



Infineon's Progress report on the United Nations CEO Water Mandate

Infineon's continuing support to water preservation and conservation can be seen in our environmental sustainability practices and concretely in the efficient management of water at our production sites.

1. Our Own Activities

Efficient use of water resources is an increasingly important aspect of securing the future, and makes a valuable contribution to sustainability. Optimizing the efficient use of water resources has long been at the core of Infineon's sustainability strategy. For detailed information on resource and water conservation along with our water consumption targets, please visit the pages 85-92 of the Sustainability Chapter of the Annual Report 2014: http://www.infineon.com/csr_reporting/

Water shortage begins as defined by the WBCSD (World Business Council for Sustainable Development) at a total available amount of renewable water resources of less than 1700 cubic meters per capita and year. Thereafter only one of the production sites of Infineon is in a water shortage area - the one located in Singapore. This site is made of office and test areas with low water requirements. In the fiscal year 2014, this site consumed only 0.62 percent of the total water consumption of Infineon. However, this site has implemented measures such as the installation of water-saving equipment to ensure efficient water use. As a result of these measures a building on this site was awarded the so-called "Water Efficient Building" certificate. <http://www.pub.gov.sg/conserv/CommercialOperatorsAndOther/WEB/Pages/CertCriteria.aspx>.

Furthermore, our environmental experts at our production sites as well as at Corporate level are part of industry groups (e.g. ESIA) as well as part of interdisciplinary local working groups and take part in environmental information exchange forums. Potential regulatory changes are discussed in those groups and allow Infineon to manage potential water-related risks among others.

2. Our suppliers

We maintain strict requirements for our suppliers, as they have to adhere to our Business Conduct Guidelines, to our IMPRES (Infineon Integrated Management Program for Environment, Energy, Safety, and Health) Policy.

Our environmental requirements for suppliers are defined in our Principles of Purchasing. They require suppliers and service providers to implement an environmental management system, including the responsible use of water: <http://www.infineon.com/cms/en/corporate/csr/csr-supply-chain-management/index.html>

3. Community Engagement & Collective Action

As part of our Corporate Citizenship Guideline, Infineon has defined four strategic focus areas in that field. Two of these areas are linked to the support of projects related to water; "Activities in the field of ecological sustainability" and "Assistance in case of natural and humanitarian disasters". As an example, Infineon supported the emergency measures carried out by the organization "Aktion Deutschland Hilft" in natural disasters such as the floods in the Philippines, Germany and the Balkans. Further information can be found

on the page 95 of the Sustainability Chapter of the Annual Report 2014:
http://www.infineon.com/CSR_reporting

4. Transparency

The GRI Statement for the Infineon Annual Report 2014, as well as the GRI Content Index, can be found in the pages 285-288 of our Annual Report 2014.

Further detailed information can be found in our Sustainability Website:
http://www.infineon.com/CSR_reporting