



Third Quarter 2025 Financial Results

MKS Inc.
November 6, 2025



Safe Harbor for Forward-Looking Statements

This presentation contains “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995, Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934 regarding the future financial performance, business prospects and growth of MKS Inc. (“MKS,” the “Company,” “our,” or “we”). These statements are only predictions based on current assumptions and expectations. Any statements that are not statements of historical fact (including statements containing the words “will,” “projects,” “intends,” “believes,” “plans,” “anticipates,” “expects,” “estimates,” “forecasts,” “continues” and similar expressions) should be considered to be forward-looking statements. Actual events or results may differ materially from those in the forward-looking statements set forth herein. Among the important factors that could cause actual events to differ materially from those in the forward-looking statements that we make are the level and terms of our substantial indebtedness and our ability to service such debt; our entry into the chemicals technology business through our acquisition of Atotech Limited (“Atotech”) in August 2022 (the “Atotech Acquisition”), which has exposed us to significant additional liabilities; the risk that we are unable to realize the anticipated benefits of the Atotech Acquisition; risks related to cybersecurity, data privacy and intellectual property; competition from larger, more advanced or more established companies in our markets; the ability to successfully grow our business, including through growth of the Atotech business, and financial risks associated with that acquisition and potential future acquisitions, including goodwill and intangible asset impairments; manufacturing and sourcing risks, including those associated with limited and sole source suppliers and the impact and duration of supply chain disruptions, component shortages, and price increases; changes in global demand; risks associated with doing business internationally, including geopolitical conflicts, such as the conflict in the Middle East, trade compliance, trade protection measures, such as import tariffs by the United States or retaliatory actions taken by other countries, regulatory restrictions on our products, components or markets, particularly the semiconductor market, and unfavorable currency exchange and tax rate fluctuations, which risks become more significant as we grow our business internationally and in China specifically; conditions affecting the markets in which we operate, including fluctuations in capital spending in the semiconductor, electronics manufacturing and automotive industries, and fluctuations in sales to our major customers; disruptions or delays from third-party service providers upon which our operations may rely; the ability to anticipate and meet customer demand; the challenges, risks and costs involved with integrating or transitioning global operations of the companies we have acquired; risks associated with the attraction and retention of key personnel; potential fluctuations in quarterly results; dependence on new product development; rapid technological and market change; acquisition strategy; volatility of stock price; risks associated with chemical manufacturing and environmental regulation compliance; risks related to defective products; financial and legal risk management; and the other important factors described under the heading “Risk Factors” in Part I, Item 1A of our Annual Report on Form 10-K for the year ended December 31, 2024 and any subsequent Quarterly Reports on Form 10-Q, each as filed with the U.S. Securities and Exchange Commission. MKS is under no obligation to, and expressly disclaims any obligation to, update or alter these forward-looking statements, whether as a result of new information, future events or otherwise, even if subsequent events cause our views to change, after the date of this presentation. Amounts reported in this press release are preliminary and subject to finalization prior to the filing of our Quarterly Report on Form 10-Q for the quarter ended September 30, 2025.

Notes on Presentation



Use of Non-GAAP Financial Measures

This presentation includes financial measures that are not in accordance with U.S. generally accepted accounting principles (“Non-GAAP financial measures”). These Non-GAAP financial measures should be viewed in addition to, and not as a substitute for, MKS’ reported results under U.S. generally accepted accounting principles (“GAAP”), and may be different from Non-GAAP financial measures used by other companies. In addition, these Non-GAAP financial measures are not based on any comprehensive set of accounting rules or principles. MKS management believes the presentation of these Non-GAAP financial measures is useful to investors for comparing prior periods and analyzing ongoing business trends and operating results.

For a detailed breakout of net revenues by end-market and division, please visit the Net Revenues by End Market & Division presentation available under Events & Presentation on the Investor Relations section of MKS’ website at investor.mks.com.

Q3 2025 Results: Strong revenue and profitability



- Revenues and Non-GAAP earnings per share in the upper half of our guided ranges
- Year over year growth driven by Semiconductor and Electronics & Packaging end market demand
- Investments to position MKS for AI-related advanced electronics applications are delivering results
- Continue to reduce leverage through voluntary principal prepayments enabled by robust cash flow

Semiconductor

Q3 Highlights

Q3 2025

\$415M

REVENUE

Q/Q CHANGE -4%

Y/Y CHANGE +10%

Y/Y CHANGE¹ +9%

Excluding FX

- Revenue growth year over year driven by deposition and etching applications critical for advanced memory and logic manufacturing
- Dissolved gas systems for advanced logic applications and service business both solid contributors to performance
- As expected, NAND upgrade activity declined after a very strong second quarter

¹ For further information regarding estimated impact of FX, refer to appendix at the end of this presentation.

Business Trends

Guidance

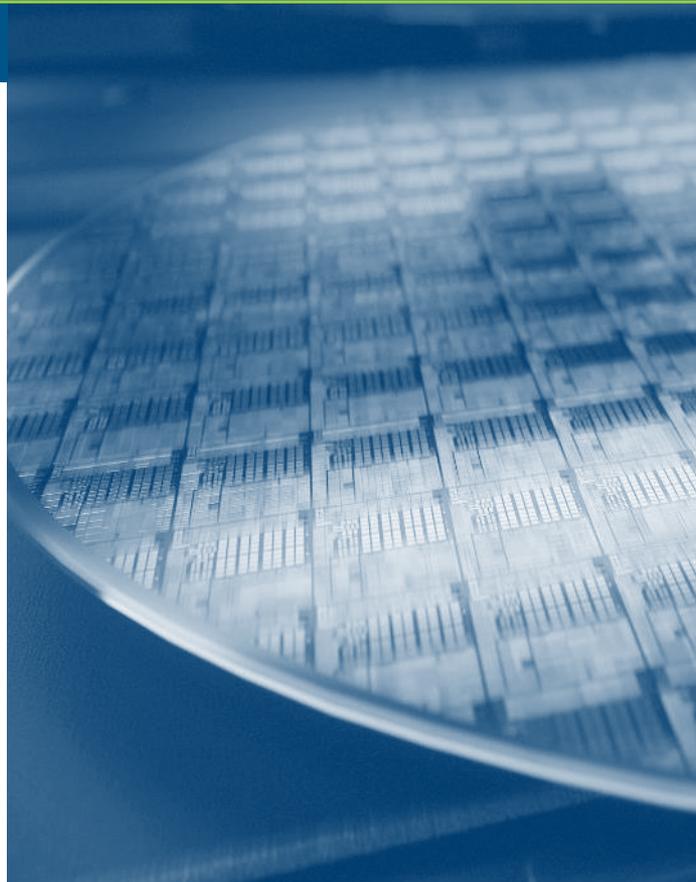
Q4 2025

\$415M

+/- \$15M

REVENUE

- Q4'25 revenue guidance implies healthy double-digit growth for full year 2025
- Well-positioned with broadest portfolio of product and technologies to drive our industry's increasingly challenging technology roadmaps



Electronics & Packaging

Q3 Highlights

Q3 2025

\$289M

REVENUE

Q/Q CHANGE +9%

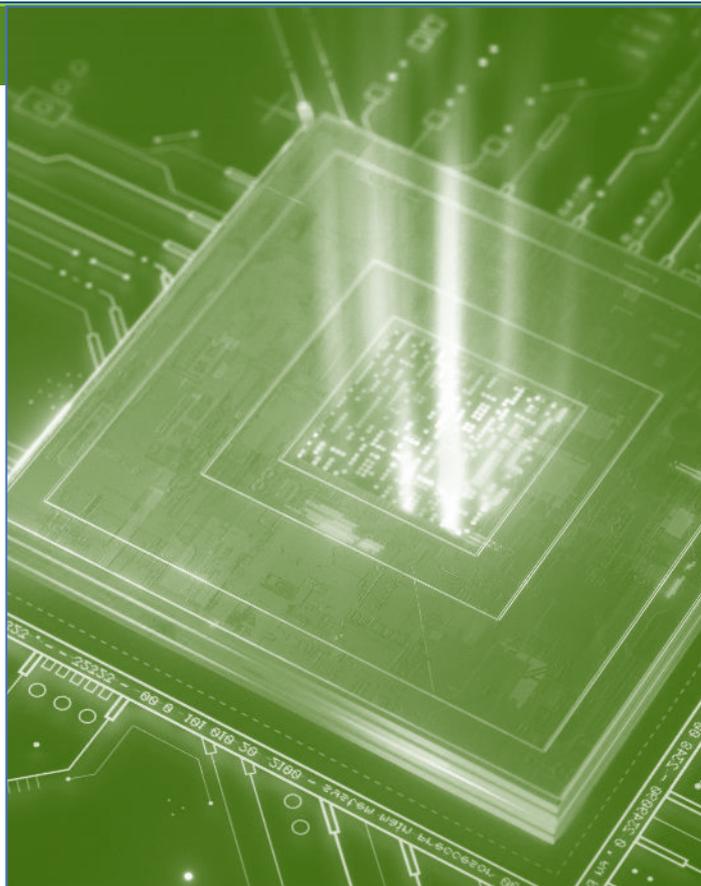
Y/Y CHANGE +25%

Y/Y CHANGE¹ +22%

Excluding FX & Palladium

- Revenue driven in part by strong chemistry and chemistry equipment demand as customers invest in AI-related applications
- Chemistry revenue has grown consistently throughout 2025, reflecting our position as a leader of the most advanced packaging technologies used in high-performance computing applications
- Strong chemistry equipment sales are a leading indicator of future chemistry demand given high attach rates

¹ For further information regarding estimated impact of FX and Palladium, refer to appendix at the end of this presentation.



Business Trends

Guidance

Q4 2025

\$295M

+/- \$10M

REVENUE

- Expect modest sequential growth from continued strength in chemistry equipment supported by AI offset by expected seasonal declines in chemistries
- Q4 guidance implies approximately 20% full year 2025 growth

Specialty Industrial

Q3 Highlights

Q3 2025

\$284M

REVENUE

Q/Q CHANGE +3%

Y/Y CHANGE -1%

Y/Y CHANGE¹ -2%

Excluding FX & Palladium



Business Trends

Guidance
Q4 2025

\$280M

+/- \$15M

REVENUE

- Expect continued sequential stability in Q4'25
- We continue to leverage our proprietary technologies and R&D investment, yielding strong incremental margin and cash generation

¹ For further information regarding estimated impact of FX and Palladium, refer to appendix at the end of this presentation.

Q3'25 Revenue & Select Financial Measures

	Q3'25	Q2'25	Q3'24	Y/Y Change Excl. FX and Pd ¹
Semiconductor	\$415M	\$432M	\$378M	9%
Electronics & Packaging	\$289M	\$266M	\$231M	22%
Specialty Industrial	\$284M	\$275M	\$287M	-2%
Revenue	\$988M	\$973M	\$896M	9%

Non-GAAP Financial Measures

Gross Margin	46.6%	46.6%	48.2%
Operating Margin	20.8%	20.8%	21.8%
Interest Expense, Net	\$45M	\$46M	\$53M
Income Tax Rate	17.9%	18.2%	15.1%
Net Earnings	\$130M	\$119M	\$116M
Net Earnings per Diluted Share	\$1.93	\$1.77	\$1.72
Adjusted EBITDA	\$240M	\$240M	\$232M
Adjusted EBITDA Margin	24.3%	24.7%	25.9%

GAAP Financial Measures

Gross Margin	46.6%	46.6%	48.2%
Operating Margin	14.0%	13.9%	14.3%
Interest Expense, Net	\$50M	\$51M	\$58M
Income Tax Rate	12.3%	13.6%	-4.0%
Net Income	\$74M	\$62M	\$62M
Net Income per Diluted Share	\$1.10	\$0.92	\$0.92

¹ For further information regarding estimated impact of FX and Palladium, refer to appendix at the end of this presentation.

Q3'25 SUMMARY

- Revenue at the high end of guidance driven by healthy demand in Semiconductor and Electronics & Packaging markets
- Gross margin stable sequentially with lower tariff impacts offset by higher mix of chemistry equipment sales
- Non-GAAP operating expenses increased on higher variable costs, mostly related to compensation due to stronger business performance
- Adjusted EBITDA and Non-GAAP net earnings above midpoint of guidance driven primarily by higher revenue

Balance Sheet & Cash Flow

	Q3'25	Q2'25
Cash and Cash Equivalents	\$697M	\$674M
Trade Accounts Receivable, Net	\$611M	\$649M
Inventories	\$934M	\$918M
Total Current Assets	\$2,536M	\$2,484M
Total Assets	\$8,777M	\$8,826M
Debt Principal	\$4,390M	\$4,502M
Total Liabilities	\$6,177M	\$6,273M
Stockholders' Equity	\$2,600M	\$2,553M
Operating Cash Flow	\$197M	\$165M
Capex	\$50M	\$29M
Free Cash Flow	\$147M	\$136M
Unlevered Free Cash Flow	\$182M	\$180M

Q3'25 SUMMARY

- Strong free cash flow of \$147 million
- Liquidity of nearly \$1.4 billion, consisting of \$697 million of cash and cash equivalents and an undrawn revolving credit facility of \$675 million
- Voluntary principal prepayments of \$100 million in August and October, with \$400 million thus far in 2025
- Net leverage continues to improve, reaching 3.9x due to proactive de-leveraging efforts

Outlook

	Q4'25		Q3'25 Actual
Revenue	\$990M	+/- \$40M	\$988M

Non-GAAP Financial Measures

Gross Margin	46.0%	+/- 100 bps	46.6%
Operating Expenses	\$255M	+/- \$5M	\$256M
Operating Income	\$200M		\$205M
Operating Margin	20.2%		20.8%
Interest Expense, Net	\$43M		\$45M
Income Tax Rate	2%		17.9%
Net Earnings	\$154M	+/- \$23M	\$130M
Net Earnings per Diluted Share	\$2.27	+/- \$0.34	\$1.93
Adjusted EBITDA	\$235M	+/- \$24M	\$240M

Diluted Share Count	67.7M		67.6M
---------------------	-------	--	-------

GAAP Financial Measures

Gross Margin	46.0%	+/- 100 bps	46.6%
Operating Expenses	\$325M	+/- \$5M	\$323M
Operating Income	\$131M		\$138M
Operating Margin	13.2%		14.0%
Interest Expense, Net	\$48M		\$50M
Income Tax Rate	-21%		12.3%
Net Income	\$96M	+/- \$29M	\$74M
Net Income per Diluted Share	\$1.42	+/- \$0.42	\$1.10

Diluted Share Count	67.7M		67.6M
---------------------	-------	--	-------

Outlook

- Revenue outlook by end-market:
 - Semiconductor – \$415M +/- \$15M
 - Electronics & Packaging – \$295M +/- \$10M
 - Specialty Industrial – \$280M +/- \$15M
- Gross Margin includes higher mix of chemistry equipment sales and lower chemistry sales due to seasonality, partially offset by lower tariff-related impacts.
- Expect mitigation actions will nearly offset tariff costs dollar for dollar starting in Q4. Since these costs are passed through at zero margin, expect tariffs will dilute gross margin going forward by about 50 basis points.
- Confident to deliver long-term gross margin of >47%
- Non-GAAP Tax Rate of approximately 2% benefitting from certain discrete tax items, bringing full-year expected rate to slightly above 14%

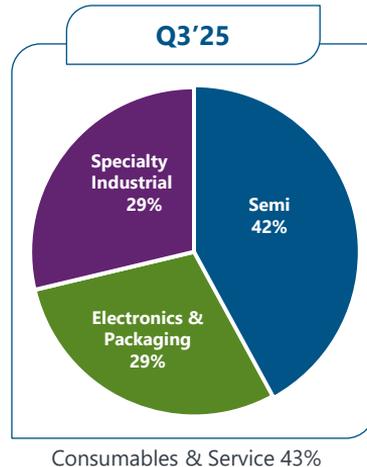
Our Investments are Paying Off

- **High level of execution in the third quarter and expecting momentum to continue in the fourth quarter**
- **MKS is well positioned with a broad portfolio of leading technologies**
 - Semiconductor subsystems support leading-edge deposition and etch applications across logic and memory
 - Electronics & Packaging momentum in AI-related applications driven by proprietary chemistry and chemistry equipment
- **We continue to focus on strong cash generation to support investment in our business and proactive de-leveraging**

Q&A



Q3'25 Revenue



Q3'25 vs Q3'24⁽¹⁾

	Q3'25	Q2'25	Q3'24	Total Change	FX	Pd	Change Excluding FX & Pd
Semiconductor	\$ 415	\$ 432	\$ 378	10%	1%	-	9%
Electronics & Packaging	289	266	231	25%	3%	1%	22%
Specialty Industrial	284	275	287	-1%	1%	0%	-2%
\$	988	973	896	10%	1%	0%	9%

¹ "Total Change" represents the percentage change in net revenues. "FX" and "Pd" reflect the estimated impact of foreign exchange rates and palladium prices on net revenues, respectively. "Change Excluding FX & Pd" is the difference between (i) "Total Change" and (ii) "FX" and "Pd."

in millions except percentages

Appendix – GAAP to Non-GAAP Reconciliations

	Q4'25E	Q3'25	Q2'25	Q3'24
Net income	\$ 96	\$ 74	\$ 62	\$ 62
Acquisition and integration costs	—	—	—	3
Restructuring and other	8	4	5	1
Amortization of intangible assets	62	63	62	61
Loss on extinguishment of debt	2	2	2	5
Amortization of debt issuance costs	5	5	5	5
Fees and expenses related to amendments to the Term Loan Facility	—	—	—	2
Tax effect of Non-GAAP adjustments	(19)	(18)	(17)	(23)
Non-GAAP net earnings	<u>\$ 154</u>	<u>\$ 130</u>	<u>\$ 119</u>	<u>\$ 116</u>
Non-GAAP net earnings per diluted share	<u>\$ 2.27</u>	<u>\$ 1.93</u>	<u>\$ 1.77</u>	<u>\$ 1.72</u>
Net income per share	\$ 1.42	\$ 1.10	\$ 0.92	\$ 0.92
Weighted average diluted shares outstanding	67.7	67.6	67.4	67.6
Gross profit	<u>\$ 455</u>	<u>\$ 461</u>	<u>\$ 453</u>	<u>\$ 432</u>
Gross margin	46.0%	46.6%	46.6%	48.2%

in millions, other than per diluted share amounts and percentages

Appendix – GAAP to Non-GAAP Reconciliations

	Q4'25E	Q3'25	Q2'25	Q3'24
Operating expenses	\$ 325	\$ 323	\$ 318	\$ 304
Acquisition and integration costs	—	—	—	3
Restructuring and other	8	4	5	1
Amortization of intangible assets	62	63	62	61
Fees and expenses related to amendments to the Term Loan Facility	—	—	—	2
Non-GAAP operating expenses	<u>\$ 255</u>	<u>\$ 256</u>	<u>\$ 251</u>	<u>\$ 237</u>
Income from operations	\$ 131	\$ 138	\$ 135	\$ 128
Operating margin	13.2%	14.0%	13.9%	14.3%
Acquisition and integration costs	—	—	—	3
Restructuring and other	8	4	5	1
Amortization of intangible assets	62	63	62	61
Fees and expenses related to amendments to the Term Loan Facility	—	—	—	2
Non-GAAP income from operations	<u>\$ 200</u>	<u>\$ 205</u>	<u>\$ 202</u>	<u>\$ 195</u>
Non-GAAP operating margin	20.2%	20.8%	20.8%	21.8%
Interest expense, net	\$ 48	\$ 50	\$ 51	\$ 58
Amortization of debt issuance costs	5	5	5	5
Non-GAAP interest expense, net	<u>\$ 43</u>	<u>\$ 45</u>	<u>\$ 46</u>	<u>\$ 53</u>

in millions, except percentages

Appendix – GAAP to Non-GAAP Reconciliations

	Q4'25E	Q3'25	Q2'25	Q1'25	Q4'24	Q3'24
Net income	\$ 96	\$ 74	\$ 62	\$ 52	\$ 90	\$ 62
Interest expense, net	48	50	51	50	49	58
Other (income) expense, net	—	2	10	(1)	3	5
Provision (benefit) for income taxes	(16)	10	10	7	(11)	(2)
Depreciation	24	23	26	25	26	26
Amortization of intangible assets	62	63	62	60	61	61
Stock-based compensation	11	12	12	22	11	11
Acquisition and integration costs	—	—	—	—	3	3
Restructuring and other	8	4	5	16	1	1
Loss on extinguishment of debt	2	2	2	3	4	5
Fees and expenses related to amendments to the Term Loan Facility	—	—	—	2	—	2
Adjusted EBITDA	<u>\$ 235</u>	<u>\$ 240</u>	<u>\$ 240</u>	<u>\$ 236</u>	<u>\$ 237</u>	<u>\$ 232</u>
Adjusted EBITDA margin	23.8%	24.3%	24.7%	25.2%	25.3%	25.9%

Debt principal outstanding as of September 30, 2025	\$ 4,390
Cash and cash equivalents as of September 30, 2025	697
Net debt as of September 30, 2025	<u>\$ 3,693</u>
Adjusted EBITDA for the trailing twelve months ended September 30, 2025	\$ 953
Net leverage ratio at September 30, 2025	3.9x

in millions, except percentages and net leverage ratio

Appendix – GAAP to Non-GAAP Reconciliations

	Q3'25	Q2'25	Q3'24
Net cash provided by operating activities	\$ 197	\$ 165	\$ 163
Purchases of property, plant and equipment	(50)	(29)	(22)
Free cash flow	<u>\$ 147</u>	<u>\$ 136</u>	<u>\$ 141</u>

	Q3'25	Q2'25	Q3'24
Free cash flow	\$ 147	\$ 136	\$ 141
Cash paid for interest	44	56	61
Tax effect on cash paid for interest ¹	(9)	(12)	(13)
Unlevered free cash flow	<u>\$ 182</u>	<u>\$ 180</u>	<u>\$ 189</u>

¹Tax effect of cash paid for interest was calculated at the US Federal Statutory rate of 21%

in millions

Appendix – GAAP to Non-GAAP Reconciliations

	Q3'25			Q2'25		
	Income Before Income Tax	Provision for Income Taxes	Effective Tax Rate	Income Before Income Tax	Provision for Income Taxes	Effective Tax Rate
GAAP	\$ 84	\$ 10	12.3%	\$ 72	\$ 10	13.6%
Restructuring and other	4	—		5	—	
Amortization of intangible assets	63	—		62	—	
Loss on extinguishment of debt	2	—		2	—	
Amortization of debt issuance costs	5	—		5	—	
Fees and expenses related to amendments to the Term Loan Facility	—	—		—	—	
Tax effect of Non-GAAP adjustments	—	18		—	17	
Non-GAAP	\$ 158	\$ 28	17.9%	\$ 146	\$ 27	18.2%

	Q3'24			Q4'25E		
	Income Before Income Tax	(Benefit) Provision for Income Taxes	Effective Tax Rate	Income Before Income Tax	(Benefit) Provision for Income Taxes	Effective Tax Rate
GAAP	\$ 60	\$ (2)	-4.0%	\$ 80	\$ (16)	-20.7%
Acquisition and integration costs	3	—		—	—	
Restructuring and other	1	—		8	—	
Amortization of intangible assets	61	—		62	—	
Loss on extinguishment of debt	5	—		2	—	
Amortization of debt issuance costs	5	—		5	—	
Fees and expenses related to amendments to the Term Loan Facility	2	—		—	—	
Tax effect of Non-GAAP adjustments	—	23		—	19	
Non-GAAP	\$ 137	\$ 21	15.1%	\$ 156	\$ 2	1.5%

in millions, except percentages

Appendix – GAAP to Non-GAAP Reconciliations

	2025E		
	Income Before Income Tax	Provision for Income Taxes	Effective Tax Rate
GAAP	\$ 295	\$ 11	3.7%
Restructuring and other	33	—	
Amortization of intangible assets	246	—	
Loss on extinguishment of debt	9	—	
Amortization of debt issuance costs	20	—	
Fees and expenses related to amendments to the Term Loan Facility	2	—	
Tax effect of Non-GAAP adjustments	—	75	
Non-GAAP	<u>\$ 605</u>	<u>\$ 86</u>	14.2%

in millions, except percentages

Appendix – GAAP to Non-GAAP Reconciliations



Non-GAAP financial measures adjust GAAP financial measures for the items listed below. These Non-GAAP financial measures should be viewed in addition to, and not as a substitute for, MKS' reported GAAP results, and may be different from Non-GAAP financial measures used by other companies. In addition, these Non-GAAP financial measures are not based on any comprehensive set of accounting rules or principles. MKS management believes the presentation of these Non-GAAP financial measures is useful to investors for comparing prior periods and analyzing ongoing business trends and operating results. Totals presented may not sum and percentages may not recalculate using figures presented due to rounding.

Acquisition and integration costs include incremental expenses incurred to effect the Atotech Acquisition. Such acquisition costs may include advisory, legal, tax, accounting, valuation, and other professional or consulting fees. Such integration costs may include expenses directly related to integration of business and facility operations, information technology systems and infrastructure and other employee-related costs.

Restructuring and other include incremental expenses incurred in connection with restructuring programs and other strategic initiatives, primarily related to changes in business and/or cost structure. Such costs may include third-party services, one-time termination benefits, facility-related costs, contract termination fees and other items that have no direct correlation to our future business operations.

Amortization of intangible assets includes non-cash amortization expense associated with intangible assets acquired in acquisitions.

Loss on extinguishment of debt includes the non-cash write-off of unamortized debt issuance costs and original issue discount costs incurred from voluntary prepayments and/or repricing of our term loan facility.

Amortization of debt issuance costs includes non-cash additional interest expense related to the amortization of debt issuance costs associated with our term loan facility.

Fees and expenses related to amendments to the Term Loan Facility includes direct third-party costs related to repricings or refinancings of our term loan facility.

Tax effect of Non-GAAP adjustments includes the impact of Non-GAAP adjustments that are tax effected at applicable statutory rates resulting in a difference between the GAAP and Non-GAAP tax rates.