Press Release

Second-quarter revenue and Segment Result significantly above previous quarter

- **Q2 FY 2013: Revenue €918 million; Segment Result €68 million**
- **Outlook for Q3 FY 2013: Revenue of about €1 billion and Segment Result Margin of approximately 10 percent**
- **Outlook FY 2013: Revenues and Segment Result Margin expected at the upper end of the previously guided range**

Neubiberg, Germany – May 2, 2013. Infineon Technologies AG today reported results for the second quarter of the 2013 fiscal year, ended March 31, 2013.

in Euro million	3 months ended Mar 31, 13	sequential +/- in %	3 months ended Dec 31, 12	year-on-year +/- in %	3 months ended Mar 31, 12
Revenue	918	8	851	(7)	986
Segment Result	68	55	44	(53)	144
Segment Result Margin [in %]	7.4%		5.2%		14.6%
Income from continuing operations	36	38	26	(67)	109
Income from discontinued operations, net of income taxes	(3)	57	(7)	(250)	2
Net income	**33**	**74**	**19**	**(70)**	**111**
Basic earnings per share (in Euro) attributable to shareholders of Infineon Technologies AG[1]:					
Basic earnings per share (in Euro) from continuing operations	0.03	50	0.02	(70)	0.10
Basic earnings per share (in Euro) from discontinued operations	–	–	–	–	–
Basic earnings per share (in Euro)	**0.03**	**50**	**0.02**	**(70)**	**0.10**
Diluted earnings per share (in Euro) attributable to shareholders of Infineon Technologies AG[1]:					
Diluted earnings per share (in Euro) from continuing operations	0.03	50	0.02	(70)	0.10
Diluted earnings per share (in Euro) from discontinued operations	–	–	–	–	–
Diluted earnings per share (in Euro)	**0.03**	**50**	**0.02**	**(70)**	**0.10**

[1] The calculation for earnings per share is based on unrounded figures.

"Revenues and margin have recovered nicely over the past quarter. The trough is behind us. Our order books are filling up, albeit still with a relatively high proportion of short term business. We therefore expect a further rise in revenue and margin in the current quarter", stated Dr. Reinhard Ploss, CEO of Infineon Technologies AG. "As forecast last November, our markets are growing significantly in the second half of the fiscal year. Based on the outlook for the third quarter and on first-half results, we expect to reach the upper end of our guided range for the full year."

For the Finance and Business Press: INFXX201305-039e

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Review of Group financials for the second quarter of the 2013 fiscal year

The Infineon Group reported revenue of €918 million for the second quarter of the 2013 fiscal year, 8 percent up on the €851 million recorded in the previous quarter. The increase was partly the consequence of a return to more normalized revenue levels in the Automotive segment (ATV). Second-quarter revenues of the Industrial Power Control (IPC) and Power Management & Multimarket (PMM) were also slightly higher than in the previous quarter. Revenue reported by the Chip Card & Security segment (CCS) was flat quarter-on-quarter.

Segment Result improved by €24 million from €44 million in the first quarter of the 2013 fiscal year to €68 million in the quarter under report. The Segment Result Margin rose from 5.2 percent to 7.4 percent. The improvement in Segment Result primarily reflects higher revenue and continued cost control. The margin expansion was dampened by price reductions in volume purchase agreements that came into effect as usual at the beginning of the calendar year.

Income from continuing operations in the second quarter of the 2013 fiscal year amounted to €36 million, compared with €26 million recorded in the previous quarter. The second-quarter loss from discontinued operations was €3 million, following a €7 million loss reported in the first quarter. Net income improved quarter-on-quarter from €19 million to €33 million. Earnings per share increased to €0.03 as compared to €0.02 one quarter earlier (basic and diluted).

Investments – which the Company defines as the sum of purchases of property, plant and equipment, purchases of intangible assets and capitalized research and development assets – went down from €88 million in the first quarter to €65 million in the second. Depreciation and amortization was unchanged at €116 million.

Free cash flow[1] from continuing operations increased from negative €128 million in the first quarter of the 2013 fiscal year to positive €73 million in the second, an improvement of €201 million, with most of the improvement attributable to the sharp increase in the cash inflow from operating activities (up by €178 million) and lower investments (down by €23 million).

Shareholders approved the dividend proposed by management to the Annual General Meeting held on February 28, 2013. Accordingly, a dividend of €0.12 per share, unchanged from the previous year, was paid on March 1, 2013. The total amount of the distribution was €129 million.

The positive free cash flow on the one hand and the payment of the dividend on the other resulted in an overall slight decrease in cash and cash equivalents. The gross cash position at March 31, 2013 amounted to €2.016 billion compared to €2.081 billion

[1]For definitions and the calculation of free cash flow and of gross and net cash position, please see pages 11 and 12.

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at December 31, 2012. The net cash position at the end of the quarter was €1.705 billion compared to €1.768 billion three months earlier.

During the period from October 2010 to March 2013, Infineon had a total of €687 million cash out for dividends, share and convertible bond repurchases. Overall, dividends paid for the fiscal years 2010 to 2012 totaled €368 million. Over the course of the capital return program which expired on March 31, 2013, Infineon repurchased €128 million worth of convertible bonds due May 2014 with a nominal amount of €47 million and 13 million own shares for €84 million. Prior to the capital return program, during the period from October 2010 to March 2011, Infineon also had repurchased convertible bonds with a nominal amount of €36 million for €107 million. Overall, the diluted number of shares was reduced by 49 million or 4.5 percent as a result of repurchases of convertible bonds and shares since October 2010.

Outlook for the third quarter of the 2013 fiscal year

Based on an assumed exchange rate of 1.30 US dollars to the euro (unchanged from the previous quarter), Infineon forecasts third-quarter revenue of about €1 billion, with all segments expected to contribute to revenue growth. The Group's Segment Result Margin for the third quarter is forecast at approximately 10 percent of revenues.

Outlook for 2013 fiscal year: Revenue and Segment Result Margin expected at the upper end of our previously guided range

Based on first-half results and the outlook for the third quarter, the Management Board expects the fiscal year’s revenue decline compared to the previous year at the upper end of the mid-to-high single digit percentage range previously announced. Thus the Segment Result Margin for the 2013 fiscal year is expected to be at the upper end of the mid-to-high single digit percentage range guided thus far.

In terms of revenue growth compared to the previous fiscal year, the ATV, PMM and CCS segments are expected to fare better than the Group average in the fiscal year 2013, whereas IPC is expected to suffer from a revenue decline significantly higher than the Group average. Revenue of the OOS segment will again fall sharply, as goods and services sold relating to the previously sold Wireline Communications and Wireless mobile phone businesses continue to decrease as planned. This forecast is based on an assumed exchange rate of 1.30 US dollars to the euro.

Investments in the 2013 fiscal year will be in the region of €400 million and compare with a depreciation and amortization expense of approximately €470 million.

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Segment earnings in second quarter of 2013 fiscal year

in Euro million	in %of total revenue	3 months ended Mar 31, 13	sequential +/- in %	3 months ended Dec 31, 12	year-on-year +/- in %	3 months ended Mar 31, 12
Infineon						
Revenue	100	918	8	851	(7)	986
Segment Result		68	55	44	(53)	144
Segment Result Margin [in %]		7.4%		5.2%		14.6%
Automotive (ATV)						
Revenue	46	424	12	377	-	425
Segment Result		37	85	20	(41)	63
Segment Result Margin [in %]		8.7%		5.3%		14.8%
Industrial Power Control (IPC)						
Revenue	16	144	4	138	(17)	174
Segment Result		(3)	40	(5)	(111)	27
Segment Result Margin [in %]		(2.1%)		(3.6%)		15.5%
Power Management & Multimarket (PMM)						
Revenue	25	227	2	222	-	227
Segment Result		27	23	22	(16)	32
Segment Result Margin [in %]		11.9%		9.9%		14.1%
Chip Card & Security (CCS)						
Revenue	12	108	-	108	(4)	112
Segment Result		7	(30)	10	(50)	14
Segment Result Margin [in %]		6.5%		9.3%		12.5%
Other Operating Segments (OOS)						
Revenue	1	5	(44)	9	(87)	39
Segment Result		(3)	(50)	(2)	(143)	7
Corporate and Eliminations (C&E)						
Revenue	1	10	433	(3)	11	9
Segment Result		3	400	(1)	200	1

ATV segment revenue rose by 12 percent to €424 million in the second quarter of the 2013 fiscal year, compared to €377 million in the previous quarter. After pronounced inventory reductions within the supply chain during the first quarter, demand returned to more normal levels in the second quarter. The positive earnings impact from higher revenue was partially offset by regular annual price reductions on the one hand and by higher research and development expenses on the other. Segment Result increased from €20 million in the first quarter to €37 million in the second quarter, while the Segment Result Margin improved from 5.3 percent to 8.7 percent.

IPC segment revenue increased quarter-on-quarter by 4 percent from €138 million to €144 million, reflecting the fact that demand for industrial drives and major home appliances began to pick up, while demand in renewable energy remained sluggish. Segment Result improved slightly from a loss of €5 million to a loss of €3 million and the Segment Result Margin improved from a negative 3.6 percent to a negative 2.1 percent.

PMM segment revenue recorded a 2 percent increase from €222 million in the first quarter to €227 million in the second. The normal seasonal decrease and the general weakness in the PC market were more than offset by good business with products used in lighting, servers, tablets and smartphones. Revenue generated with distributors also picked up during the quarter. Segment Result improved from €22 million in the first

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quarter to €27 million in the second quarter, and the Segment Result Margin advanced quarter-on-quarter from 9.9 percent to 11.9 percent.

Second-quarter revenue for the CCS segment totaled €108 million, unchanged from the level seen in the preceding quarter. Revenue in Payment and in Government ID business was up, while revenue generated with SIM-cards fell, due to seasonal factors. Segment Result decreased from €10 million to €7 million in the second quarter. The Segment Result Margin was 6.5 percent compared to 9.3 percent in the previous quarter.

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Analyst and press telephone conferences

Infineon will host a telephone conference call for analysts and investors (in English only) on May 2, 2013 at 10:00 am (CEST), 4:00 am (EDT). During the call, the Infineon Management Board will present the Company's results from the second quarter of the 2013 fiscal year. In addition, the Management Board will host a telephone conference with the media at 11:30 am (CEST), 5:30 am (EDT). It can be followed over the Internet in both English and German. Both conferences will also be available live and for download on Infineon's website at www.infineon.com/investor .

The **Q2 Investor Presentation** is available (in English) at:
http://www.infineon.com/cms/en/corporate/investor/reporting/index.html

Infineon Financial Calendar (*preliminary)

➢ Jun 3–4, 2013	Bank of America Merrill Lynch Global Tech Conference, San Franciso
➢ Jun 11, 2013	Conference Call by Stefan Hofschen, Division President, Chip Card & Security
➢ Jun 18, 2013	JPMorgan CEO Conference, London
➢ Jul 30, 2013*	Earnings Release for the Third Quarter of the 2013 Fiscal Year
➢ Aug 28, 2013	Commerzbank Sector Conference Week, Frankfurt
➢ Sep 3, 2013	Deutsche Bank European TMT Conference, London
➢ Sep 18, 2013	Conference Call by Jochen Hanebeck, Division President, Automotive
➢ Sep 24, 2013	Berenberg Bank and Goldman Sachs German Corporate Conference, Munich
➢ Sep 25, 2013	Baader Investment Conference, Munich
➢ Nov 12, 2013*	Earnings Release for the Fourth Quarter and Full 2013 Fiscal Year
➢ Nov 18–19, 2013	Company roadshow – including presentation by Andreas Urschitz, Division President, Power Management & Multimarket (PMM), London
➢ Nov 20–22, 2013	Morgan Stanley TMT Conference, Barcelona

About Infineon

Infineon Technologies AG, Neubiberg, Germany, offers semiconductor and system solutions addressing three central challenges to modern society: energy efficiency, mobility, and security. In the 2012 fiscal year (ending September 30), the Company reported sales of €3.9 billion with close to 26,700 employees worldwide. Infineon is listed on the Frankfurt Stock Exchange (ticker symbol: IFX) and in the USA on the over-the-counter market OTCQX International Premier (ticker symbol: IFNNY).

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FINANCIAL INFORMATION

According to IFRS – Preliminary and Unaudited

Consolidated Statements of Operations

	3 months ended			6 months ended	
in Euro million; except for the per share data	Mar 31, 13	Dec 31, 12	Mar 31, 12	Mar 31, 13	Mar 31, 12
Revenue	918	851	986	1,769	1,932
Cost of goods sold	(630)	(579)	(621)	(1,209)	(1,206)
Gross profit	**288**	**272**	**365**	**560**	**726**
Research and development expenses	(122)	(123)	(110)	(245)	(216)
Selling, general and administrative expenses	(102)	(108)	(117)	(211)	(235)
Other operating income	3	4	11	8	15
Other operating expense	(19)	(10)	(20)	(28)	(32)
Operating income	**48**	**35**	**129**	**84**	**258**
Financial income	8	8	11	17	23
Financial expense	(12)	(12)	(13)	(25)	(31)
Income from investments accounted for using the equity method	-	-	-	-	1
Income from continuing operations before income taxes	**44**	**31**	**127**	**76**	**251**
Income tax expense	(8)	(5)	(18)	(13)	(38)
Income from continuing operations	**36**	**26**	**109**	**63**	**213**
Income (loss) from discontinued operations, net of income taxes	(3)	(7)	2	(10)	(6)
Net income	**33**	**19**	**111**	**53**	**207**
Attributable to:					
Non-controlling interests	-	-	-	-	-
Shareholders of Infineon Technologies AG	33	19	111	53	207
Basic earnings per share (in euro) attributable to shareholders of Infineon Technologies AG[1]:					
Weighted average shares outstanding (in million) – basic	1,075	1,077	1,080	1,076	1,081
Basic earnings per share (in euro) from continuing operations	0.03	0.02	0.10	0.06	0.20
Basic earnings per share (in euro) from discontinued operations	-	-	-	(0.01)	(0.01)
Basic earnings per share (in euro)	**0.03**	**0.02**	**0.10**	**0.05**	**0.19**
Diluted earnings per share (in euro) attributable to shareholders of Infineon Technologies AG[1]:					
Weighted average shares outstanding (in million) – diluted	1,075	1,078	1,133	1,077	1,136
Diluted earnings per share (in euro) from continuing operations	0.03	0.02	0.10	0.06	0.20
Diluted earnings per share (in euro) from discontinued operations	-	-	-	(0.01)	(0.01)
Diluted earnings per share (in euro)	**0.03**	**0.02**	**0.10**	**0.05**	**0.19**

[1] The calculation for earnings per share is based on unrounded figures.

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Segment Revenues and Segment Result

Infineon defines Segment Result as operating income (loss) excluding asset impairments (net of reversals);the earnings impact of restructuring charges and other related closures costs; share-based compensation expense; acquisition-related amortization and gains (losses); gains (losses) on sales of assets, businesses, or interests in subsidiaries, and other income (expense), including litigation settlement costs.

Reconciliation of Segment Result to Operating Income

	3 months ended			6 months ended	
in Euro million	Mar 31, 13	Dec 31, 12	Mar 31, 12	Mar 31, 13	Mar 31, 12
Segment Result	68	44	144	112	285
Plus/Minus:					
Impairments on assets including assets classified as held for sale, net of reversals	(8)	-	(14)	(8)	(14)
Impact on earnings of restructuring measures and closures, net	(1)	(2)	-	(3)	-
Share-based compensation expense	(1)	(1)	-	(2)	(1)
Acquisition-related depreciation/amortization and losses	(1)	(1)	(1)	(1)	(2)
Gains on sales of assets, businesses, or interests in subsidiaries, net	-	1	-	-	-
Other expenses	(9)	(6)	-	(14)	(10)
Operating income	**48**	**35**	**129**	**84**	**258**

Revenues and Segment Result for the three and six months ended March 31, 2013 and 2012

	3 months ended			6 months ended		
Revenue in Euro million	Mar 31, 13	Mar 31, 12	+/- in %	Mar 31, 13	Mar 31, 12	+/- in %
Automotive	424	425	-	801	816	(2)
Industrial Power Control	144	174	(17)	282	370	(24)
Power Management & Multimarket	227	227	-	449	449	-
Chip Card & Security	108	112	(4)	216	209	3
Other Operating Segments	5	39	(87)	14	82	(83)
Corporate and Eliminations	10	9	11	7	6	17
Total	**918**	**986**	**(7)**	**1,769**	**1,932**	**(8)**

	3 months ended			6 months ended		
Segment Result in Euro million	Mar 31, 13	Mar 31, 12	+/- in %	Mar 31, 13	Mar 31, 12	+/- in %
Automotive	37	63	(41)	57	118	(52)
Industrial Power Control	(3)	27	(111)	(8)	66	(112)
Power Management & Multimarket	27	32	(16)	49	72	(32)
Chip Card & Security	7	14	(50)	17	20	(15)
Other Operating Segments	(3)	7	(143)	(5)	11	(145)
Corporate and Eliminations	3	1	200	2	(2)	200
Total	**68**	**144**	**(53)**	**112**	**285**	**(61)**

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Revenues and Segment Result
for the three months ended March 31, 2013 and December 31, 2012

	3 months ended		
Revenue in Euro million	Mar 31, 13	Dec 31, 12	+/- in %
Automotive	424	377	12
Industrial Power Control	144	138	4
Power Management & Multimarket	227	222	2
Chip Card & Security	108	108	-
Other Operating Segments	5	9	(44)
Corporate and Eliminations	10	(3)	433
Total	**918**	**851**	**8**

	3 months ended		
Segment Result in Euro million	Mar 31, 13	Dec 31, 12	+/- in %
Automotive	37	20	85
Industrial Power Control	(3)	(5)	40
Power Management & Multimarket	27	22	23
Chip Card & Security	7	10	(30)
Other Operating Segments	(3)	(2)	50
Corporate and Eliminations	3	(1)	400
Total	**68**	**44**	**55**

Employees

	Mar 31, 13	Dec 31, 12	Mar 31, 12
Infineon[1]	26,104	26,458	26,227

[1] As of March 31, 2013, December 31, 2012, and March 31, 2012, 4,397, 4,375 and 4,114 Infineon employees, respectively, were engaged in research and development.

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Consolidated Statement of Financial Position

in Euro million	Mar 31, 13	Dec 31, 12	Sep 30, 12
ASSETS:			
Current assets:			
Cash and cash equivalents	410	387	425
Financial investments	1,606	1,694	1,810
Trade and other receivables	534	442	539
Therein: Trade accounts receivables	474	385	474
Inventories	573	585	567
Income tax receivable	14	13	6
Other current financial assets	3	5	9
Other current assets	136	152	149
Assets classified as held for sale	4	4	5
Total current assets	**3,280**	**3,282**	**3,510**
Property, plant and equipment	1,631	1,694	1,731
Goodwill and other intangible assets	156	153	146
Investments accounted for using the equity method	32	32	32
Deferred tax assets	311	312	315
Other financial assets	123	123	124
Other assets	38	42	40
Total non-current assets	**2,291**	**2,356**	**2,388**
Total assets	**5,571**	**5,638**	**5,898**
LIABILITIES AND EQUITY:			
Current liabilities:			
Short-term debt and current maturities of long-term debt	38	38	55
Trade and other payables	458	440	622
Therein: Trade accounts payables	454	430	615
Current provisions	621	629	710
Income tax payable	48	37	69
Other current financial liabilities	12	43	100
Other current liabilities	138	165	122
Total current liabilities	**1,315**	**1,352**	**1,678**
Long-term debt	273	275	240
Pension plans and similar commitments	292	292	293
Deferred tax liabilities	4	4	4
Long-term provisions	67	38	30
Other financial liabilities	7	7	8
Other liabilities	66	66	70
Total non-current liabilities	**709**	**682**	**645**
Total liabilities	**2,024**	**2,034**	**2,323**
Shareholders' equity:			
Ordinary share capital	2,161	2,161	2,160
Additional paid-in capital	5,547	5,675	5,674
Accumulated deficit	(4,146)	(4,180)	(4,199)
Other reserves	22	19	28
Own shares	(37)	(37)	-
Put options on own shares	-	(34)	(88)
Equity attributable to shareholders of Infineon Technologies AG	**3,547**	**3,604**	**3,575**
Total liabilities and equity	**5,571**	**5,638**	**5,898**

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Infineon Regional Sales Development

	3 months ended			6 months ended	
in %	Mar 31, 13	Dec 31, 12	Mar 31, 12	Mar 31, 13	Mar 31, 12
Revenue:					
Europe, Middle East, Africa	43%	40%	47%	41%	47%
Therein: Germany	21%	20%	24%	20%	25%
Asia-Pacific (w/o Japan)	39%	42%	35%	40%	36%
Therein: China	17%	20%	14%	18%	15%
Japan	5%	6%	6%	6%	6%
Americas	13%	12%	12%	13%	11%
Total	**100%**	**100%**	**100%**	**100%**	**100%**

Consolidated Statements of Cash Flows

Gross and Net Cash Position

The following table reconciles the gross cash position and net cash position (i.e. after deduction of debt). Since some liquid funds are held in the form of financial investments, which for IFRS purposes are not considered to be “cash and cash equivalents”, Infineon reports on its gross and net cash positions in order to provide investors with a better understanding of the Company’s overall liquidity. The gross and net cash positions are determined as follows from the Consolidated Statement of Financial Position:

in Euro million	Mar 31, 13	Dec 31, 12	Mar 31, 12
Cash and cash equivalents	410	387	576
Financial investments	1,606	1,694	1,614
Gross Cash Position	**2,016**	**2,081**	**2,190**
Less:			
Short-term debt and current maturities of long-term debt	38	38	58
Long-term debt	273	275	205
Net Cash Position	**1,705**	**1,768**	**1,927**

Free Cash Flow

The free cash flow figure is defined as net cash provided by (used in) operating activities and net cash provided by (used in) investing activities after adjusting for cash flows related to the purchase and sale of financial investments. Free cash flow serves as an additional performance indicator, since Infineon holds part of its liquidity in the form of financial investments. This does not mean that the free cash flow calculated in this way is available to cover other disbursements since dividend, debt-servicing obligations and other fixed disbursements are not deducted. Free cash flow should not be seen as a replacement or “more valuable” performance indicator, but rather as an additional useful piece of information over and above the disclosure of the cash flow reported in the Consolidated Statement of Cash Flows, and as a supplementary disclosure to other liquidity performance indicators and other performance indicators derived from the IFRS figures. Free cash flow includes only amounts from continuing operations, and is derived as follows from the Consolidated Statement of Cash Flows:

	3 months ended			6 months ended	
in Euro million	Mar 31, 13	Dec 31, 12	Mar 31, 12	Mar 31, 13	Mar 31, 12
Net cash provided by (used in) operating activities from continuing operations	137	(41)	181	96	240
Net cash provided by (used in) investing activities from continuing operations	21	28	140	50	(411)
Proceeds from the sale of financial investments	(85)	(115)	(331)	(201)	(73)
Free Cash Flow from continuing operations	**73**	**(128)**	**(10)**	**(55)**	**(244)**

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Consolidated Statements of Cash Flows

in Euro million	3 months ended		
	Mar 31, 13	Dec 31, 12	Mar 31, 12
Net income	**33**	**19**	**111**
Plus/Minus: net income from discontinued operations, net of income taxes	3	7	(2)
Adjustments to reconcile net income to net cash provided by (used in) operating activities:			
Depreciation and amortization	116	116	103
Income tax expense	8	5	18
Net interest result	4	4	2
Provision for doubtful accounts	(7)	(3)	-
Gains on sales of financial investments	-	-	(1)
Losses (gains) on disposals of property, plant and equipment	-	(1)	-
Impairment charges	8	-	14
Share-based compensation	1	1	1
Change in trade and other receivables	(85)	97	(1)
Change in inventories	13	(19)	17
Change in other current assets	21	-	12
Change in trade and other payables	16	(181)	(46)
Change in provisions	20	(79)	(37)
Change in other current liabilities	(26)	41	(11)
Change in other assets and liabilities	4	(6)	(19)
Interest received	4	5	10
Interest paid	-	(5)	-
Income tax received (paid)	4	(42)	10
Net cash provided by (used in) operating activities from continuing operations	**137**	**(41)**	**181**
Net cash used in operating activities from discontinued operations	**(3)**	**(1)**	**-**
Net cash provided by (used in) operating activities	**134**	**(42)**	**181**
Purchases of financial investments	(385)	(485)	(450)
Proceeds from sales of financial investments	470	600	781
Purchases of intangible assets and other assets	(16)	(13)	(16)
Purchases of property, plant and equipment	(49)	(75)	(176)
Proceeds from sales of property, plant and equipment and other assets	1	1	1
Net cash provided by investing activities from continuing operations	**21**	**28**	**140**
Net cash used in investing activities from discontinued operations	**-**	**-**	**(2)**
Net cash provided by investing activities	**21**	**28**	**138**
Net change in related party financial receivables and payables	-	(1)	-
Proceeds from issuance of long-term debt	-	42	8
Repayments of long-term debt	(5)	(25)	(15)
Proceeds from the issuance of ordinary shares	1	-	-
Purchase of own shares	-	(38)	-
Proceeds from the issuance of put options on own shares	-	-	3
Dividend payments	(129)	-	(130)
Net cash used in financing activities from continuing operations	**(133)**	**(22)**	**(134)**
Net cash provided by financing activities from discontinued operations	**-**	**-**	**-**
Net cash used in financing activities	**(133)**	**(22)**	**(134)**
Net increase (decrease) in cash and cash equivalents	22	(36)	185
Effect of foreign exchange rate changes on cash and cash equivalents	1	(2)	(1)
Cash and cash equivalents at beginning of period	387	425	392
Cash and cash equivalents at end of period	**410**	**387**	**576**

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D I S C L A I M E R

This press release contains forward-looking statements about the business, financial condition and earnings performance of the Infineon Group.

These statements are based on assumptions and projections resting upon currently available information and present estimates. They are subject to a multitude of uncertainties and risks. Actual business development may therefore differ materially from what has been expected.

Beyond disclosure requirements stipulated by law, Infineon does not undertake any obligation to update forward-looking statements.

Due to rounding, numbers presented throughout this press release and other reports may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures.

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