



# Half-year Report 2025

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# **u-blox Holding AG, Thalwil**

## **Condensed consolidated interim financial statements**

**June 30, 2025**

# Consolidated statement of financial position

in CHF 1,000	June 30, 2025 (unaudited)	December 31, 2024 (audited)
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	100,737	90,947
Trade accounts receivable	22,325	31,095
Other receivables	25,533	9,897
Current tax assets	814	2,729
Inventories	22,256	61,503
Prepaid expenses	7,328	16,067
<b>Total current assets</b>	<b>178,993</b>	<b>212,238</b>
<b>Non-current assets</b>		
Property, plant and equipment	5,441	10,777
Right-of-use assets	23,026	26,364
Goodwill	51,756	53,625
Intangible assets	102,485	112,902
Other financial assets	1,398	1,530
Deferred tax assets	31,108	20,488
<b>Total non-current assets</b>	<b>215,214</b>	<b>225,686</b>
<b>Total assets</b>	<b>394,207</b>	<b>437,924</b>
<b>Liabilities and equity</b>		
<b>Current liabilities</b>		
Trade accounts payable	11,298	12,468
Other payables	10,839	11,044
Provisions	306	779
Lease liabilities	5,246	5,648
Current tax liabilities	801	5,598
Accrued expenses	25,112	20,932
<b>Total current liabilities</b>	<b>53,602</b>	<b>56,469</b>
<b>Non-current liabilities</b>		
Other payables	4,386	4,370
Provisions	15,131	14,732
Pension liabilities	10,121	16,650
Lease liabilities	20,457	24,015
Deferred tax liabilities	1,030	725
<b>Total non-current liabilities</b>	<b>51,125</b>	<b>60,492</b>
<b>Total liabilities</b>	<b>104,727</b>	<b>116,961</b>
<b>Shareholders' equity</b>		
Share capital	79,464	77,821
Share premium	55,693	44,018
Treasury shares	-1,691	-1,691
Cumulative translation differences	-34,843	-33,537
Retained earnings	190,857	234,352
<b>Total equity</b>	<b>289,480</b>	<b>320,963</b>
<b>Total liabilities and equity</b>	<b>394,207</b>	<b>437,924</b>

These condensed interim financial statements should be read in conjunction with the accompanying notes.

# Consolidated income statement

For the six months ended June 30	2025	2024
in CHF 1,000	(unaudited)	(unaudited, restated) <sup>1)</sup>
<b>Continuing operations</b>		
Revenue	123,426	93,832
Cost of sales	-51,775	-45,217
<b>Gross profit</b>	<b>71,651</b>	<b>48,615</b>
Sales and marketing expenses	-12,596	-15,230
Research and development expenses	-56,003	-48,014
General and administrative expenses	-11,389	-13,913
Other income	632	507
<b>Operating loss</b>	<b>-7,705</b>	<b>-28,036</b>
Finance income	461	10,371
Finance costs	-2,681	-1,190
Share of loss of equity-accounted investees, net of taxes	0	-65
<b>Loss before income tax (EBT)</b>	<b>-9,925</b>	<b>-18,919</b>
Income tax benefit	2,965	3,738
<b>Net loss from continuing operations</b>	<b>-6,960</b>	<b>-15,181</b>
<b>Discontinued operation</b>		
Loss from discontinued operation, net of tax	-39,301	-10,608
<b>Net loss</b>	<b>-46,261</b>	<b>-25,789</b>
Basic earnings per share from continuing operations (in CHF)	-0.93	-2.07
Diluted earnings per share from continuing operations (in CHF)	-0.93	-2.07
Basic earnings per share (in CHF)	-6.20	-3.51
Diluted earnings per share (in CHF)	-6.20	-3.51

1) See Note 2.

# Consolidated statement of comprehensive income

For the six months ended June 30	2025	2024
in CHF 1,000	(unaudited)	(unaudited, restated) <sup>1)</sup>
<b>Net loss</b>	<b>-46,261</b>	<b>-25,789</b>
<b>Other comprehensive income</b>		
Remeasurements on pension liabilities	4,553	2
Income tax benefit on remeasurements on pension liabilities	-819	0
<b>Items that will not be reclassified to income statement</b>	<b>3,734</b>	<b>2</b>
Currency translation differences	-5,034	4,337
Reclassification of currency translation differences	3,728	0
<b>Items that are or may be reclassified subsequently to income statement</b>	<b>-1,306</b>	<b>4,337</b>
<b>Other comprehensive income, net of taxes</b>	<b>2,428</b>	<b>4,339</b>
<b>Total comprehensive income</b>	<b>-43,833</b>	<b>-21,450</b>
Total comprehensive income from continuing operations	-8,260	-11,732
Total comprehensive income from discontinued operations	-35,573	-9,718

1) See Note 2.

These condensed interim financial statements should be read in conjunction with the accompanying notes.

# Consolidated statement of changes in equity

in CHF 1,000	Share capital	Share premium	Treasury shares	Cumulative translation differences	Retained earnings	Total equity
<b>Balance at January 1, 2024</b>	<b>83,592</b>	<b>32,922</b>	<b>-3,521</b>	<b>-37,051</b>	<b>325,918</b>	<b>401,860</b>
Net loss for the period	0	0	0	0	-25,789	-25,789
Other comprehensive income for the period, net of taxes	0	0	0	4,337	2	4,339
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,337</b>	<b>-25,787</b>	<b>-21,450</b>
Share-based payments <sup>1)</sup>	0	0	0	0	2,365	2,365
Decrease in par value	-7,319	0	0	0	9	-7,310
Options exercised during the year, net of transaction costs	1,250	9,319	1,830	0	-4,839	7,560
<b>Total transactions with equity holders of the parent</b>	<b>-6,069</b>	<b>9,319</b>	<b>1,830</b>	<b>0</b>	<b>-2,465</b>	<b>2,615</b>
<b>Balance at June 30, 2024 (unaudited)</b>	<b>77,523</b>	<b>42,241</b>	<b>-1,691</b>	<b>-32,714</b>	<b>297,666</b>	<b>383,025</b>
<b>Balance at January 1, 2025</b>	<b>77,821</b>	<b>44,018</b>	<b>-1,691</b>	<b>-33,537</b>	<b>234,352</b>	<b>320,963</b>
Net loss for the period	0	0	0	0	-46,261	-46,261
Other comprehensive income for the period, net of taxes	0	0	0	-1,306	3,734	2,428
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>-1,306</b>	<b>-42,527</b>	<b>-43,833</b>
Share-based payments <sup>1)</sup>	0	0	0	0	3,987	3,987
Options exercised during the year, net of transaction costs	1,643	11,675	0	0	-4,955	8,363
<b>Total transactions with equity holders of the parent</b>	<b>1,643</b>	<b>11,675</b>	<b>0</b>	<b>0</b>	<b>-968</b>	<b>12,350</b>
<b>Balance at June 30, 2025 (unaudited)</b>	<b>79,464</b>	<b>55,693</b>	<b>-1,691</b>	<b>-34,843</b>	<b>190,857</b>	<b>289,480</b>

1) Represents the amount of share-based payment expenses of CHF 3.3 million (2024: CHF 3.1 million) including respective tax effects of CHF 0.7 million (2024: CHF -0.7 million) recognized for 2025 and 2024 respectively.

These condensed interim financial statements should be read in conjunction with the accompanying notes.

# Consolidated statement of cash flows

For the six months ended June 30	2025	2024
in CHF 1,000	(unaudited)	(unaudited)
<b>Cash flows from operating activities</b>		
Net loss	-46,261	-25,789
Adjustments for:		
Depreciation	4,707	5,677
Amortization	11,207	15,676
Impairment	4,076	0
Share-based payment transactions	3,252	3,095
Other non-cash transactions <sup>1)</sup>	9,384	5,610
Interest income	-464	-2,134
Interest expenses	577	933
Share of loss of equity accounted investees	0	65
Income tax benefit	-10,963	-6,023
Change in trade and other receivables and prepaid expenses	13,753	56,160
Change in inventories	15,647	7,412
Change in trade and other payables and accrued expenses	5,877	-25,047
Change in provisions	-53	980
Income tax paid	-4,667	-308
<b>Net cash generated from operating activities</b>	<b>6,072</b>	<b>36,307</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	-68	-2,221
Acquisition of intangible assets	-987	-20,965
Proceeds from disposal of property, plant and equipment	176	0
Acquisition of financial assets	-6	-45
Proceeds from disposal of financial assets	24	461
Disposal of discontinued operation, net of cash disposed of	-125	0
Interest received	351	2,136
<b>Net cash used in investing activities</b>	<b>-634</b>	<b>-20,634</b>
<b>Cash flows from financing activities</b>		
Proceeds from exercise of options	8,363	7,560
Par value reduction	0	-7,310
Payments of lease liabilities	-2,861	-2,798
Repayment of financial liabilities	0	-40,000
Interest paid	-608	-1,631
<b>Net cash generated / (used) in financing activities</b>	<b>4,894</b>	<b>-44,179</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>10,331</b>	<b>-28,506</b>
Cash and cash equivalents at January 1	90,947	126,884
Exchange (losses) / gains on cash and cash equivalents	-542	699
<b>Cash and cash equivalents at June 30</b>	<b>100,737</b>	<b>99,077</b>

1) Includes the inventories write-down to net realizable value of CHF 13.9 million (2024: CHF 3.3 million).

These condensed interim financial statements should be read in conjunction with the accompanying notes.

# Notes to the condensed consolidated interim financial statements

## 1 Basis of preparation of the condensed consolidated interim financial statements

The condensed consolidated interim financial statements of u-blox Holding AG ('u-blox' or the 'Group') were prepared in accordance with IAS 34 *Interim Financial Reporting*. These condensed consolidated interim financial statements do not include all the notes contained in the consolidated annual financial statements prepared in accordance with IFRS Accounting Standards, and for that reason should be read in conjunction with the consolidated annual financial statements for the year ended December 31, 2024.

The condensed consolidated interim financial statements have been prepared in Swiss francs (CHF), rounded to the nearest thousand, unless otherwise stated.

The preparation of the condensed consolidated interim financial statements requires management judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses as well as disclosure of contingent assets and liabilities.

Although these judgments, estimates and assumptions are based on management's best knowledge of current events and actions, actual results may ultimately differ from those estimates.

In these condensed consolidated interim financial statements significant estimates and assumptions made by management are not different from those disclosed in the consolidated financial statements for the year ended December 31, 2024.

Income taxes are recognized based on best estimate of the weighted average annual tax rate for 2025.

The Group operates in markets where no significant seasonal or cyclical variations in revenue are experienced during the financial year.

The following rates were used to translate the financial statements of the Group's entities into CHF for consolidation purposes:

	January–June 2025	Average rate		Closing rate
		January–June 2024	June 30, 2025	December 31, 2024
EUR	0.94123	0.96168	0.93440	0.93947
USD	0.86219	0.88951	0.79311	0.90770
GBP	1.11713	1.12515	1.08904	1.13606
HKD	0.11065	0.11376	0.10104	0.11686
SGD	0.65077	0.66025	0.62361	0.66407
CNY	0.11887	0.12390	0.11071	0.12438
JPY	0.00581	0.00584	0.00551	0.00577
PKR	0.00307	0.00319	0.00280	0.00326
SEK	0.08481	0.08433	0.08381	0.08199



### Changes in accounting policies

The accounting policies applied in these interim financial statements are the same as those described in the Group's consolidated financial statements for the year ended December 31, 2024. The Group did not have any changes to its accounting policies from those applied in the consolidated financial statements as at and for the year ended December 31, 2024.

### Accounting standards issued but not yet effective

The following revised standards, which are or may be applicable to u-blox, have been issued, but are not yet effective and are not applied early in these consolidated financial statements:

Revised / New Standards	Effective date	Planned application by u-blox
Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7) <sup>1)</sup>	January 1, 2026	Reporting year 2026
Contracts Referencing Nature-dependent Electricity (Amendments to IFRS 9 and IFRS 7) <sup>1)</sup>	January 1, 2026	Reporting year 2026
Annual Improvements to IFRS Accounting Standards (Volume 11) <sup>1)</sup>	January 1, 2026	Reporting year 2026
IFRS 19 Subsidiaries without Public Accountability: Disclosures <sup>1)</sup>	January 1, 2027	Reporting year 2027
IFRS 18 Presentation and Disclosure in Financial Statements	January 1, 2027	Reporting year 2027

1) No impact or no significant impact is expected on the consolidated financial statements.

IFRS 18 *Presentation and Disclosure in Financial Statements* will replace IAS 1 *Presentation of Financial Statements* and is to be applied retrospectively. u-blox expects to apply the new standard from the reporting year 2027 and is currently reviewing the impact in particular with regard to the structure of the consolidated financial statements and the additional disclosure requirements for management-defined performance measures (MPMs). In addition, u-blox is reviewing the impact on the way in which information is grouped in the consolidated financial statements.

## 2 Discontinued operation and Disposal of the Cellular Business

### Background

In August 2024, together with the publication of the half-year 2024 results, u-blox announced the initiation of a review of strategic options for its Connect business. Following a thorough evaluation, this review was concluded in January 2025. As a result, u-blox announced its decision to phase out the Cellular business, identifying this course of action as the most viable to ensure the Group's long-term strategic focus and to enhance operations efficiency.

On March 14, 2025, u-blox signed a binding agreement to divest its Cellular business to Trasna. The transaction was successfully closed on June 6, 2025.

### Classification

As of December 31, 2024, the Cellular business was neither classified as held for sale nor as a discontinued operation in accordance with IFRS 5 *Non-current Assets Held for Sale and Discontinued Operations*. As of this reporting date, a sale was not considered highly probable.

Following the signing of the divestment agreement on March 14, 2025, the management concluded that the criteria in IFRS 5 were met, as the sale became highly probable. The Cellular business represented a major line of business due to its significant contribution to revenue and operating expenses in the past. Therefore, the business has been presented as a discontinued operation in the half-year 2025 financial statements. The comparative figures in the consolidated income statement and statement of comprehensive income for 2024 have been re-presented accordingly.

### Financial Impact of the Disposal

The results from discontinued operation are as follows:

For the six months ended June 30	2025	2024
in CHF 1,000	(unaudited)	(unaudited)
<b>Revenue</b>	<b>16,397</b>	<b>27,307</b>
Cost of sales <sup>1)</sup>	-40,661	-23,194
<b>Gross profit</b>	<b>-24,263</b>	<b>4,113</b>
Sales and marketing expenses	-2,437	-2,415
Research and development expenses <sup>2)</sup>	-15,212	-12,622
General and administrative expenses <sup>3)</sup>	-4,512	-2,353
Other income	7	410
<b>Operating loss</b>	<b>-46,418</b>	<b>-12,867</b>
Finance income	3	7
Finance costs <sup>4)</sup>	-3,750	-33
<b>Loss before income tax (EBT)</b>	<b>-50,165</b>	<b>-12,892</b>
Income tax benefit	8,517	2,285
<b>Results from operating activities, net of tax</b>	<b>-41,648</b>	<b>-10,608</b>
Gain on sale of discontinued operation	2,866	0
Income tax on gain on sale of discontinued operation	-518	0
<b>Loss from discontinued operation, net of tax</b>	<b>-39,301</b>	<b>-10,608</b>
Basic earnings per share from discontinued operation (in CHF)	-5.27	-1.44
Diluted earnings per share from discontinued operation (in CHF)	-5.27	-1.44

1) Includes the inventories write-down to net realizable value of CHF 15.9 million (2024: CHF 0).

2) Includes impairment of property, plant and equipment of CHF 2.9 million (2024: CHF 0) and goodwill of CHF 1.2 million (2024: CHF 0).

3) Includes transaction costs of CHF 2.3 million (2024: CHF 0).

4) Includes reclassification of currency translation differences of CHF 3.7 million (2024: CHF 0).

In the consolidated statement of cash flows, the cash flows from the discontinued operation are included, however, subsequently condensed and shown separately below.

For the six months ended June 30

in CHF 1,000	2025	2024
<b>Net cash used in operating activities</b>	<b>-12,338</b>	<b>-6,338</b>
<b>Net cash used in investing activities</b>	<b>-125</b>	<b>-7,189</b>
<b>Net cash used in financing activities</b>	<b>-124</b>	<b>-151</b>

The effect of disposal on the financial position of the Group is as follows:

in CHF 1,000	2025
Cash and cash equivalents	-125
Other receivables	-139
Current tax assets	-805
Inventories	-9,749
Prepaid expenses	-249
Right-of-use assets	-1,277
Other financial assets	-62
Deferred tax assets	-1,469
Other payables	103
Current tax liabilities	123
Accrued expenses	2,775
Pension liabilities	278
Lease liabilities	1,386
<b>Net assets and liabilities</b>	<b>-9,209</b>
Consideration received, satisfied in cash	-
Cash and cash equivalents disposed of	-125
<b>Net cash inflows<sup>1)</sup></b>	<b>-125</b>

1) Cash inflows of CHF 12 million expected in the second half of 2025.

The assets and liabilities disposed of primarily comprised inventories as well as assets and liabilities of u-blox Italia S.p.A., with the main positions relating to personnel-related accrued expenses. Certain assets, such as trade accounts receivable and trade accounts payable, were not part of the disposal and remain with u-blox.

Furthermore, in connection with the planned disposal, impairments were recognized on goodwill and property, plant and equipment allocated to the Cellular business. Specifically, goodwill in the amount of CHF 1.2 million and property, plant and equipment in the amount of CHF 2.9 million were fully impaired. The related impairment charges are presented within Research and Development expenses in results from discontinued operation.

### 3 Segment information

The Group develops and distributes chips and modules to locate and connect devices which are mainly used in automotive, industrial and consumer applications. Products and services are marketed and sold by the u-blox worldwide sales organization, which is organized in three geographic regions: EMEA, America and Asia Pacific.

#### Reportable segments

Reportable segments are determined based on the internal reports that the entity's Chief Operating Decision Maker (CODM) regularly reviews to assess the performance and allocate resources. Consequently, the segments reflect the internal organization and management structure within the Group as well as the internal financial reporting to the CODM, which has been identified as the Board of Directors of u-blox Holding AG.

Internal financial reporting, which is reviewed by the CODM as a basis for operational decision-making and performance assessment, includes financial information of the Group as a whole without further breakdown. Therefore, the business is managed as one reportable segment.

No distinction is made between the accounting policies of the reporting to the CODM and those of the consolidated financial statements.

For the six months ended June 30	2025	2024
in CHF 1,000	(unaudited)	(unaudited, restated)
<b>Total Revenue</b>	<b>123,426</b>	<b>93,832</b>
EBITDA <sup>1)</sup>	7,905	-10,388
Depreciation	-4,403	-5,035
Amortization	-11,206	-12,613
<b>Operating loss (EBIT)</b>	<b>-7,705</b>	<b>-28,036</b>

1) EBITDA is calculated by adding back depreciation and amortization to Operating (loss) / profit (EBIT).

The reconciliation of the continuing and discontinued operation on the segment information as presented in the interim consolidated financial statements 2024 is as follows:

For the six months ended June 30, 2024	Continuing operation	Discontinued operation	Total segments
in CHF 1,000	(unaudited, restated)	(unaudited, restated)	(unaudited, restated)
<b>Total Revenue</b>	<b>93,832</b>	<b>27,307</b>	<b>121,139</b>
EBITDA <sup>1)</sup>	-10,388	-9,161	-19,549
Depreciation	-5,035	-643	-5,677
Amortization	-12,613	-3,063	-15,676
<b>Operating loss (EBIT)</b>	<b>-28,036</b>	<b>-12,867</b>	<b>-40,902</b>

1) EBITDA is calculated by adding back depreciation and amortization to Operating (loss) / profit (EBIT).

## 4 Revenue recognition

Due to the sale of the Cellular business, revenue recognized in the Cellular business is excluded from the revenue recognition information. Revenue recognition information of the comparison period was restated accordingly.

### Revenue by region (based on reporting area)

For the six months ended June 30

in CHF 1,000	2025	in %	2024	in %
EMEA	37,176	30.1	26,325	28.1
America	27,772	22.5	18,693	19.9
Asia Pacific	58,478	47.4	48,814	52.0
<b>Total</b>	<b>123,426</b>	<b>100.0</b>	<b>93,832</b>	<b>100.0</b>

### Revenue by region (based on billing location)

For the six months ended June 30

in CHF 1,000	2025	in %	2024	in %
EMEA	31,475	25.5	21,367	22.8
thereof Switzerland	198	0.2	119	0.1
Germany	5,487	4.4	3,302	3.5
America	22,137	17.9	17,756	18.9
thereof United States of America	13,648	11.1	9,991	10.6
Asia Pacific	69,814	56.6	54,709	58.3
China	30,215	24.5	27,980	29.8
<b>Total</b>	<b>123,426</b>	<b>100.0</b>	<b>93,832</b>	<b>100.0</b>

### Revenue by market

For the six months ended June 30

in CHF 1,000	2025	in %	2024	in %
Automotive	52,095	42.2	37,099	39.5
Consumer	3,280	2.7	4,495	4.8
Industrial	68,050	55.1	52,238	55.7
<b>Total</b>	<b>123,426</b>	<b>100.0</b>	<b>93,832</b>	<b>100.0</b>

### Revenue by product type

For the six months ended June 30

in CHF 1,000	2025	in %	2024	in %
Module	90,046	73.0	74,597	79.5
Chips	31,916	25.9	18,460	19.7
Services	1,464	1.2	775	0.8
<b>Total</b>	<b>123,426</b>	<b>100.0</b>	<b>93,832</b>	<b>100.0</b>

## 5 Financial instruments

The following table shows the carrying amounts of financial assets and financial liabilities.

in CHF 1,000	June 30, 2025	December 31, 2024
Cash and cash equivalents	100,737	90,947
Trade accounts receivable	22,325	31,095
Other receivables	14,757	3,240
Other financial assets	1,116	1,238
<b>Financial assets at amortized cost</b>	<b>138,935</b>	<b>126,521</b>
Other financial assets	282	292
<b>Financial assets at fair value through profit or loss</b>	<b>282</b>	<b>292</b>
Trade accounts payable	11,298	12,468
Other payables	8,859	8,674
Accrued expenses	10,622	8,016
Lease liabilities	25,703	29,663
<b>Liabilities at amortized cost</b>	<b>56,481</b>	<b>58,820</b>
Contingent consideration	4,386	4,370
<b>Liabilities at fair value through profit or loss</b>	<b>4,386</b>	<b>4,370</b>

With the exception of lease liabilities, the carrying amounts above are a reasonable approximation of the fair values.

### Fair value hierarchy

The different levels of financial instruments carried at fair value or for which the fair value is disclosed have been defined as follows in the table below:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or the liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3: inputs for assets or liabilities that are not based on observable market data (unobservable inputs).

June 30, 2025	Carrying amounts		Fair value	
in CHF 1,000	Total	Level 1	Level 2	Level 3
Financial assets at FVtPL	282	0	0	282
<b>Total assets</b>	<b>282</b>	<b>0</b>	<b>0</b>	<b>282</b>
Contingent consideration	4,386	0	0	4,386
<b>Total liabilities</b>	<b>4,386</b>	<b>0</b>	<b>0</b>	<b>4,386</b>

  

December 31, 2024	Carrying amounts		Fair value	
in CHF 1,000	Total	Level 1	Level 2	Level 3
Financial assets at FVtPL	292	0	0	292
<b>Total assets</b>	<b>292</b>	<b>0</b>	<b>0</b>	<b>292</b>
Contingent consideration	4,370	0	0	4,370
<b>Total liabilities</b>	<b>4,370</b>	<b>0</b>	<b>0</b>	<b>4,370</b>

The following table shows a reconciliation from the beginning balances to the ending balances for fair value measurements in level 3 of the fair value hierarchy:

in CHF 1,000	June 30, 2025	December 31, 2024
Balance at beginning of period	4,370	4,109
For the period recognized in finance expenses	40	215
Translation differences	-24	46
Balance at end of period	4,386	4,370

## 6 Share Capital

The share capital consists of 7,567,984 (2024: 7,411,489) registered shares with a nominal value of CHF 10.50 (2024: CHF 10.50) each.

## 7 Employee compensation and benefits

The Group runs a Restricted Share Unit (RSU) program for employees and a Performance Share Unit (PSU) program for the Executive Committee. The terms and conditions of the two plans granted during the six months ended June 30, 2025, are as follows:

Grant date / employees entitled	Number of instruments in thousands	Vesting conditions
RSU granted to employees on May 1, 2025	63	3 years service from grant date
PSU granted to key management personnel on January 1, 2025	16	3 years service from grant date performance conditions

The fair value of the RSUs/PSUs granted is based on a valuation model taking into account different parameters such as the u-blox Holding AG share price at the grant date and the net present value of the dividends expected to be paid during the holding period. For PSU the number of shares per PSU varies from 0.0 to 1.5 depending on the achievement of predefined performance conditions.

The RSU and PSU programs are accounted for as equity-settled share-based payment transactions. A total amount of CHF 3.3 million (2024: CHF 3.1 million) was recognized directly in equity during the reporting period for all outstanding share-based payment programs.

## 8 Guarantees, pledges in favor of third parties and other contingent liabilities

At June 30, 2025, and December 31, 2024, there were no guarantees in favor of third parties.

The Group is not exposed to any significant other contingent liabilities. There is no known threatened or pending litigation against any Group company.

## 9 Events after the balance sheet date

On August 5, 2025, the Board of Directors authorized these condensed consolidated interim financial statements for publication.

There have been no events between June 30, 2025, and the date of authorization of these consolidated financial statements that would lead to an adjustment of the carrying amounts of assets and liabilities presented at June 30, 2025.

# Alternative Performance Measures

u-blox uses key performance indicators (KPIs) which are not defined by IFRS, and are defined as Alternative Performance Measures (APMs). u-blox believes that those KPIs enhance the understanding of the company's performance. The following APMs include only continuing operation. Any results or effects from discontinued operation are not reflected in the figures presented. The main APMs used by u-blox are defined and/or reconciled below.

## Adjusted Income Statement

The following tables reconcile the Income Statement according to IFRS and Adjusted figures: The adjustments are impacts of share-based payments, pension calculation according to IAS 19, non-recurring expenses, amortization and impairment of intangible assets acquired.

For the six months ended June 30			Adjustments					
in CHF 1,000	2025 (IFRS)	in %	Share- based payments	Pension (IAS 19)	Amor- tization intangible assets	Sum of Adjustments	2025 (adjusted)	in %
<b>Continuing operations</b>								
<b>Revenue</b>	<b>123,426</b>	100					<b>123,426</b>	100
Cost of sales	-51,775	-41.9	236			236	-51,539	-41.8
<b>Gross Profit</b>	<b>71,651</b>	58.1	<b>236</b>			<b>236</b>	<b>71,887</b>	58.2
Sales and marketing expenses	-12,596	-10.2	661		34	695	-11,902	-9.6
Research and development expenses	-56,003	-45.4	1,218		340	1,557	-54,445	-44.1
General and administrative expenses	-11,389	-9.2	438	-1,789		-1,351	-12,739	-10.3
Other income	632	0.5					632	0.5
<b>Operating loss (EBIT)</b>	<b>-7,705</b>	-6.2	<b>2,552</b>	<b>-1,789</b>	<b>374</b>	<b>1,137</b>	<b>-6,568</b>	-5.3
Finance income	461	0.4					461	0.4
Finance costs	-2,681	-2.2		62		62	-2,619	-2.1
<b>Loss before income tax (EBT)</b>	<b>-9,925</b>	-8.0	<b>2,552</b>	<b>-1,727</b>	<b>374</b>	<b>1,199</b>	<b>-8,726</b>	-7.1
Income tax benefit / (expense)	2,965	2.4	-976	300	-68	-744	2,221	1.8
<b>Net loss from continuing operations</b>	<b>-6,960</b>	-5.6	<b>1,576</b>	<b>-1,427</b>	<b>306</b>	<b>456</b>	<b>-6,505</b>	-5.3
Basic earnings per share from continuing operations (in CHF)	-0.93						-0.87	
Diluted earnings per share from continuing operations (in CHF)	-0.93						-0.87	

For the six months ended June 30			Adjustments					
in CHF 1,000	2024 (IFRS)	in %	Share- based payments	Pension (IAS 19)	Amor- tization intangible assets	Sum of Adjustments	2024 (adjusted)	in %
<b>Continuing operations</b>								
<b>Revenue</b>	<b>93,832</b>	100					<b>93,832</b>	100
Cost of sales	-45,217	-48.2	166			166	-45,051	-48.0
<b>Gross Profit</b>	<b>48,615</b>	51.8	<b>166</b>			<b>166</b>	<b>48,781</b>	52.0
Sales and marketing expenses	-15,230	-16.2	494		68	562	-14,669	-15.6
Research and development expenses	-48,014	-51.2	1,304		1,345	2,649	-45,365	-48.3
General and administrative expenses	-13,913	-14.8	919	188		1,107	-12,805	-13.6
Other income	507	0.5					507	0.5
<b>Operating loss (EBIT)</b>	<b>-28,036</b>	-29.9	<b>2,883</b>	<b>188</b>	<b>1,413</b>	<b>4,484</b>	<b>-23,551</b>	-25.1
Finance income	10,371	11.1					10,371	11.1
Finance costs	-1,190	-1.3		96		96	-1,094	-1.2
Share of loss of equity-accounted investees, net of taxes	-65	-0.1					-65	-0.1
<b>Loss before income tax (EBT)</b>	<b>-18,919</b>	-20.2	<b>2,883</b>	<b>284</b>	<b>1,413</b>	<b>4,580</b>	<b>-14,339</b>	-15.3
Income tax benefit / (expense)	3,738	4.0	-412	-55	-256	-723	3,016	3.2
<b>Net loss from continuing operations</b>	<b>-15,181</b>	-16.2	<b>2,471</b>	<b>229</b>	<b>1,157</b>	<b>3,858</b>	<b>-11,324</b>	-12.1
Basic earnings per share from continuing operations (in CHF)	-2.07						-1.54	
Diluted earnings per share from continuing operations (in CHF)	-2.07						-1.54	



## Cash EBIT (adjusted)

The following tables reconcile EBIT Cash from the Segment information:

For the six months ended June 30			Adjustments					
in CHF 1,000	2025 (based on IFRS)	in %	Share-based payments	Pension (IAS 19)	Amor- tization intangible assets	Sum of Adjustments	2025 (adjusted)	in %
Operating Loss (EBIT)	-7,705	-6.2	2,552	-1,789	374	1,137	-6,568	-5.3
Amortization	10,282	8.3					10,282	8.3
Capitalized development costs	-766	-0.6					-766	-0.6
<b>Cash EBIT</b>	<b>1,811</b>	<b>1.5</b>	<b>2,552</b>	<b>-1,789</b>	<b>374</b>	<b>1,137</b>	<b>2,948</b>	<b>2.4</b>

For the six months ended June 30			Adjustments					
in CHF 1,000	2024 (based on IFRS)	in %	Share-based payments	Pension (IAS 19)	Amor- tization intangible assets	Sum of Adjustments	2024 (adjusted)	in %
Operating Loss (EBIT)	-28,036	-29.9	2,883	188	1,413	4,484	-23,551	-25.1
Amortization	10,206	10.9					10,206	10.9
Capitalized development costs	-12,618	-13.4					-12,618	-13.4
<b>Cash EBIT</b>	<b>-30,447</b>	<b>-32.4</b>	<b>2,883</b>	<b>188</b>	<b>1,413</b>	<b>4,484</b>	<b>-25,962</b>	<b>-27.7</b>

## Cash Research and Development expenses (adjusted)

The following tables reconcile Cash Research and Development expenses (adjusted) from the Adjusted Income Statement and Consolidated Statement of Cash Flows.

u-blox capitalizes parts of its investments in R&D. Thus, the R&D expenses recorded in the Income Statements excludes the portion that is capitalized, and includes the amortization of the capitalized assets.

u-blox believes that Cash R&D expenses (adjusted) reflects better the economical investment made by the company in this area.

For the six months ended June 30			Adjustments					
in CHF 1,000	2025 (based on IFRS)	in %	Share-based payments	Pension (IAS 19)	Amor- tization intangible assets	Sum of Adjustments	2025 (adjusted)	in %
Research and development expenses	-56,003	-45.4	1,218		340	1,557	-54,445	-44.1
Amortization	10,282	8.3					10,282	8.3
Capitalized development costs	-766	-0.6					-766	-0.6
<b>Cash Research and Development expenses</b>	<b>-46,487</b>	<b>-37.7</b>	<b>1,218</b>		<b>340</b>	<b>1,557</b>	<b>-44,929</b>	<b>-36.4</b>

For the six months ended June 30			Adjustments					
in CHF 1,000	2024 (based on IFRS)	in %	Share-based payments	Pension (IAS 19)	Amor- tization intangible assets	Sum of Adjustments	2024 (adjusted)	in %
Research and development expenses	-48,014	-51.2	1,304		1,345	2,649	-45,365	-48.3
Amortization	10,206	10.9					10,206	10.9
Capitalized development costs	-12,618	-13.4					-12,618	-13.4
<b>Cash Research and Development expenses</b>	<b>-50,425</b>	<b>-53.7</b>	<b>1,304</b>		<b>1,345</b>	<b>2,649</b>	<b>-47,776</b>	<b>-50.9</b>

### Sales, General and Administration (SG&A) expenses (adjusted)

The following tables reconcile Sales, General and Administration (SG&A) expenses (adjusted) from the Adjusted Income Statement:

For the six months ended June 30

in CHF 1,000	2025 (based on IFRS)		Share-based payments	Pension (IAS 19)	Amortization intangible assets	Adjustments		2025 (adjusted)	in %
		in %				Sum of Adjustments			
Sales and marketing expenses	-12,596	-10.2	661		34	695		-11,902	-9.6
General and administrative expenses	-11,389	-9.2	438	-1,789	0	-1,351		-12,739	-10.3
Other income	632	0.5						632	0.5
<b>SG&amp;A expenses</b>	<b>-23,353</b>	<b>-18.9</b>	<b>1,099</b>	<b>-1,789</b>	<b>34</b>	<b>-656</b>		<b>-24,009</b>	<b>-19.5</b>

For the six months ended June 30

in CHF 1,000	2024 (based on IFRS)		Share-based payments	Pension (IAS 19)	Amortization intangible assets	Adjustments		2024 (adjusted)	in %
		in %				Sum of Adjustments			
Sales and marketing expenses	-15,230	-16.2	494		68	562		-14,669	-15.6
General and administrative expenses	-13,913	-14.8	919	188		1,107		-12,805	-13.6
Other income	507	0.5						507	0.5
<b>SG&amp;A expenses</b>	<b>-28,637</b>	<b>-30.5</b>	<b>1,413</b>	<b>188</b>	<b>68</b>	<b>1,669</b>		<b>-26,968</b>	<b>-28.7</b>

### Earning before Interest, Taxes, Depreciation and Amortization (EBITDA) adjusted

The following tables reconcile Earning before Interest, Taxes, Depreciation and Amortization (EBITDA) adjusted from the Adjusted Income Statement:

For the six months ended June 30

in CHF 1,000	2025 (based on IFRS)		Share-based payments	Pension (IAS 19)	Amortization intangible assets	Adjustments		2025 (adjusted)	in %
		in %				Sum of Adjustments			
Operating Loss (EBIT)	-7,705	-6.2	2,552	-1,789	374	1,137		-6,568	-5.3
Depreciation and amortization	15,610	12.6			-374	-374		15,236	12.3
<b>EBITDA</b>	<b>7,905</b>	<b>6.4</b>	<b>2,552</b>	<b>-1,789</b>	<b>0</b>	<b>763</b>		<b>8,668</b>	<b>7.0</b>

For the six months ended June 30

in CHF 1,000	2024 (based on IFRS)		Share-based payments	Pension (IAS 19)	Amortization intangible assets	Adjustments		2024 (adjusted)	in %
		in %				Sum of Adjustments			
Operating Profit (EBIT)	-28,036	-29.9	2,883	188	1,413	4,484		-23,551	-25.1
Depreciation and amortization	17,648	18.8			-1,413	-1,413		16,235	17.3
<b>EBITDA</b>	<b>-10,388</b>	<b>-11.1</b>	<b>2,883</b>	<b>188</b>	<b>0</b>	<b>3,071</b>		<b>-7,316</b>	<b>-7.8</b>

## Net finance result / Net finance result excluding FX effect

The following tables reconcile Net finance result and Net finance result excluding FX effect, from the Income Statement:

For the six months ended June 30

in CHF 1,000	2025 (based on IFRS)		Share-based payments	Pension (IAS 19)	Amor- tization intangible assets	Adjustments		2025 (adjusted)	
		in %				Sum of Adjustments			in %
Finance income	461	0.4						461	0.4
Finance costs	-2,681	-2.2		62		62		-2,619	-2.1
<b>Net finance result</b>	<b>-2,220</b>	<b>-1.8</b>		<b>62</b>		<b>62</b>		<b>-2,158</b>	<b>-1.7</b>
Foreign exchange loss, net	-1,884	-1.5						-1,884	-1.5
<b>Net finance result excluding FX effect</b>	<b>-336</b>	<b>-0.3</b>		<b>62</b>		<b>62</b>		<b>-274</b>	<b>-0.2</b>

For the six months ended June 30

in CHF 1,000	2024 (based on IFRS)		Share-based payments	Pension (IAS 19)	Amor- tization intangible assets	Adjustments		2024 (adjusted)	
		in %				Sum of Adjustments			in %
Finance income	10,371	11.1						10,371	11.1
Finance costs	-1,190	-1.3		96		96		-1,094	-1.2
<b>Net finance result</b>	<b>9,181</b>	<b>9.8</b>		<b>96</b>		<b>96</b>		<b>9,277</b>	<b>9.9</b>
Foreign exchange gain, net	8,244	8.8						8,244	8.8
<b>Net finance result excluding FX effect</b>	<b>937</b>	<b>1.0</b>		<b>96</b>		<b>96</b>		<b>1,033</b>	<b>1.1</b>

## Change in Net Working Capital

The following table reconciles Change in Net Working Capital from the Consolidated Statement of Cash Flows:

For the six months ended June 30

in CHF 1,000	2025 (based on IFRS)	2024 (based on IFRS)
Change in trade and other receivables and prepaid expenses	13,753	56,160
Change in inventories	15,647	7,412
Change in trade and other payables and accrued expenses	5,877	-25,047
<b>Change in Net Working Capital</b>	<b>35,276</b>	<b>38,525</b>

## Free Cash Flow

The following table reconciles Free Cash Flow from the Consolidated Statement of Cash Flows:

For the six months ended June 30

in CHF 1,000	2025 (based on IFRS)	2024 (based on IFRS)
Net cash generated from operating activities	6,072	36,307
Net cash used in investing activities	-634	-20,634
<b>Free cash flow</b>	<b>5,437</b>	<b>15,673</b>

## Net Cash

The following table reconciles Net Cash from the Consolidated Statement of Financial Position:

in CHF 1,000	June 30, 2025 (based on IFRS)	December 31, 2024 (based on IFRS)
Cash and cash equivalents	100,737	90,947
Financial liabilities	0	0
<b>Net Cash</b>	<b>100,737</b>	<b>90,948</b>

**u-blox Holding AG**  
**Zürcherstrasse 68**  
**8800 Thalwil**  
**Switzerland**

**[u-blox.com](https://u-blox.com)**