Morgan Stanley | RESEARCH

UPDATE

May 26, 2026 05:40 PM GMT

Soitec SA | Europe

What (not) to expect into the print

MORGAN STANLEY & CO. INTERNATIONAL PLC+

Nigel van Putten
Equity Analyst
Nigel.Putten@morganstanley.com +44 20 7425-2803

Shawn Kim
Equity Analyst
Shawn.Kim@morganstanley.com +44 20 7677-1018

Lee Simpson
Equity Analyst
Lee.Simpson@morganstanley.com +44 20 7425-3378

Amelia M Scicluna
Research Associate
Amelia.Scicluna@morganstanley.com +44 20 7425-6694

Key Takeaways

- FY25-26 margins should be soft, hit by lower loading and FX. Similarly, we expect a slow (-46% q/q) guide for F1Q27e due to seasonal weakness in Mobile.
- Thursday's webcast is the main event, marking Laurent Rémont's first appearance as CEO.
- Photonics SOI commentary should be constructive, although formal TAM growth targets may still fall short of market hopes.
- The RFSOI inventory reduction remains in focus, with confirmation of further reductions in the March Q and reiteration of another c.1m wafers reduction key.
- Shares have run hard (+619% ytd). As we expect Soitec to guide relatively prudently, we are tactically cautious into the print but would add on weakness.

Soft margins and a seasonally weak reiteration guide are likely to frame the print. Soitec will report fiscal 4Q and FY25-26 earnings on Wednesday 27 May after the close. The company will host a webcast on Thursday at 14.00 CET (8pm HK / 10am ET), register here. We expect the FY25-26 print to show soft margins due to production capacity cuts in 2H25-26, while the F1Q27 guide should be seasonally weak. More important is the presentation on Thursday. Here, we expect the company to provide a positive update on its Photonics SOI business, where it currently still sees a relatively stale 20-30% CAGR to 2030 for the addressable market. Although we expect these numbers to be raised (often cited industry analyst LightCounting has recently raised its Silicon Photonics forecast to 39%), we expect the commentary to remain mostly qualitative and, if specific numbers are provided, we suspect these may still fall short of market expectations. This makes sense from the perspective of a new CEO joining a company with a patchy track record in achieving its guidance. We would rather see management beat a low bar than having to defend (too) optimistic guidance with risk of a miss. Given the strong run in the shares, we are tactically cautious into the event, but would look for opportunities to add on weakness as our work points to accelerating growth.

FY25-26 likely represents the trough, with the guide weighed down by seasonal Mobile weakness. We expect Soitec's FY25-26 margins to show material softness due to 1) lower loading in 2H25-26, with a c.600bps impact, and 2) FX headwinds representing a a further c.300bps headwind. Our EBITDA estimate of €138m implies a margin of c.24%. This seems below consensus, although the gap is likely related to adjustments, as our gross profit and operating profit forecasts of €117m and -€44m are broadly in line. For F4Q26, which ended in March 2026, the company guided revenue up around 20% q/q (MSe: +17%). We expect Soitec to guide F1Q27 revenue down around 45% q/q, broadly in line with MSe at c.-46% (c.+11% y/y), driven by seasonal weakness in Mobile.

Soitec SA (SOIT.PA, SOI FP)

Technology - European Semiconductors | France

Stock Rating	**Overweight**
Industry View	**In-Line**
Price target	**€200.00**
Shr price, close (May 26, 2026)	€166.70
52-Week Range	€182.00-22.62
Mkt cap, curr (mn)	€5,627
Net debt (03/26e) (mn)*	€78
EV, curr (mn)*	€5,684

* = GAAP or approximated based on GAAP

Exhibit 1: Soitec into FY26 print: MSe vs. Css

	MSe			VA consensus			Mse vs. Css		
	F4Q26e	FY26e	F1Q27e	F4Q26e	FY26e	F1Q27e	F4Q26e	FY26e	F1Q27e
Mobile Communications	111	320	44	108	315	42	3%	2%	5%
Edge & Cloud AI	57	207	46	64	213	50	-11%	-3%	-9%
Automotive & Industrial	22	54	13	26	57	10	-16%	-6%	37%
Revenue	**190**	**581**	**103**	**198**	**586**	**102**	**-4%**	**-1%**	**1%**
Revenue q/q	18.5%		-45.7%	23.6%		-48.5%	-5ppt	0ppt	3ppt
Revenue y/y	-42.2%	-34.9%	11.9%	-39.7%	-34.3%	10.7%	-2ppt	-1ppt	1ppt
EBITDA		138			158			-12%	
EBITDA margin		23.8%			27.0%			-3ppt	

Source: Visible Alpha consensus, Morgan Stanley Research estimates

Thursday's presentation is the main event. The full-year results presentation typically offers a longer review of each business line and technology area, as well as financial structure and margins, providing insights into underlying trends. Importantly, this will be new CEO Laurent Rémont's first appearance to financial markets, after officially taking over on 1 April 2026. Our main focus will be Photonics SOI inside the Edge & Cloud division. Soitec has kept a 20-30% TAM growth outlook despite a meaningful market acceleration. We expect a constructive update and this number to move higher. However, with LightCounting, the often-cited third-party industry analyst, still looking for a relatively modest 39% 2025-2030 CAGR for Silicon Photonics, the company's outlook may still fall short of what investors are looking for.

RFSOI channel inventory remains another item to watch. We expect investors to focus on the planned reduction in the RFSOI supply chain, which stood at around 2m wafers in December 2025 and, on our estimates, 1.9m as of March 2026. We would look for a reiteration of the target to reduce this to c.1m wafers over the next 12 months. Progress here remains important for confidence in the pace of Mobile normalisation.

Valuation Methodology and Risks

Soitec SA (SOIT.PA)

We derive our €200 price target by applying a 35x multiple to our CY28e (fiscal '29 - March '29 year end) EPS estimate. We value Soitec on CY28e given increased visibility on the trajectory of growth for Photonics SOI, which we believe will be a multi-year growth story. We think the multiple is warranted due to our higher conviction on Soitec' growth trajectory into CY30e. We discount the 35x multiple by one year (effective multiple 32x).

Risks to Upside

- Further evidence of RF-SOI channel inventory reduction
- Accelerating growth for Photonics SOI
- Meaningful operating leverage on a largely fixed cost base

Risks to Downside

- Further expectations misses on RF-SOI in particular
- Inconsistent messaging around KPI's
- Growth drivers (photonics and POI) contributing less

Disclosure Section

The information and opinions in Morgan Stanley Research were prepared or are disseminated by Morgan Stanley Europe S.E., regulated by Bundesanstalt fuer Finanzdienstleistungsaufsicht (BaFin) and/or Morgan Stanley & Co. International plc, authorized by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. Morgan Stanley & Co. International plc disseminates in the UK research that it has prepared, and which has been prepared by any of its affiliates, only to persons who (i) are investment professionals falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended, the "Order"); (ii) are persons who are high net worth entities falling within Article 49(2)(a) to (d) of the Order; or (iii) are persons to whom an invitation or inducement to engage in investment activity (within the meaning of section 21 of the Financial Services and Markets Act 2000, as amended) may otherwise lawfully be communicated or caused to be communicated. As used in this disclosure section, Morgan Stanley includes RMB Morgan Stanley Proprietary Limited, Morgan Stanley Europe S.E., Morgan Stanley & Co International plc and its affiliates.

For important disclosures, stock price charts and equity rating histories regarding companies that are the subject of this report, please see the Morgan Stanley Research Disclosure Website at www.morganstanley.com/eqr/disclosures/webapp/generalresearch, or contact your investment representative or Morgan Stanley Research at 1585 Broadway, (Attention: Research Management), New York, NY, 10036 USA.

For valuation methodology and risks associated with any recommendation, rating or price target referenced in this research report, please contact the Client Support Team as follows: US/Canada +1 800 303-2495; Hong Kong +852 2848-5999; Latin America +1 718 754-5444 (U.S.); London +44 (0)20-7425-8169; Singapore +65 6834-6860; Sydney +61 (0)2-9770-1505; Tokyo +81 (0)3-6836-9000. Alternatively you may contact your investment representative or Morgan Stanley Research at 1585 Broadway, (Attention: Research Management), New York, NY 10036 USA.

Analyst Certification

The following analysts hereby certify that their views about the companies and their securities discussed in this report are accurately expressed and that they have not received and will not receive direct or indirect compensation in exchange for expressing specific recommendations or views in this report: Shawn Kim; Nigel van Putten; Lee Simpson.

.

Global Research Conflict Management Policy

Morgan Stanley Research has been published in accordance with our conflict management policy, which is available at www.morganstanley.com/institutional/research/conflictpolicies. A Portuguese version of the policy can be found at www.morganstanley.com.br

Important Regulatory Disclosures on Subject Companies

As of April 30, 2026, Morgan Stanley beneficially owned 1% or more of a class of common equity securities of the following companies covered in Morgan Stanley Research: Aixtron SE, ASML Holding NV, Infineon Technologies AG, Nordic Semiconductor ASA, **Soitec SA**, STMicroelectronics NV.

Within the last 12 months, Morgan Stanley managed or co-managed a public offering (or 144A offering) of securities of Aixtron SE.

Within the last 12 months, Morgan Stanley has received compensation for investment banking services from Aixtron SE, ASM International NV, BE Semiconductor Industries NV, STMicroelectronics NV.

In the next 3 months, Morgan Stanley expects to receive or intends to seek compensation for investment banking services from Aixtron SE, ASM International NV, ASML Holding NV, BE Semiconductor Industries NV, Infineon Technologies AG, Nordic Semiconductor ASA, **Soitec SA**, STMicroelectronics NV, VAT Group AG.

Within the last 12 months, Morgan Stanley has received compensation for products and services other than investment banking services from ASM International NV, BE Semiconductor Industries NV, Infineon Technologies AG.

Within the last 12 months, Morgan Stanley has provided or is providing investment banking services to, or has an investment banking client relationship with, the following company: Aixtron SE, ASM International NV, ASML Holding NV, BE Semiconductor Industries NV, Infineon Technologies AG, Nordic Semiconductor ASA, **Soitec SA**, STMicroelectronics NV, VAT Group AG.

Within the last 12 months, Morgan Stanley has either provided or is providing non-investment banking, securities-related services to and/or in the past has entered into an agreement to provide services or has a client relationship with the following company: Aixtron SE, ASM International NV, BE Semiconductor Industries NV, Infineon Technologies AG.

The equity research analysts or strategists principally responsible for the preparation of Morgan Stanley Research have received compensation based upon various factors, including quality of research, investor client feedback, stock picking, competitive factors, firm revenues and overall investment banking revenues. Equity Research analysts' or strategists' compensation is not linked to investment banking or capital markets transactions performed by Morgan Stanley or the profitability or revenues of particular trading desks.

Morgan Stanley and its affiliates do business that relates to companies/instruments covered in Morgan Stanley Research, including market making, providing liquidity, fund management, commercial banking, extension of credit, investment services and investment banking. Morgan Stanley sells to and buys from customers the securities/instruments of companies covered in Morgan Stanley Research on a principal basis. Morgan Stanley may have a position in the debt of the Company or instruments discussed in this report. Morgan Stanley trades or may trade as principal in the debt securities (or in related derivatives) that are the subject of the debt research report.

Certain disclosures listed above are also for compliance with applicable regulations in non-US jurisdictions.

STOCK RATINGS

Morgan Stanley uses a relative rating system using terms such as Overweight, Equal-weight, Not-Rated or Underweight (see definitions below). Morgan Stanley does not assign ratings of Buy, Hold or Sell to the stocks we cover. Overweight, Equal-weight, Not-Rated and Underweight are not the equivalent of buy, hold and sell. Investors should carefully read the definitions of all ratings used in Morgan Stanley Research. In addition, since Morgan Stanley Research contains more complete information concerning the analyst's views, investors should carefully read Morgan Stanley Research, in its entirety, and not infer the contents from the rating alone. In any case, ratings (or research) should not be used or relied upon as investment advice. An investor's decision to buy or sell a stock should depend on individual circumstances (such as the investor's existing holdings) and other considerations.

Global Stock Ratings Distribution

(as of April 30, 2026)

The Stock Ratings described below apply to Morgan Stanley's Fundamental Equity Research and do not apply to Debt Research produced by the Firm.

For disclosure purposes only (in accordance with FINRA requirements), we include the category headings of Buy, Hold, and Sell alongside our ratings of Overweight, Equal-weight, Not-Rated and Underweight. Morgan Stanley does not assign ratings of Buy, Hold or Sell to the stocks we cover. Overweight, Equal-weight, Not-Rated and Underweight are not the equivalent of buy, hold, and sell but represent recommended relative weightings (see definitions below). To satisfy regulatory requirements, we correspond Overweight, our most positive stock rating, with a buy recommendation; we correspond Equal-weight and Not-Rated to hold and Underweight to sell recommendations, respectively.

	Coverage Universe		Investment Banking Clients (IBC)			Other Material Investment Services Clients (MISC)	
Stock Rating Category	Count	% of Total	Count	% of Total IBC	% of Rating Category	Count	% of Total Other MISC
Overweight/Buy	1546	42%	467	51%	30%	709	44%
Equal-weight/Hold	1568	43%	358	39%	23%	715	44%
Not-Rated/Hold	4	0%	0	0%	0%	1	0%
Underweight/Sell	555	15%	84	9%	15%	202	12%
Total	3,673		909			1627	

Data include common stock and ADRs currently assigned ratings. Investment Banking Clients are companies from whom Morgan Stanley received investment banking compensation in the last 12 months. Due to rounding off of decimals, the percentages provided in the "% of total" column may not add up to exactly 100 percent.

Analyst Stock Ratings

Overweight (O). The stock's total return is expected to exceed the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.

Equal-weight (E). The stock's total return is expected to be in line with the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.

Not-Rated (NR). Currently the analyst does not have adequate conviction about the stock's total return relative to the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.

Underweight (U). The stock's total return is expected to be below the average total return of the analyst's industry (or industry team's) coverage universe, on a risk-adjusted basis, over the next 12-18 months.

Unless otherwise specified, the time frame for price targets included in Morgan Stanley Research is 12 to 18 months.

Analyst Industry Views

Attractive (A): The analyst expects the performance of his or her industry coverage universe over the next 12-18 months to be attractive vs. the relevant broad market benchmark, as indicated below.

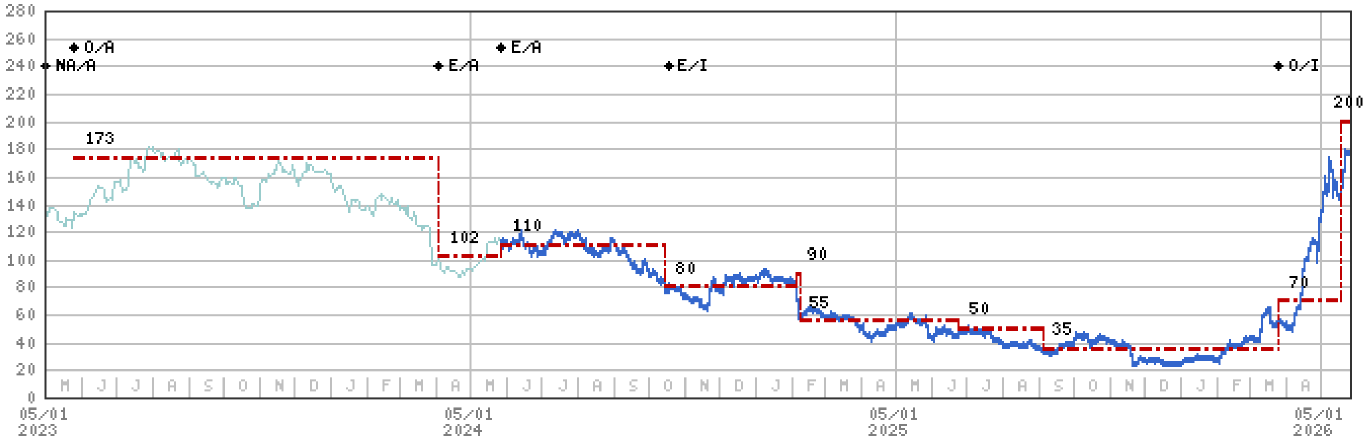
In-Line (I): The analyst expects the performance of his or her industry coverage universe over the next 12-18 months to be in line with the relevant broad market benchmark, as indicated below.

Cautious (C): The analyst views the performance of his or her industry coverage universe over the next 12-18 months with caution vs. the relevant broad market benchmark, as indicated below.

Benchmarks for each region are as follows: North America - S&P 500; Latin America - relevant MSCI country index or MSCI Latin America Index; Europe - MSCI Europe; Japan - TOPIX; Asia - relevant MSCI country index or MSCI sub-regional index or MSCI AC Asia Pacific ex Japan Index.

Stock Price, Price Target and Rating History (See Rating Definitions)

Soitec SA (SOIT.PA) - As of 05/26/26 GMT in EUR
Industry : Technology - European Semiconductors



Stock Rating History: 5/1/21 : E/I; 12/8/21 : U/I; 2/8/22 : NA/I; 11/1/22 : NA/NR; 11/7/22 : NA/A; 5/25/23 : O/A; 4/3/24 : E/A; 5/27/24 : E/A; 10/17/24 : E/I; 3/26/26 : O/I

Price Target History: 3/12/21 : 180; 6/14/21 : 195; 12/8/21 : 205; 2/8/22 : NA; 5/25/23 : 173; 4/3/24 : 102; 5/27/24 : 110; 10/15/24 : 80; 2/4/25 : 90; 2/7/25 : 55; 6/24/25 : 50; 9/4/25 : 35; 3/26/26 : 70; 5/19/26 : 200

Source: Morgan Stanley Research   Date Format : MM/DD/YY   Price Target   No Price Target Assigned (NA)
Stock Price (Not Covered by Current Analyst)   Stock Price (Covered by Current Analyst)
Stock and Industry Ratings (abbreviations below) appear as ◆ Stock Rating/Industry View
Stock Ratings: Overweight (O) Equal-weight (E) Underweight (U) Not-Rated (NR) No Rating Available (NA)
Industry View: Attractive (A) In-line (I) Cautious (C) No Rating (NR)

Effective January 13, 2014, the stocks covered by Morgan Stanley Asia Pacific will be rated relative to the analyst's industry (or industry team's) coverage.

Effective January 13, 2014, the industry view benchmarks for Morgan Stanley Asia Pacific are as follows: relevant MSCI country index or MSCI sub-regional index or MSCI AC Asia Pacific ex Japan Index.

Important Disclosures for Morgan Stanley Smith Barney LLC Customers

Important disclosures regarding any material conflict of interest that can reasonably be expected to have influenced Morgan Stanley Smith Barney LLC's choice of a third-party research provider or the subject company of a third-party research report, are available on the Morgan Stanley Wealth Management disclosure website at www.morganstanley.com/online/researchdisclosures.
For Morgan Stanley specific disclosures, you may refer to https://www.morganstanley.com/eqr/disclosures/webapp/generalresearch.
Each Morgan Stanley research report is reviewed and approved on behalf of Morgan Stanley Smith Barney LLC. This review and approval is conducted by the same person who reviews the research report on behalf of Morgan Stanley. This could create a conflict of interest.

Other Important Disclosures

Morgan Stanley Research policy is to update research reports as and when the Research Analyst and Research Management deem appropriate, based on developments with the issuer, the sector, or the market that may have a material impact on the research views or opinions stated therein. In addition, certain Research publications are intended to be updated on a regular periodic basis (weekly/monthly/quarterly/annual) and will ordinarily be updated with that frequency, unless the Research Analyst and Research Management determine that a different publication schedule is appropriate based on current conditions.
Morgan Stanley is not acting as a municipal advisor and the opinions or views contained herein are not intended to be, and do not constitute, advice within the meaning of Section 975 of the Dodd-Frank Wall Street Reform and Consumer Protection Act.
Morgan Stanley produces an equity research product called a "Tactical Idea." Views contained in a "Tactical Idea" on a particular stock may be contrary to the recommendations or views expressed in research on the same stock. This may be the result of differing time horizons, methodologies, market events, or other factors. For all research available on a particular stock, please contact your sales representative or go to Matrix at http://www.morganstanley.com/matrix.
Morgan Stanley Research is provided to our clients through our proprietary research portal on Matrix and also distributed electronically by Morgan Stanley to clients. Certain, but not all, Morgan Stanley Research products are also made available to clients through third-party vendors or redistributed to clients through alternate electronic means as a convenience. For access to all available Morgan Stanley Research, please contact your sales representative or go to Matrix at http://www.morganstanley.com/matrix.
Any access and/or use of Morgan Stanley Research is subject to Morgan Stanley's Terms of Use (http://www.morganstanley.com/terms.html). By accessing and/or using Morgan Stanley Research, you are indicating that you have read and agree to be bound by our Terms of Use (http://www.morganstanley.com/terms.html). In addition you consen
your personal data and using cookies in accordance with our Privacy Policy and our Global Cookies Policy (http://www.morganstanley.com/privacy_pledge.htm
setting your preferences and to collect readership data so that we can deliver better and more personalized service and products to you. To find out more informa
processes personal data, how we use cookies and how to reject cookies see our Privacy Policy and our Global Cookies Policy (http://www.morganstanley.com/p
the provided link to review the Terms and Conditions and Most Important Terms and Conditions for Morgan Stanley India Company Private Limited (https://w
pdfs/about-us-global-offices/india/Terms_and_conditions.pdf) and the following link to review the audit report (https://ny.matrix.ms.com/eqr/r
MSICPL_Morgan_Stanley_Research_Audit_Report.pdf).
If you do not agree to our Terms of Use and/or if you do not wish to provide your consent to Morgan Stanley processing your personal data or using cookies ple
Morgan Stanley Research does not provide individually tailored investment advice. Morgan Stanley Research has been prepared without regard to the circums

who receive it. Morgan Stanley recommends that investors independently evaluate particular investments and strategies, and encourages investors to seek the advice of a financial adviser. The appropriateness of an investment or strategy will depend on an investor's circumstances and objectives. The securities, instruments, or strategies discussed in Morgan Stanley Research may not be suitable for all investors, and certain investors may not be eligible to purchase or participate in some or all of them. Morgan Stanley Research is not an offer to buy or sell or the solicitation of an offer to buy or sell any security/instrument or to participate in any particular trading strategy. The value of and income from your investments may vary because of changes in interest rates, foreign exchange rates, default rates, prepayment rates, securities/instruments prices, market indexes, operational or financial conditions of companies or other factors. There may be time limitations on the exercise of options or other rights in securities/instruments transactions. Past performance is not necessarily a guide to future performance. Estimates of future performance are based on assumptions that may not be realized. If provided, and unless otherwise stated, the closing price on the cover page is that of the primary exchange for the subject company's securities/instruments.

The fixed income research analysts, strategists or economists principally responsible for the preparation of Morgan Stanley Research have received compensation based upon various factors, including quality, accuracy and value of research, firm profitability or revenues (which include fixed income trading and capital markets profitability or revenues), client feedback and competitive factors. Fixed Income Research analysts', strategists' or economists' compensation is not linked to investment banking or capital markets transactions performed by Morgan Stanley or the profitability or revenues of particular trading desks.

The "Important Regulatory Disclosures on Subject Companies" section in Morgan Stanley Research lists all companies mentioned where Morgan Stanley owns 1% or more of a class of common equity securities of the companies. For all other companies mentioned in Morgan Stanley Research, Morgan Stanley may have an investment of less than 1% in securities/instruments or derivatives of securities/instruments of companies and may trade them in ways different from those discussed in Morgan Stanley Research. Employees of Morgan Stanley not involved in the preparation of Morgan Stanley Research may have investments in securities/instruments or derivatives of securities/instruments of companies mentioned and may trade them in ways different from those discussed in Morgan Stanley Research. Derivatives may be issued by Morgan Stanley or associated persons.

With the exception of information regarding Morgan Stanley, Morgan Stanley Research is based on public information. Morgan Stanley makes every effort to use reliable, comprehensive information, but we make no representation that it is accurate or complete. We have no obligation to tell you when opinions or information in Morgan Stanley Research change apart from when we intend to discontinue equity research coverage of a subject company. Facts and views presented in Morgan Stanley Research have not been reviewed by, and may not reflect information known to, professionals in other Morgan Stanley business areas, including investment banking personnel.

Morgan Stanley Research personnel may participate in company events such as site visits and are generally prohibited from accepting payment by the company of associated expenses unless pre-approved by authorized members of Research management.

Morgan Stanley may make investment decisions that are inconsistent with the recommendations or views in this report.

To our readers based in Taiwan or trading in Taiwan securities/instruments: Information on securities/instruments that trade in Taiwan is distributed by Morgan Stanley Taiwan Limited ("MSTL"). Such information is for your reference only. The reader should independently evaluate the investment risks and is solely responsible for their investment decisions. Morgan Stanley Research may not be distributed to the public media or quoted or used by the public media without the express written consent of Morgan Stanley. Any non-customer reader within the scope of Article 7-1 of the Taiwan Stock Exchange Recommendation Regulations accessing and/or receiving Morgan Stanley Research is not permitted to provide Morgan Stanley Research to any third party (including but not limited to related parties, affiliated companies and any other third parties) or engage in any activities regarding Morgan Stanley Research which may create or give the appearance of creating a conflict of interest. Information on securities/instruments that do not trade in Taiwan is for informational purposes only and is not to be construed as a recommendation or a solicitation to trade in such securities/instruments. MSTL may not execute transactions for clients in these securities/instruments.

Morgan Stanley is not incorporated under PRC law and the research in relation to this report is conducted outside the PRC. Morgan Stanley Research does not constitute an offer to sell or the solicitation of an offer to buy any securities in the PRC. PRC investors shall have the relevant qualifications to invest in such securities and shall be responsible for obtaining all relevant approvals, licenses, verifications and/or registrations from the relevant governmental authorities themselves. Neither this report nor any part of it is intended as, or shall constitute, provision of any consultancy or advisory service of securities investment as defined under PRC law. Such information is provided for your reference only.

Morgan Stanley Research is disseminated in Brazil by Morgan Stanley C.T.V.M. S.A. located at Av. Brigadeiro Faria Lima, 3600, 6th floor, São Paulo - SP, Brazil; and is regulated by the Comissão de Valores Mobiliários; in Mexico by Morgan Stanley México, Casa de Bolsa, S.A. de C.V which is regulated by Comision Nacional Bancaria y de Valores. Paseo de los Tamarindos 90, Torre 1, Col. Bosques de las Lomas Floor 29, 05120 Mexico City; in Japan by Morgan Stanley MUFG Securities Co., Ltd. and, for Commodities related research reports only, Morgan Stanley Capital Group Japan Co., Ltd; in Hong Kong by Morgan Stanley Asia Limited (which accepts responsibility for its contents) and by Morgan Stanley Bank Asia Limited; in Singapore by Morgan Stanley Asia (Singapore) Pte. (Registration number 199206298Z) and/or Morgan Stanley Asia (Singapore) Securities Pte Ltd (Registration number 200008434H), regulated by the Monetary Authority of Singapore (which accepts legal responsibility for its contents and should be contacted with respect to any matters arising from, or in connection with, Morgan Stanley Research) and by Morgan Stanley Bank Asia Limited, Singapore Branch (Registration number T14FC0118J); in Australia to "wholesale clients" within the meaning of the Australian Corporations Act by Morgan Stanley Australia Limited A.B.N. 67 003 734 576, holder of Australian financial services license No. 233742, which accepts responsibility for its contents; in Australia to "wholesale clients" and "retail clients" within the meaning of the Australian Corporations Act by Morgan Stanley Wealth Management Australia Pty Ltd (A.B.N. 19 009 145 555, holder of Australian financial services license No. 240813, which accepts responsibility for its contents; in Korea by Morgan Stanley & Co International plc, Seoul Branch; in India by Morgan Stanley India Company Private Limited having Corporate Identification No (CIN) U22990MH1998PTC115305, regulated by the Securities and Exchange Board of India ("SEBI") and holder of licenses as a Research Analyst (SEBI Registration No. INH000001105); Stock Broker (SEBI Stock Broker Registration No. INZ000244438), Merchant Banker (SEBI Registration No. INM000011203), and depository participant with National Securities Depository Limited (SEBI Registration No. IN-DP-NSDL-567-2021) having registered office at Altimus, Level 39 & 40, Pandurang Budhkar Marg, Worli, Mumbai 400018, India; Telephone no. +91-22-61181000; Compliance Officer Details: Mr. Tejarshi Hardas, Tel. No.: +91-22-61181000 or Email: tejarshi.hardas@morganstanley.com; Grievance officer details: Mr. Tejarshi Hardas, Tel. No.: +91-22-61181000 or Email: msic-compliance@morganstanley.com. Morgan Stanley India Company Private Limited (MSICPL) may use AI tools in providing research services. All recommendations contained herein are made by the duly qualified research analysts; in Canada by Morgan Stanley Canada Limited; in Germany and the European Economic Area where required by Morgan Stanley Europe S.E., authorised and regulated by Bundesanstalt fuer Finanzdienstleistungsaufsicht (BaFin) under the reference number 149169; in the US by Morgan Stanley & Co. LLC, which accepts responsibility for its contents. Morgan Stanley & Co. International plc, authorized by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority, disseminates in the UK research that it has prepared, and research which has been prepared by any of its affiliates, only to persons who (i) are investment professionals falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended, the "Order"); (ii) are persons who are high net worth entities falling within Article 49(2)(a) to (d) of the Order; or (iii) are persons to whom an invitation or inducement to engage in investment activity (within the meaning of section 21 of the Financial Services and Markets Act 2000, as amended) may otherwise lawfully be communicated or caused to be communicated. RMB Morgan Stanley Proprietary Limited is a member of the JSE Limited and A2X (Pty) Ltd. RMB Morgan Stanley Proprietary Limited is a joint venture owned equally by Morgan Stanley International Holdings Inc. and RMB Investment Advisory (Proprietary) Limited, which is wholly owned by FirstRand Limited. The information in Morgan Stanley Research is being disseminated by Morgan Stanley Saudi Arabia, regulated by the Capital Market Authority in the Kingdom of Saudi Arabia, and is directed at Sophisticated investors only.

Morgan Stanley Hong Kong Securities Limited is the liquidity provider/market maker for securities of ASM International NV listed on the Stock Exchange of Hong Kong Limited. An updated

INDUSTRY COVERAGE: Technology - European Semiconductors

COMPANY (TICKER)	RATING (AS OF)	PRICE* (05/26/2026)
Lee Simpson		
ASML Holding NV (ASML.AS)	O (09/22/2025)	€1,389.80
Infineon Technologies AG (IFXGn.DE)	O (02/06/2025)	€77.55
STMicroelectronics NV (STMPA.PA)	O (03/26/2026)	€59.84
Nigel van Putten		
Aixtron SE (AIXGn.DE)	E (05/25/2023)	€52.76
ASM International NV (ASMI.AS)	O (06/19/2024)	€893.60
BE Semiconductor Industries NV (BESI.AS)	O (11/07/2022)	€284.00
Melexis N.V. (MLXS.BR)	E (02/05/2026)	€81.05
Nordic Semiconductor ASA (NOD.OL)	E (02/10/2025)	NKr 205.20
Soitec SA (SOIT.PA)	O (03/26/2026)	€166.70
VAT Group AG (VACN.S)	E (03/21/2025)	SFr 616.80

Stock Ratings are subject to change. Please see latest research for each company.
* Historical prices are not split adjusted.