

Press Release

Infineon posts solid fourth-quarter earnings and proposes a dividend of €0.18 per share

- **Q4 FY 2014: Revenue €1,175 million; Segment Result of €188 million; Segment Result Margin of 16.0 percent**
- **FY 2014: Revenue up by 12 percent to €4,320 million, Segment Result of €620 million, Segment Result Margin of 14.4 percent**
- **Outlook for Q1 FY 2015: Due to normal seasonality, revenue expected to decrease by between 5 and 9 percent with Segment Result Margin between 10 and 13 percent**
- **Outlook for FY 2015: Revenue increase of 8 percent, plus or minus 2 percentage points, compared to previous fiscal year, with Segment Result Margin at about 14 percent**
- **Management Board and Supervisory Board propose dividend of €0.18 per share for 2014 fiscal year**

Neubiberg, Germany, November 27, 2014 – Infineon Technologies AG today reports its results for the fourth quarter and the 2014 fiscal year, both ended September 30, 2014.

€ in millions	3 months ended	sequential	3 months ended	year-on-year	3 months ended
	Sep 30, 14	+/- in %	Jun 30, 14	+/- in %	Sep 30, 13
Revenue	1,175	6	1,110	12	1,053
Segment Result	188	11	170	27	148
Segment Result Margin [in %]	16.0%		15.3%		14.1%
Income from continuing operations	148	3	143	6	139
Income (loss) from discontinued operations, net of income taxes	33	+++	-	+++	3
Net income	181	27	143	27	142
Basic earnings per share (in euro) attributable to shareholders of Infineon Technologies AG ¹ :					
Basic earnings per share (in euro) from continuing operations	0.13	-	0.13	-	0.13
Basic earnings per share (in euro) from discontinued operations	0.03	+++	-	+++	-
Basic earnings per share (in euro)	0.16	23	0.13	23	0.13
Diluted earnings per share (in euro) attributable to shareholders of Infineon Technologies AG ¹ :					
Diluted earnings per share (in euro) from continuing operations	0.13	-	0.13	-	0.13
Diluted earnings per share (in euro) from discontinued operations	0.03	+++	-	+++	-
Diluted earnings per share (in euro)	0.16	23	0.13	23	0.13

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

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"We have made good use of the opportunities open to us in a dynamically growing market. We were well prepared to handle steeply rising demand from our customers and therefore always able to deliver reliably. Revenue, earnings and margin all saw solid increases, in line with our expectations. Infineon's Management Board and Supervisory Board want shareholders to participate in this success and are therefore proposing a dividend of €0.18 per share," stated Dr. Reinhard Ploss, CEO of Infineon Technologies AG. "Despite a challenging market environment, we plan to continue growing in the current 2015 fiscal year – in addition to growth resulting from the planned acquisition of International Rectifier."

Group earnings in the fourth quarter of the 2014 fiscal year

Revenue generated by the Infineon Group grew by 6 percent in the fourth quarter of the 2014 fiscal year to €1,175 million, compared with €1,110 million in the preceding quarter. Revenue growth was particularly strong in the Industrial Power Control (IPC), Power Management & Multimarket (PMM) and Chip Card & Security (CCS) segments. From the strong revenue base achieved in the preceding quarters, revenue for the Automotive (ATV) segment grew by a further 2 percent.

Segment Result also increased on the back of this revenue growth, rising by 11 percent from €170 million in the preceding quarter to €188 million in the fourth quarter of the 2014 fiscal year, with the Segment Result Margin improving from 15.3 percent to 16.0 percent.

Income from continuing operations increased slightly from €143 million to €148 million in the fourth quarter of the 2014 fiscal year. In addition to the improved Segment Result, two other factors influenced this development. On the one hand, operating income decreased from €165 million in the third quarter to €118 million in the fourth quarter, mainly resulting from a fine of €83 million imposed by the European Commission in conjunction with antitrust proceedings against several manufacturers of semiconductors used in chip card applications (expense recorded in other operating expenses). A tax benefit of €29 million resulting from the revaluation of deferred tax assets on tax loss carry-forwards worked in the opposite direction.

The result from discontinued operations improved from nil in the third quarter to €33 million in the fourth quarter, primarily due to the partial reversal of provisions to reflect the partial settlement reached with the insolvency administrator of Qimonda AG in September.

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Fourth-quarter net income improved to €181 million, following on from the €143 million recorded in the previous quarter. Earnings per share (basic and diluted) increased from €0.13 in the third quarter to €0.16 in the fourth quarter.

Investments – which Infineon defines as the sum of purchases of property, plant and equipment, purchases of intangible assets, and capitalized development costs – amounted to €242 million in the fourth quarter and were thus significantly higher than the previous quarter's figure of €144 million. Depreciation and amortization increased slightly from €131 million in the third quarter to €137 million in the fourth.

Free cash flow¹ from continuing operations increased significantly quarter-on-quarter from €78 million to €158 million. The considerably higher level of net cash provided by operating activities was only partly reduced by increased investments.

Due to the strong free cash flow, the gross cash position amounted to €2,418 million at September 30, 2014, compared with €2,263 million at the end of June 2014. The net cash position also improved over the same period from €2,073 million to €2,232 million.

Dividend for the 2014 fiscal year: €0.18 per share

The Management Board and the Supervisory Board of Infineon Technologies AG have decided to put forward a proposal at the Annual General Meeting (to be held in Munich on February 12, 2015) that the dividend for the 2014 fiscal year be raised by €0.06 to €0.18. This proposed level of dividend is at the upper end of the range of €0.16 to €0.18 per share communicated in May 2014.

Infineon's strategy is to pursue a dividend policy that enables shareholders to participate appropriately in growing earnings or, in times of flat or declining earnings and/or with negative free cash flows, to keep the dividend at a constant level.

Outlook for first quarter of 2015 fiscal year

Due to the seasonal decline of demand towards the end of the calendar year, Infineon expects revenue to decrease by between 5 and 9 percent in the first quarter of the 2015 fiscal year. The first-quarter Segment Result Margin is forecast to come in at between 10 and 13 percent. Revenue is expected to be lower in all four segments, with ATV recording the smallest decrease in percentage terms.

¹ For definitions and the calculation of free cash flow and the gross and net cash position, please see page 12.

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Outlook for the 2015 fiscal year

For the 2015 fiscal year, based on an assumed exchange rate of US\$1.30 to the euro, Infineon forecasts a year-on-year growth in revenue of 8 percent, plus or minus 2 percentage points. At the mid-point of the planned range for revenue growth, the Segment Result Margin is expected to be about 14 percent.

The ATV, PMM and CCS segments are forecast revenue to grow either in line with or slightly faster than the average for the Group as a whole. Revenue growth in the IPC segment is expected to be significantly below the Group average. Planned investments for the 2015 fiscal year are around €700 million, containing an amount of about 13 percent of sales for investments for equipment within our operating facilities and for intangibles as one part. In addition between €60 and €70 million will be spent for readying our second shell in Kulim, Malaysia, for volume production and payments of approximately €20 million are required for the purchase of Qimonda patents in conjunction with the settlement recently reached with the insolvency administrator of Qimonda AG. Depreciation and amortization should amount to approximately €600 million.

Planned acquisition of International Rectifier

On August 20, 2014 Infineon announced its intention to acquire all of the shares of the US semiconductor manufacturer International Rectifier for US\$40 per share. At the Extraordinary Meeting of the shareholders of that entity on November 4, 2014, the sale was approved with a 99.5 percent shareholder vote. The acquisition now only requires the approval of the relevant regulatory authorities. Subject to the necessary approvals, closing is expected towards the end of the 2014 calendar year or at the beginning of the 2015 calendar year.

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Segment earnings in fourth quarter of the 2014 fiscal year

€ in millions	in % of total revenue	3 months ended Sep 30, 14	sequential +/- in %	3 months ended Jun 30, 14	year-on- year +/- in %	3 months ended Sep 30, 13
Infineon						
Revenue	100	1,175	6	1,110	12	1,053
Segment Result		188	11	170	27	148
Segment Result Margin [in %]		16.0%		15.3%		14.1%
Automotive (ATV)						
Segment Revenue	44	518	2	510	14	455
Segment Result		69	(1)	70	21	57
Segment Result Margin [in %]		13.3%		13.7%		12.5%
Industrial Power Control (IPC)						
Segment Revenue	19	219	10	200	11	197
Segment Result		44	10	40	33	33
Segment Result Margin [in %]		20.1%		20.0%		16.8%
Power Management & Multimarket (PMM)						
Segment Revenue	26	300	11	271	11	271
Segment Result		60	30	46	22	49
Segment Result Margin [in %]		20.0%		17.0%		18.1%
Chip Card & Security (CCS)						
Segment Revenue	12	142	15	123	10	129
Segment Result		20	+++	10	67	12
Segment Result Margin [in %]		14.1%		8.1%		9.3%
Other Operating Segments (OOS)						
Segment Revenue	0	5	-	5	-	5
Segment Result		-	---	4	+++	(1)
Corporate and Eliminations (C&E)						
Segment Revenue	-1	(9)	---	1	---	(4)
Segment Result		(5)	---	-	---	(2)

The ATV segment revenue increased slightly (by 2 percent) from €510 million in the third quarter to €518 million in the fourth quarter of the 2014 fiscal year. Global car markets worldwide showed in general stable growth. Demand for vehicles produced by German premium manufacturers remained strong. At €69 million, the fourth-quarter Segment Result was practically unchanged to the preceding quarter's €70 million. The Segment Result Margin fell slightly from 13.7 percent to 13.3 percent.

IPC segment revenue increased quarter-on-quarter by 10 percent from €200 million to €219 million, mainly due to rising demand for traction and industrial drives-related products, while demand for renewable energy-related products was slightly weaker. Segment Result climbed from €40 million in the third quarter to €44 million in the fourth quarter, reflecting the increase in revenue. The Segment Result Margin increased marginally from 20.0 percent to 20.1 percent.

PMM segment revenue increased by 11 percent from €271 million in the previous three-month-period to €300 million in the fourth quarter of the 2014 fiscal year. The significant increase mainly reflects seasonally strong demand for mobile devices. Products used in power supply applications and digitally controlled DC conversion also contributed to

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revenue growth. Demand for cellular network infrastructure products remained at the similarly high level to the preceding quarter. Segment Result climbed from €46 million in the third quarter to €60 million in the fourth quarter, in line with the increase in revenue. The Segment Result Margin improved quarter-on-quarter from 17.0 percent to 20.0 percent.

CCS segment revenue rose in the fourth quarter of the 2014 fiscal year by 15 percent to €142 million, compared with €123 million in the third quarter. The strong performance was mainly driven by significantly higher demand for chips used in payment and government ID. Revenue also grew for business relating to authentication, mobile security and pay TV applications. Segment Result improved quarter-on-quarter from €10 million to €20 million, giving a Segment Result Margin of 14.1 percent, compared with the previous quarter's 8.1 percent.

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Analyst telephone conference and press conference

Infineon will host a telephone conference call for analysts and investors (in English only) on November 27, 2014 at 9:30 am (CET), 3:30 am (EST). During the call, the Infineon Management Board will present the Company's results from the fourth quarter and 2014 fiscal year. In addition, the Management Board will host a live press conference at 11:00 am (CET), 5:00 am (EST). 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 **Q4 Investor Presentation** is available (in English only) at:

<http://www.infineon.com/cms/en/corporate/investor/reporting/index.html>

The **2014 annual report** will be published starting today at about 10.00 am (CET) on Infineon's website as well the website of Deutsche Börse.

www.infineon.com/annualreport

Infineon Financial Calendar (*preliminary)

- Dec 2-3, 2014 Credit Suisse TMT Conference, Scottsdale/Arizona
- Jan 29, 2015* Earnings Release for the First Quarter of the 2015 Fiscal Year
- Feb 12, 2015 Annual General Meeting 2015, Munich
- May 5, 2015* Earnings Release for the Second Quarter of the 2015 Fiscal Year
- Jul 30, 2015* Earnings Release for the Third Quarter of the 2015 Fiscal Year
- Nov 26, 2015* Earnings Release for the Fourth Quarter and Full 2015 Fiscal Year

About Infineon

[Infineon](http://www.infineon.com) Technologies AG, Neubiberg, Germany, offers semiconductor and system solutions addressing three central challenges to modern society: [energy efficiency](#), [mobility](#), and [security](#). In the 2014 fiscal year (ending September 30), the Company reported sales of Euro 4.3 billion with around 29.800 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).

Further information is available at www.infineon.com.

This news release is available online at www.infineon.com/press.

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FINANCIAL INFORMATION

According to IFRS

Consolidated Statement of Operations

€ in millions; except for the per share data	3 months ended			12 months ended	
	Sep 30, 14	Jun 30, 14	Sep 30, 13	Sep 30, 14	Sep 30, 13
	(unaudited)	(unaudited)	(unaudited)		
Revenue	1,175	1,110	1,053	4,320	3,843
Cost of goods sold	(716)	(680)	(657)	(2,673)	(2,520)
Gross profit	459	430	396	1,647	1,323
Research and development expenses	(140)	(141)	(140)	(550)	(525)
Selling, general and administrative expenses	(138)	(122)	(115)	(496)	(440)
Other operating income	8	6	7	26	19
Other operating expense	(71)	(8)	(1)	(102)	(52)
Operating income	118	165	147	525	325
Financial income	3	3	7	10	30
Financial expense	(4)	(2)	(13)	(19)	(51)
Gain from investments accounted for using the equity method	2	-	2	3	2
Income from continuing operations before income taxes	119	166	143	519	306
Income tax	29	(23)	(4)	(31)	(23)
Income from continuing operations	148	143	139	488	283
Income (loss) from discontinued operations, net of income taxes	33	-	3	47	(11)
Net income	181	143	142	535	272
Attributable to:					
Non-controlling interests	-	-	-	-	-
Shareholders of Infineon Technologies AG	181	143	142	535	272
Basic earnings per share (in euro) attributable to shareholders of Infineon Technologies AG ¹ :					
Weighted average shares outstanding (in million) – basic	1,122	1,122	1,075	1,111	1,075
Basic earnings per share (in euro) from continuing operations	0.13	0.13	0.13	0.44	0.26
Basic earnings per share (in euro) from discontinued operations	0.03	-	-	0.04	(0.01)
Basic earnings per share (in euro)	0.16	0.13	0.13	0.48	0.25
Diluted earnings per share (in euro) attributable to shareholders of Infineon Technologies AG ¹ :					
Weighted average shares outstanding (in million) – diluted	1,122	1,122	1,127	1,123	1,076
Diluted earnings per share (in euro) from continuing operations	0.13	0.13	0.13	0.44	0.26
Diluted earnings per share (in euro) from discontinued operations	0.03	-	-	0.04	(0.01)
Diluted earnings per share (in euro)	0.16	0.13	0.13	0.48	0.25

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 impact on earnings of restructuring and closures; share-based compensation expense; acquisition-related depreciation/amortization and other expenses; gains (losses) on sales of assets, businesses, or interests in subsidiaries as well as other income (expense), including litigation costs.

Reconciliation of Segment Result to Operating Income

€ in millions	3 months ended			12 months ended	
	Sep 30, 14	Jun 30, 14	Sep 30, 13	Sep 30, 14	Sep 30, 13
	(unaudited)	(unaudited)	(unaudited)		
Segment Result	188	170	148	620	377
Plus/Minus:					
Impairment on assets including assets classified as held for sale, net of reversals	(1)	(1)	(1)	(3)	(19)
Impact on earnings of restructuring and closures, net	-	(1)	(11)	(8)	(18)
Share-based compensation expense	(2)	(2)	(1)	(6)	(3)
Acquisition-related depreciation/amortization and other expenses	(8)	-	-	(8)	(2)
Gains on sales of assets, businesses, or interests in subsidiaries, net	-	-	-	2	1
Other income and expense, net ¹	(59)	(1)	12	(72)	(11)
Operating income	118	165	147	525	325

¹The €83 million fine imposed upon Infineon by the EU-Commission in their antitrust investigations against chip card manufacturers is included in the 3 and 12 months to 30 September 2014.

Revenues and Segment Result for the three and twelve months ended September 30, 2014 and 2013

Revenue € in millions	3 months ended			12 months ended		
	Sep 30, 14	Sep 30, 13	+/- in %	Sep 30, 14	Sep 30, 13	+/- in %
	(unaudited)	(unaudited)				
Automotive	518	455	14	1,965	1,714	15
Industrial Power Control	219	197	11	783	651	20
Power Management & Multimarket	300	271	11	1,061	987	7
Chip Card & Security	142	129	10	494	463	7
Other Operating Segments	5	5	-	22	26	(15)
Corporate and Eliminations	(9)	(4)	---	(5)	2	---
Total	1,175	1,053	12	4,320	3,843	12

Segment Result € in millions	3 months ended			12 months ended		
	Sep 30, 14	Sep 30, 13	+/- in %	Sep 30, 14	Sep 30, 13	+/- in %
	(unaudited)	(unaudited)				
Automotive	69	57	21	259	167	55
Industrial Power Control	44	33	33	144	38	+++
Power Management & Multimarket	60	49	22	172	144	19
Chip Card & Security	20	12	67	43	39	10
Other Operating Segments	-	(1)	+++	6	(9)	+++
Corporate and Eliminations	(5)	(2)	---	(4)	(2)	---
Total	188	148	27	620	377	64

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Revenues and Segment Result for the three months ended September 30, 2014 and June 30, 2014

Revenue € in millions	3 months ended		
	Sep 30, 14 (unaudited)	Jun 30, 14 (unaudited)	+/- in %
Automotive	518	510	2
Industrial Power Control	219	200	10
Power Management & Multimarket	300	271	11
Chip Card & Security	142	123	15
Other Operating Segments	5	5	-
Corporate and Eliminations	(9)	1	---
Total	1,175	1,110	6

Segment Result € in millions	3 months ended		
	Sep 30, 14 (unaudited)	Jun 30, 14 (unaudited)	+/- in %
Automotive	69	70	(1)
Industrial Power Control	44	40	10
Power Management & Multimarket	60	46	30
Chip Card & Security	20	10	+++
Other Operating Segments	-	4	---
Corporate and Eliminations	(5)	-	---
Total	188	170	11

Employees

	Sep 30, 14	Jun 30, 14	Sep 30, 13
		(unaudited)	
Infineon	29,807	28,954	26,725
Thereof: Research & Development	4,822	4,747	4,472

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Consolidated Statement of Financial Position

€ in millions	Sep 30, 14	Jun 30, 14 (unaudited)	Sep 30, 13
Assets:			
Cash and cash equivalents	1,058	291	527
Financial investments	1,360	1,972	1,759
Trade receivables	581	553	518
Inventories	707	680	609
Income tax receivable	7	5	12
Other current assets	221	213	198
Total current assets	3,934	3,714	3,623
Property, plant and equipment	1,700	1,615	1,600
Goodwill and other intangible assets	250	228	170
Investments accounted for using the equity method	35	34	34
Deferred tax assets	378	322	325
Other non-current assets	141	144	153
Total non-current assets	2,504	2,343	2,282
Total assets	6,438	6,057	5,905
Liabilities and equity:			
Short-term debt and current maturities of long-term debt	35	25	134
Trade payables	648	531	569
Short-term provisions	590	652	675
Income tax payable	69	64	62
Other current liabilities	261	220	154
Total current liabilities	1,603	1,492	1,594
Long-term debt	151	165	169
Pension plans and similar commitments	379	247	246
Deferred tax liabilities	5	2	4
Long-term provisions	70	56	46
Other non-current liabilities	72	69	70
Total non-current liabilities	677	539	535
Total liabilities	2,280	2,031	2,129
Shareholders' equity:			
Ordinary share capital	2,255	2,255	2,162
Additional paid-in capital	5,414	5,413	5,549
Accumulated deficit	(3,502)	(3,553)	(3,907)
Other reserves	64	10	9
Own shares	(37)	(37)	(37)
Put options on own shares	(40)	(66)	-
Equity attributable to shareholders of Infineon Technologies AG	4,154	4,022	3,776
Non-controlling interests	4	4	-
Total equity	4,158	4,026	3,776
Total liabilities and equity	6,438	6,057	5,905

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Regional Sales Development

in %	3 months ended			12 months ended	
	Sep 30, 14 (unaudited)	Jun 30, 14 (unaudited)	Sep 30, 13 (unaudited)	Sep 30, 14	Sep 30, 13
Revenue:					
Europe, Middle East, Africa	39%	39%	40%	39%	41%
Therein: Germany	20%	20%	21%	20%	21%
Asia-Pacific (w/o Japan)	44%	43%	42%	43%	40%
Therein: China	21%	19%	20%	20%	18%
Japan	6%	7%	6%	7%	6%
Americas	11%	11%	12%	11%	13%
Total	100%	100%	100%	100%	100%

Consolidated Statement of Cash Flows

Gross and Net Cash Position

The following table shows the gross cash position and net cash position as well as 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 position in order to provide investors with a better understanding of its overall liquidity. The gross and net cash position are determined as follows from the Consolidated Statement of Financial Position:

€ in millions	Sep 30, 14	Jun 30, 14	Sep 30, 13
		(unaudited)	
Cash and cash equivalents	1,058	291	527
Financial investments	1,360	1,972	1,759
Gross cash position	2,418	2,263	2,286
Less:			
Short-term debt and current maturities of long-term debt	35	25	134
Long-term debt	151	165	169
Net cash position	2,232	2,073	1,983

Free Cash Flow

Infineon reports the free cash flow figure, defined as net cash provided by/used in operating activities and net cash provided by/used in investing activities, both from continuing operations, 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 superior 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:

€ in millions	3 months ended			12 months ended	
	Sep 30, 14 (unaudited)	Jun 30, 14 (unaudited)	Sep 30, 13 (unaudited)	Sep 30, 14	Sep 30, 13
Net cash provided by operating activities from continuing operations	399	228	309	988	610
Net cash used in investing activities from continuing operations	370	(250)	(213)	(272)	(328)
Purchases of (proceeds from sales of) financial investments, net	(611)	100	60	(399)	(47)
Free Cash Flow from continuing operations	158	78	156	317	235

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Consolidated Statement of Cash Flows

€ in millions	3 months ended			12 months ended	
	Sep 30, 14	Jun 30, 14	Sep 30, 13	Sep 30, 14	Sep 30, 13
	(unaudited)	(unaudited)	(unaudited)		
Net income	181	143	142	535	272
Plus/Minus: net loss (income) from discontinued operations, net of income taxes	(33)	-	(3)	(47)	11
Adjustments to reconcile net income to net cash provided by operating activities:					
Depreciation and amortization	137	131	119	514	466
Income tax	(29)	23	4	31	23
Net interest result	1	(1)	6	9	21
Gains on disposals of property, plant and equipment	-	-	(1)	(2)	(1)
Dividends received from associated companies	-	1	-	1	-
Impairment charges	2	1	1	3	19
Other non-cash result	(1)	(3)	(2)	(2)	(7)
Change in trade receivables	(24)	(20)	(13)	(58)	(48)
Change in inventories	(22)	(2)	(22)	(89)	(44)
Change in trade payables	115	(33)	113	74	(44)
Change in provisions	(22)	18	8	(29)	(19)
Change in other assets and liabilities	108	(17)	(36)	99	12
Interest received	3	2	2	10	14
Interest paid	(1)	(1)	(2)	(9)	(12)
Income tax paid	(16)	(14)	(7)	(52)	(53)
Net cash provided by operating activities from continuing operations	399	228	309	988	610
Net cash used in operating activities from discontinued operations	(2)	(1)	-	(7)	(9)
Net cash provided by operating activities	397	227	309	981	601
Purchases of financial investments	(90)	(340)	(185)	(1,238)	(1,340)
Proceeds from sales of financial investments	701	240	125	1,637	1,387
Acquisition of businesses, net of cash acquired	-	(7)	-	(7)	-
Purchases of intangible assets and other assets	(31)	(27)	(16)	(101)	(63)
Purchases of property, plant and equipment	(211)	(117)	(139)	(567)	(315)
Proceeds from sales of property, plant and equipment and other assets	1	1	2	4	3
Net cash used in investing activities from continuing operations	370	(250)	(213)	(272)	(328)
Net cash used in investing activities from discontinued operations	-	-	-	(1)	(1)
Net cash used in investing activities	370	(250)	(213)	(273)	(329)

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	3 months ended			12 months ended	
	Sep 30, 14	Jun 30, 14	Sep 30, 13	Sep 30, 14	Sep 30, 13
	0 (unaudited)	(unaudited)	(unaudited)		
Net change in related party financial receivables and payables	-	-	-	(1)	(1)
Proceeds from issuance of long-term debt	1	-	8	4	52
Repayments of long-term debt	(6)	(13)	(12)	(29)	(51)
Repurchase of convertible subordinated bonds	-	-	-	(35)	-
Change in cash deposited as collateral	-	-	-	7	-
Proceeds from issuance of ordinary shares	-	-	-	1	2
Purchase of own shares	-	-	-	-	(38)
Proceeds from issuance of put options on own shares	-	-	-	3	-
Dividend payments	-	-	-	(129)	(129)
Net cash used in financing activities from continuing operations	(5)	(13)	(4)	(179)	(165)
Net cash used in financing activities from discontinued operations	-	-	-	-	-
Net cash used in financing activities	(5)	(13)	(4)	(179)	(165)
Net increase (decrease) in cash and cash equivalents	762	(36)	92	529	107
Effect of foreign exchange rate changes on cash and cash equivalents	5	-	(2)	2	(5)
Cash and cash equivalents at beginning of period	291	327	437	527	425
Cash and cash equivalents at end of period	1,058	291	527	1,058	527

DISCLAIMER

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.

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