

# Annual General Meeting of Infineon Technologies AG

Dr. Sven Schneider, Chief Financial Officer  
Infineon Technologies AG  
Munich, 20 February 2020

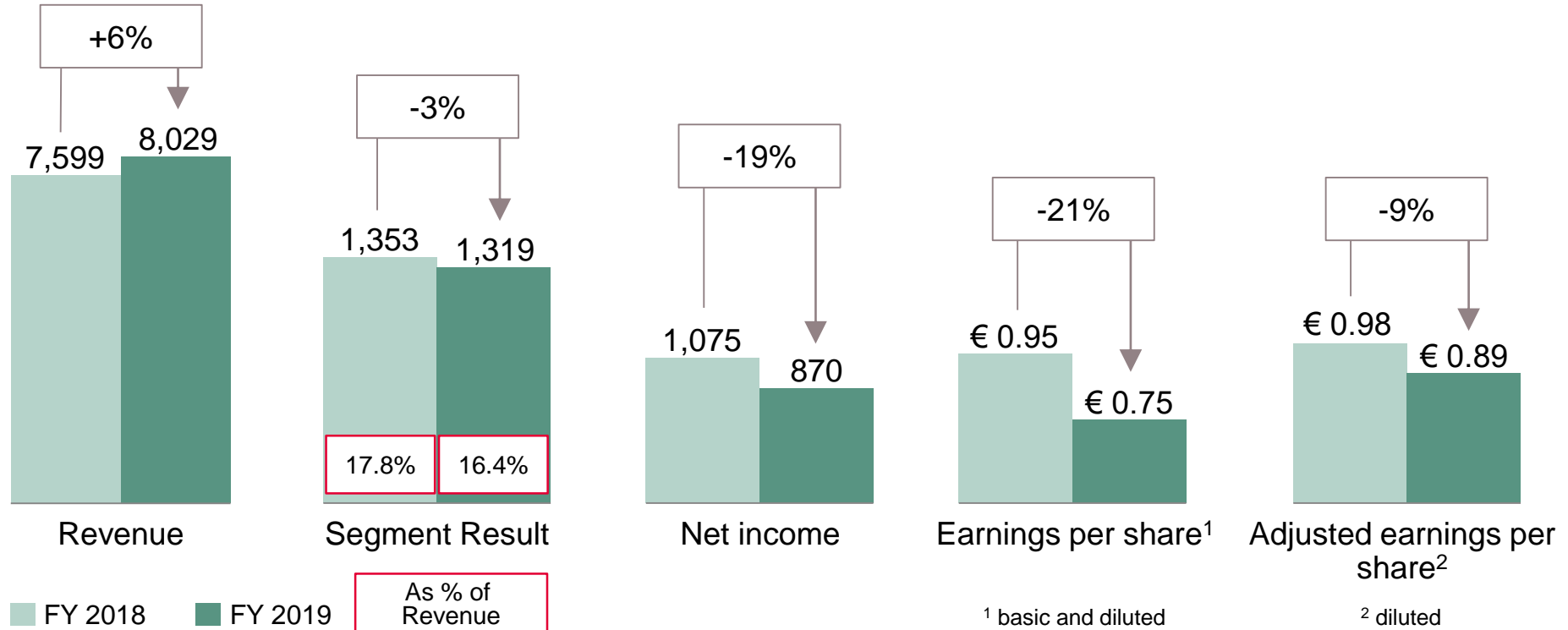


# Infiniteon Group

## Results for FY 2019 und FY 2018



[in € million unless stated otherwise]



<sup>1</sup> basic and diluted

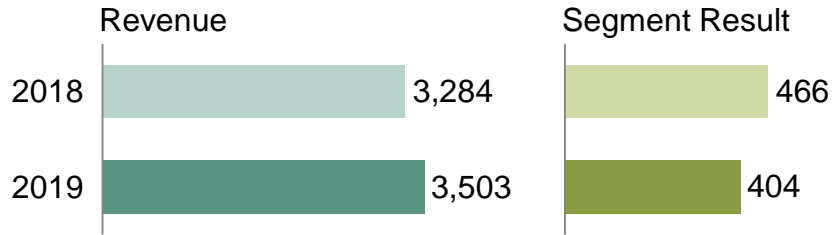
<sup>2</sup> diluted

# Growth in three segments: Revenue and Segment Result FY 2019 und FY 2018

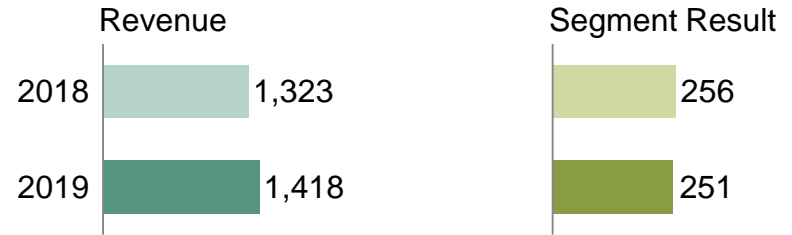


[€ million]

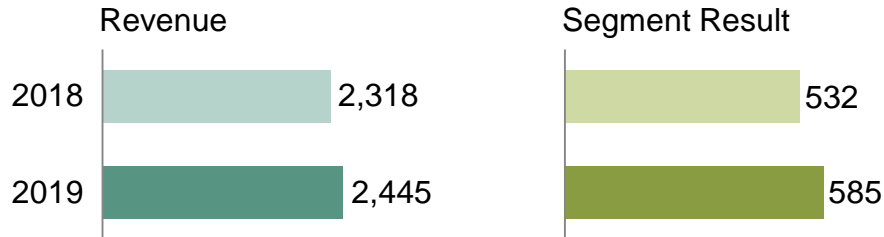
## Automotive



## Industrial Power Control



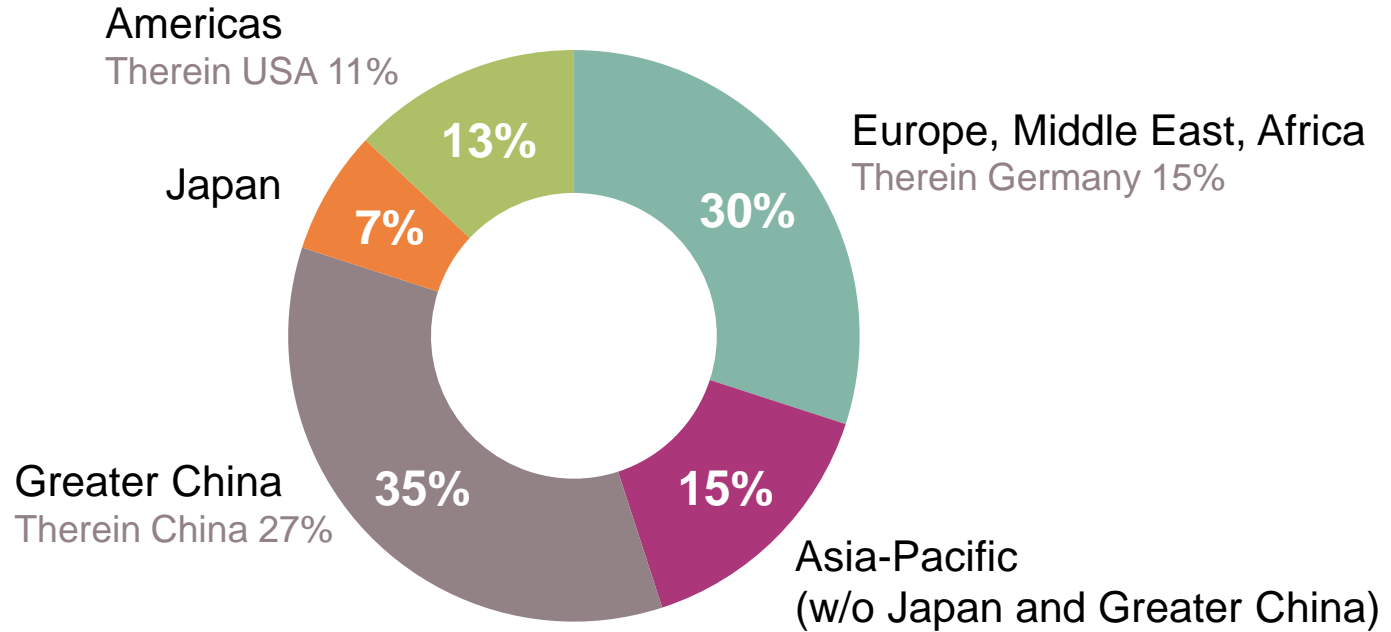
## Power Management & Multimarket



## Digital Security Solutions



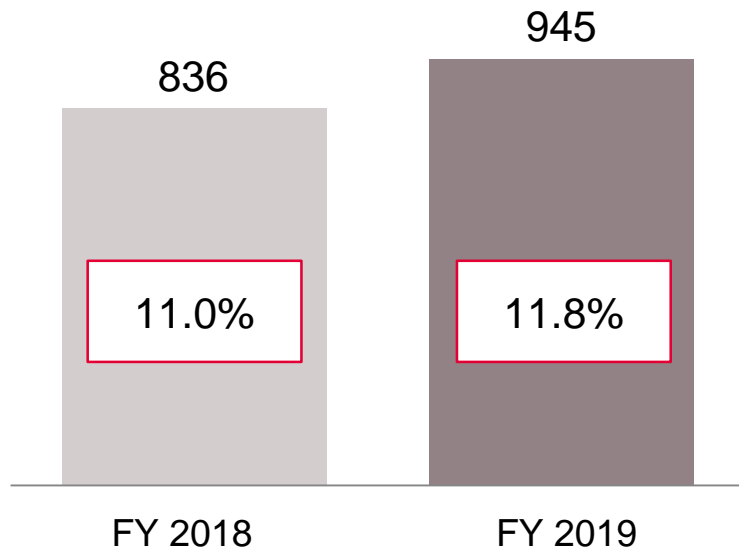
# Revenue by region in FY 2019



# Operating expenses

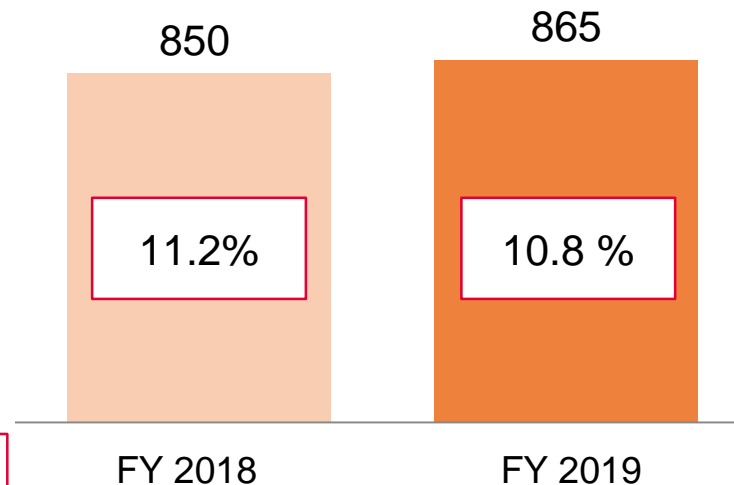
## Research and development expenses

[€ million]



## Selling, general and administrative expenses

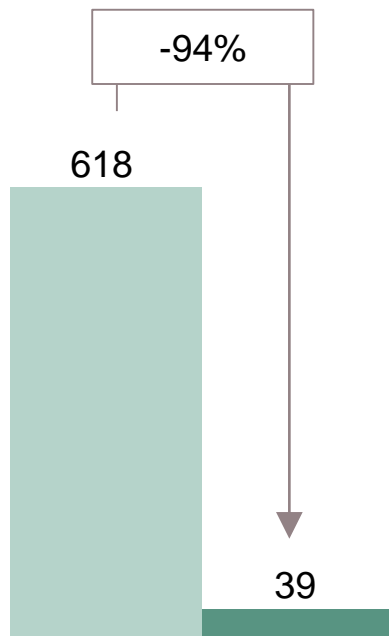
[€ million]



As % of Revenue

# Free Cash Flow and Investments

[€ million]



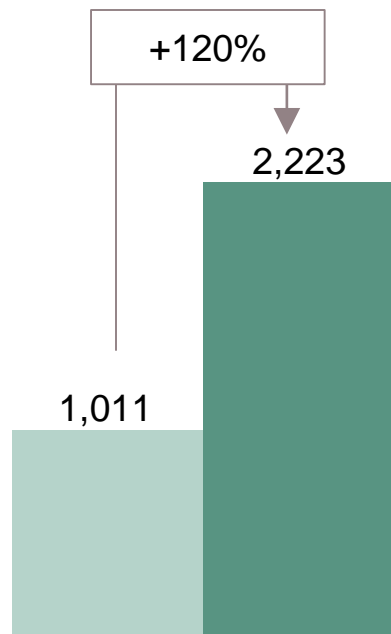
Free Cash Flow

■ FY 2018 ■ FY 2019

	FY 2018	FY 2019
Investments in property, plant and equipment	1,090	1,295
Investments in intangible assets	164	156

# Key Balance Sheet Figures

[€ million]



Net cash position

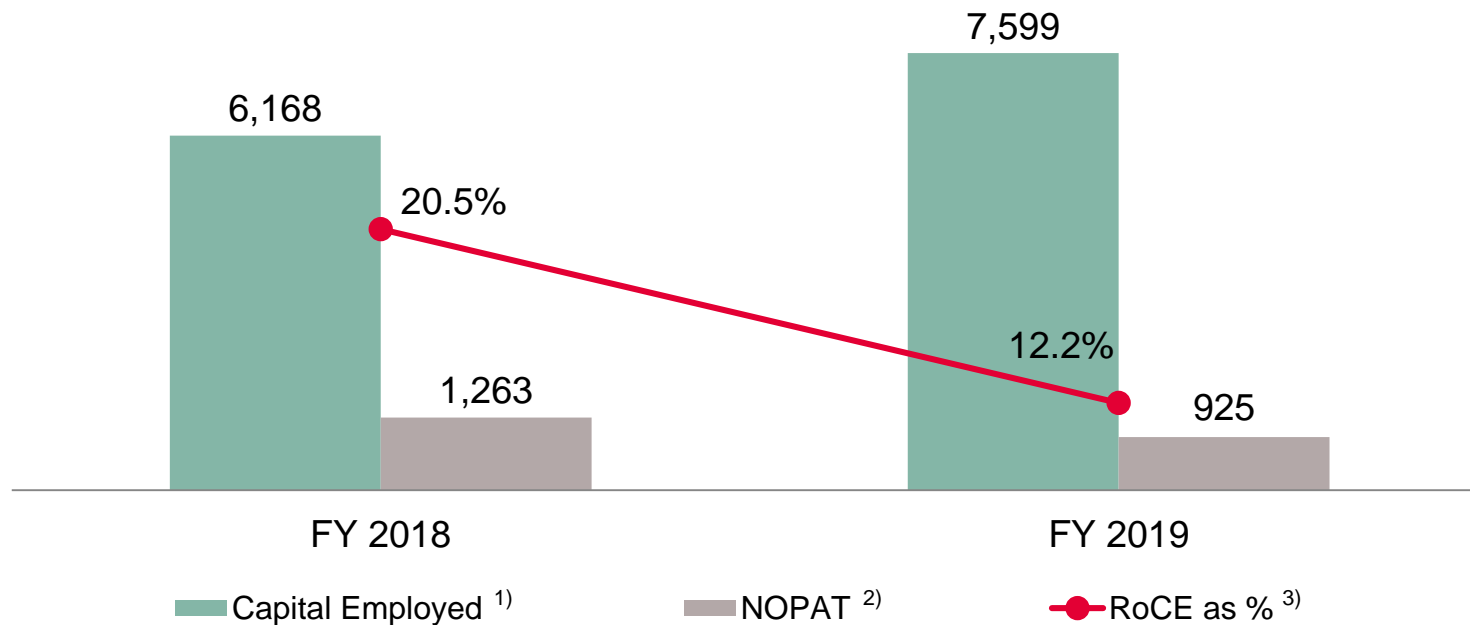
■ FY 2018 ■ FY 2019

As of September 30	2018	2019
Gross cash position	2,543	3,779
Debt	1,532	1,556
Total equity	6,446	8,633
Total assets	10,879	13,412

# Return on Capital Employed After Tax

[€ million]

[RoCE in %]



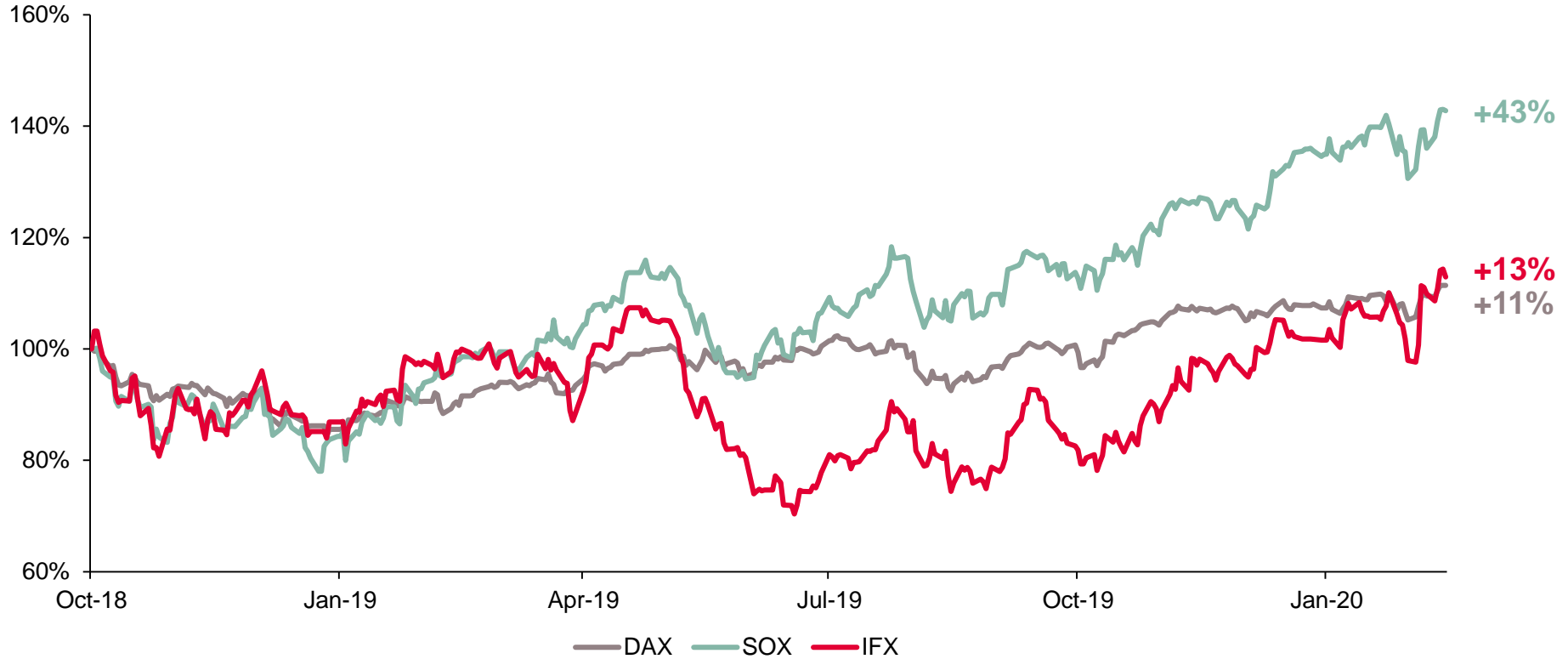
1) Capital Employed: Non-current assets plus net working capital

2) NOPAT: Net Operating Profit After Tax

3) RoCE: Return on Capital Employed



# Performance of Infineon share since Oktober 2018 compared to DAX und SOX



Source: Bloomberg, 14 February 2020

## S&P confirms retention of investment grade rating

Capital structure objective	Current status
Gross cash position: €1 billion + 10-20% of Revenue	€1 billion + 48% of Revenue*
Gross debt: max. 2.0x EBITDA	0.8x EBITDA*
Investment grade rating	Rating by S&P: BBB (on CreditWatch with “negative” outlook)

\* Gross cash position and gross debt as at 31 December 2019. Revenue and EBITDA for calendar year 2019.

## Successful completion of major financing milestones

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### Step

1 Underwriting of full acquisition amount by 3 banks



2 Confirmation of investment grade rating by Standard & Poor's



3 Equity: Raise of €1.5bn via accelerated bookbuild



4 Successful syndication of acquisition facility to 20 national and international banks



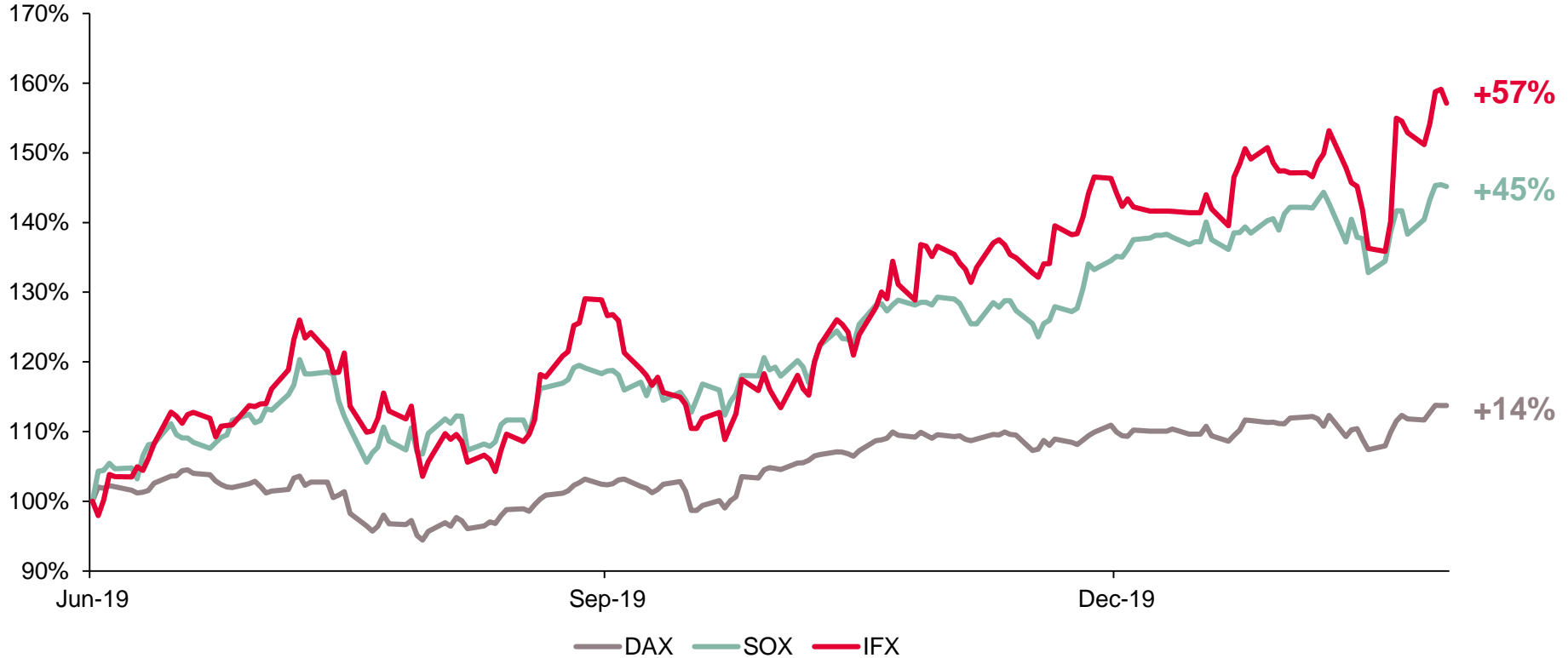
5 Successful launch of €1.2bn dual-tranche hybrid bond



### Next steps

- › Refinancing of remaining bridge and term loan through capital markets
- › Deleveraging: return to target level  $\leq 2x$  gross debt / EBITDA in the mid-term

# Infineon share outperformed DAX and SOX since the capital increase on 17 June 2019

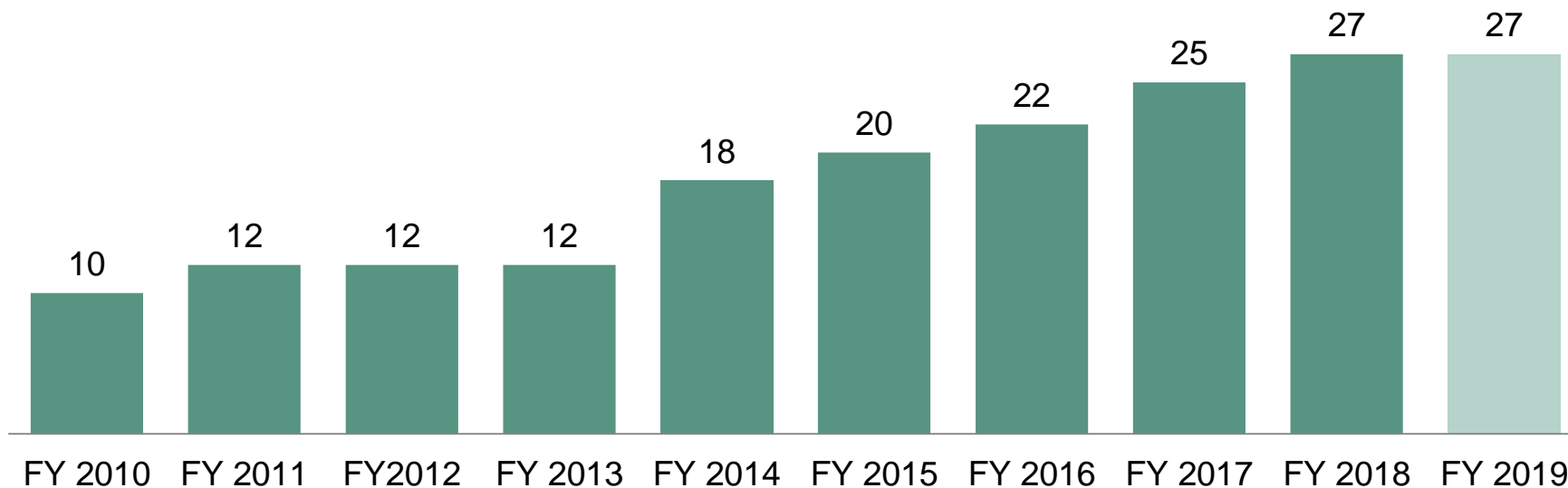


Source: Bloomberg, 14 February 2020

## Proposal: constant dividend with 10% higher number of shares

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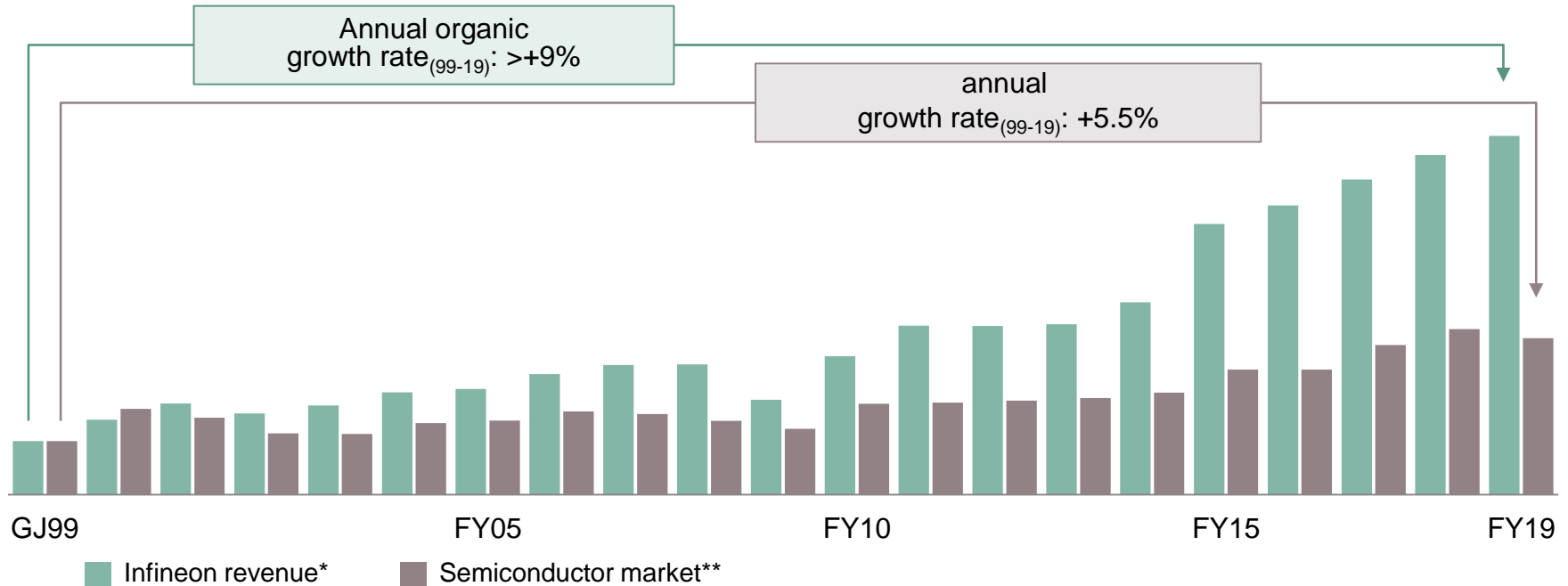
[euro cents]



## Outlook for the 2020 fiscal year

	Outlook FY 2020
<b>Revenue</b> (compared to FY 2019)	Increase of 5% +/- 2 percentage points
<b>Segment Result margin</b>	16% in the middle of the guided range




# Infineon is growing faster than the semiconductor market



\* Based on Infineon product portfolio for FY 2019 (excl. Other Operating Segments, Corporate and Eliminations).

\*\* Source: WSTS (World Semiconductor Trade Statistics) in euros, October 2019. Adjusted to Infineon fiscal year.

## New financial targets after Cypress acquisition

		Current financial targets	>	New financial targets post acquisition
Revenue growth		9%	>	9%+
Segment Result margin		17%+	>	19%
Investment-to-sales		15%	>	13%





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