

Annual General Meeting Infineon Technologies AG

Dr. Wolfgang Ziebart
President & CEO
Infineon Technologies AG

Munich, February 15, 2007



Never stop thinking



Current comments by media and analysts

„Eine Sanierung schafft viele Werte“

Handelsblatt
11.12.2006

**Nokia-Großauftrag sorgt
für Kurssprung bei Infineon**
Dax-Tagesgewinner ? Positive Analystenmeinungen

Börsen-Zeitung
08.02.2007

**Infineon kehrt in die
Gewinnzone zurück**

Handelsblatt
30.01.2007

**Nokia-Auftrag
euphorisiert
Infineon-Anleger**
Akte des Chipherstellers steigt
um nahezu elf Prozent

Financial-Times Deutschland
08.02.2007

**1FQ07 results - Confidence
level increasing in Wireless**

29.01.2007

Deutsche Bank

Infineon announces Nokia as single chip customer

February 7, 2007



**Q1/07: Infineon erzielt EBIT-Marge von 10% und untermauert Break-even-Ziel
für Mobilfunkgeschäft mit wichtigen Design-Wins.**

29.1.2007



Revenues **+17%**

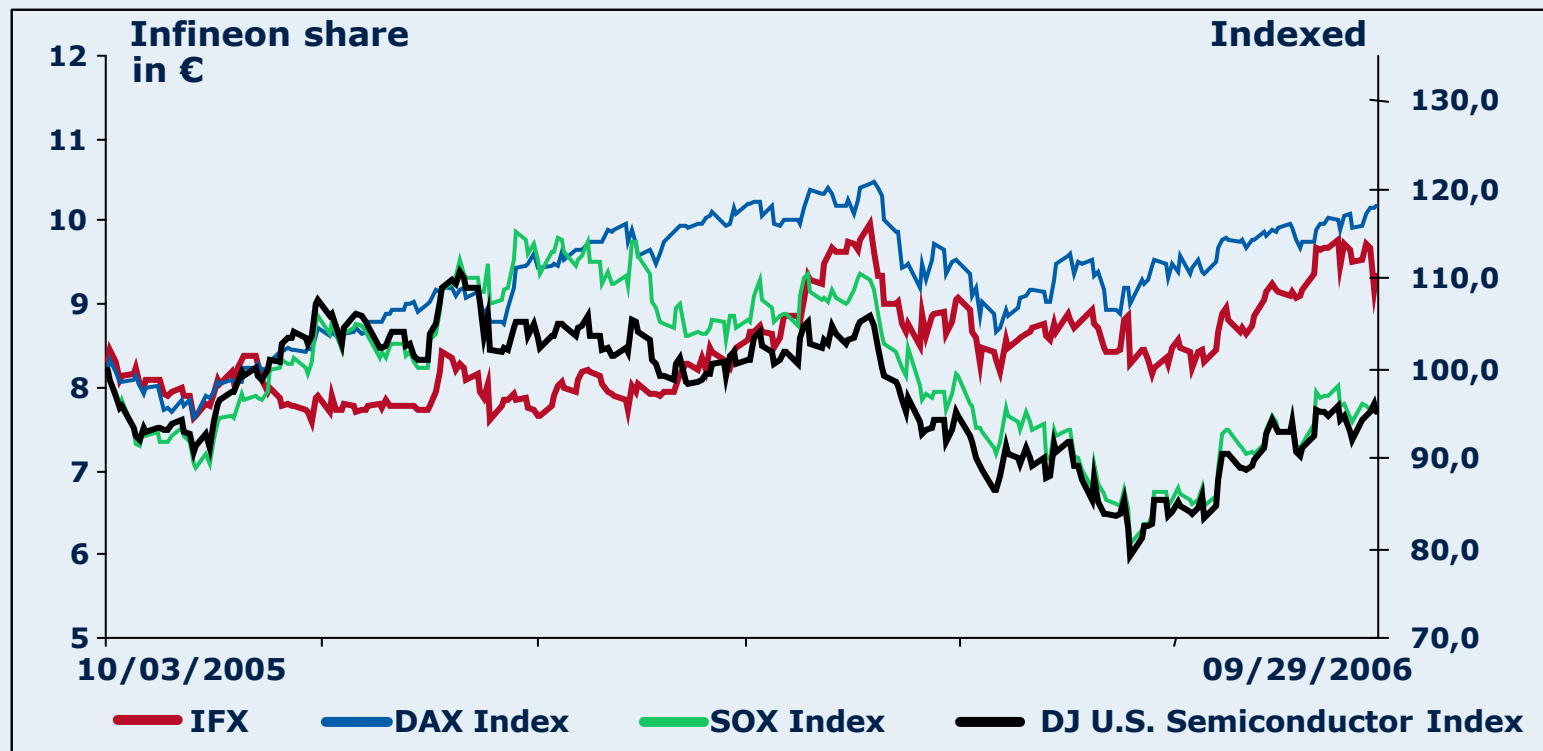
EBIT significantly
improved from

Euro -183 million to

Euro -15 million

Operational
results stable
despite
BenQ loss

Development of Infineon share



Source: Bloomberg

Milestones

Strategic redirection

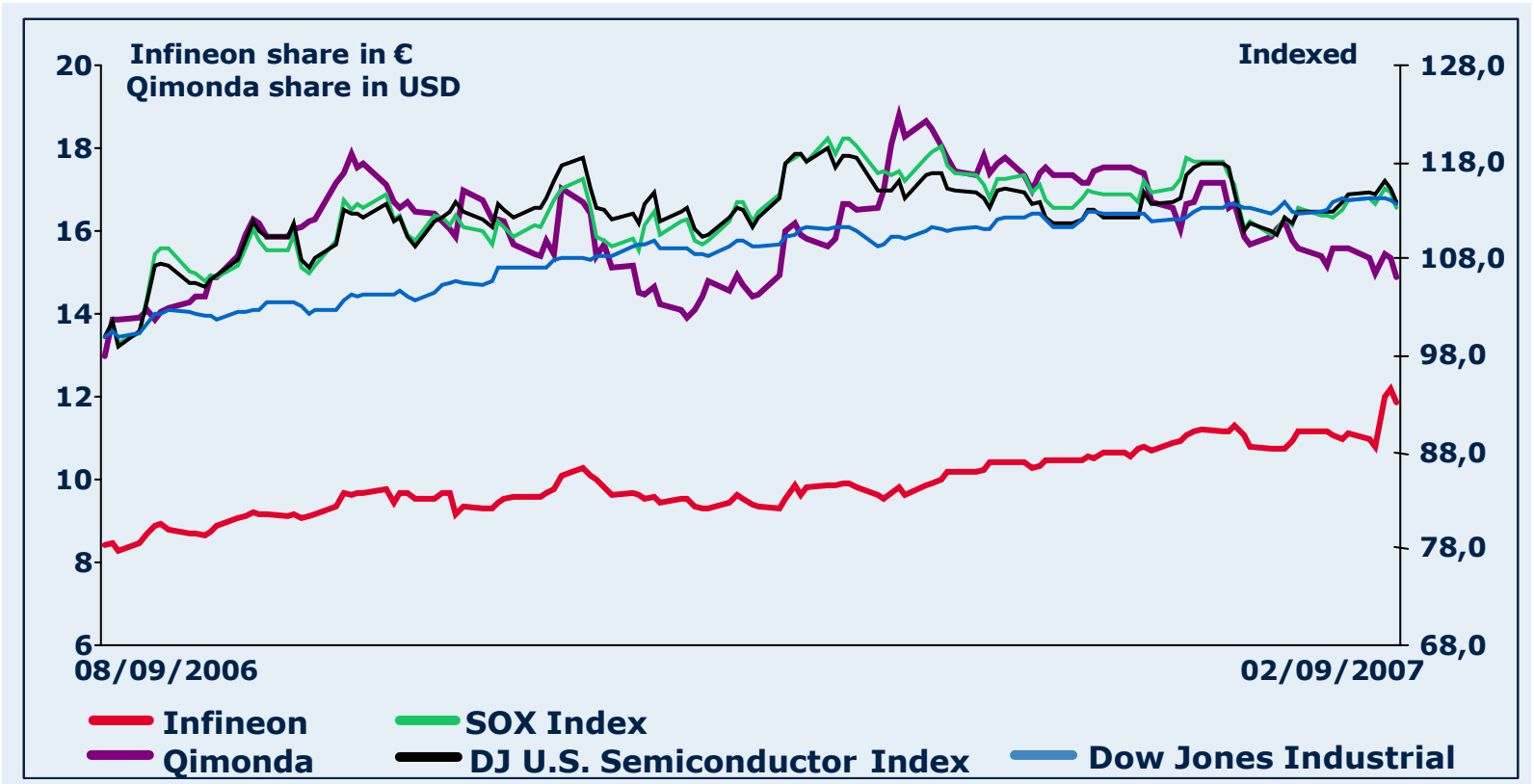
3 to 2

Qimonda

- Successful Initial Public Offering
- Good results for fiscal year 2006
- Positive development of share price

Development of Qimonda share

Qimonda: +15%, Infineon: +40%



Source: Bloomberg

Successful restructuring of Euro 700 million in revenues

Automotive, Industrial & Multimarket

- Turn-around Discretes
- Turn-around Sensors
- Break-even Chipcard

Communication Solutions

- Turn-around Tuner, RF Power
- Access sustained profitability
- New customers, e.g.:
LG, Panasonic, Nokia

„New Infineon“

New Infineon

- More than **Euro 4 billion in revenues** in fiscal year 2006
- About **30,000 employees** from 107 nations in 26 countries
- Thereof some **6,000 employees** in R & D in over **35 locations**
- We invest **Euro 800 million** in R & D
- Strong technology foundation with more than **22,900 patents** and applications



Ranking in our global target markets

Power	Wireline Access	Wireless, RF	Chipcard	Auto-motive
# 1	# 1	# 1	# 1	# 2
Market share 9.4%	Market share 19%	Market share 11%	Market share 29%	Market share 9.3%

Source: IMS,
Sept. 2006

Source: Gartner,
Jun. 2006

Source: Gartner,
Sept. 2006

Source: Frost&
Sullivan,
July 2006

Source: Stra-
tegy Analytics,
May 2006

Strengthen our strengths

- Energy Efficiency
- Mobility
- Security

Strengthen our strengths

Energy Efficiency

We significantly improve the energy efficiency of engines, drives and electronic equipment. We ensure the safe energy-conscious utilization of our resources at all time.

Strengthen our strengths



Mobility

Infineon provides a broad variety of products and technology everyone can use to be connected every day and everywhere – at home, in the office or on the way.



Strengthen our strengths

Security

Infineon provides the basis for increased user comfort, safety of life, privacy, and protection of information.

Profitable growth through acquisitions & organic growth

New manufacturing and development strategy

ICoRe: Reduce complexity of organization

Focus on 10.

> 10%

Growth

EBIT

Our objective: 10% EBIT

2007: Break-even
result

2008: Half distance

2009: Approach objective

- Focus on logic business
- Successes in restructuring
- New manufacturing strategy

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Peter J. Fischl
CFO
Infineon Technologies AG

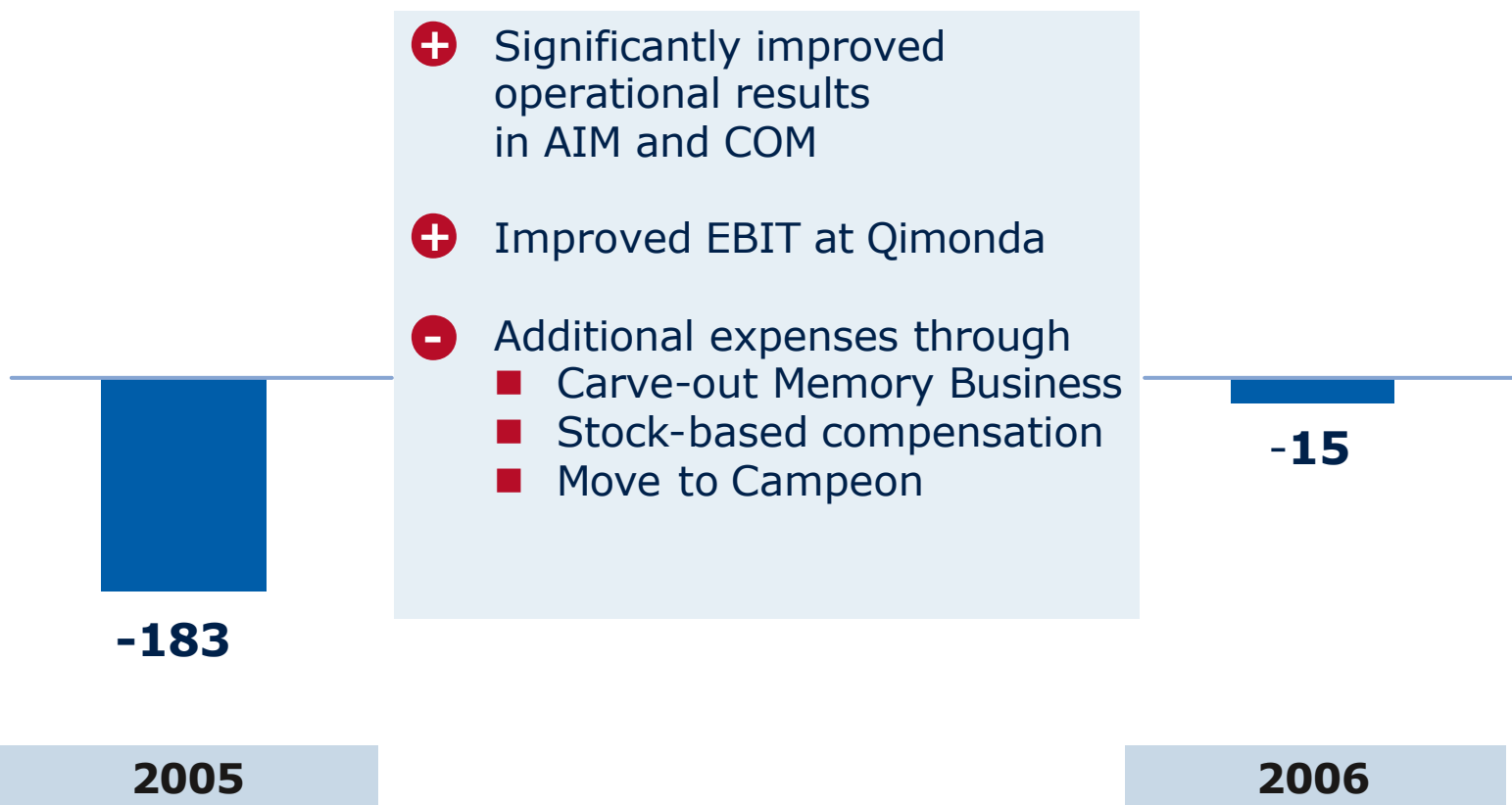
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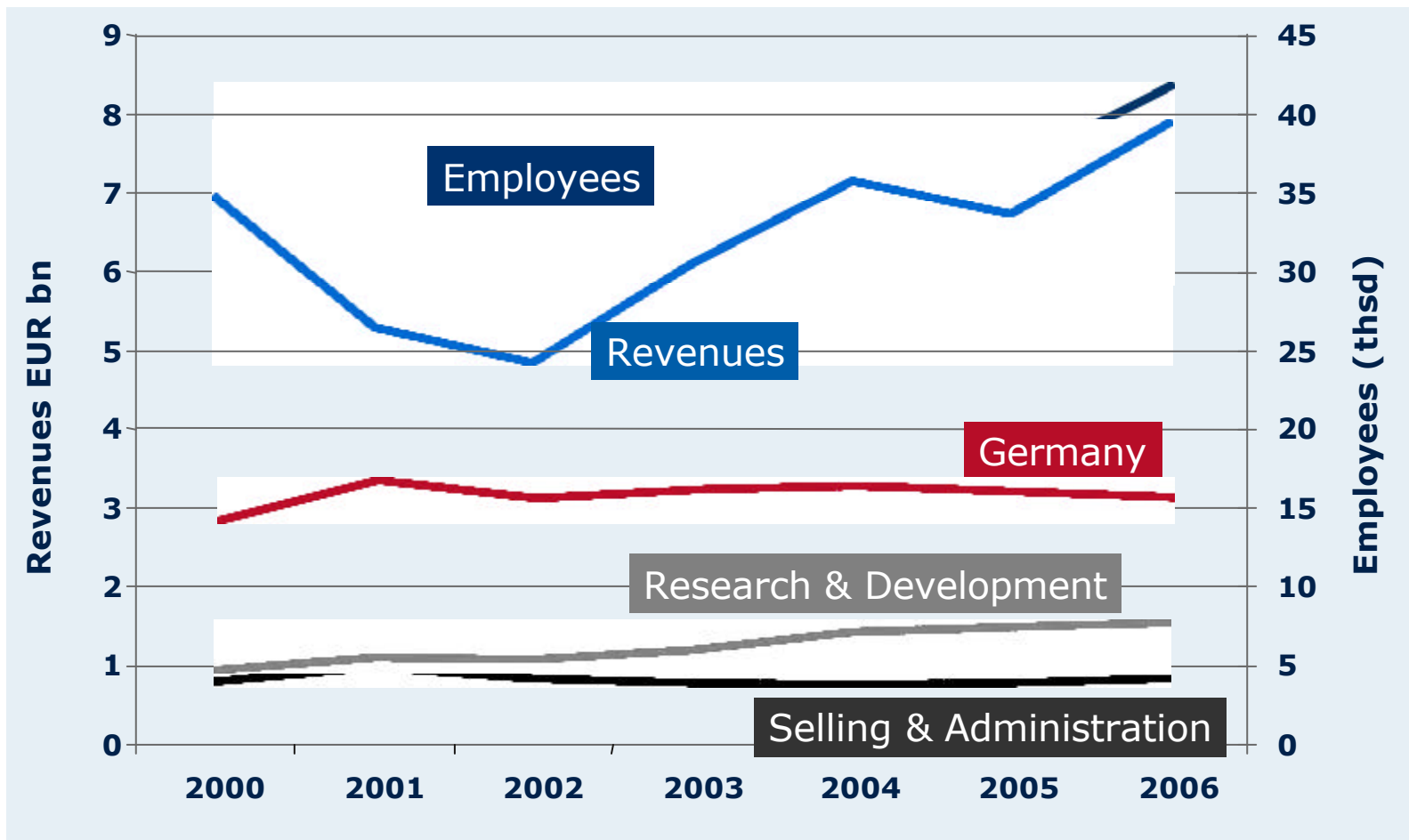
Never stop thinking

EBIT – Earnings before Interest and Taxes

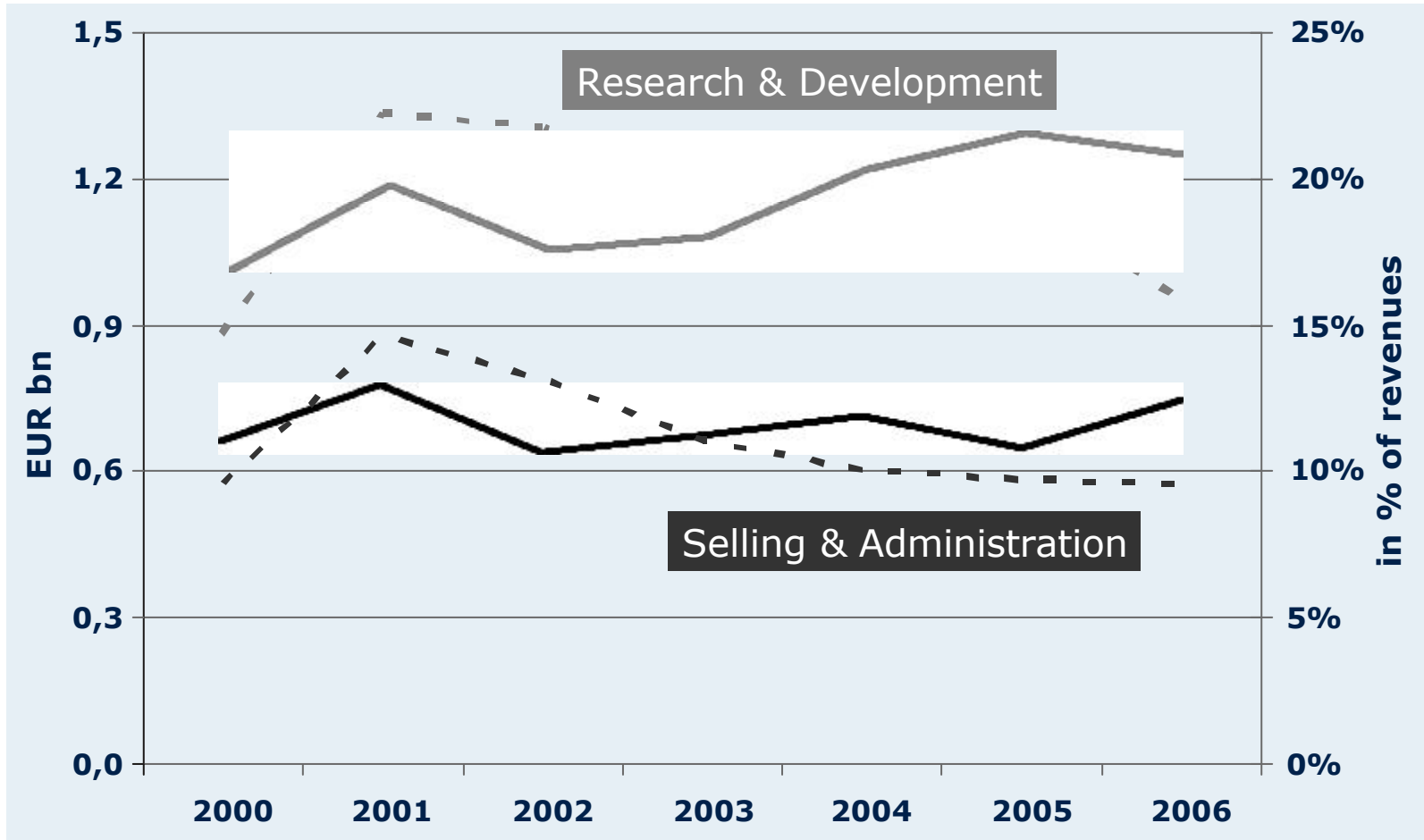
[EUR m]



Employees



Research and Development Expenses Selling and Administrative Expenses



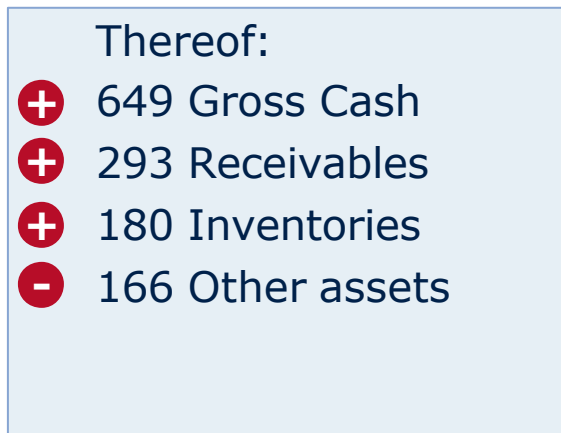
Balance Sheets - Assets

[EUR m]

10,284

+ 901

11,185



■ Current assets
■ Non-current assets

■ Current assets
■ Non-current assets

Sept. 2005

Sept. 2006

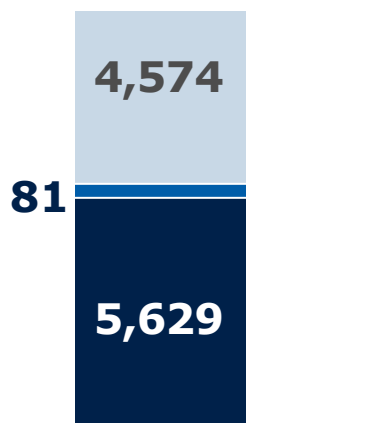
Balance Sheets - Liabilities

[EUR m]

10,284

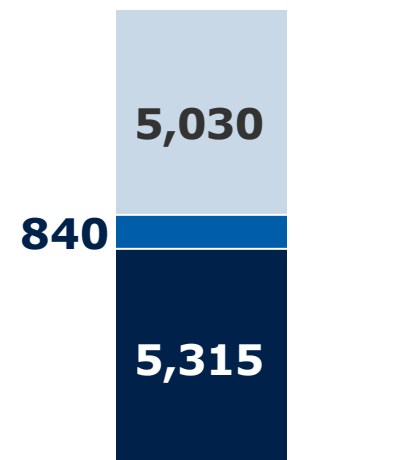
+ 901

11,185



Thereof:

- + 340 Debt and current maturities
- + 176 Liabilities
- + 759 Minority interests
- 314 Equity



Liabilities
 Minority interests
 Equity

Liabilities
 Minority interests
 Equity

Sept. 2005

Sept. 2006

Cash-Position

[EUR m]

