

Annual Press Conference 2010

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Chief Executive Officer
Infineon Technologies AG

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2010 fiscal year – one of the most successful for Infineon



- Revenue over 50 percent up year-on-year
- Significant improvement in net income
- Return target of 15 percent almost reached



**Profitable, high-growth
and stable company**

Success thanks to long-term strategy



Restructuring



Refinancing



Portfolio measures

As world market leader, optimally equipped



Automotive

1

Market share

9%

2009 Calendar Year
Source: Strategy Analytics,
May 2010

Power

1

Market share

11%

2009 Calendar Year
Source: IMS Research,
July 2010

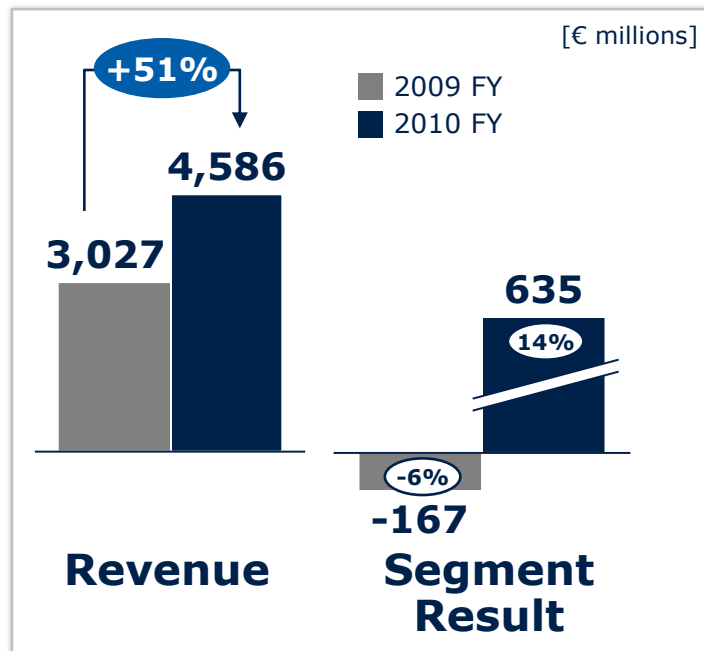
Chip Card

1

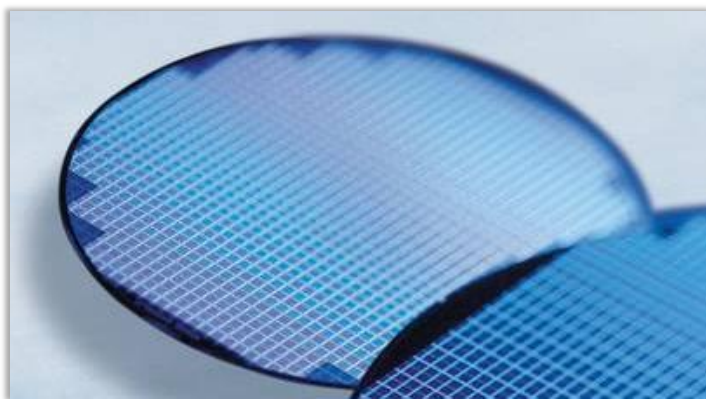
Market share

27%

2009 Calendar Year
Source: Frost & Sullivan,
September 2010

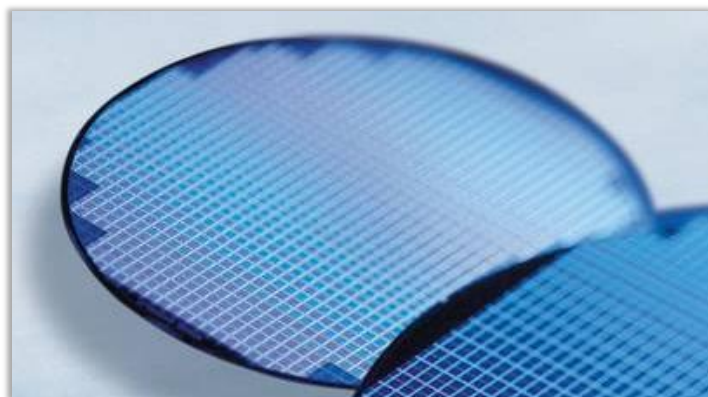
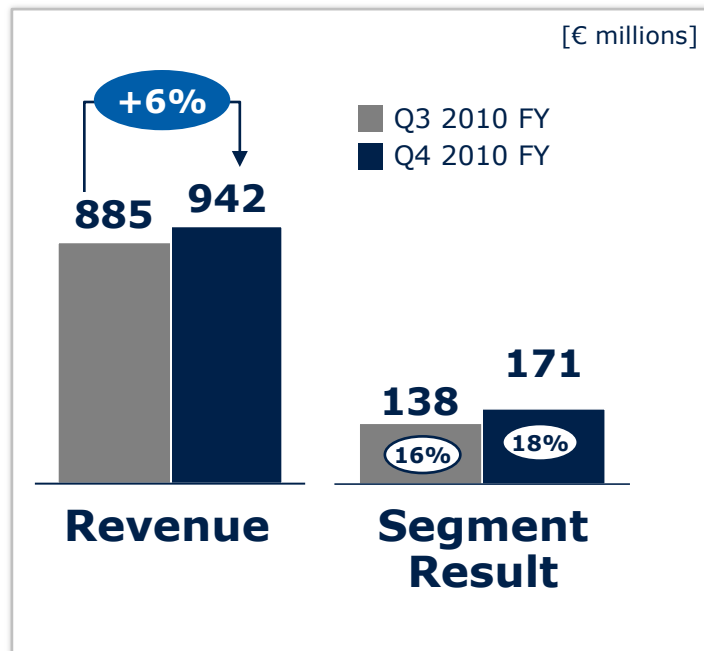


[€ millions]	FY 2009	FY 2010
Revenue	3,027	4,585
Segment Result	-167	635
Consolidated net income (loss)	-674	660
Earnings (loss) [*] per share	-0.73 €	0.61 €



* basic

** Besides the mobile phone business, the Wireless Solutions segment includes the analog and digital TV tuners and satellite radio receivers, as well as the radio frequency power transistors for amplifiers in cellular base stations



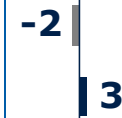
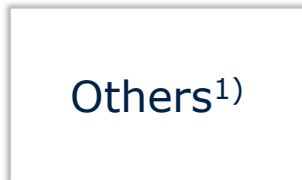
[€ millions]	Q3	Q4
Revenue	885	942
Segment Result	138	171
Segment Result margin	16%	18%
Consolidated net income	126	390
Earnings per share*	0.12 €	0.36 €
Free cash flow	173	236
Gross cash position	1,514	1,727
Net cash	1,108	1,331

* basic

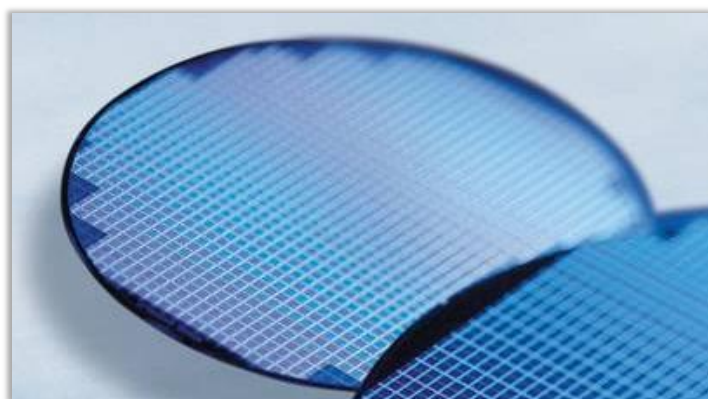
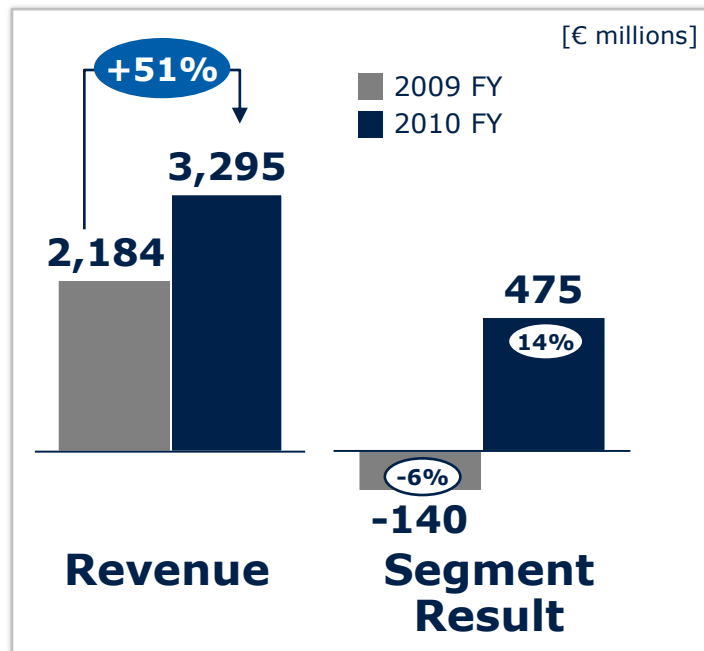
Revenue and Segment Result Q3 and Q4 2010 FY (excluding WLS)

Revenue [€ millions]

Segment Result



1) Other business areas (Lantiq, residual WLS business), corporate and eliminations



[€ millions]	2009 FY	2010 FY
Revenue	2,184	3,295
Segment Result	-140	475
Consolidated net income (loss)	-674	660
Earnings (loss) per share*	-0.73 €	0.61 €
Free cash flow	274	573
Gross cash position	1,507	1,727
Net cash/(debt position)	657	1,331
Workforce	26,464	26,654

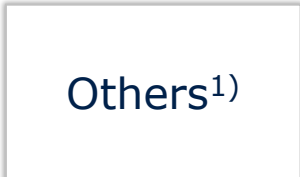
* basic

Revenue and Segment Result 2009 FY and 2010 FY (excluding WLS)



Revenue [€ millions]

Segment Result

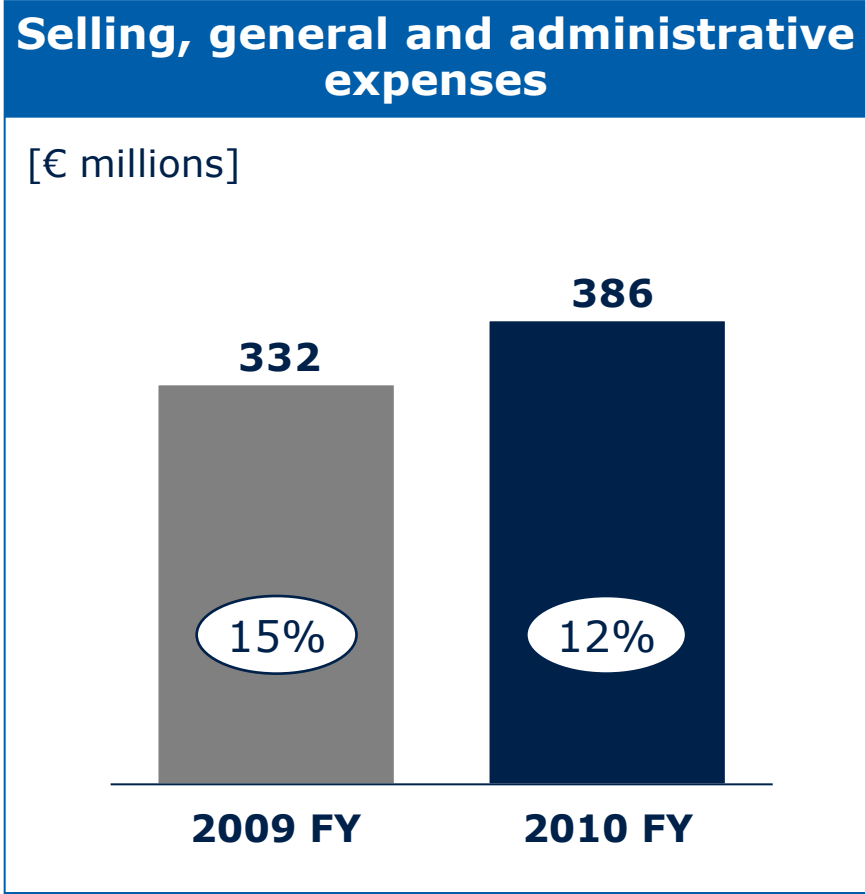
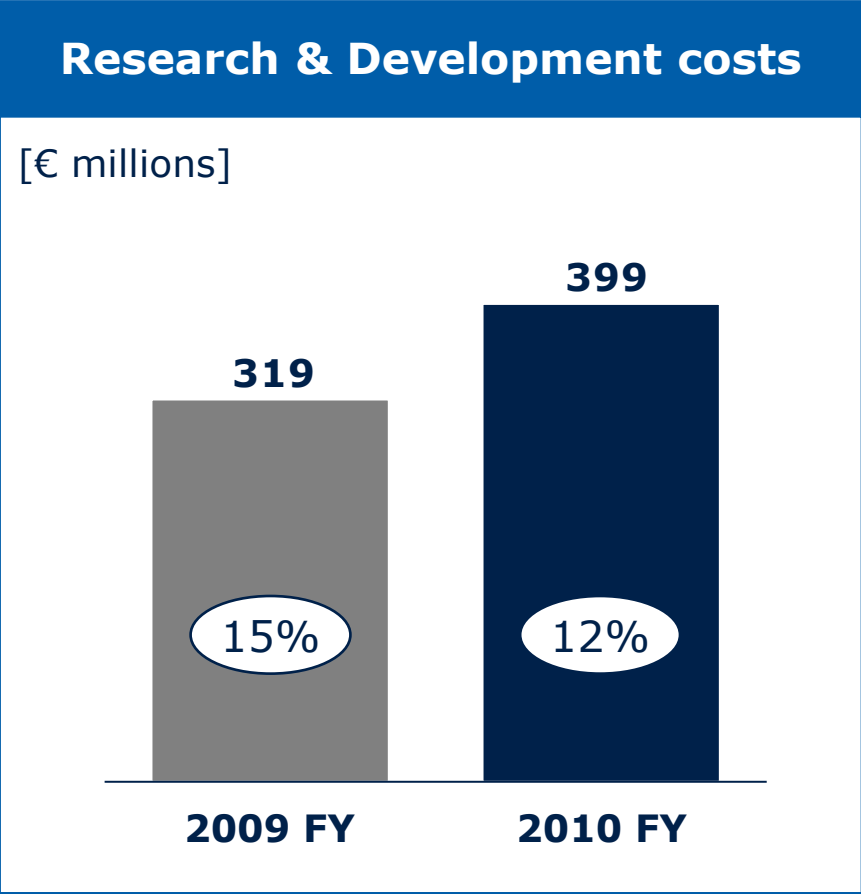


1) Other business areas (Lantiq, residual WLS business), corporate and eliminations

Key data 2009 FY and 2010 FY

[€ millions]	2009 FY	2010 FY	Change
Income (loss) from continuing operations	-233	312	545
Income (loss) from discontinued operations	-441	348	789
Consolidated net income (loss)	-674	660	1,334

Functional costs 2009 FY and 2010 FY (excluding WLS)



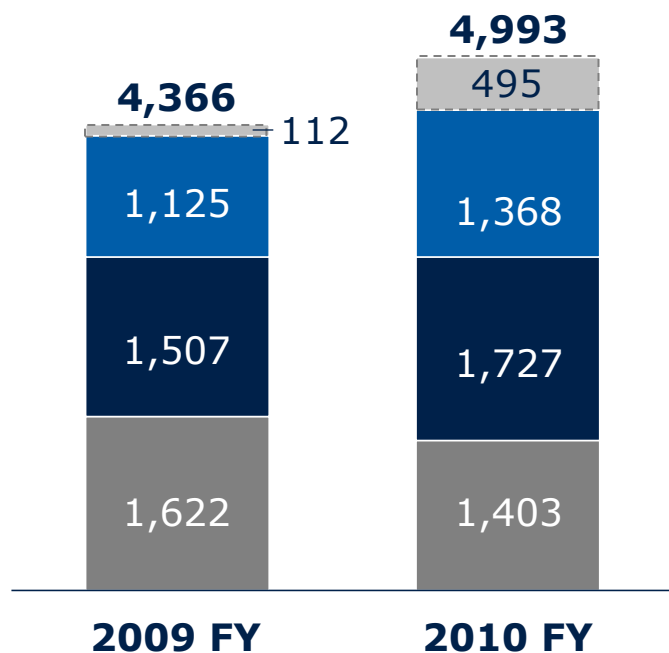
■ 2009 FY
■ 2010 FY
as % of revenue

Infineon consolidated balance sheet 2009 FY and 2010 FY



Assets

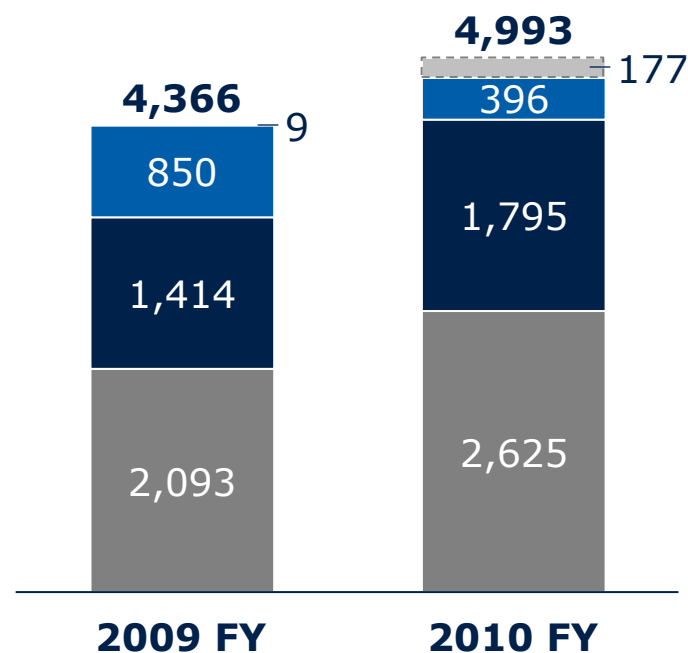
[€ millions]



- Assets held for sale
- Current assets w/o cash
- Gross cash position
- Other assets

Liabilities

[€ millions]



- Liabilities held for sale
- Debts
- Other liabilities
- Equity

Positive outlook

Q1 2011 FY

- Revenues flat to down slightly
- Segment Result Margin at about same level

2011 fiscal year

- Revenue growth close to 10 percent
- Segment Result Margin in mid to high teens percentage range

Application of funds



Targeted expansion of manufacturing capacity with a focus on stepping up productivity



Acquisitions



Dividend payment



Potential share buyback

Three strategic areas for the future

Energy efficiency



Mobility



Security

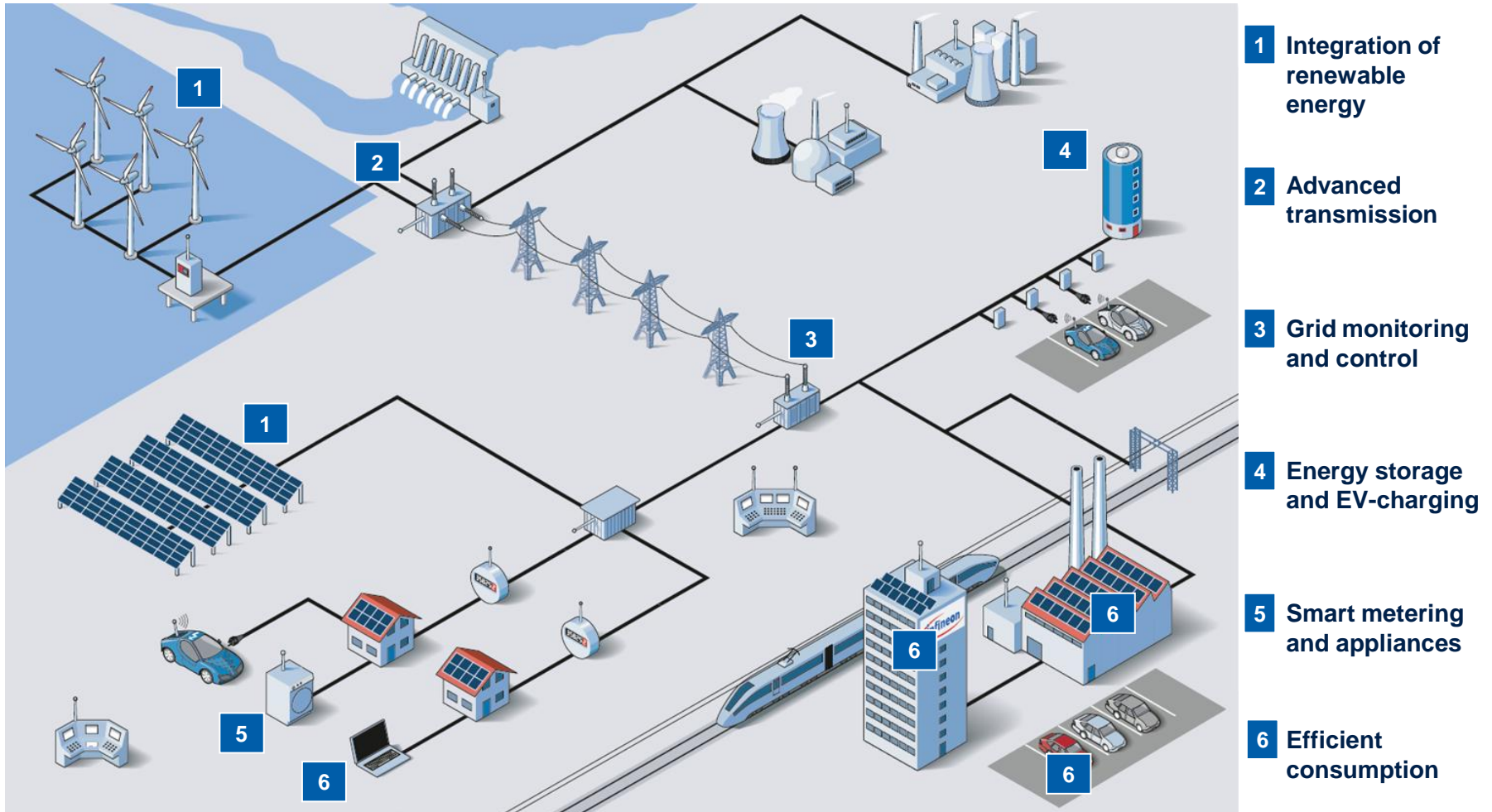


Automotive

Industrial & Multimarket

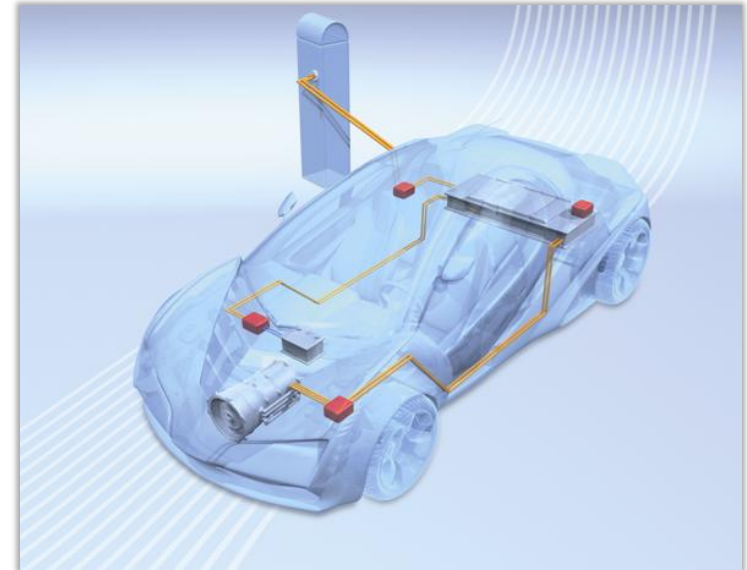
Chip Card & Security

Smart Grid – reliant on innovative semiconductors



Mobility – added performance for the new generation of cars

- New regulations for passenger and pedestrian safety
- Powertrain electrification



New 32-bit microcontroller family



ENERGY EFFICIENCY MOBILITY SECURITY

Innovative semiconductor solutions for energy efficiency, mobility and security.

