



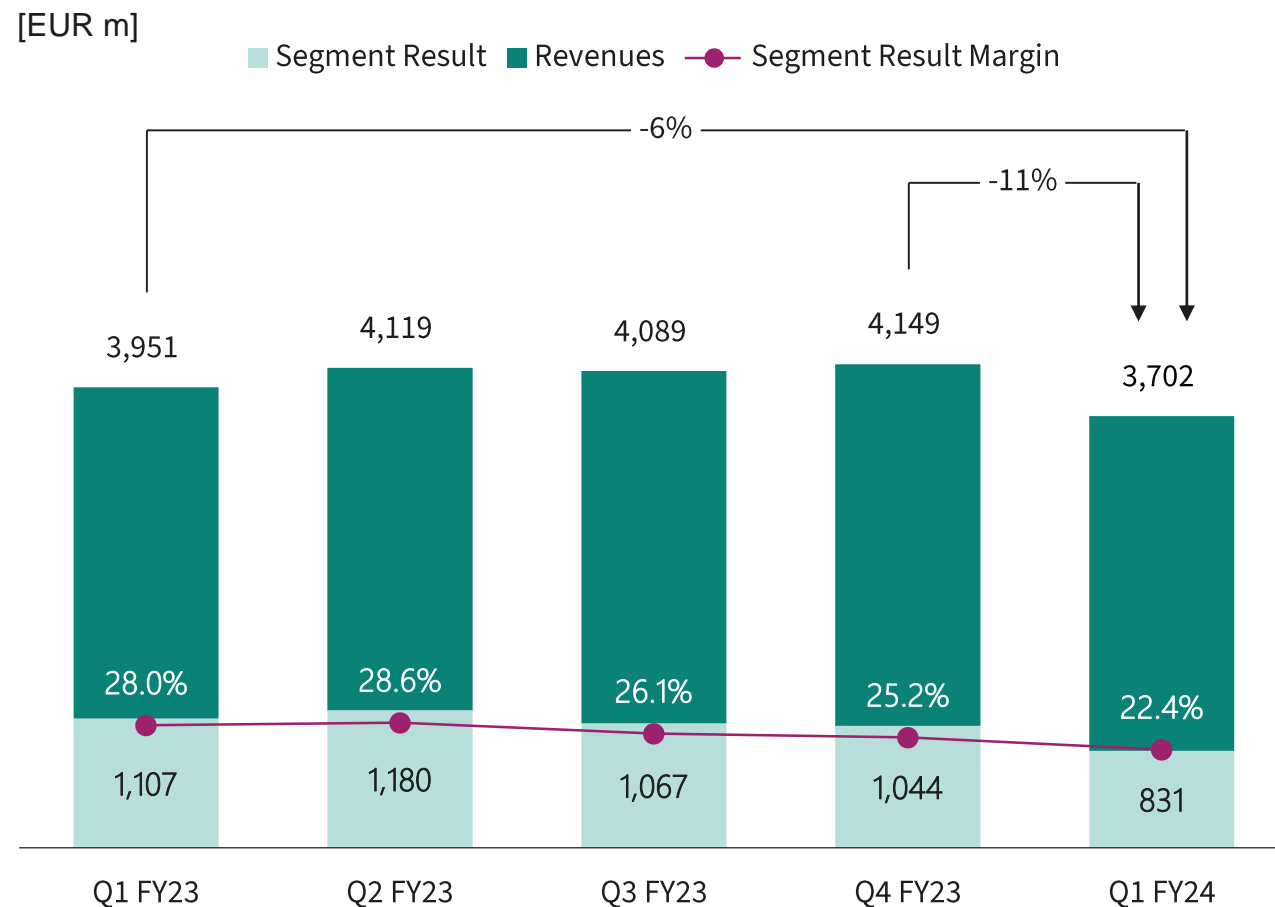
First Quarter FY 2024 Analyst Call

Infineon Technologies AG
Investor Relations



Group financial performance

Revenues and Segment Result

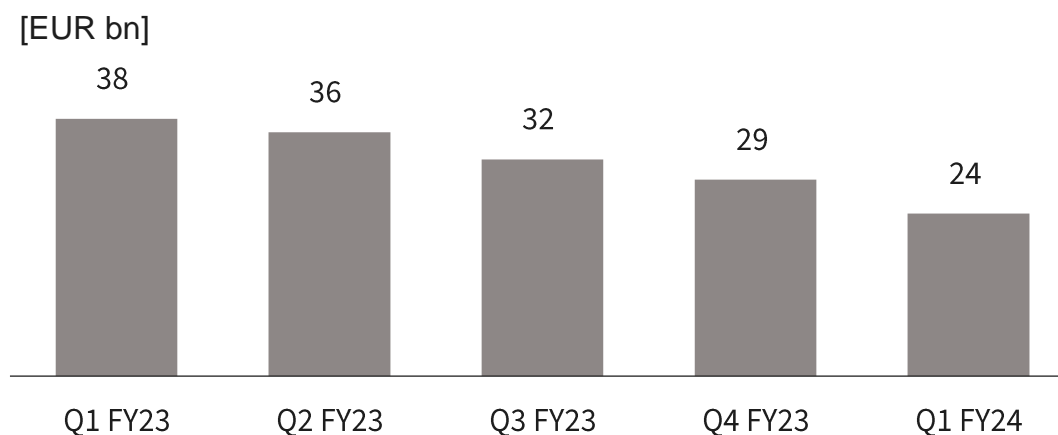


USD exchange rate

Average revenue exchange rate

	Q1 FY23	Q4 FY23	Q1 FY24
∅ USD/EUR	1.02	1.09	1.08

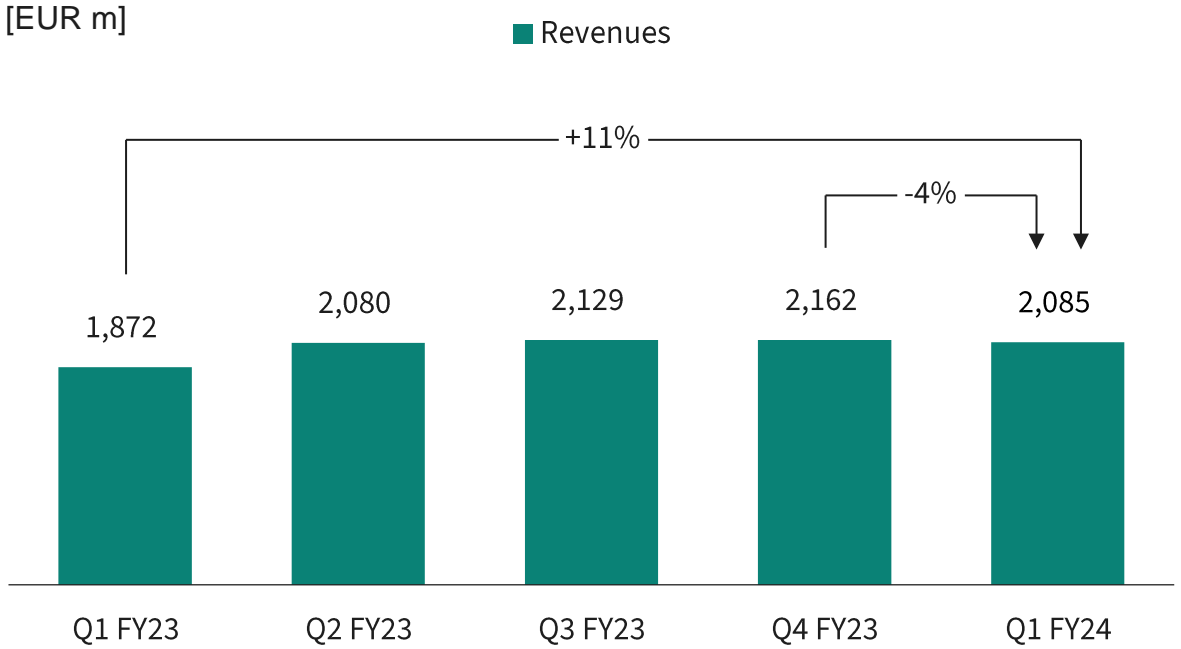
Order backlog¹



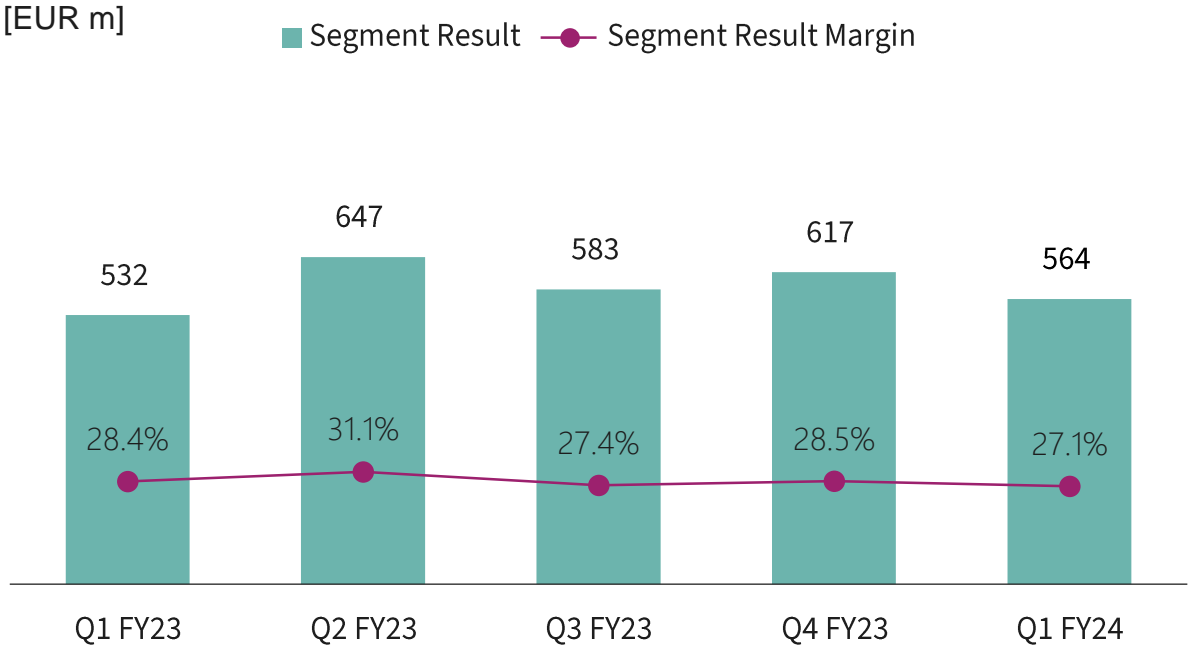
¹ See notes for definition

Automotive (ATV)

Revenues



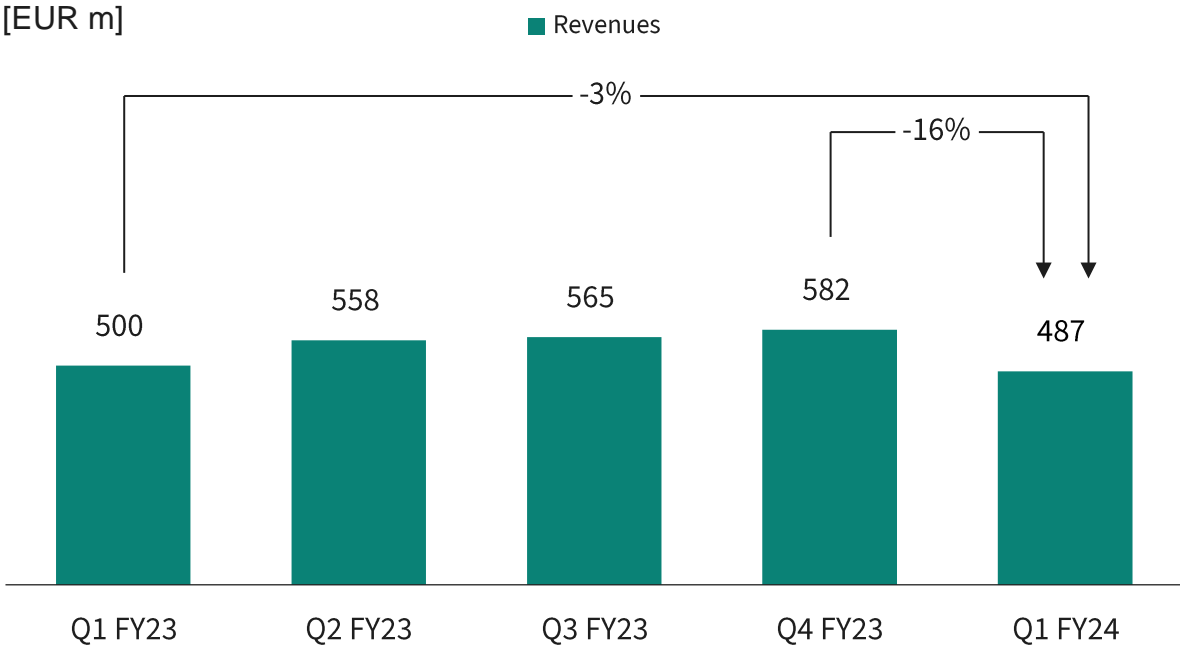
Segment Result



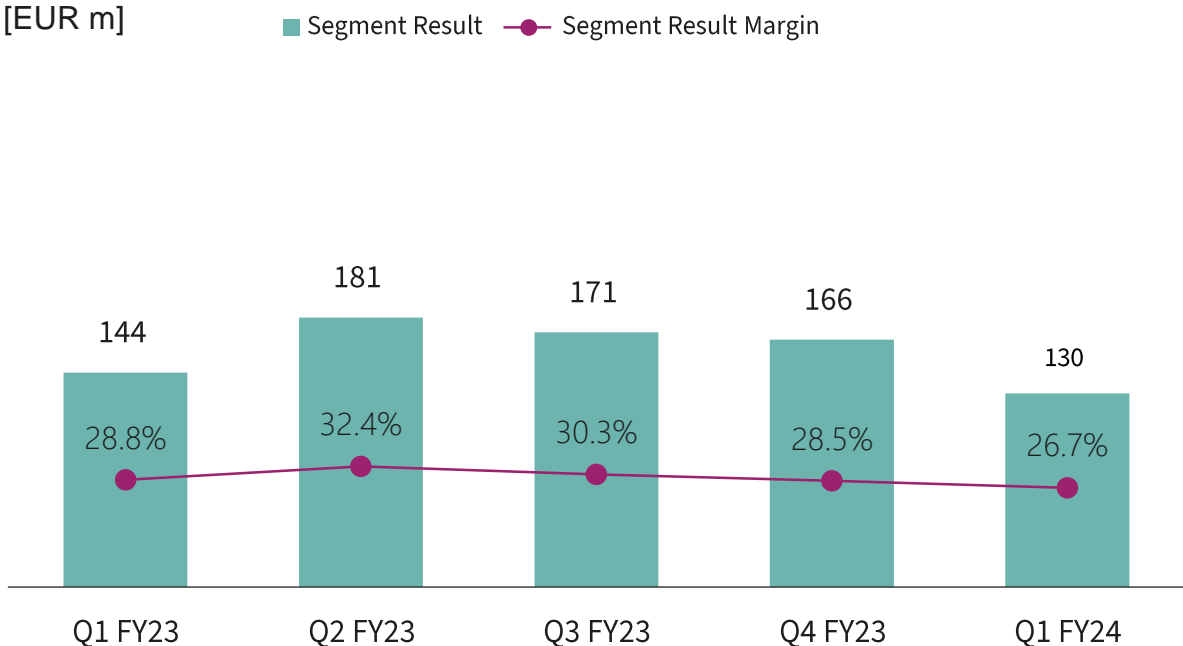
- Calendar year-end inventory management by customers resulted in expected revenue decline
- Our leading product portfolio and content expansion driven by e-mobility, ADAS and innovative electrical-electronic architectures continues to provide growth
- For FY24, anticipated revenue growth continues to be in the low double-digit percentage range, net of currency impact, with an anticipated segment result margin between 25-28%

Green Industrial Power (GIP)

Revenues



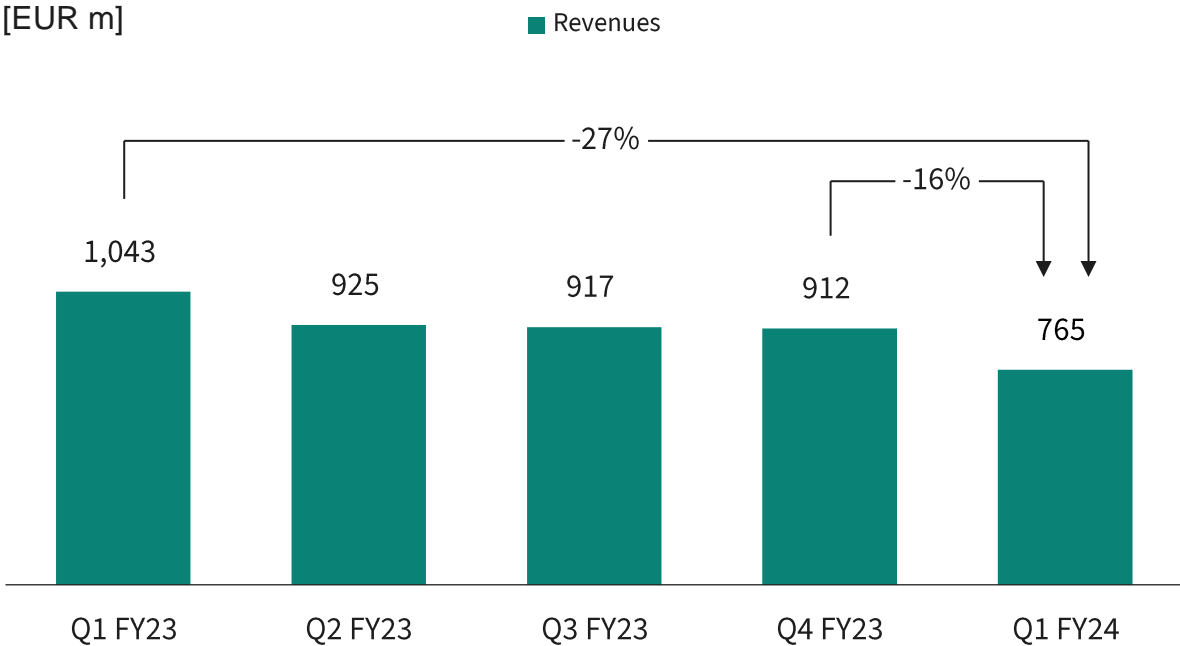
Segment Result



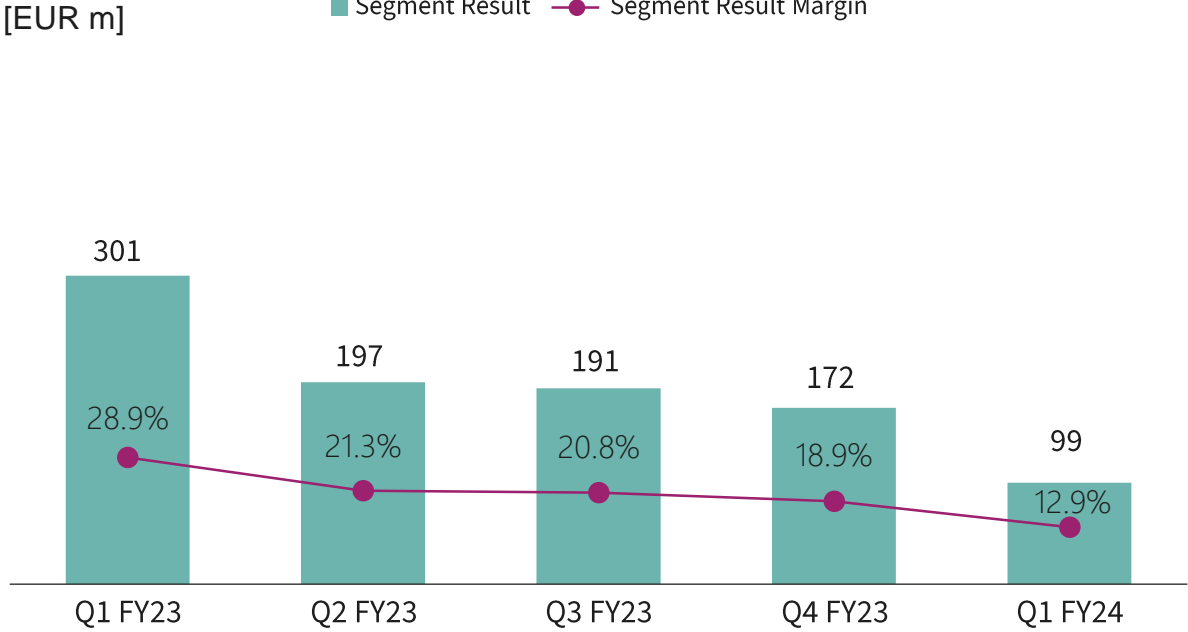
- Revenue decline partly from seasonality as well as from inventory adjustments by industrial customers
- Demand for industrial drives is expected to further weaken, while markets for home appliances continue to be subdued
- Robust demand for decarbonization-related applications, but currently seeing areas of high inventory levels

Power & Sensor Systems (PSS)

Revenues



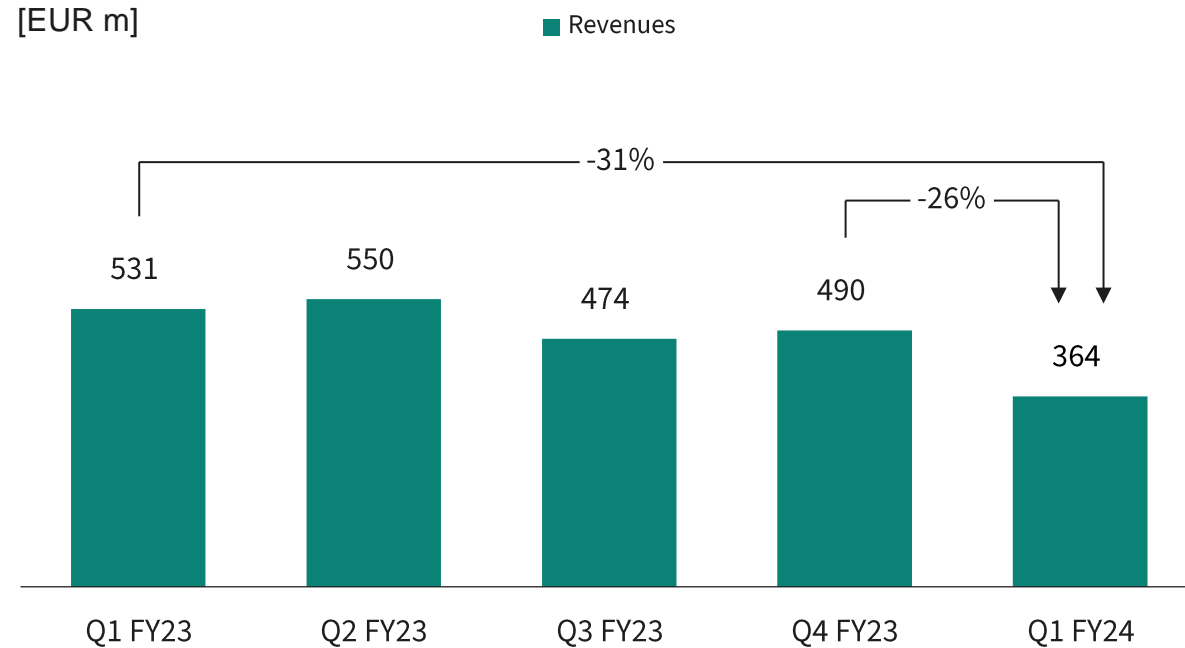
Segment Result



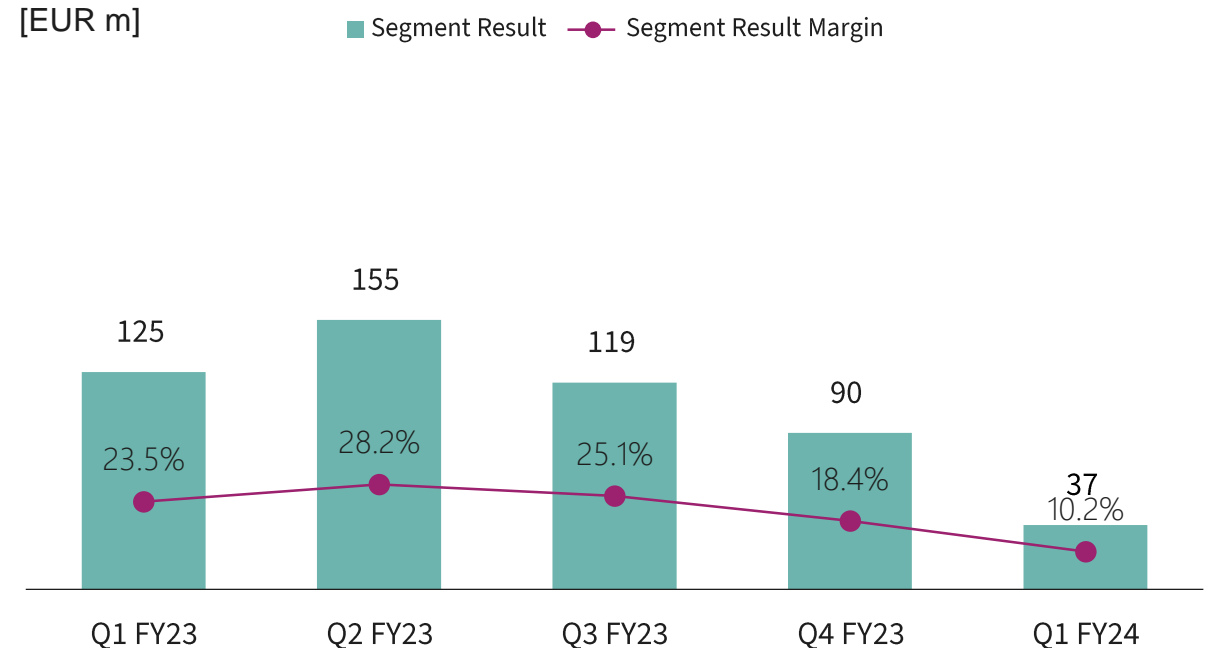
- Revenue decline mainly driven by MOSFETs for consumer-facing applications, whereas smartphone components saw a small uptick
- Most end markets of PSS are facing weak demand and are experiencing a prolonged phase of inventory digestion
- Initial signs for increased customer uptake for our leading AI power management solutions

Connected Secure Systems (CSS)

Revenues



Segment Result

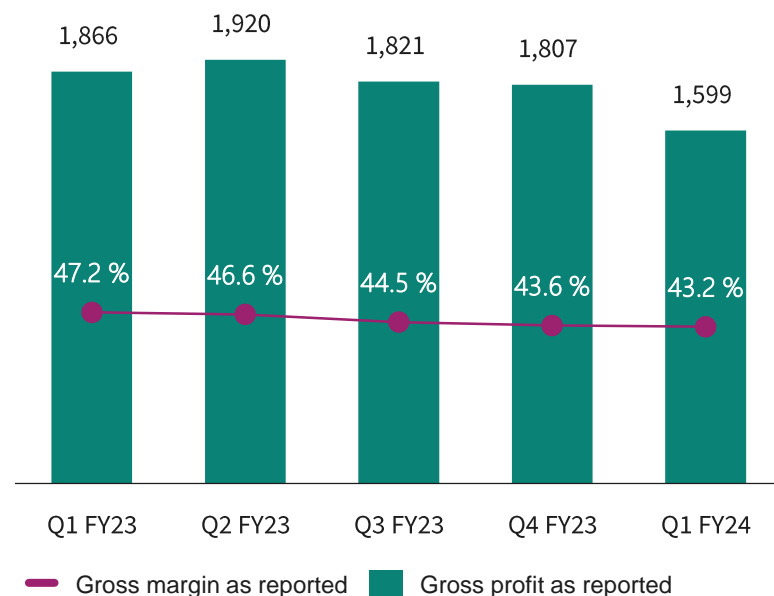


- Revenue and segment result decrease driven by end market weakness and on-going inventory correction
- Consumer, compute, communication and IoT as well as security markets characterized by high inventory levels and the need for depletion periods
- We continue to see attractive structural growth opportunities from IoT adoption, and will keep fostering innovation

Gross margin and Opex

Gross profit

[EUR m]



Therein Non-Segment Result charges

[EUR m]

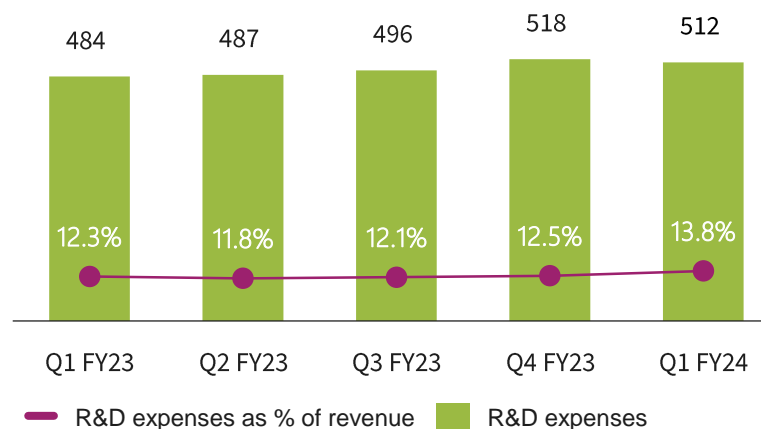
76	81	67	79	65
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Adjusted gross margin

49.2%	48.6%	46.2%	45.5%	44.9%
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R&D

[EUR m]



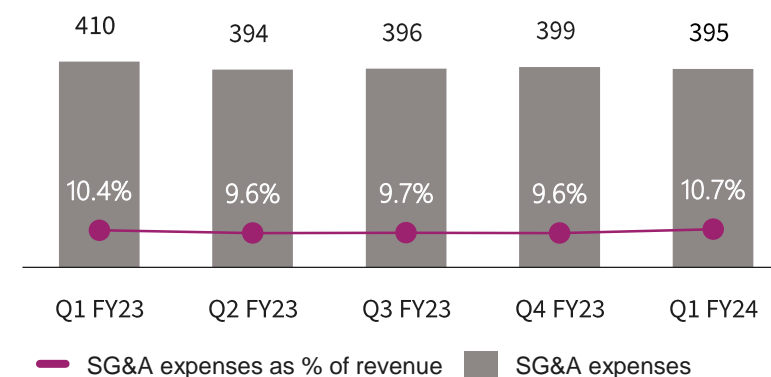
Therein Non-Segment Result charges

[EUR m]

10	8	12	12	16
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SG&A

[EUR m]



Therein Non-Segment Result charges

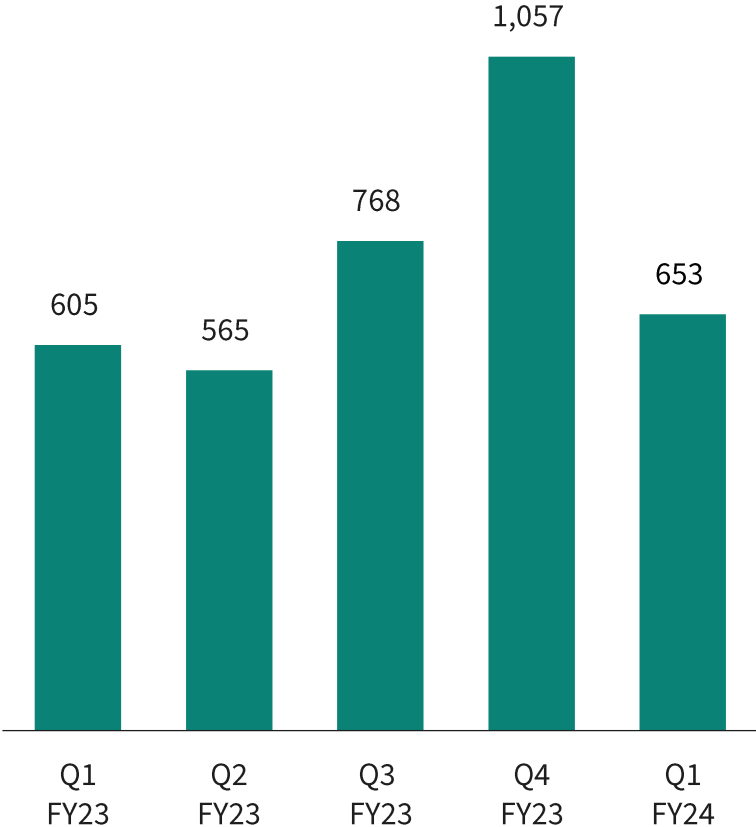
[EUR m]

53	54	55	57	54
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Investments, Depreciation & Amortization and Free Cash Flow

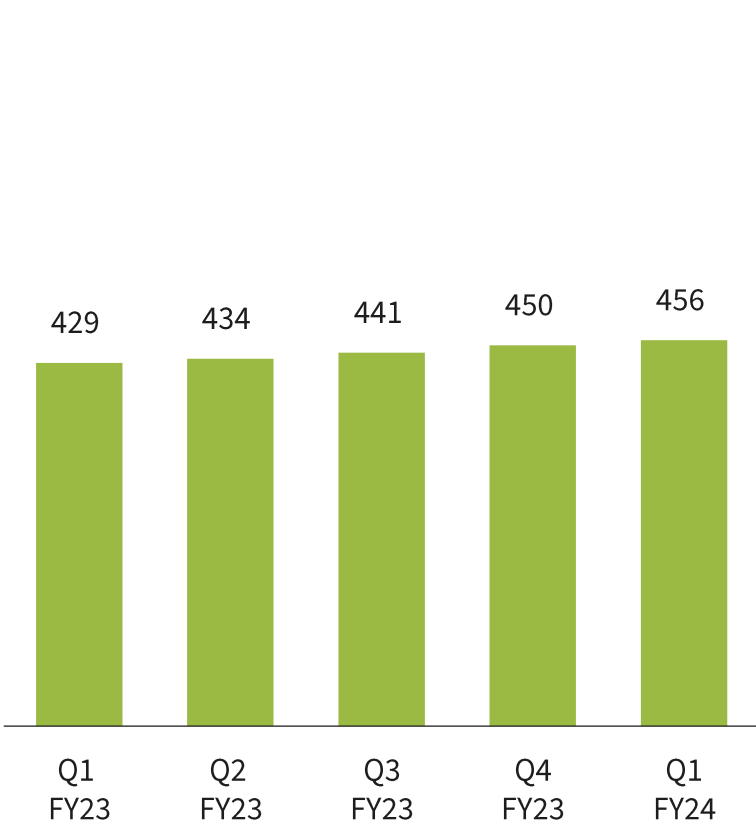
Investments

[EUR m]



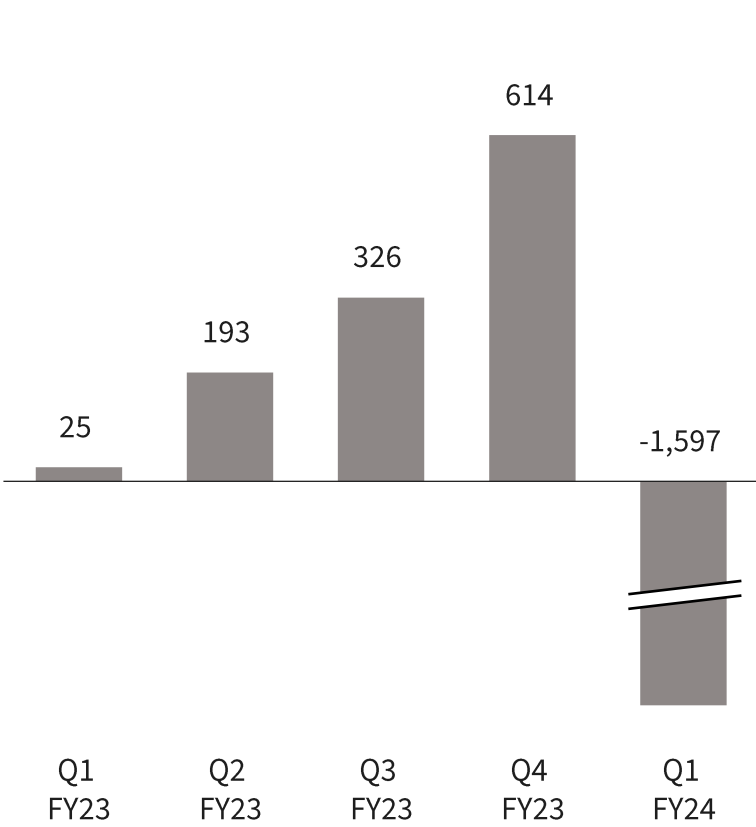
Depreciation & Amortization

[EUR m]



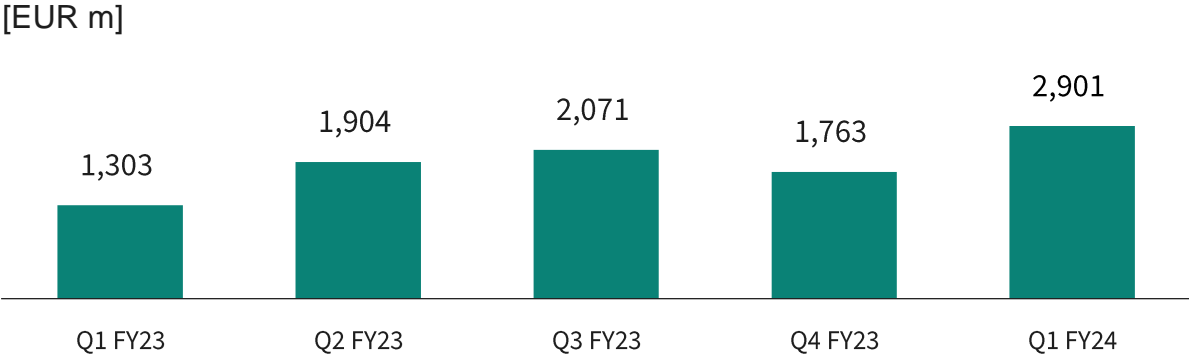
Free Cash Flow

[EUR m]

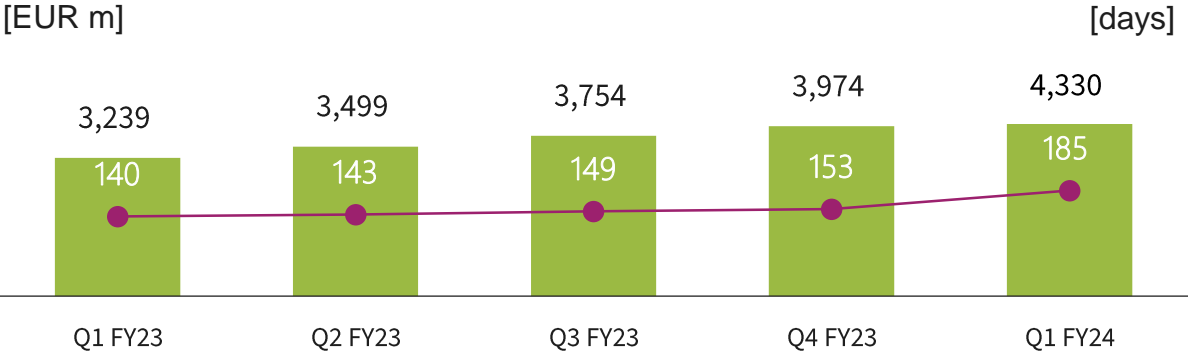


Working capital, in particular trade working capital components

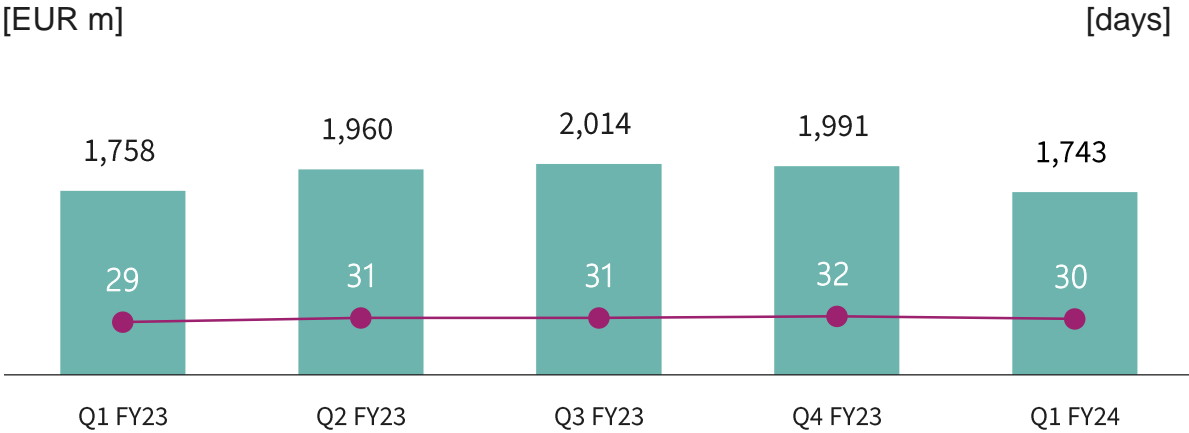
Working capital¹



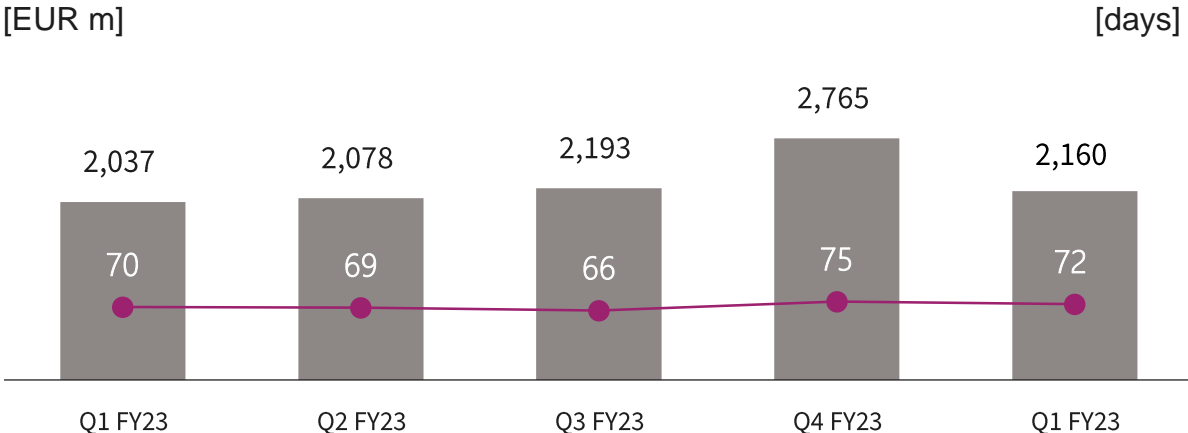
Inventories



Trade receivables



Trade payables

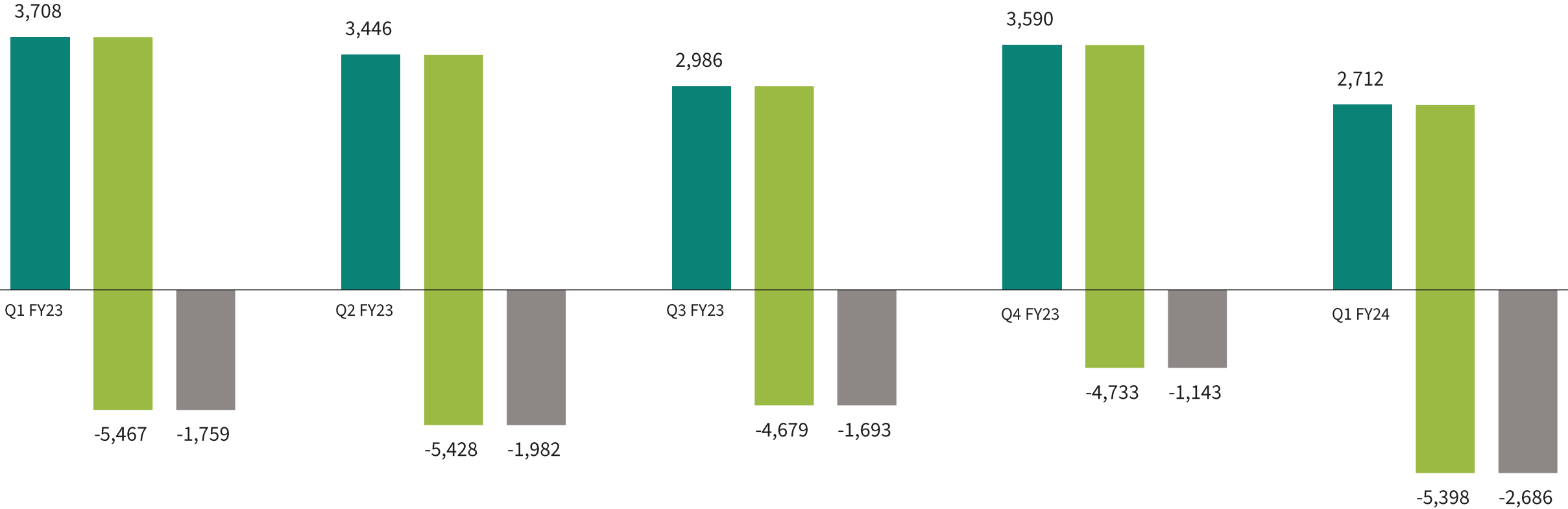


¹ See notes for definition

Development of liquidity and debt

Capital structure

[EUR m]



■ Gross Cash ■ Gross Debt ■ Net Cash/Debt

Outlook for Q2 FY24 and FY24

	Outlook Q2 FY24¹	Outlook FY24¹
Revenue	~€3.6bn	€16.0bn +/-500m
Adj. Gross Margin		low to mid-forties
Segment Result Margin	~18%	low to mid-twenties
FCF/adj. FCF		~€200m/~€1.8bn
Investments		~€2.9bn
D&A		~€1.9bn ²

¹ Based on an assumed average exchange rate of \$1.10 for €1.00

² Including the amortization of around 400 million Euros from purchase price allocations

Key points

A robust start into the new fiscal year

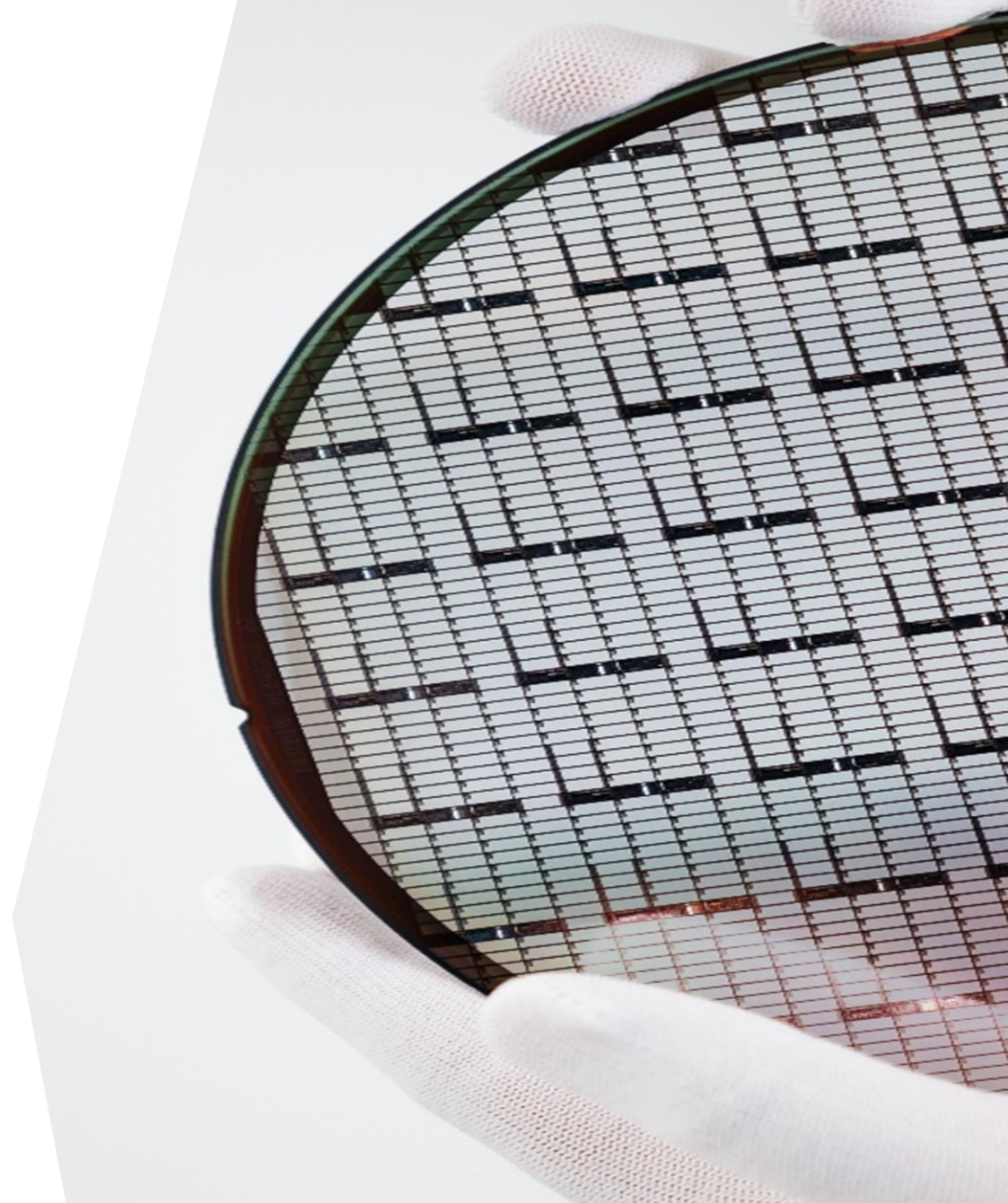
Q1 FY24 – €3.7bn revenue, 22.4% Segment Result Margin

Market environment outside automotive remains weak

- Challenging macro-economic and geopolitical environment
- Auto: MCU share gains and broad e-mobility exposure supporting the business
- Cyclical weakness in industrial as well as consumer, communications, computing and IoT markets persisting, inventory digestion continuing
- Structural growth drivers across Decarbonization and Digitalization remain intact

Outlook FY24

- Revenue €16.0bn +/-500m
- Segment Result Margin low to mid-twenties
- Adj. Free Cash Flow ~ €1.8bn



Questions & Answers





Disclaimer

Disclaimer

This presentation contains forward-looking statements and/or assessments about the business, financial condition performance and strategy of the Infineon Group. These statements and/or assessments are based on assumptions and management expectation resting upon currently available information and present estimates. They are subject to a multitude of uncertainties and risks, many of which are partially or entirely beyond Infineon's control. Infineon's actual business development, financial condition, performance and strategy may therefore differ materially from what is discussed in this presentation. Beyond disclosure requirements stipulated by law, Infineon does not undertake any obligation to update forward-looking statements.

Notes

Order backlog = The total amount of orders received regardless of their current status

Working Capital = ('Total current assets' – 'Cash and cash equivalents' – 'Financial investment' – 'Assets classified as held for sale') – ('Total current liabilities' – 'Short term debt and current maturities of long-term debt' – 'Liabilities classified as held for sale')

DIO (days inventory outstanding; quarter-to-date) = ('Net Inventories' / 'Cost of goods sold') x 90

DPO (days payables outstanding; quarter-to-date) = ('Trade payables' / ['Cost of goods sold' + 'Purchase of property, plant and equipment']) x 90

DSO (days sales outstanding; quarter-to-date) = ('Trade receivables' / 'revenue')¹ x 90

¹ without debtors with credit balances