loss) is expected to include PPA effects, \$(42) million; Share-based Compensation, \$(118) million; Restructuring and Other Incidentals, \$(39) million;
3. GAAP Financial Income (expense) is expected to include Other financial expense \$(9) million;
4. GAAP Results relating to equity-accounted investees is expected to include results relating to non-foundry equity-accounted investees \$(1) million;
5. GAAP diluted EPS is expected to include the adjustments noted above for PPA effects, Share-based Compensation, Restructuring and Other Incidentals in GAAP Operating Income (loss), the adjustment for Other financial expense, the adjustment for results relating to non-foundry equity-accounted investees and the adjustment on Tax due to the earlier mentioned adjustments.

NXP Sustainability Mission

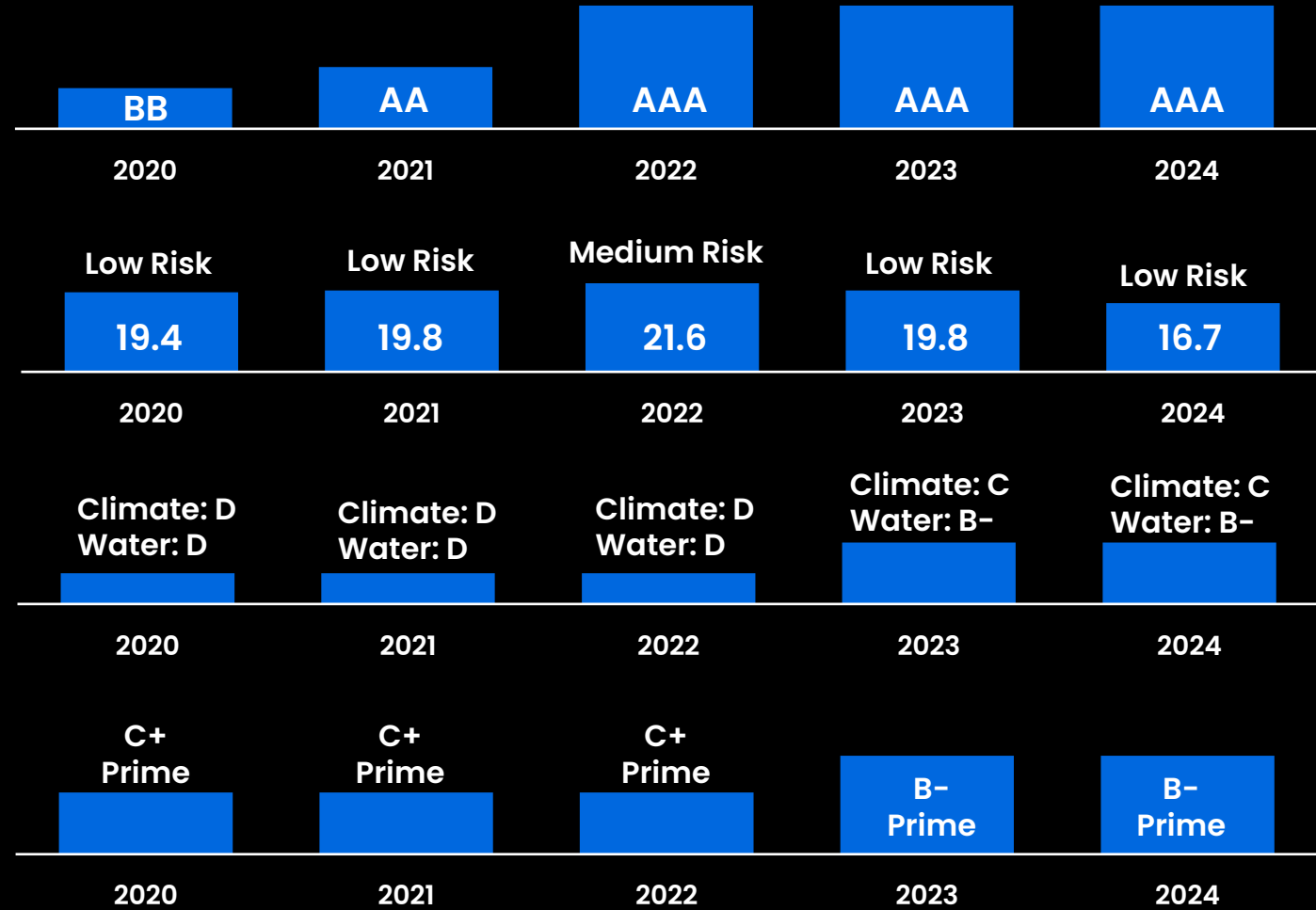
	Strategy	Guiding principles	Goals
 Innovation	Innovate advancements that enable a better, safer, more secure and more sustainable world	Push boundaries and explore new approaches to develop innovative and sustainable products and solutions	Develop higher-performing, more energy-efficient solutions that positively impacts the planet and society
 Environmental	Optimize our use of resources and impacts associated with our operations	Pursue continual improvements to use resources efficiently and responsibly	Carbon neutral by 2035; by 2027 reduce carbon emissions by 35%, drive 50% renewable electricity, 60% of wastewater recycled, and 90% of waste recycled
 Social	Leverage our global team to actively drive our business strategy and impact on the world	Respect human rights and promote an ethical, safe, and healthy work environment. Foster an environment of trust and respect, where team members collaborate to drive innovation	Foster an inclusive environment and improve representation of women in our global workforce; zero tolerance of forced labor and human-rights abuses; zero workplace injuries
 Governance	Collaborate with our stakeholders on global sustainability initiatives. Build trust through transparency in our business practices and operations	Proactively assess risk and build resilience through robust governance systems, including appropriate goals and processes	Work with NXP supply-chain partners to reduce their environmental footprint and to integrate sustainability into NXP's business to foster ownership and accountability

NXP 2024 Sustainability Progress

Scope 1 Direct sources	Scope 2 Indirect sources	Scope 3 Upstream and downstream sources
		
31% decrease from 2023	13% decrease from 2023	18% decrease from 2023

Additional Progress		
36% decrease PFC emissions from 2023	5 percentage-point increase in renewable energy usage from 2023	0.4% decrease electricity consumption from 2023
43% decrease HTF emissions from 2023	3% decrease fossil fuel emissions from 2023	2% decrease N ₂ O emissions from 2023
4 percentage-point increase in water recycling from 2023	20% Women in R&D positions	100% Certified Conflict free 3TG smelters

NXP Sustainability Ratings



Annual GAAP Condensed Consolidated Statement of Operations (\$M)

(\$ in millions, unless otherwise stated)	2019	2020	2021	2022	2023	2024
Revenue	8,877	8,612	11,063	13,205	13,276	12,614
Cost of Revenue	4,259	4,377	4,996	5,688	5,723	5,495
Gross Profit	4,618	4,235	6,067	7,517	7,553	7,119
Research and development	1,643	1,725	1,936	2,148	2,418	2,347
Selling, general and administrative	924	879	956	1,066	1,159	1,164
Amortization of acquisition-related intangible assets	1,435	1,327	592	509	300	136
Total operating expenses	4,002	3,931	3,484	3,723	3,877	3,647
Other income (expense)	25	114	-	3	(15)	(55)
Operating income (loss)	641	418	2,583	3,797	3,661	3,417
Financial income (expense)	(350)	(417)	(403)	(434)	(309)	(318)
Income (loss) before taxes	291	1	2,180	3,363	3,352	3,099
Benefit (provision) for income taxes	(20)	83	(272)	(529)	(523)	(545)
Results relating to equity-accounted investees	1	(4)	(2)	(1)	(7)	(12)
Net income (loss)	272	80	1,906	2,833	2,822	2,542
Less: Net Income (loss) attributable to non-controlling interests	(29)	(28)	(35)	(46)	(25)	(32)
Net income (loss) attributable to stockholders	243	52	1,871	2,787	2,797	2,510
Basic earnings per share	0.86	0.19	6.91	10.64	10.83	9.84
Diluted earnings per share	0.85	0.18	6.79	10.55	10.70	9.73
Basic - weighted average number of shares	282,056	279,763	270,687	261,879	258,381	255,208
Diluted - weighted average number of shares	285,911	283,809	275,646	264,053	261,370	257,848

Annual GAAP to non-GAAP Reconciliation (\$M)

(\$ in millions, unless otherwise stated)

	2019	2020	2021	2022	2023	2024
GAAP Gross Profit	4,618	4,235	6,067	7,517	7,553	7,119
Gross profit adjustments	(131)	(165)	(138)	(126)	(209)	(213)
Non - GAAP Gross Profit	4,749	4,400	6,205	7,643	7,762	7,332
GAAP Gross Margin	52.0%	49.2%	54.8%	56.9%	56.9%	56.4%
Non-GAAP Gross Margin	53.5%	51.1%	56.1%	57.9%	58.5%	58.1%
GAAP Operating income (loss)	641	418	2,583	3,797	3,661	3,417
Operating income adjustments	(1,932)	(1,810)	(1,058)	(994)	(1,001)	(952)
Non - GAAP Operating income (loss)	2,573	2,228	3,641	4,791	4,662	4,369
GAAP Operating Margin	7.2%	4.9%	23.3%	28.8%	27.6%	27.1%
Non-GAAP Operating Margin	29.0%	25.9%	32.9%	36.3%	35.1%	34.6%

Annual Cash Flow Overview (\$M)

(\$ in millions, unless otherwise stated)

	2019	2020	2021	2022	2023	2024
Net cash provided by (used for) operating activities	2,373	2,482	3,077	3,895	3,513	2,782
Net cash provided by (used for) investing activities	(2,284)	(418)	(934)	(1,249)	(1,508)	(686)
Net cash provided by (used for) financing activities	(1,831)	(835)	(1,585)	(1,619)	(1,990)	(2,662)
Effects of changes in exchange rates on cash position	(2)	1	(3)	(12)	2	(4)
Increase (decrease) in cash and cash equivalents	(1,744)	1,230	555	1,015	17	(570)
Cash and cash equivalents at beginning of the period	2,789	1,045	2,275	2,830	3,845	3,862
Cash and cash equivalents at end of period	1,045	2,275	2,830	3,845	3,862	3,292

Net cash provided by (used for) operating activities	2,373	2,482	3,077	3,895	3,513	2,782
Net capital expenditures on property, plant and equipment	(503)	(388)	(766)	(1,061)	(826)	(693)
Non-GAAP free cash flow	1,870	2,094	2,311	2,834	2,687	2,089
Trailing 12-month Non-GAAP free cash flow as a percentage of Revenue	21.1%	24.3 %	20.9%	21.5%	20.2%	16.6%

Annual Adjusted EBITDA (\$M)

(\$ in millions, unless otherwise stated)

	2019	2020	2021	2022	2023	2024
Net income (loss)	272	80	1,906	2,833	2,822	2,542
Financial (income) expense	350	417	403	434	309	318
(Benefit) provision for income taxes	20	(83)	272	529	523	545
Depreciation	518	547	551	605	652	630
Amortization	1,529	1,441	711	645	454	295
Non-GAAP EBITDA	2,689	2,402	3,843	5,046	4,760	4,330
Reconciling items to adjusted EBITDA						
Results of equity-accounted investees, excluding Foundry investees	(1)	4	2	1	7	12
Purchase accounting effect on inventory	8	17	-	-	-	-
Restructuring	28	78	1	(7)	98	125
Stock-based compensation	346	384	353	364	411	461
Merger-related costs	33	8	-	-	-	-
Other incidental items ¹	(3)	(101)	33	65	134	136
Non-GAAP Adjusted EBITDA	3,100	2,792	4,232	5,469	5,410	5,064
(1) Excluding from total other incidental items, charges included in depreciation or amortization reconciling items:						
other incidental items	-	8	-	-	2	45

Quarterly GAAP Condensed Consolidated Statement of Operations (\$M)

(\$ in millions, unless otherwise stated)

	Q3 2024	Q4 2024	Q1 2025	Q2 2025	Q3 2025
Revenue	3,250	3,111	2,835	2,926	3,173
Cost of Revenue	(1,384)	(1,433)	(1,275)	(1,364)	(1,386)
Gross Profit	1,866	1,678	1,560	1,562	1,787
Research and development	(577)	(612)	(547)	(573)	(575)
Selling, general and administrative	(265)	(323)	(281)	(278)	(286)
Amortization of acquisition-related intangible assets	(29)	(28)	(27)	(25)	(31)
Total operating expenses	(871)	(963)	(855)	(876)	(892)
Other income (expense)	(5)	(40)	18	1	(2)
Operating income (loss)	990	675	723	687	893
Financial income (expense)	(82)	(91)	(92)	(86)	(98)
Income (loss) before taxes	908	584	631	601	795
Benefit (provision) for income taxes	(173)	(77)	(130)	(116)	(148)
Results relating to equity-accounted investees	(6)	(2)	(4)	(28)	(1)
Net income (loss)	729	505	497	457	646
Less: Net Income (loss) attributable to non-controlling interests	11	10	7	12	15
Net income (loss) attributable to stockholders	718	495	490	445	631
Basic earnings per share	2.82	1.95	1.93	1.76	2.50
Diluted earnings per share	2.79	1.93	1.92	1.75	2.48
Basic - weighted average number of shares	254,458	254,349	253,709	252,418	252,170
Diluted - weighted average number of shares	257,717	256,628	255,018	253,844	254,310

Quarterly GAAP to non-GAAP Reconciliation (\$M)

(\$ in millions, unless otherwise stated)

	Q3 2024	Q4 2024	Q1 2025	Q2 2025	Q3 2025
GAAP Gross Profit	1,866	1,678	1,560	1,562	1,787
Gross profit adjustments	(26)	(111)	(31)	(90)	(23)
Non - GAAP Gross Profit	1,892	1,789	1,591	1,652	1,810
GAAP Gross Margin	57.4%	53.9%	55.0%	53.4%	56.3%
Non-GAAP Gross Margin	58.2%	57.5%	56.1%	56.5%	57.0%
GAAP Operating income (loss)	990	675	723	687	893
Operating income adjustments	(163)	(390)	(181)	(248)	(178)
Non - GAAP Operating income (loss)	1,153	1,065	904	935	1,071
GAAP Operating Margin	30.5%	21.7%	25.5%	23.5%	28.1%
Non-GAAP Operating Margin	35.5%	34.2%	31.9%	32.0%	33.8%
GAAP Provision for income taxes	(173)	(77)	(130)	(116)	(148)
Income tax effect	9	87	13	32	25
Non-GAAP Provision for income tax	(182)	(164)	(143)	(148)	(173)
GAAP Net income (loss) attributable to stockholders	718	495	490	445	631
Non-GAAP Net income (loss) attributable to stockholders	890	817	673	690	790
GAAP Diluted earnings per share	2.79	1.93	1.92	1.75	2.48
Non-GAAP Diluted earnings per share	3.45	3.18	2.64	2.72	3.11

	Q3 2024	Q4 2024	Q1 2025	Q2 2025	Q3 2025
GAAP Net income (loss) attributable to stockholders	718	495	490	445	631
PPA Effects	(42)	(39)	(40)	(32)	(38)
Restructuring	-	(112)	(14)	(67)	(3)
Share-based compensation	(115)	(117)	(127)	(117)	(118)
Other incidentals	(6)	(122)	-	(32)	(19)
Other adjustments combined	(9)	68	(2)	3	19
Foreign exchange loss	(3)	3	(3)	(7)	(6)
Other financial expense	(9)	(20)	(9)	6	(1)
Income tax effect	9	87	13	32	25
Results relating to equity accounted investees	(6)	(2)	(3)	(28)	1
Non-GAAP Net income (loss) attributable to stockholders	890	817	673	690	790

GAAP net income(loss) per common share attributable to shareholders - diluted	2.79	1.93	1.92	1.75	2.48
Total GAAP to Non-GAAP adjustments per common share	(0.66)	(1.25)	(0.72)	(0.97)	(0.63)
Non-GAAP net income(loss) per common share attributable to shareholders - diluted	3.45	3.18	2.64	2.72	3.11

GAAP Financial income / (expense)	(82)	(91)	(92)	(86)	(98)
Financial income / (expense) adjustments	(12)	(17)	(12)	(1)	(7)
Non-GAAP Financial income / (expense)	(70)	(74)	(80)	(85)	(91)

Quarterly Cash Flow Overview (\$M)

(\$ in millions, unless otherwise stated)

	Q3 2024	Q4 2024	Q1 2025	Q2 2025	Q3 2025
Net cash provided by (used for) operating activities	779	391	565	779	585
Net cash provided by (used for) investing activities	(371)	198	(216)	(892)	(783)
Net cash provided by (used for) financing activities	(526)	(41)	345	(709)	482
Effects of changes in exchange rates on cash position	7	(4)	2	4	-
Increase (decrease) in cash and cash equivalents	(111)	544	696	(818)	284
Cash and cash equivalents at beginning of the period	2,859	2,748	3,292	3,988	3,170
Cash and cash equivalents at end of period	2,748	3,292	3,988	3,170	3,454

Net cash provided by (used for) operating activities	779	391	565	779	585
Net capital expenditures on property, plant and equipment	(186)	(99)	(138)	(83)	(76)
Non-GAAP free cash flow	593	292	427	696	509
Trailing 12-month Non-GAAP free cash flow	2,759	2,089	1,889	2,008	1,924
Trailing 12-month Non-GAAP free cash flow as a percentage of Revenue	21%	17%	15%	17%	16%

Quarterly Adjusted EBITDA (\$M)

(\$ in millions, unless otherwise stated)

	Q3 2024	Q4 2024	Q1 2025	Q2 2025	Q3 2025
Net income (loss)	729	505	497	457	646
Reconciling items to adjusted net income					
Financial (income) expense	82	91	92	86	98
(Benefit) provision for income taxes	173	77	130	116	148
Depreciation	149	190	143	143	132
Amortization	69	69	66	64	69
Non-GAAP EBITDA	1,202	932	928	866	1,093
Reconciling items to adjusted EBITDA					
Results of equity-accounted investees, excluding Foundry investees	6	2	3	28	(1)
Purchase accounting effect on asset sale	-	-	5	-	-
Restructuring	-	112	14	67	3
Stock-based compensation	115	117	127	117	118
Other incidental items ¹	6	77	(4)	25	19
Non-GAAP Adjusted EBITDA	1,329	1,240	1,073	1,103	1,232
Trailing 12-month Non-GAAP Adjusted EBITDA	5,235	5,064	4,885	4,745	4,648
(1) Excluding from total other incidental items, charges included in depreciation or amortization reconciling items:					
other incidental items	-	45	4	7	-

Notable Product Announcements

[NXP's New Battery Cell Control IC Family Advances New Energy Solution](#)

NXP, A Future of Innovation and Long-term Value Creation



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High Single Digit Organic Revenue Growth

Gross Margin Expansion Above 60%

100% of Excess FCF to Our Owners

S32 SDV
Intelligent systems at the edge

Hybrid manufacturing
Mix / NPI

Hybrid manufacturing
RMS & system leadership

Doubling non-GAAP EPS by 2030+



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