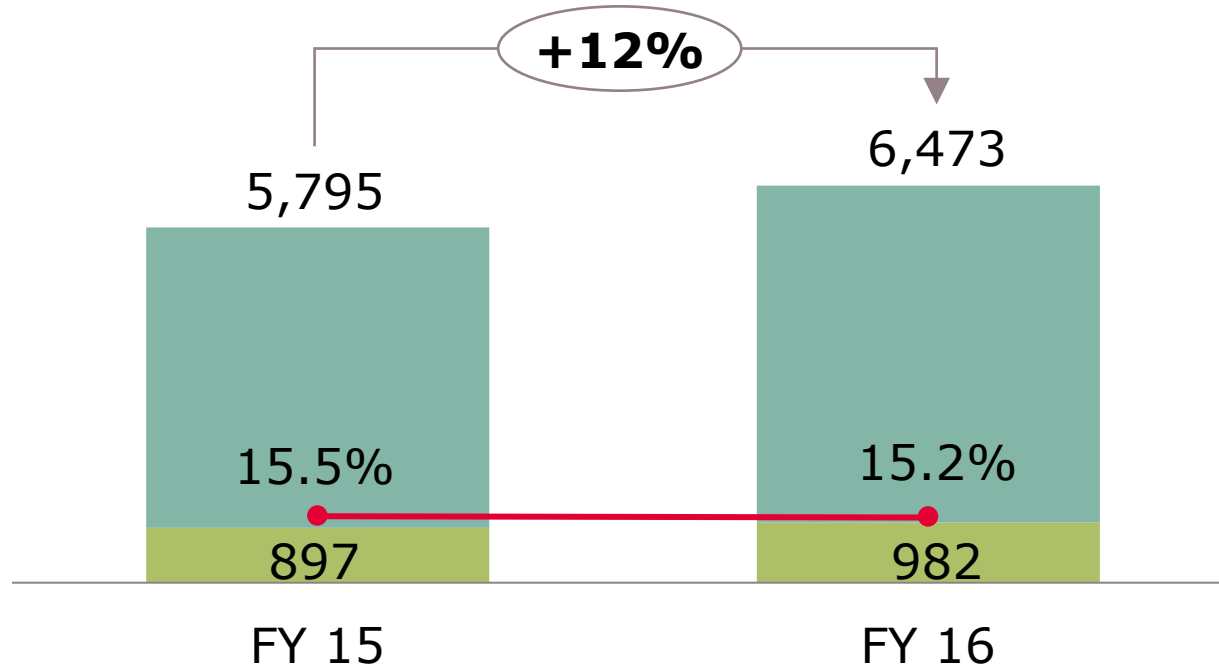


Annual Press Conference 2016

Dr. Reinhard Ploss, Chief Executive Officer
Infineon Technologies AG
Munich, November 23, 2016



Revenue growth and increase in earnings in a stagnating semiconductor market



■ Revenue in m€

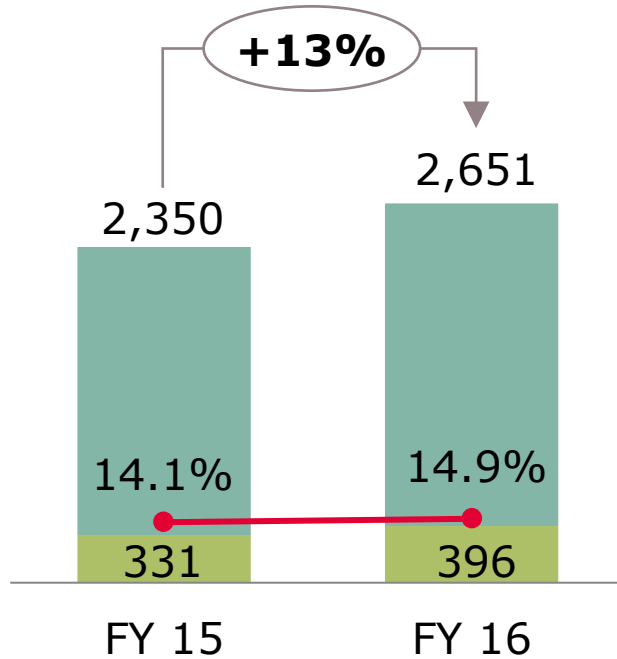
■ Segment Result in m€

— Segment Result Margin in %

Infineon makes life easier, safer and greener



Automotive: Electromobility and autonomous driving are boosting growth

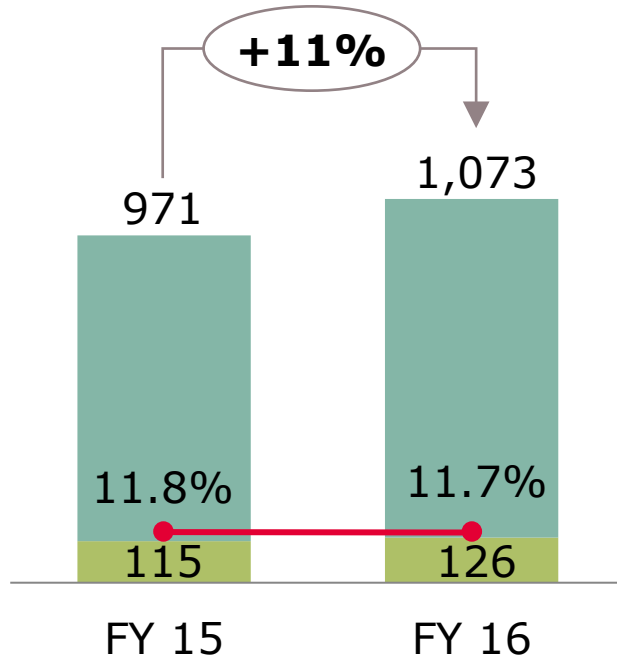


■ Revenue in m€

■ Segment Result in m€

— Segment Result Margin in %

Industrial Power Control: Revenue increase thanks to global expansion of wind turbines and solar power plants

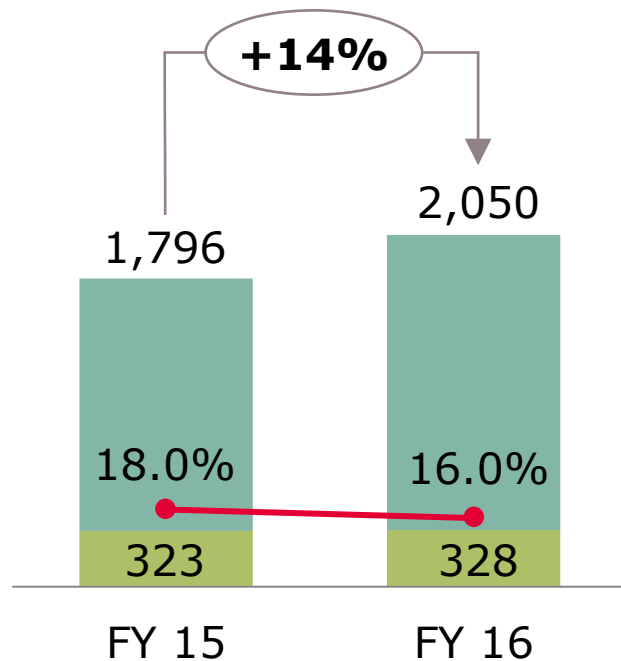


■ Revenue in m€

■ Segment Result in m€

— Segment Result Margin in %

Power Management & Multimarket: Strong demand for DC-DC conversion

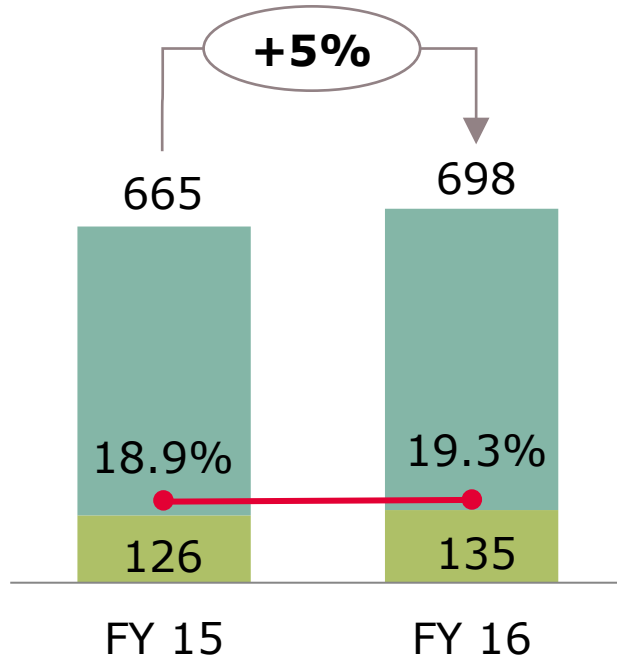


■ Revenue in m€

■ Segment Result in m€

— Segment Result Margin in %

Chip Card & Security: Successful business in Europe, Asia and South America with government IDs

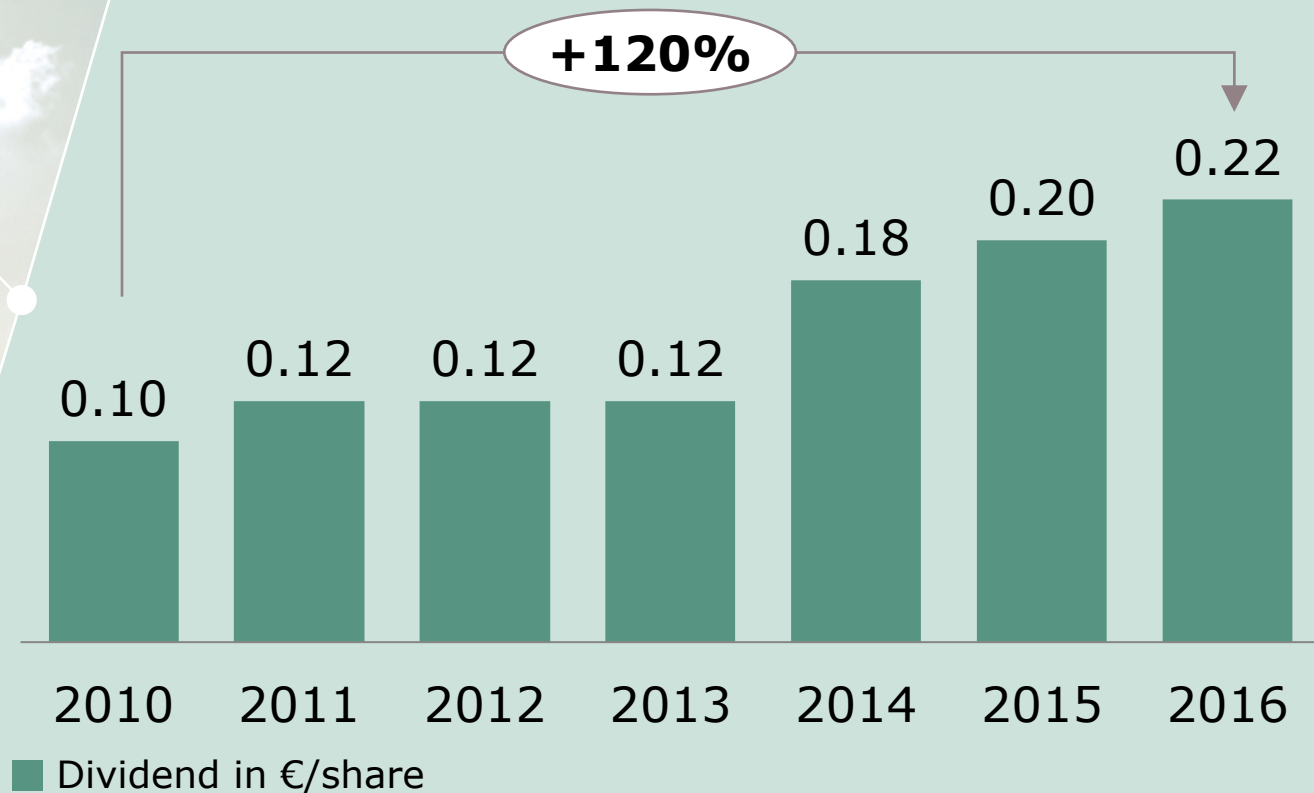


■ Revenue in m€

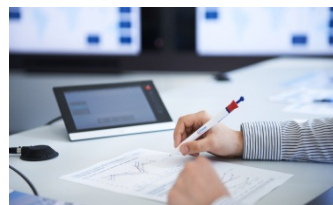
■ Segment Result in m€

— Segment Result Margin in %

Recommendation to 2017 Annual General Meeting: Renewed dividend increase



Firmly on a profitable growth path: Guidance for Q1 FY 2017 and total FY 2017



Outlook Q1 FY 17*

compared to Q4 FY 16



Outlook FY 17*

compared to FY 16



Revenue

Decrease of 4 percent
+/- 2 percentage points

Increase of 6 percent
+/- 2 percentage points

Segment
Result
Margin

About 14 percent at the
mid-point of the revenue
guidance

About 16 percent at the
mid-point of the revenue
guidance

* The outlook is based on an exchange rate assumption US-Dollar/Euro of 1.10.

Infineon is raising its long-term margin target to 17 percent

Financial targets through the cycle

~8%

Revenue growth



~17%

Segment Result Margin

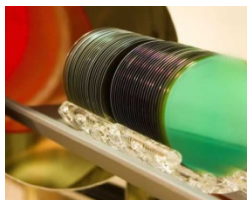
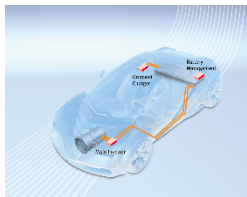


~13%

Investment-to-sales ratio



Infineon will remain the technology leader with Wolfspeed



- › Strengthened position as **leading supplier** of power and RF power semiconductors
- › Solutions in **high-growth markets** such as **electro-mobility**, **renewables** and next-generation **cellular infrastructure** relevant for the **Internet of Things (IoT)**
- › **Broadest offering in compound semiconductors** including silicon carbide (SiC), gallium nitride on silicon (GaN-on-Si), and gallium nitride on silicon carbide (GaN-on-SiC)
- › **Immediately accretive** to margin and adjusted earnings-per-share

Sustainability as a business model: Power electronics from Infineon enable the energy transition





Part of your life. Part of tomorrow.

