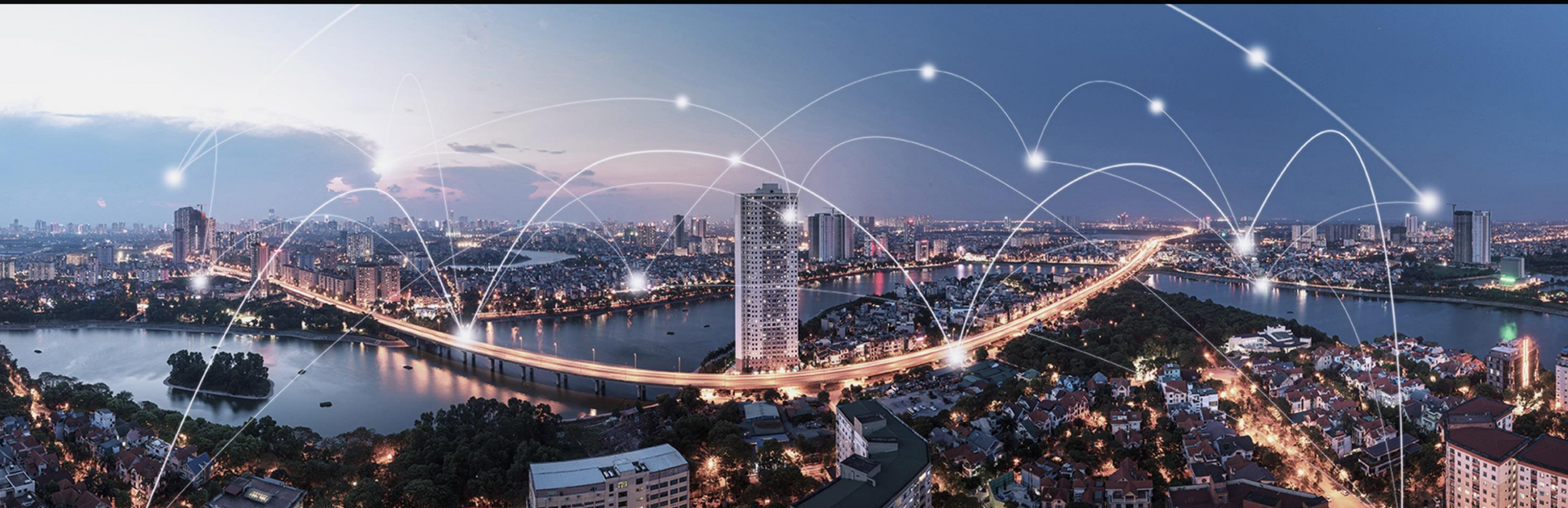
Magnachip Semiconductor (NYSE: MX)

Q3 2026 Earnings Materials

November 4, 2026



Forward-Looking Statements

Information in this presentation regarding Magnachip's forecasts, business outlook, expectations and beliefs are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 that involve risks and uncertainties. All forward-looking statements included or incorporated by reference in this presentation, including expectations regarding our financial performance and business outlook, including fourth quarter 2026 revenue and gross profit margin, future growth and revenue opportunities, strategic relationships, product development and commercialization, and other future events. All forward-looking statements included in this presentation are based upon information available to Magnachip as of the date of this presentation and the accompanying press release. These statements are not guarantees of future performance and actual results could differ materially from our current expectations. Factors that could cause or contribute to such differences include, among others: changes in macroeconomic conditions, trade policies, geopolitical conditions and market conditions; manufacturing capacity constraints, supply chain disruptions and changes in customer demand; the impact of competitive products and pricing; our ability to establish, maintain and expand strategic relationships with customers and business partners, and to realize the anticipated benefits of those relationships; customer acceptance of our products and technologies; our ability to develop, introduce and ramp new products into volume production; changes in semiconductor industry supply and demand, including overcapacity and manufacturing utilization; financial stability in foreign markets and the impact of foreign exchange rates; unanticipated costs and expenses; changes in, or compliance with, applicable trade, export and other laws and regulations; public health issues; the effects of the electrical substation upgrade at our Gumi fabrication facility, including on fab utilization and yields; other business interruptions; and other risks described in Magnachip's filings with the SEC, including our Annual Report on Form 10-K filed on March 16, 2026 and our subsequent Quarterly Reports on Form 10-Q. Magnachip assumes no obligation and does not intend to update the forward-looking statements provided, whether as a result of new information, future events or otherwise.

This presentation also includes references to certain non-GAAP financial measures. Management believes that non-GAAP financial measures, when viewed in conjunction with GAAP results, can provide a meaningful understanding of the factors and trends affecting Magnachip's business and operations and assist in evaluating our core operating performance. However, such non-GAAP financial measures may have limitations and should not be considered as a substitute for net income (loss) or as a better indicator of our operating performance than measures that are presented in accordance with GAAP. Reconciliation of GAAP results to non-GAAP results is also included in this presentation.

Q3 2026 Financial Summary – Continuing Operations

Revenue

	Q3 2026	MX Guidance Range	Q/Q Change	Y/Y Change
Continuing Operations	$44.0 M	$41.5 M – $45.5 M	down 1.6%	down 4.3%

- Q3 revenue was within our guidance range of $41.5 million to $45.5 million. This was down 4.3% year-over-year, and down 1.6% sequentially.

Gross Profit Margin

	Q3 2026	MX Guidance Range	Q/Q Change	Y/Y Change
Continuing Operations	14.0%	17% – 19%	down 5.3 pp	down 4.6 pp

- The year-over-year and sequential decline was primarily attributable to unfavorable foreign currency changes, driven by the sharp appreciation of the Korean won against the US dollar.

EPS

	Q3 2026	Q2 2026	Q3 2025
GAAP Diluted Loss Per Share	($0.36)	($0.21)	($0.29)
Non-GAAP Diluted Loss Per Share	($0.29)	($0.13)	($0.01)

Q3 2026 Report by Business and Recent Highlights

PAS

	Q3 2026	Q2 2026	Q/Q Change	Q3 2025	Y/Y change
Revenue	**$39.6 M**	**$40.6 M**	**down 2.3%**	**$41.5 M**	**down 4.6%**

- PAS revenue was $39.6 million. This was down 4.6% year-over-year, and down 2.3% sequentially. The sequential and year-over-year declines were primarily due to lower customer volumes in certain consumer applications and certain packaging constraints.

PIC

	Q3 2026	Q2 2026	Q/Q Change	Q3 2025	Y/Y change
Revenue	**$4.3 M**	**$4.1 M**	**Up 5.1%**	**$4.4 M**	**down 1.3%**

- PIC revenue was $4.3 million. This was down 1.3% year-over-year and up 5.1% sequentially.

Q3 Recent Highlights

- Announced a $5 million strategic equity investment by Navitas Semiconductor, further strengthening the companies' partnership to develop differentiated next-generation power semiconductor solutions.
- Launched 15 new sixth-generation E6 Super-Junction MOSFETs targeting TVs, notebook adapters, PC power supplies and other consumer and industrial power applications.
- Continued execution of its new-generation power semiconductor roadmap, expanding its portfolio of products to strengthen competitiveness, increase profitability, and address new market opportunities.

Q3 2026 Key Financials

(In $ millions, except for share data and days calculation)

Non-GAAP Metrics – Continuing Operations

Non-GAAP Metrics	Q3 2026	Q2 2026	Q3 2025
Adjusted Operating Loss	($8.6)	($7.0)	($7.4)
Adjusted EBITDA	($3.5)	($4.2)	($4.0)
Adjusted Loss	($10.7)	($4.9)	($0.4)
Adjusted Loss per Common Share – Diluted	($0.29)	($0.13)	($0.01)

Balance Sheet

Balance Sheet	Q3 2026	Q2 2026	Q3 2025
Cash and Cash Equivalents	$86.9	$87.9	$108.0
Days Sales Outstanding (DSO)	49 days	43 days	54 days
Days in Inventory	94 days	81 days	84 days
Total Stockholders' Equity	$245.4	$226.5	$255.3

Q4 2026 Outlook – Continuing Operations

Beginning Q1 2025, the Company became a pure-play Power company, with the display business classified as discontinued operations and reported separately from continuing operations, which include PAS and Power IC business lines. While actual results may vary, Magnachip currently expects the following:

	Key Metrics	Guidance
Q4 2026	Revenue	• Consolidated revenue from continuing operations (which includes Power Analog Solutions and Power IC businesses) to be in the range of $41.0 million to $45.0 million reflecting the typical seasonal softness in the fourth quarter. At the midpoint, this represents a decrease of 2.2% sequentially and an increase of 6.0% year-over-year, compared with $44.0 million in Q3 2026 and $40.6 million in Q4 2025.
	Gross Profit Margin	• Consolidated gross profit margin from continuing operations to be in the range of 10% to 12%, compared with 14% in Q3 2026 and 9.3% in Q4 2025. The sequential decline is primarily due to lower utilization resulting from a power shutdown in the fab due to a substation upgrade and appreciation of Korean Won.

Q3 2026 Financial Highlights

In thousands of U.S. dollars, except per-share data

	GAAP				
	Q3 2026	Q2 2026	Q/Q change(1)	Q3 2025	Y/Y change(1)
Net Sales	43,978	44,704	−1.6%	45,946	−4.3%
Power Analog Solutions	39,636	40,574	−2.3%	41,548	−4.6%
Power IC	4,342	4,130	+5.1%	4,398	−1.3%
Gross Profit Margin	14.0%	19.3%	−5.3 pp	18.6%	−4.6 pp
Power Analog Solutions	10.7%	17.2%	−6.5 pp	16.0%	−5.3 pp
Power IC	45.0%	40.9%	+4.1 pp	43.2%	+1.8 pp
Operating Loss	(12,880)	(9,976)	−29.1%	(11,538)	−11.6%
Loss from Continuing Operations	(13,286)	(7,601)	−74.8%	(10,609)	−25.2%
Basic Loss per Common Share	(0.36)	(0.21)	−71.4%	(0.29)	−24.1%
Diluted Loss per Common Share	(0.36)	(0.21)	−71.4%	(0.29)	−24.1%

In thousands of U.S. dollars, except per-share data

	Non-GAAP(2)				
	Q3 2026	Q2 2026	Q/Q change(1)	Q3 2025	Y/Y change(1)
Adjusted Operating Loss	(8,593)	(6,976)	−23.2%	(7,421)	−15.8%
Adjusted EBITDA	(3,496)	(4,219)	+17.1%	(3,964)	+11.8%
Adjusted Loss	(10,732)	(4,901)	−119.0%	(390)	NM
Adjusted Loss per Common Share—Diluted	(0.29)	(0.13)	−123.1%	(0.01)	NM

NM = Not Meaningful.

(1) For financial metrics presented as negative amounts, negative percentage changes indicate a deterioration in financial performance, while positive percentage changes indicate an improvement.

(2) Management believes that non-GAAP financial measures, when viewed in conjunction with GAAP results, can provide a meaningful understanding of the factors and trends affecting our business and operations and assist in evaluating our core operating performance. However, such non-GAAP financial measures have limitations and should not be considered as a substitute for net loss or as a better indicator of our operating performance than measures that are presented in accordance with GAAP. Reconciliations of non-GAAP financial measures to their most directly comparable GAAP measures are included in this press release.

Appendix: GAAP to Non-GAAP Reconciliation

(In thousands of U.S. dollars)

	Three Months Ended			Nine Months Ended	
	September 30, 2026	June 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
Operating loss– continuing operations	$ (12,880)	$ (9,976)	$ (11,538)	$ (30,026)	$ (23,414)
Adjustments:					
Equity-based compensation expense	2,366	1,019	123	4,028	1,967
Early termination and other charges	1,921	1,981	3,994	3,902	4,840
Adjusted Operating Loss– continuing operations	$ (8,593)	$ (6,976)	$ (7,421)	$ (22,096)	$ (16,607)

We present Adjusted Operating Loss from continuing operations as a supplemental measure of our performance. We define Adjusted Operating Loss from continuing operations for the periods indicated as operating loss from continuing operations adjusted to exclude (i) Equity-based compensation expense and (ii) Early termination and other charges.

For the three months ended September 30, 2026, we recorded $1,921 thousand of other charges in our consolidated statement of operations, consisting of $601 thousand in tax-related charges and $1,320 thousand of costs associated with the electrical substation upgrade in our Gumi fabrication facility. For the nine months ended September 30, 2026, we recorded $3,902 thousand of other charges, which also included a $1,095 thousand customer goodwill payment related to a certain product, and $886 thousand of one-time employee incentives recorded in the first half of 2026.

For the three months ended September 30, 2025, we recorded $2,599 thousand of termination-related charges in connection with the voluntary resignation program and $1,395 thousand of certain executive separation benefits in our consolidated statement of operations. For the nine months ended September 30, 2025, we recorded $4,840 thousand of other charges, which also included $350 thousand of certain executive separation benefits and $496 thousand of one-time employee incentives recorded in the first half of 2025.

Appendix: GAAP to Non-GAAP Reconciliation

(In thousands of U.S. dollars, except share data)	Three Months Ended			Nine Months Ended	
	September 30, 2026	June 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
Loss from continuing operations	$ (13,286)	$ (7,601)	$ (10,609)	$ (25,584)	$ (5,457)
Adjustments:					
Interest income	(893)	(949)	(1,255)	(2,905)	(4,117)
Interest expense	317	320	469	1,010	1,265
Income tax expense (benefit), net	4,871	(1,986)	(4,170)	977	(8,709)
Depreciation and amortization	2,943	2,750	3,204	8,570	9,561
EBITDA – continuing operations	(6,048)	(7,466)	(12,361)	(17,932)	(7,457)
Equity-based compensation expense	2,366	1,019	123	4,028	1,967
Foreign currency loss (gain), net	(1,811)	526	4,280	(1,170)	(6,112)
Derivative valuation loss (gain), net	76	(279)	—	(183)	51
Early termination and other charges	1,921	1,981	3,994	3,902	4,840
Adjusted EBITDA – continuing operations	$ (3,496)	$ (4,219)	$ (3,964)	$ (11,355)	$ (6,711)
Loss from continuing operations	$ (13,286)	$ (7,601)	$ (10,609)	$ (25,584)	$ (5,457)
Adjustments:					
Equity-based compensation expense	2,366	1,019	123	4,028	1,967
Foreign currency loss (gain), net	(1,811)	526	4,280	(1,170)	(6,112)
Derivative valuation loss (gain), net	76	(279)	—	(183)	51
Early termination and other charges	1,921	1,981	3,994	3,902	4,840
Income tax effect on non-GAAP adjustments	2	(547)	1,822	(699)	(441)
Adjusted Loss – continuing operations	$ (10,732)	$ (4,901)	$ (390)	$ (19,706)	$ (5,152)
Adjusted Loss – continuing operations per common share—					
- Basic	$ (0.29)	$ (0.13)	$ (0.01)	$ (0.54)	$ (0.14)
- Diluted	$ (0.29)	$ (0.13)	$ (0.01)	$ (0.54)	$ (0.14)
Weighted average number of shares – basic	36,649,278	36,454,812	35,934,406	36,504,776	36,298,491
Weighted average number of shares – diluted	36,649,278	36,454,812	35,934,406	36,504,776	36,298,491

Appendix: GAAP to Non-GAAP Reconciliation

We present Adjusted EBITDA from continuing operations and Adjusted Loss from continuing operations as supplemental measures of our performance. We define Adjusted EBITDA from continuing operations for the periods indicated as EBITDA – continuing operations (as defined below), adjusted to exclude (i) Equity-based compensation expense, (ii) Foreign currency loss (gain), net, (iii) Derivative valuation loss (gain), net and (iv) Early termination and other charges. EBITDA – continuing operations for the periods indicated is defined as loss from continuing operations before interest income, interest expense, income tax expense (benefit), net and depreciation and amortization.

We prepare Adjusted Loss from continuing operations by adjusting loss from continuing operations to eliminate the impact of a number of non-cash expenses and other items that may be either one time or recurring that we do not consider to be indicative of our core ongoing operating performance. We believe that Adjusted Loss from continuing operations is particularly useful because it reflects the impact of our asset base and capital structure on our operating performance. We define Adjusted Loss from continuing operations for the periods as loss from continuing operations, adjusted to exclude (i) Equity-based compensation expense, (ii) Foreign currency loss (gain), net, (iii) Derivative valuation loss (gain), net, (iv) Early termination and other charges and (v) Income tax effect on non-GAAP adjustments.

For the three months ended September 30, 2026, we recorded $1,921 thousand of other charges in our consolidated statement of operations, consisting of $601 thousand in tax-related charges and $1,320 thousand of costs associated with the electrical substation upgrade in our Gumi fabrication facility. For the nine months ended September 30, 2026, we recorded $3,902 thousand of other charges, which also included a $1,095 thousand customer goodwill payment related to a certain product, and $886 thousand of one-time employee incentives recorded in the first half of 2026.

For the three months ended September 30, 2025, we recorded $2,599 thousand of termination-related charges in connection with the voluntary resignation program and $1,395 thousand of certain executive separation benefits in our consolidated statement of operations. For the nine months ended September 30, 2025, we recorded $4,840 thousand of other charges, which also included $350 thousand of certain executive separation benefits and $496 thousand of one-time employee incentives recorded in the first half of 2025.