



Annual Press Conference 2023

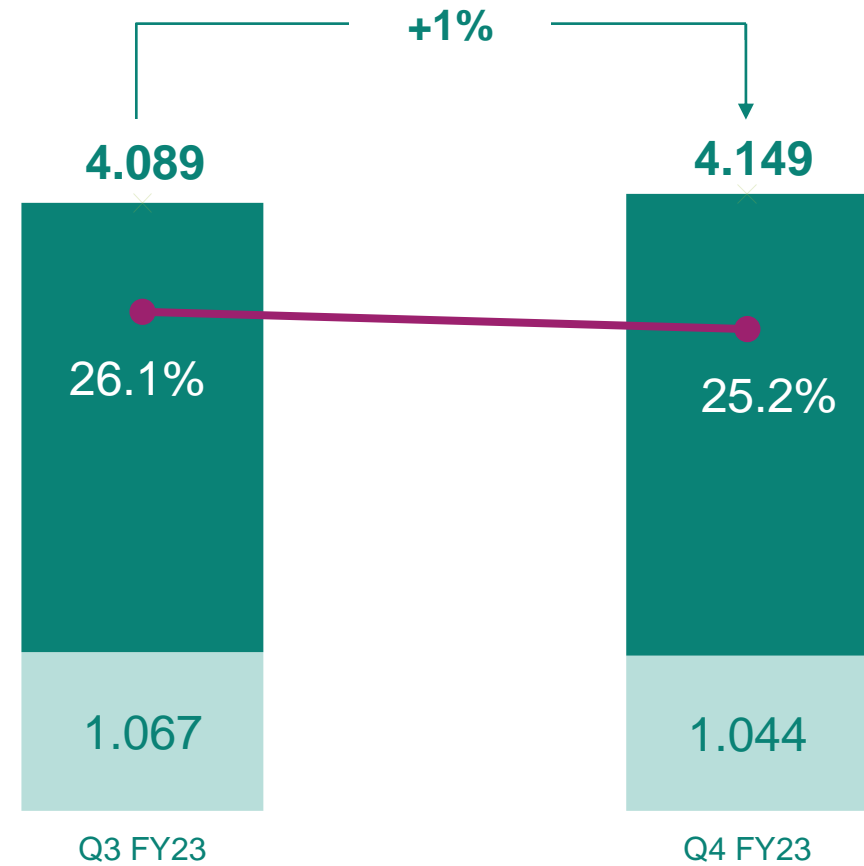
Jochen Hanebeck, Chief Executive Officer
Infineon Technologies AG | Neubiberg, 15 November 2023



**Semiconductors are essential
for shaping the challenges of
the green and digital transformation**

**We are continuing to lay the foundations
for our long-term, profitable growth**

Infineon closed a very solid fourth quarter despite challenging conditions

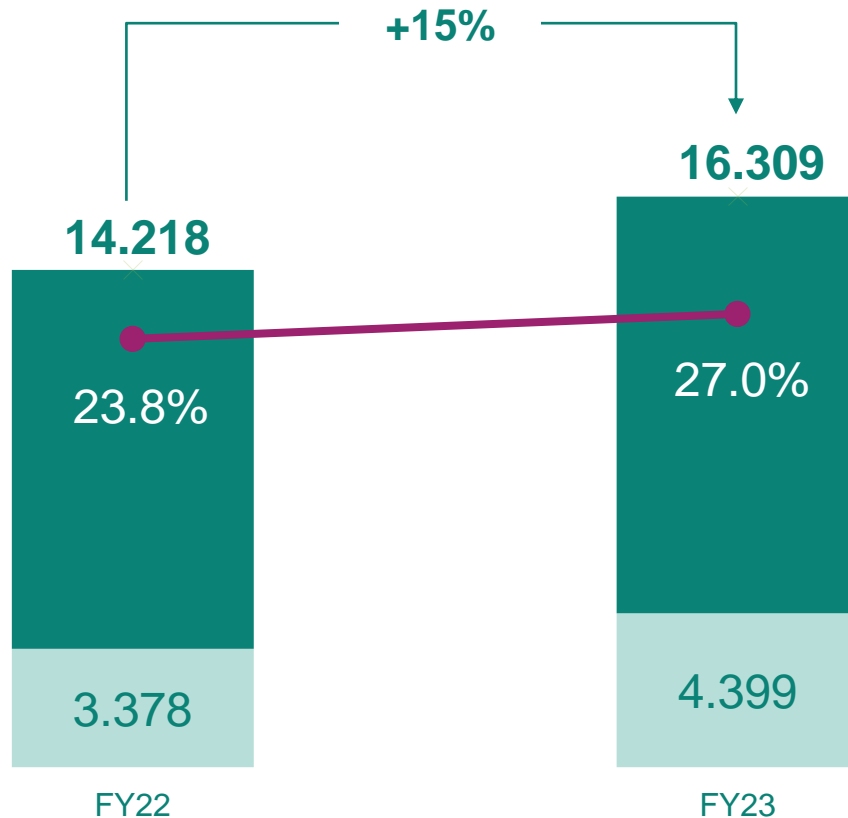


Revenues in € bn

Segment Result in € bn

Segment Result Margin

Infineon significantly increases revenue and profitability in the 2023 fiscal year



■ Revenues in € bn ■ Segment Result in € bn ■ Segment Result Margin

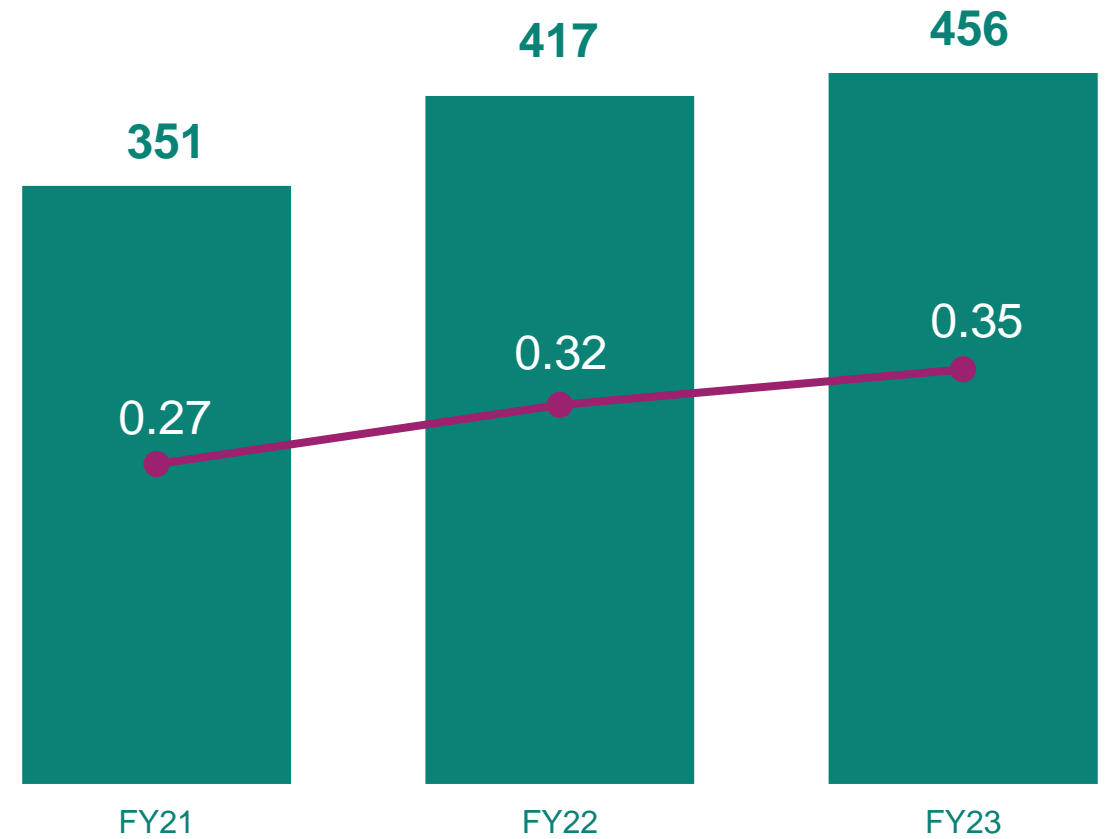
Infineon grows significantly, while global semiconductor revenues decline

The **increase in revenues** goes hand in hand with a **significant improvement in profitability**

Adjusted Free Cash Flow amounted to **1.6 billion euros** and corresponds to **around 10 percent of our annual revenue**

All figures are **in line** with our **more ambitious Target Operating Model** announced a year ago

Proposal to the Annual General Meeting: Increase of dividend to 35 eurocents per share



■ Total dividend payments in € m — Dividend in €/share

Thank you!

Our **58,600 employees** once again
achieved extraordinary results
in the 2023 fiscal year



**The Management Board department for Digital Transformation
has been under new management since November 1**



**Thank you,
Constanze Hufenbecher!**

**The Management Board department for Digital Transformation
has been under new management since November 1**



**A warm welcome,
Elke Reichart!**



Five core applications promise strong structural growth



Electromobility



Assisted Driving



Renewable Energies



Data Centers,
driven by the ever-increasing use of AI

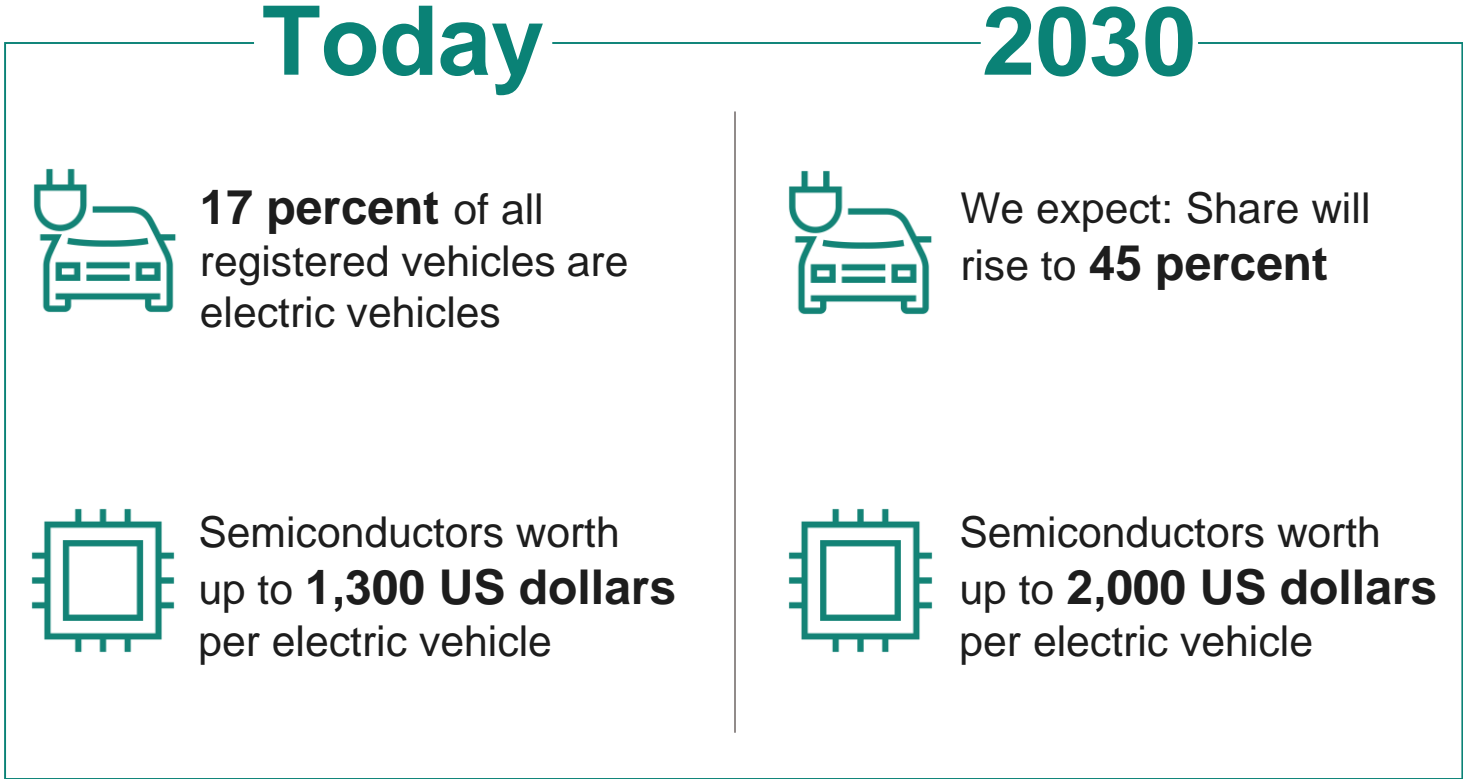


Internet of Things



These areas account for around 60 percent of the expected revenue growth in the coming years

Semiconductor demand per electric vehicle will continue to rise



Infineon is the market leader in automotive semiconductors and offers the most comprehensive product portfolio

Vitesco Technologies and Infineon intensify long-standing partnership for greater efficiency in electromobility



vitesco
TECHNOLOGIES

Vitesco is a **leading international developer and manufacturer of modern drive technologies**

Vitesco will use the **third generation of the AURIX™ microcontroller** in its control systems for new electric/electronic vehicle architectures and electromobility solutions

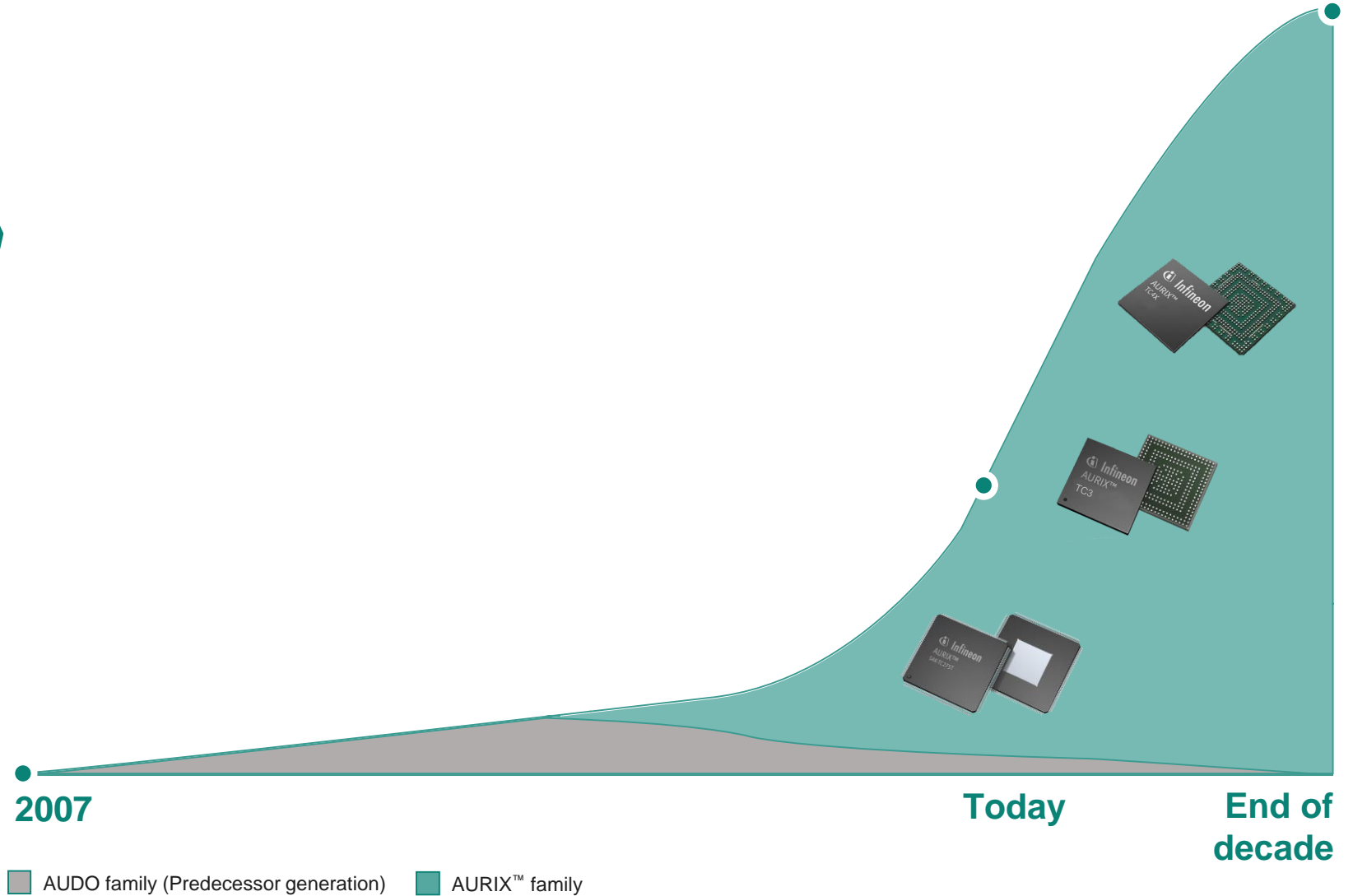


The multi-year agreement is valid from 2027 and has a planned order volume of more than one billion euros

The AURIX™ automotive microcontroller is an Infineon success story



Revenue development of the AURIX™ automotive microcontroller family



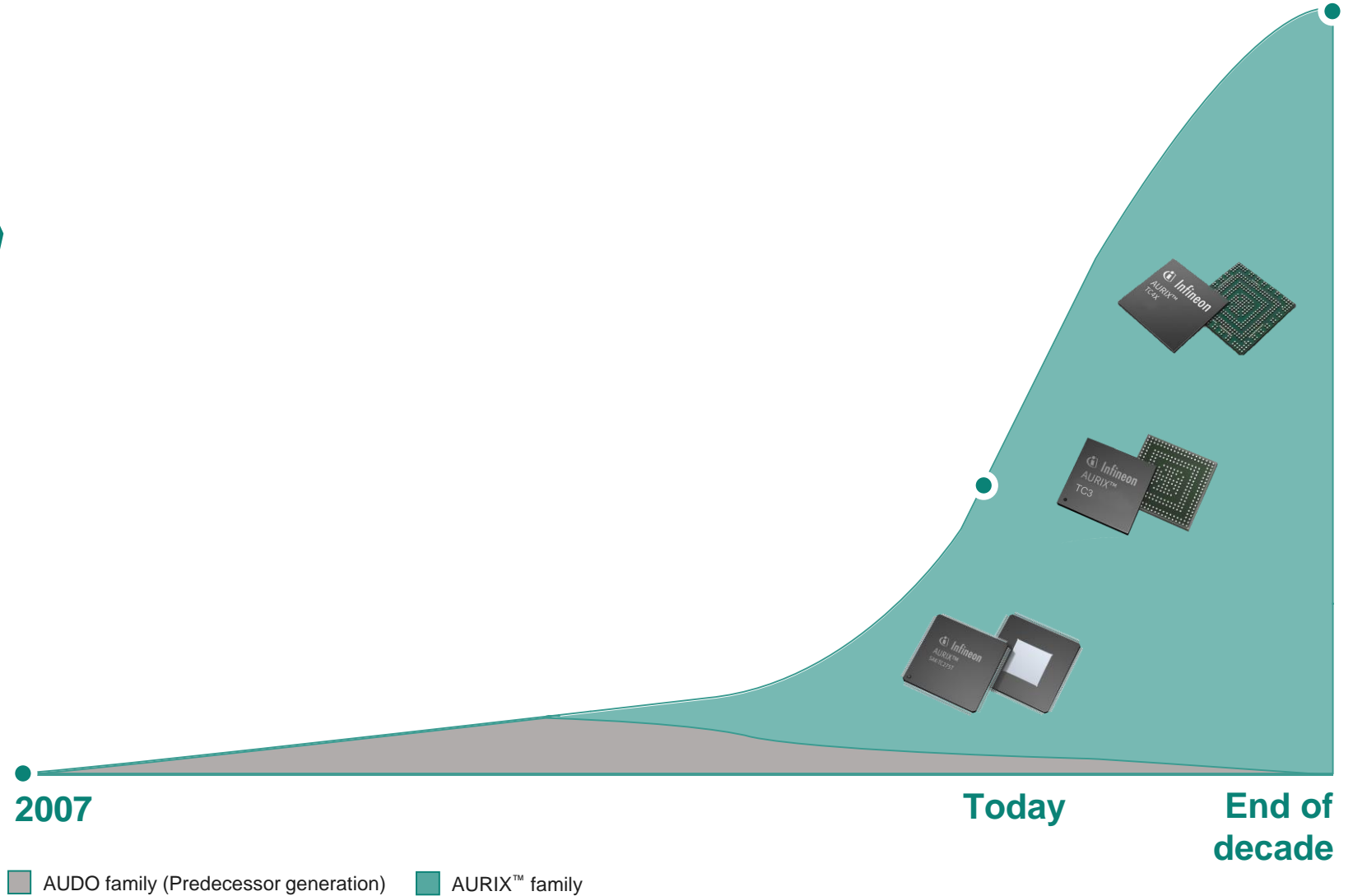
The AURIX™ automotive microcontroller is an Infineon success story



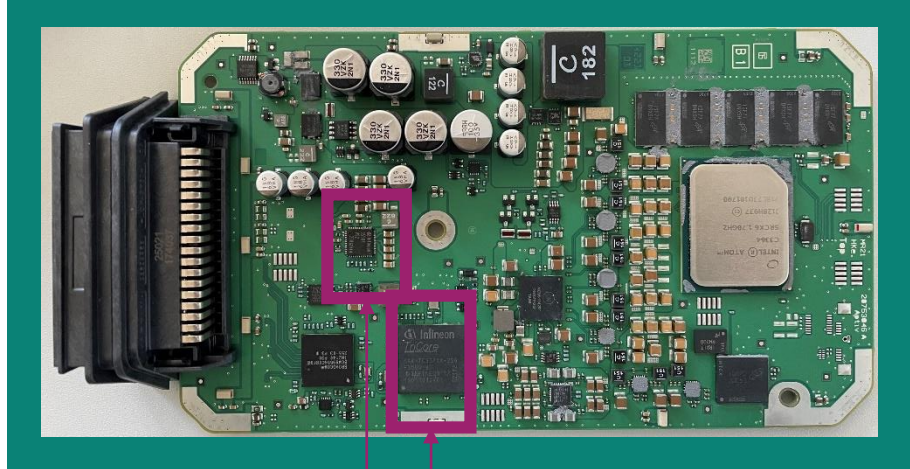
Market position
automotive microcontroller

2021: #3

2022: #2

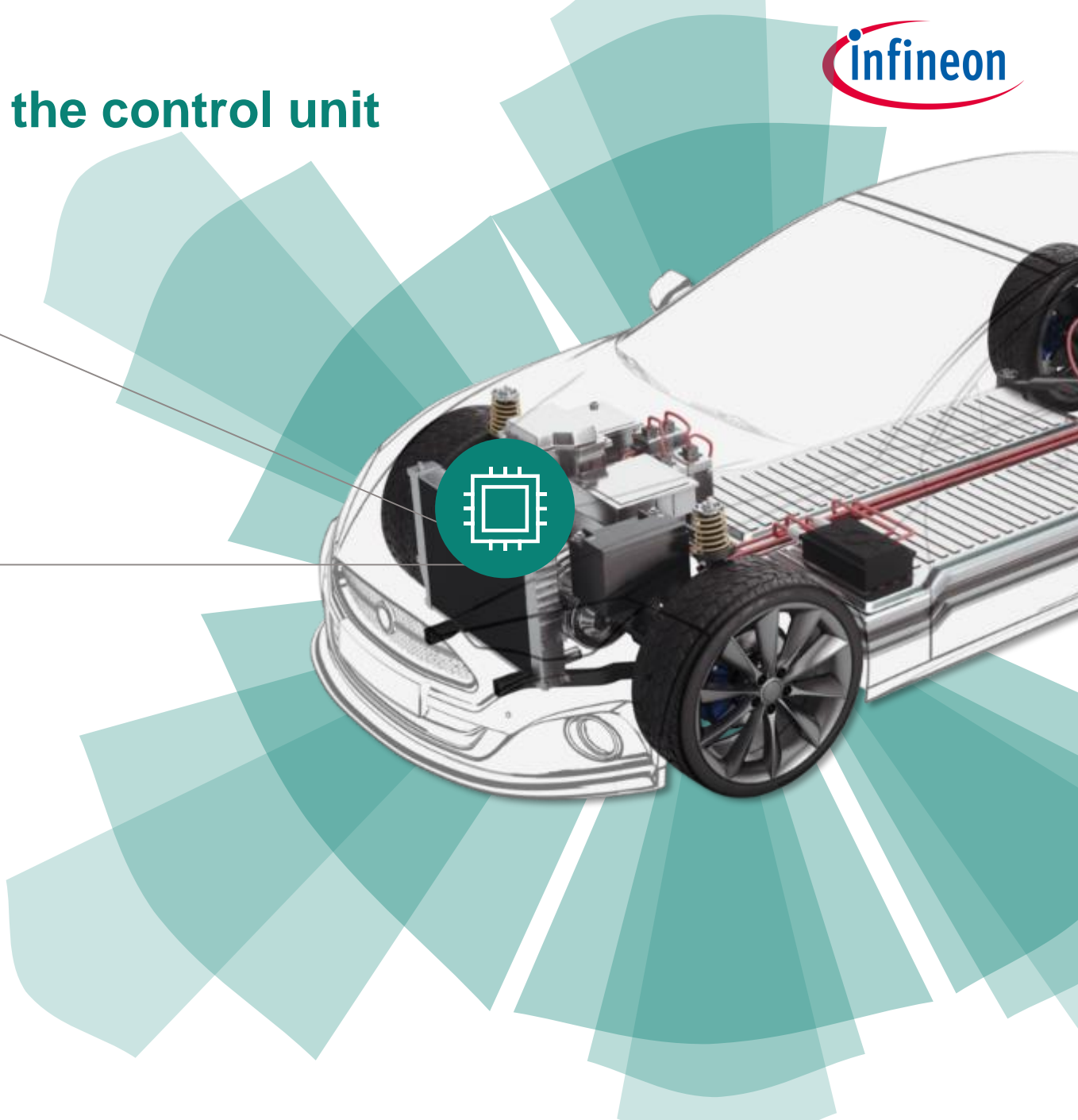


The AURIX™ is a safety companion in the control unit



AURIX™ TC3x

Infineon
Power Management Chip



The expansion of renewable energies is driven forward all over the world



Semiconductors are essential along the entire energy chain and offer Infineon great growth potential

Digitalization is permeating all areas of life

– data centers form the backbone of this process



Worldwide,
data centers consumed
2 percent
of all electricity in 2022 ¹



Share could rise to
7 percent
by 2030 ²

Infineon offers highly energy-efficient power solutions for the entire data center energy supply chain



¹ International Energy Agency

² Calculations and assumptions by Infineon

The Internet of Things plays a decisive role in the green and digital transformation



Infineon acquires ultra-wideband pioneer 3db Access to strengthen its connectivity portfolio



3db Access from Zurich is a **pioneer** in the field of **secure and energy-efficient ultra-wideband technology**

3db Access has **market-ready** ultra-wideband solutions for **secure access control**

Technology can be used in **automotive, smart home** and **consumer applications**

The acquisition opens up additional opportunities for Infineon in a promising growth market

We are strengthening our leading position in power systems through targeted investments



Consequent expansion of front-end production sites



Dresden

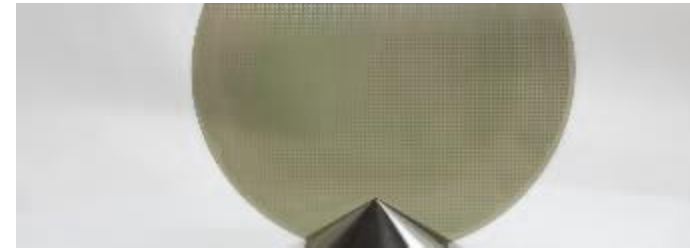


Villach

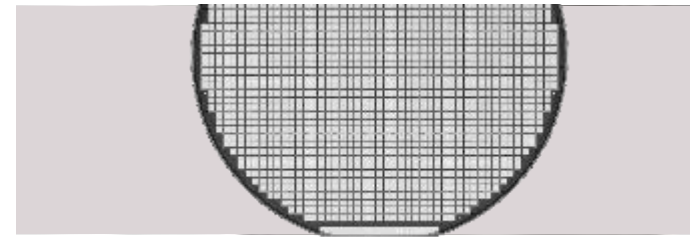


Kulim

Leading market position in all three technologies



Silicon



Silicon carbide



Gallium nitride

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Consequent expansion of front-end production sites



Dresden

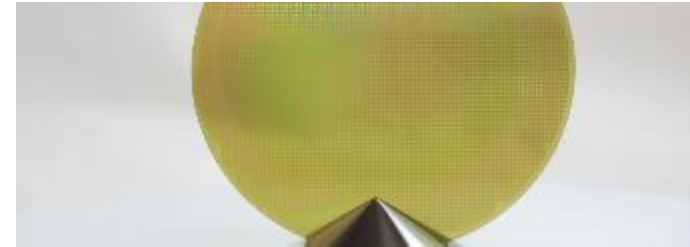


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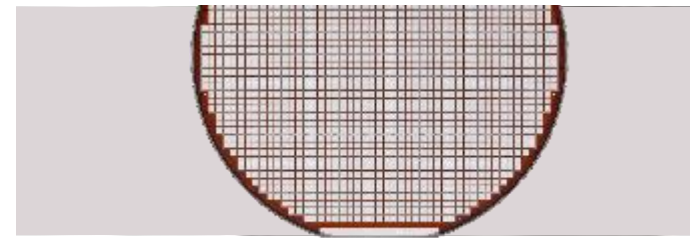


Kulim

Leading market position in all three technologies



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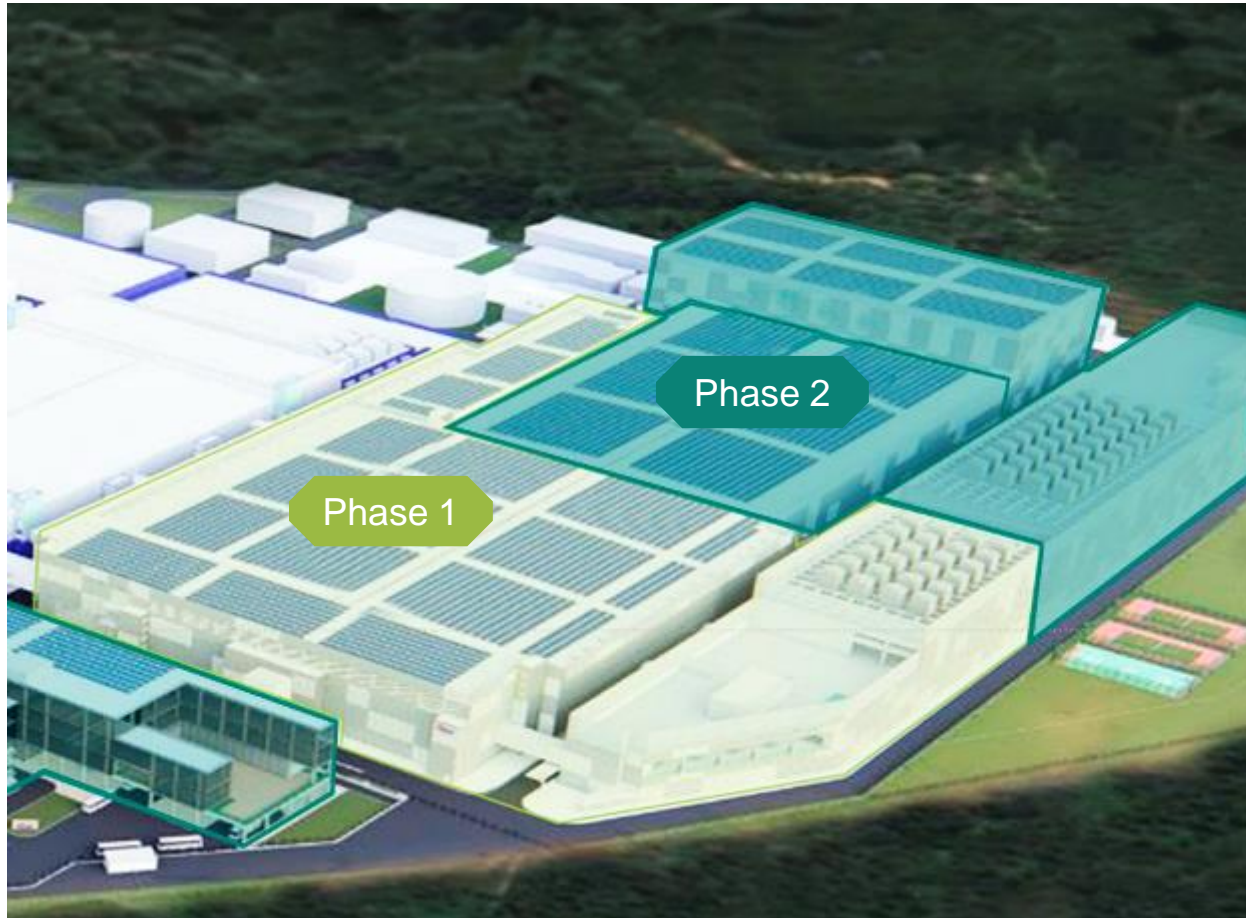


Silicon carbide



Gallium nitride

With the second expansion phase, we are building the largest and most competitive silicon carbide power semiconductor factory



For the first phase of the expansion, we expect to reach the milestone „**Ready for Production**“ in fall 2024



Well-known **customers** from the **automotive** and **renewable energies** sectors are supporting our investment decision



Long-term agreements including advance payments amounting to around **1 billion euros** were concluded

We are strengthening our leading position in power systems through targeted investments



Consequent expansion of front-end production sites



Dresden



Villach

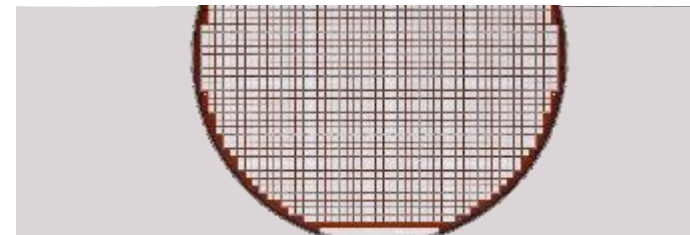


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Leading market position in all three technologies



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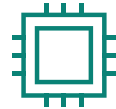
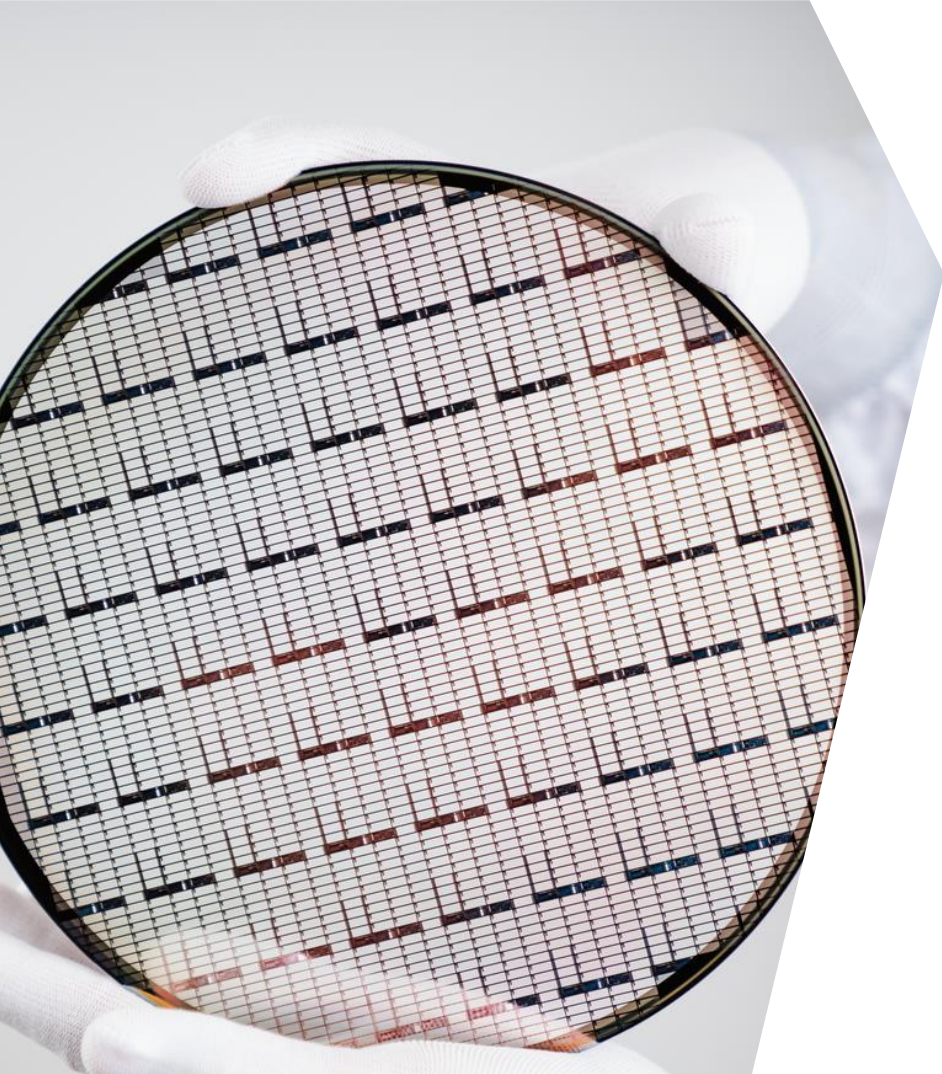


Silicon carbide



Gallium nitride

With the acquisition of GaN Systems, Infineon is strengthening its leading position in power systems



Broad portfolio of gallium nitride-based solutions with more than **350 GaN patent families**



Team of ~450 experts specialized in GaN technology



Accelerating the roadmap for GaN solutions

We have set ourselves these targets for the 2024 fiscal year

| | Outlook Q1 FY 2024¹ | Outlook FY 2024¹ |
|--|--|---|
| Revenues | ~ € 3.8 bn | ~ € 17.0 bn plus or minus € 500 m |
| Segment Result Margin | ~ 22 % | ~ 24 % at the midpoint of the revenue guidance |
| Free Cash Flow/ adj. Free Cash Flow | | ~ € 0.4 bn/~ € 2.2 bn |
| Investments | | ~ € 3.3 bn |

¹ Based on an assumed US-Dollar/Euro exchange rate of 1.05

Conclusion

Infineon had a **very strong 2023 fiscal year** and set **new records** for revenue and earnings.

The **current market dynamics are mixed**. The **mobility of the future** and **renewable energies** are currently the **strongest growth drivers** for our business. In all **other areas**, we see a temporarily difficult, **cyclical market environment**. Thanks to our **broad-based business**, we are also **successful** in the current phase. Our outlook for the 2024 fiscal year shows that we expect **solid profitability** in a year of slower growth.

Decarbonization and digitalization will remain the foundation of our business in the coming years. In our key applications, we continue to see **strong growth drivers** and great opportunities for Infineon. Therefore, we are continuing to **execute our strategy with determination**.

We are investing in our **application and technical expertise** and in the **build-up of our production capacities**. We are expanding our **position as a leader in power systems and IoT**.

