



## Annual General Meeting 2022

### Key points speech Dr. Reinhard Ploss, Chief Executive Officer

- **Infineon is part of the solution to the climate crisis. We drive electrification forward:** Reaching climate neutrality by 2050 is a huge challenge. To achieve this goal, global CO<sub>2</sub> emissions must be reduced quickly and decisively. At the same time, the world's population is growing and the demand for energy is rising. An unrestricted supply of energy is essential to enable as many people as possible to live a good life. Electrical energy offers a solution to this dilemma. It is the key to an energy supply that simultaneously enables climate neutrality and quality of life. However, to achieve its full potential, the electrical energy system must encompass the entire energy chain. Infineon supplies energy-saving chips for all segments of the energy chain – from renewable generation of electricity to consumption. The electrification of core industries is critical to achieving the goal of climate neutrality by 2050. This will require enormous efforts and investments. Infineon is committed to solving the climate crisis. We are shaping the future. We are accelerating the energy transition.
- **Technologies based on silicon carbide and gallium nitride are key to solve today's challenges and enable new applications:** For Infineon, silicon carbide and gallium nitride open up great opportunities in its key markets. For this reason, the company has been investing heavily in the development of the two technologies for several years.

- **Infineon is excellently positioned to shape digitalization. We make game changing IoT applications possible:** The green transformation and the digital transformation go hand in hand. The transformation to a sustainable society and industry is only possible with digital technologies. The Internet of Things (IoT) opens up entirely new possibilities for both industrial and consumer applications. Faster communication, new and more powerful technologies as well as new services in the cloud will accelerate each other. Smart devices, edge computing, 5G networks and data centers are the elements of the digital transformation. Sensors, microcontrollers, power semiconductors, connectivity and security solutions, and the right software are the building blocks that make these applications work. Infineon provides all these building blocks. With its products and solutions, Infineon is "at the core" of the IoT. Thus, the company is excellently positioned to shape digitalization. Behind this is the strategic guideline "from product thinking to system understanding", which Infineon has consistently pursued for years.
- **Infineon is more powerful today than ever before:** 2021 was Infineon's first fiscal year at a new level. For the first time, the company generated more than 11 billion euros in revenue. Profitability also increased significantly. Free Cash Flow was also at a record level. Infineon is now one of the world's top 10 semiconductor companies.
- **Infineon has made a successful start to the 2022 fiscal year. Demand remains high:** Infineon has followed up seamlessly on the excellent 2021 fiscal year. The company was able to further increase revenues and Segment Result in the first quarter. Demand for semiconductors remains high. We expect this trend to continue in virtually all of Infineon's target markets throughout the 2022 fiscal year. We see strong growth potential for Infineon for this decade and beyond. To take advantage of these opportunities, we are significantly increasing investments.
- **Infineon makes preparations to continue creating sustainable value:** We want to exploit the great market potential and have set ourselves ambitious targets. Already in the 2025 fiscal year, we want to generate at least 5 billion euros more in revenues than 2021. And we have set ourselves a Segment Result Margin over the cycle target of 19 percent.