## Silicon Labs Reports Third Quarter 2025 Results

Wireless IoT leader delivers sequential and year-over-year growth in sales and profitability

AUSTIN, Texas, Nov. 4, 2025 /PRNewswire/ -- Silicon Labs (NASDAQ: SLAB), the leading innovator in low-power wireless, reported financial results for the third quarter, which ended October 4, 2025.

"The Silicon Labs team delivered sequential and year-over-year growth in sales and profitability driven by strong execution across our business," said Matt Johnson, President and Chief Executive Officer at Silicon Labs. "Looking ahead, we remain focused on supporting new customer ramps, maintaining operational discipline, and driving continued earnings growth."

### Third Quarter Financial Highlights

- Revenue was \$206 million
- Industrial & Commercial revenue for the quarter was \$118 million, up 22% year-over-year
- Home & Life revenue for the quarter was \$88 million, up 26% year-over-year

## Results on a GAAP basis:

- GAAP gross margin was 57.8%
- GAAP operating expenses were \$131 million
- GAAP operating loss was \$12 million
- GAAP diluted loss per share was\$(0.30)

Results on a non-GAAP basis, excluding the impact of stock compensation, amortization of acquired intangible assets, and certain other items as set forth in the below GAAP to Non-GAAP reconciliation tables were as follows:

- Non-GAAP gross margin was 58.0%
- Non-GAAP operating expenses were \$109 million
- Non-GAAP operating income was \$11 million
- Non-GAAP diluted earnings per share was\$0.32

## **Business Highlights**

- Announced the expansion of its strategic partnership with GlobalFoundries (GF) to advance next-generation, energy-efficient wireless
  technologies and scale U.S.-based semiconductor manufacturing. This first-of-its-kind collaboration introduces new process
  technology to a U.S. foundry aimed at accelerating the production of high-performance wireless solutions manufactured at GF's
  advanced facility in Malta, New York, reinforcing U.S. semiconductor resilience.
- Announced the launch of the Simplicity Platform, a next-generation suite of software tools with AI augmentation to transform the
  speed of development for embedded IoT systems. Anchored by the release of Simplicity Studio 6 and the announced Simplicity AI
  SDK Agentic AI for developers the platform unifies installation, configuration, debugging, and analysis into an intelligent, developerfirst environment bringing automation and insight to every stage of product creation.
- Hosted the 6<sup>th</sup> annual Works With developer conference series inAustin, Texas, Shenzhen, China, and Bangalore, India, bringing together business leaders, engineers, and ecosystem partners driving today's emerging trends in wireless connectivity, security, Matter, and the role of AI in IoT. Works With continues this fall with a global virtual conference.

#### **Business Outlook**

The company expects fourth-guarter revenue to be between \$200 to \$215 million. The company also estimates the following results:

## On a GAAP basis:

- GAAP gross margin to be between 62% to 64%
- GAAP operating expenses of approximately \$134 million to \$136 million
- GAAP diluted earnings (loss) per share between\$(0.22) to \$0.08

On a non-GAAP basis, excluding the impact of stock compensation, amortization of acquired intangible assets, and certain other items as set forth in the reconciliation tables:

- Non-GAAP gross margin to be between 62% to 64%
- Non-GAAP operating expenses of approximately \$110 million to \$112 million
- Non-GAAP diluted earnings per share between \$0.40 to \$0.70

## **Earnings Webcast and Conference Call**

Silicon Labs will host an earnings conference call to discuss the quarterly results and answer questions at 30 am CDT today. An audio webcast will be available on Silicon Labs' website (<a href="www.silabs.com">www.silabs.com</a>) under Investor Relations. In addition, the company will post an audio recording of the event at <a href="investor.silabs.com">investor.silabs.com</a> and make a replay available through December 4, 2025.

## **About Silicon Labs**

Silicon Labs (NASDAQ: SLAB) is the leading innovator in low-power wireless connectivity, building embedded technology that connects devices and improves lives. Merging cutting-edge technology into the world's most highly integrated SoCs, Silicon Labs provides device makers the solutions, support, and ecosystems needed to create advanced edge connectivity applications. Headquartered in Austin, Texas, Silicon Labs has operations in over 16 countries and is the trusted partner for innovative solutions in the smart home, industrial IoT, and smart cities markets. Learn more at silabs.com.

## **Forward-Looking Statements**

This press release contains forward-looking statements based on Silicon Labs' current expectations. The words "believe", "estimate", "expect", "intend", "anticipate", "plan", "project", "will", and similar phrases as they relate to Silicon Labs are intended to identify such forward-looking statements. These forward-looking statements reflect the current views and assumptions of Silicon Labs and are subject to various risks and uncertainties that could cause actual results to differ materially from expectations. Among the factors that could cause actual results to differ materially from those in the forward-looking statements are the following: fluctuating changes in global trade policies, including the imposition of tariffs, duties, trade sanctions, or other barriers to international commerce; the competitive and cyclical nature of the semiconductor industry; the challenging macroeconomic environment, including disruptions in the financial services industry; geographic concentration of manufacturers, assemblers, test service providers and customers in Asia that subjects Silicon Labs' business and results of operations to risks of natural disasters, epidemics or pandemics, war and political unrest; risks that demand and the supply chain may be adversely affected by military conflict (including in the Middle East, and between Russia and Ukraine), terrorism, sanctions or other geopolitical events globally (including in the Middle East, and conflict between Taiwan and China); risks that Silicon Labs may not be able to maintain its historical growth; guarterly fluctuations in revenues and operating results; difficulties developing new products that achieve market acceptance; risks associated with international activities (including trade barriers, particularly with respect to China); intellectual property litigation risks; risks associated with acquisitions and divestitures; product liability risks; difficulties managing and/or obtaining sufficient supply from Silicon Labs' distributors, manufacturers and subcontractors; dependence on a limited number of products; absence of long-term commitments from customers; inventory-related risks; difficulties managing international activities; risks that Silicon Labs may not be able to manage strains associated with its growth; credit risks associated with its accounts receivable; dependence on key personnel; stock price volatility; the impact of public health crises on the U.S. and global economy; debt-related risks; capital-raising risks; the timing and scope of share repurchases and/or dividends; average selling prices of products may decrease significantly and rapidly; information technology risks; cyber-attacks against Silicon Labs' products and its networks; risks associated with any material weakness in our internal controls over financial reporting; risks relating to compliance with laws and regulations; and other factors that are detailed in the SEC filings of Silicon Laboratories Inc. Silicon Labs disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events, or otherwise, except as required by law. References in this press release to Silicon Labs shall mean Silicon Laboratories Inc.

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Nine Months Ended

# Silicon Laboratories Inc. Condensed Consolidated Statements of Operations (In thousands, except per share data) (Unaudited)

Three Months Ended

	inree Months Ended					Nine Months Ended					
	October 4, 2025		Sep	September 28,		October 4,		tember 28,			
			2024		2025			2024			
Revenues	\$	205,999	\$	166,395	\$	576,558	\$	418,137			
Cost of revenues		86,980		76,082		251,653		196,172			
Gross profit		119,019		90,313		324,905		221,965			
Operating expenses:											
Research and development		87,685		83,228		263,725		249,787			
Selling, general and administrative		43,676		36,793		128,469		109,041			
Operating expenses		131,361		120,021		392,194		358,828			
	-										

Operating loss		(12,342)		(29,708)		(67,289)		(136,863)
Other income (expense):								
Interest income and other, net		3,046		3,487		10,672		9,009
Interest expense		(226)		(278)		(761)		(1,050)
Loss before income taxes		(9,522)		(26,499)		(57,378)		(128,904)
Provision for income taxes		414		2,005		4,845		38,283
Net loss	\$	(9,936)	\$	(28,504)	\$	(62,223)	\$	(167,187)
			_		_		_	
Loss per share:								
Basic	\$	(0.30)	\$	(0.88)	\$	(1.91)	\$	(5.21)
Diluted	\$	(0.30)	\$	(0.88)	\$	(1.91)	\$	(5.21)
Weighted-average common shares outstanding	:							
Basic		32,835		32,309		32,656		32,114
Diluted		32,835		32,309		32,656		32,114

## **Non-GAAP Financial Measurements**

In addition to the GAAP results provided throughout this document, Silicon Labs has provided non-GAAP financial measurements on a basis excluding non-cash and other charges and benefits. Details of these excluded items are presented in the tables below, which reconcile the GAAP results to non-GAAP financial measurements.

The non-GAAP financial measurements do not replace the presentation of Silicon Labs' GAAP financial results. These measurements provide supplemental information to assist management and investors in analyzing Silicon Labs' financial position and results of operations. Silicon Labs has chosen to provide this information to investors to enable them to perform meaningful comparisons of past, present and future operating results and as a means to emphasize the results of core on-going operations.

## Unaudited Reconciliation of GAAP to Non-GAAP Financial Measures (In thousands, except per share data)

# Three Months Ended October 4, 2025

	-		GAAP		Stock	li	ntangible			Non-	Non-GAAP
		GAAP	Percent of	Co	ompensation		Asset			GAAP	Percent of
Non-GAAP Income Statement Items		Measure	Revenue		Expense	An	nortization	Oth	er Costs	Measure	Revenue
Revenues	\$	205,999									
Gross profit		119,019	57.8 %	\$	474	\$	_	\$	_	\$ 119,493	58.0 %
Research and development		87,685	42.6 %		12,149		2,295		530	72,711	35.3 %
Selling, general and administrative		43,676	21.2 %		7,417		_		_	36,259	17.6 %
Operating expenses		131,361	63.8 %		19,566		2,295		530	108,970	52.9 %

## Three Months Ended

## October 4, 2025

				Stock	In	angible			ı	ncome		Non-
	(	GAAP	Co	mpensation		Asset	c	ther		Tax		GAAP
Non-GAAP Earnings (Loss) Per Share	M	leasure		Expense*	Amo	ortization*	C	osts*	Adj	ustments	N	Measure
Net income (loss)	\$	(9,936)	\$	20,040	\$	2,295	\$	530	\$	(2,255)	\$	10,674
				s	hares	Excluded D	ue to	Net Loss	•			
Diluted shares outstanding		32,835				217						33,052
Diluted earnings (loss) per share	\$	(0.30)									\$	0.32

<sup>\*</sup> Represents pre-tax amounts

## Unaudited Forward-Looking Statements Regarding Business Outlook (In millions, except per share data)

## Three Months Ended January 3, 2026

	GAAP	Non-GAAP	Non-GAAP
<b>Business Outlook</b>	Measure	Adjustments**	Measure
Gross margin	62% to 64%	— %	62% to 64%
Operating expenses	\$134 to \$136	\$(24)	\$110 to \$112
Diluted earnings (loss) per share	\$(0.22) to \$0.08	\$0.62	\$0.40 to \$0.70

<sup>\*\*</sup> Non-GAAP adjustments include the following estimates: stock compensation expense of \$20.9 million, intangible asset amortization of \$2.3 million, other costs of \$1.0 million, and the application of a long-term non-GAAP tax rate of 20%.

Silicon Laboratories Inc.

Condensed Consolidated Balance Sheets

(In thousands, except per share data)

(Unaudited)

	(	October 4,	De	cember 28,
		2025		2024
Assets				
Current assets:				
Cash and cash equivalents	\$	341,403	\$	281,607
Short-term investments		97,622		100,554
Accounts receivable, net		67,308		54,479
Inventories		82,190		105,639
Prepaid expenses and other current assets		64,036		59,754
Total current assets		652,559		602,033
Property and equipment, net		128,323		132,136
Goodwill		376,389		376,389
Other intangible assets, net		25,425		36,499
Other assets, net		70,371		75,617
Total assets	\$	1,253,067	\$	1,222,674
Liabilities and Stockholders' Equity				
Current liabilities:				
Accounts payable	\$	55,647	\$	42,448
Deferred revenue and returns liability		8,447		3,073
Other current liabilities		81,216		52,362
Total current liabilities		145,310		97,883
Other non-current liabilities		37,044		44,770
Total liabilities		182,354		142,653
Commitments and contingencies				
Stockholders' equity:				
Preferred stock – \$0.0001 par value; 10,000 shares authorized; no shares issued		_		_
Common stock – \$0.0001 par value; 250,000 shares authorized; 32,853 and 32,458				
shares issued and outstanding at October 4, 2025 and December 28, 2024,				
respectively		3		3
Additional paid-in capital		130,979		78,227
Retained earnings		939,498		1,001,721
Accumulated other comprehensive income		233		70
Total stockholders' equity		1,070,713		1,080,021
Total liabilities and stockholders' equity	\$	1,253,067	\$	1,222,674

## Silicon Laboratories Inc.

## **Condensed Consolidated Statements of Cash Flows**

## (In thousands)

(Unaudited)

		_			
	 Nine Mont	ths Ended September 28,			
	October 4, 2025	Sep	2024		
Operating Activities	 				
Net loss	\$ (62,223)	\$	(167,187)		
Adjustments to reconcile net loss to net cash provided by (used in) operating activities:					
Depreciation of property and equipment	18,769		19,302		
Amortization of other intangible assets	11,074		17,596		
Stock-based compensation expense	59,645		45,358		
Deferred income taxes	2,026		29,100		
Changes in operating assets and liabilities:					
Accounts receivable	(12,829)		(19,585)		
Inventories	23,316		54,724		
Prepaid expenses and other assets	9,080		23,091		
Accounts payable	11,141		(13,849)		
Other current liabilities and income taxes	29,901		(5,004)		
Deferred revenue and returns liability	5,374		6,361		
Other non-current liabilities	(7,916)		(13,946)		
Net cash provided by (used in) operating activities	 87,358		(24,039)		
Investing Activities					
Purchases of marketable securities	(34,790)		(28,363)		
Sales of marketable securities	15,332		44,057		
Maturities of marketable securities	22,598		131,008		
Purchases of property and equipment	(19,942)		(7,785)		
Purchase of other investment	(4,000)		_		
Proceeds from sale of equity investment	_		12,382		
Net cash provided by (used in) investing activities	(20,802)		151,299		
Financing Activities					
Payments on debt	_		(45,000)		
Payment of taxes withheld for vested stock awards	(14,907)		(16,078)		
Proceeds from the issuance of common stock	 8,147		9,396		

(6,760)

(51,682)

Net cash used in financing activities

Increase in cash and cash equivalents	59,796	75,578
Cash and cash equivalents at beginning of period	281,607	227,504
Cash and cash equivalents at end of period	\$ 341,403	\$ 303,082

## SOURCE Silicon Labs

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https://news.silabs.com/2025-11-04-Silicon-Labs-Reports-Third-Quarter-2025-Results