



PRESS RELEASE

Revenue growth in the second quarter confirms expected economic recovery. Tariff disputes lead to uncertainty in the second half of the fiscal year accompanied by negative currency effects

- **Q2 FY 2025: Revenue €3.591 billion, Segment Result €601 million, Segment Result Margin 16.7 percent**
- **Outlook for Q3 FY 2025: Based on an assumed exchange rate of US\$1.125 to the euro, revenue is expected to reach €3.7 billion. On this basis, the Segment Result Margin is forecast to be in the mid-teens percentage range**
- **Outlook for FY 2025: Based on an assumed exchange rate of US\$1.125 to the euro (previously 1.05), Infineon expects now revenue to slightly decline compared with the prior year. This includes a guesstimate of potential effects related to tariff disputes. The adjusted gross margin should be around 40 percent and the Segment Result Margin now in the mid-teens percentage range. Investments are reduced to around €2.3 billion. Adjusted Free Cash Flow (Free Cash Flow adjusted for investment in frontend buildings) should now be around €1.6 billion and reported Free Cash Flow unchanged at around €900 million**

Neubiberg, 8 May 2025 – Today, Infineon Technologies AG is reporting results for the second quarter of the 2025 fiscal year (period ended 31 March 2025).

"Infineon has performed well in the second quarter. Even at a more unfavorable exchange rate of \$1.125 to the euro, we would be right on track and in line with our previous expectations for the fiscal year. Given that order intake still shows no signs at all of slowing down, we can only guesstimate the effects of tariff disputes. We have therefore applied a haircut of 10 percent of expected revenue in the fourth quarter of the 2025 fiscal year. We are now anticipating a slight decline in revenue compared with the prior year," says Jochen Hanebeck, CEO of Infineon.

Group performance in the second quarter of the 2025 fiscal year

Group revenue rose from €3,424 million in the first quarter of the 2025 fiscal year to €3,591 million in the second quarter. The 5 percent increase in revenue was the result of greater demand in the Automotive (ATV), Green Industrial Power (GIP) and Connected Secure Systems (CSS) segments. In the Power & Sensor Systems (PSS) segment, revenue remained virtually constant.

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€ in millions (unless otherwise stated)	Q2 FY 2025	Q1 FY 2025	Change vs. previous quarter +/- in %	Q2 FY 2024	Change vs. previous year quarter +/- in %
Revenue	3,591	3,424	5	3,632	(1)
Gross margin (in %)	38.7%	39.2%		39.8%	
Adjusted gross margin ¹ (in %)	40.9%	41.1%		42.3%	
Segment Result	601	573	5	707	(15)
Segment Result Margin (in %)	16.7%	16.7%		19.5%	
Profit (loss) from continuing operations	230	243	(5)	394	(42)
Profit (loss) from discontinued operations, net of income taxes	2	3	(33)	-	+++
Profit (loss) for the period	232	246	(6)	394	(41)
Basic earnings per share (in euro) from continuing operations ²	0.18	0.18	-	0.30	(40)
Diluted earnings per share (in euro) from continuing operations ²	0.17	0.18	(6)	0.30	(43)
Adjusted earnings per share (in euro) from continuing operations – diluted ^{2,3}	0.34	0.33	3	0.42	(19)

1 The reconciliation of cost of goods sold to adjusted cost of goods sold and adjusted gross margin is presented on page 10.

2 The calculation for earnings per share and adjusted earnings per share is based on unrounded figures.

3 The reconciliation of profit (loss) for the period to adjusted profit (loss) for the period and adjusted earnings per share is presented on page 9.

The gross margin achieved in the second quarter of the 2025 fiscal year was 38.7 percent, compared with 39.2 percent in the prior quarter. The adjusted gross margin came in at 40.9 percent, compared with 41.1 percent in the first quarter of the current fiscal year.

The Segment Result increased by 5 percent in the second quarter of the 2025 fiscal year to €601 million, up from €573 million in the prior quarter. The Segment Result Margin was 16.7 percent, the same as in the first quarter of the 2025 fiscal year. A compensation payment from a customer of a mid-double-digit million amount was included in the Segment Result for the first quarter.

The Non-Segment Result for the second quarter of the 2025 fiscal year was a net loss of €283 million, compared with a net loss of €255 million in the prior quarter. The second-quarter Non-Segment Result comprised €76 million relating to cost of goods sold, €14 million relating to research and development expenses and €53 million relating to selling, general and administrative expenses. In addition, it included net operating expenses of €140 million. The main component of this figure is impairment losses recognized in connection with the planned sale of the 200-millimeter production facilities in Austin (USA).

Infineon generated operating profit in both the first and second quarters of the 2025 fiscal year of €318 million.

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The financial result in the second quarter of the 2025 fiscal year was a net loss of €28 million, compared with a net loss of €17 million in the first quarter.

The tax expense in the second quarter of the current fiscal year amounted to €63 million, compared with €60 million in the prior quarter.

Profit from continuing operations achieved in the second quarter of the current fiscal year was €230 million, compared with €243 million in the first quarter. The result from discontinued operations was €2 million, after €3 million in the prior quarter. The profit for the period in the second quarter was €232 million. In the first quarter of the 2025 fiscal year, the profit for the period was €246 million.

Basic earnings per share from continuing operations in both the first and second quarters of the current fiscal year stood at €0.18, while diluted earnings per share from continuing operations stood at €0.17 at the end of the second quarter of the 2025 fiscal year, compared with €0.18 in the prior quarter. Adjusted earnings per share¹ (diluted) rose in the second quarter of the current fiscal year to €0.34, up from €0.33 in the first quarter.

Investments – which Infineon defines as the sum of investments in property, plant and equipment, investments in other intangible assets and capitalized development costs – decreased from €731 million in the first quarter of the 2025 fiscal year to €470 million in the second quarter. Depreciation and amortization in the second quarter of the current fiscal year amounted to €483 million, compared with €487 million in the first quarter.

Free Cash Flow² in the second quarter of the 2025 fiscal year came in at a positive figure of €174 million, compared with a negative figure of €237 million in the prior quarter.

The gross cash position at the end of the second quarter of the current fiscal year amounted to €1,687 million, compared with €1,957 million at the end of the prior quarter. Financial debt at 31 March 2025 stood at €5,516 million, compared with €4,943 million at 31 December 2024. The net cash position was therefore a negative amount of €3,829 million, compared with a negative amount of €2,986 million at the end of the prior quarter. In addition to the payment of the dividend of €455 million in February 2025, repayments were made in the second quarter of a €500 million bond when it fell due as well as the first €600 million tranche of the hybrid bond. Transactions that had the opposite effect of increasing Infineon's financial debt as well as financial resources were the issue of a new five-year bond with a nominal value of €750 million and the utilization of short-term credit lines.

¹ Adjusted profit (loss) for the period and adjusted earnings per share (diluted) should not be seen as a replacement or as superior performance indicators, but rather as additional information to profit (loss) for the period and earnings per share (diluted) determined in accordance with IFRS. The detailed calculation of adjusted earnings per share is presented on page 9.

² For definitions and the calculation of Free Cash Flow and of the gross and net cash positions, see page 12.

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Segment earnings for the second quarter of the 2025 fiscal year

On 1 January 2025, the "Sense & Control" business line, which was previously allocated to the Automotive segment, was transferred to the Power & Sensor Systems segment. The comparative figures have been adjusted accordingly.

Automotive³ segment revenue improved in the second quarter of the 2025 fiscal year to €1,858 million, from €1,752 million in the prior quarter. Reasons for the 6 percent increase were higher revenue from electric vehicles and fading inventory adjustments by customers. The Segment Result increased to €385 million, up from €343 million in the first quarter of the current fiscal year. The Segment Result Margin rose to 20.7 percent, compared with 19.6 percent in the prior quarter.

In the second quarter of the 2025 fiscal year, revenue in the Green Industrial Power segment increased to €397 million. In the prior quarter, the revenue generated in this segment was €340 million. The 17 percent rise was the result of improved demand in all areas starting from a low base. Especially industrial drives and renewable energy contributed to the increase. Segment Result in the second quarter of the current fiscal year reached €38 million remaining broadly stable compared with €34 million in the first quarter. The Segment Result Margin achieved was 9.6 percent, compared with 10.0 percent in the prior quarter.

Revenue in the Power & Sensor Systems³ segment decreased slightly by 1 percent in the second quarter of the current fiscal year to €979 million, compared with €987 million in the prior quarter. Revenue from products for servers and data centers, especially for artificial intelligence, continued to increase, while revenue in the other areas saw a slight decline. The Segment Result was €138 million in the second quarter of the current fiscal year, compared with €169 million in the first quarter. The prior-quarter figure included a compensation payment from a customer of a mid-double-digit million amount. The Segment Result Margin was 14.1 percent, compared with 17.1 percent in the prior quarter.

Revenue in the Connected Secure Systems segment increased in the second quarter of the current fiscal year to €356 million, up from €344 million in the prior quarter. The main reason for the 3 percent increase was higher demand in the areas of payment cards and government identification. The Segment Result improved to €40 million, compared with €30 million in the first quarter of the 2025 fiscal year. The Segment Result Margin rose from 8.7 percent in the first quarter to 11.2 percent in the second quarter of the current fiscal year.

³ The "Sense & Control" business line generated revenue in the 2024 fiscal year of €707 million. (Q1 FY24: €175 million, Q2 FY24: €167 million, Q3 FY24: €185 million, Q4 FY24: €180 million). In the first quarter of the 2025 fiscal year, revenue generated by this business line was €167 million.

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Outlook for the third quarter of the 2025 fiscal year

In the third quarter of the 2025 fiscal year, based on an assumed exchange rate of US\$1.125 to the euro, Infineon expects revenue to reach about €3.7 billion. The GIP and PSS segments should see a percentage growth rate that is higher than the Group average. Revenue in the ATV segment is expected to remain unchanged and for the CSS segment a revenue decline is expected compared to the previous quarter. The Segment Result Margin is forecast to be in the mid-teens percentage range.

Outlook for the 2025 fiscal year

The outlook for the 2025 fiscal year excludes the planned acquisition of the automotive Ethernet business of Marvell Technology, Inc., USA, ("Marvell"). In particular, it does not take account of the purchase price payment, since the transaction is still subject to the customary closing conditions and regulatory approvals.

Based on an assumed exchange rate of US\$1.125 to the euro (previously 1.05), revenue in the 2025 fiscal year is now forecast to slightly decline in comparison with the 2024 fiscal year (previously flat to slightly up). The revised outlook, in addition to the change in assumption about exchange rates, includes a haircut resulting from tariff disputes of 10 percent of expected revenue in the fourth quarter of the 2025 fiscal year. Without the haircut the forecast would have remained essentially unchanged.

The adjusted gross margin should be around 40 percent and the Segment Result Margin now in the mid-teens percentage range (before mid-to-high-teens percentage range).

Investments – which Infineon defines as the sum of investments in property, plant and equipment, investments in other intangible assets and capitalized development costs – are now planned at around €2.3 billion for the 2025 fiscal year (previously €2.5 billion).

Depreciation and amortization are anticipated to be now around €1.9 billion (previously €2.0 billion) in the 2025 fiscal year, of which approximately €400 million is attributable to amortization of purchase price allocations arising mainly from the acquisition of Cypress. Adjusted Free Cash Flow is forecast to be about €1.6 billion (previously €1.7 billion). Free Cash Flow should be unchanged around €900 million. It is still expected that Return on Capital Employed (RoCE) will reach a mid-single-digit percentage rate.

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Telephone press conference and analyst telephone conference

On 8 May 2025 the Management Board of Infineon will host a telephone press conference with the media at 8:00 am (CEST), 2:00 am (EDT). It can be followed over the Internet in both English and German. In addition a telephone conference call including a webcast for analysts and investors (in English only) will take place at 9:30 am (CEST), 3:30 am (EDT). During both calls, the Infineon Management Board will present the Company's results for the second quarter as well as the outlook for the third quarter and the 2025 fiscal year. The conferences will also be available live and as replay on Infineon's website at www.infineon.com/investor

The **Q2 Investor Presentation** is available (in English only) at:

<https://www.infineon.com/cms/en/about-infineon/investor/reports-and-presentations/>

Infineon Financial Calendar (*preliminary)

- 21 May 2025 JP Morgan European TMT Conference, London
- 27 May 2025 dB Access European Champions Conference, Frankfurt
- 29 May 2025 Cowen Annual TMT Conference, New York
- 3 Jun 2025 Bank Pekao Technology & Consumer Conference, virtual
- 3 - 4 Jun 2025 BNP Paribas Exane CEO Conference, Paris
- 10 Jun 2025 Barclays EMEA Technology Conference, London
- 11 Jun 2025 BofA C-Suite TMT Conference, London
- 5 August 2025* Earnings Release for the Third Quarter of the 2025 Fiscal Year
- 13 November 2025* Earnings Release for the Fourth Quarter and the 2025 Fiscal Year

About Infineon

Infineon Technologies AG is a global semiconductor leader in power systems and IoT. Infineon drives decarbonization and digitalization with its products and solutions. The Company had around 58,060 employees worldwide (end of September 2024) and generated revenue of about €15 billion in the 2024 fiscal year (ending 30 September). Infineon is listed on the Frankfurt Stock Exchange (ticker symbol: IFX) and in the USA on the OTCQX International over-the-counter market (ticker symbol: IFNNY).

Further information is available at <https://www.infineon.com/>

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FINANCIAL INFORMATION

According to IFRS – Unaudited

The following financial data relates to the second quarter of the 2025 fiscal year ended 31 March 2025 and the corresponding prior quarter and prior year period.

Consolidated Statement of Profit or Loss

€ in millions	Q2 FY 2025	Q1 FY 2025	Q2 FY 2024
Revenue	3,591	3,424	3,632
Cost of goods sold ¹	(2,200)	(2,081)	(2,186)
Gross profit	1,391	1,343	1,446
Research and development expenses ¹	(559)	(544)	(530)
Selling, general and administrative expenses	(376)	(395)	(375)
Other operating income	22	63	13
Other operating expenses	(160)	(149)	(58)
Operating profit	318	318	496
Financial income	18	27	36
Financial expenses	(46)	(44)	(48)
Share of profit (loss) of associates and joint ventures accounted for using the equity method	3	2	3
Profit (loss) from continuing operations before income taxes	293	303	487
Income taxes	(63)	(60)	(93)
Profit (loss) from continuing operations	230	243	394
Profit (loss) from discontinued operations, net of income taxes	2	3	-
Profit (loss) for the period	232	246	394
Attributable to:			
Shareholders and hybrid capital investors of Infineon Technologies AG	232	246	394
Earnings per share (in euro) attributable to shareholders of Infineon Technologies AG ²			
Weighted average shares outstanding (in million) – basic	1,299	1,299	1,302
Basic earnings per share (in euro) from continuing operations	0.18	0.18	0.30
Basic earnings per share (in euro) from discontinued operations	-	-	-
Basic earnings per share (in euro)	0.18	0.18	0.30
Weighted average shares outstanding (in million) – diluted	1,307	1,305	1,307
Diluted earnings per share (in euro) from continuing operations	0.17	0.18	0.30
Diluted earnings per share (in euro) from discontinued operations	-	-	-
Diluted earnings per share (in euro)	0.17	0.18	0.30

¹ In order to provide more meaningful information, the accounting policy was changed as of 1 October 2024 with regard to the allocation of certain expenses. This led to a reclassification of expenses from cost of goods sold to research and development expenses. The previous year's figures have been adjusted accordingly.

² The calculation of earnings per share is based on unrounded figures. For the consideration of the compensation of hybrid capital investors when determining earnings per share, see "Reconciliation to adjusted earnings and adjusted earnings per share" on page 9.

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Revenues, Results and Margins of the Segments

Segment Result is defined as operating profit excluding specific net impairments and impairment reversals, the impact on earnings of restructuring and closures, share-based payment, acquisition-related depreciation/amortization and other expense, impact on earnings of sales of businesses or interests in subsidiaries, and other income (expense).

The business line „Sense & Control“, which was previously allocated to the Automotive segment, was reclassified to the Power & Sensor Systems segment with effect from 1 January 2025. The comparative periods have been adjusted accordingly.

€ in millions (unless otherwise stated)	Q2 FY 2025	Q1 FY 2025	Change vs. previous quarter in %	Q2 FY 2024	Change vs. previous year quarter in %
Automotive					
Segment Revenue	1,858	1,752	6	1,911	(3)
Segment Result	385	343	12	482	(20)
Segment Result Margin (in %)	20.7%	19.6%		25.2%	
Green Industrial Power					
Segment Revenue	397	340	17	469	(15)
Segment Result	38	34	12	89	(57)
Segment Result Margin (in %)	9.6%	10.0%		19.0%	
Power & Sensor Systems					
Segment Revenue	979	987	(1)	880	11
Segment Result	138	169	(18)	94	47
Segment Result Margin (in %)	14.1%	17.1%		10.7%	
Connected Secure Systems					
Segment Revenue	356	344	3	371	(4)
Segment Result	40	30	33	42	(5)
Segment Result Margin (in %)	11.2%	8.7%		11.3%	
Other Operating Segments					
Segment Revenue	1	1	-	1	-
Segment Result	-	-	-	-	-
Corporate and Eliminations					
Segment Revenue	-	-	-	-	-
Segment Result	-	(3)	+++	-	-
Infiniteon total					
Segment Revenue	3,591	3,424	5	3,632	(1)
Segment Result	601	573	5	707	(15)
Segment Result Margin (in %)	16.7%	16.7%		19.5%	

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Reconciliation of Segment Result to operating profit

€ in millions	Q2 FY 2025	Q1 FY 2025	Q2 FY 2024
Segment Result:	601	573	707
Plus/minus:			
Specific impairment reversals (impairments)	(129)	(101)	(37)
Gains (losses) from restructuring and closures	(16)	(18)	(13)
Share-based payment	(38)	(49)	(28)
Acquisition-related depreciation/amortization and other expenses	(99)	(83)	(122)
Gains (losses) on sales of businesses, or interests in subsidiaries	8	-	-
Other income and expenses	(9)	(4)	(11)
Total Non Segment Result	(283)	(255)	(211)
Operating profit	318	318	496

Reconciliation to adjusted earnings and adjusted earnings per share – diluted

Earnings per share in accordance with IFRS (International Financial Reporting Standards) is influenced by amounts relating to purchase price allocations for acquisitions (in particular Cypress) and by other exceptional items (in particular in conjunction with “Step Up”). To enable better comparability of operating performance over time, Infineon calculates adjusted earnings per share (diluted) as follows:

€ in millions (unless otherwise stated)	Q2 FY 2025	Q1 FY 2025	Q2 FY 2024
Profit (loss) from continuing operations – diluted	230	243	394
Compensation of hybrid capital investors ¹	(4)	(7)	(7)
Profit (loss) from continuing operations attributable to shareholders of Infineon Technologies AG – diluted	226	236	387
Plus/minus:			
Non Segment Result ²	283	255	211
Tax effect on adjustments	(62)	(57)	(47)
Adjusted profit (loss) for the period from continuing operations attributable to shareholders of Infineon Technologies AG – diluted	447	434	551
Weighted-average number of shares outstanding (in millions) – diluted	1,307	1,305	1,307
Adjusted earnings per share (in euro) from continuing operations – diluted ³	0.34	0.33	0.42

1 Including the cumulative tax effect.

2 The calculation of the Non Segment Result can be found in the table “Reconciliation of Segment Result to operating profit”.

3 The calculation of the adjusted earnings per share is based on unrounded figures.

Adjusted profit (loss) for the period and adjusted earnings per share (diluted) should not be seen as a replacement or superior performance indicators, but rather as additional information to the profit (loss) for the period and earnings per share (diluted) determined in accordance with IFRS.

Reconciliation to adjusted cost of goods sold and adjusted gross margin

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The cost of goods sold and the gross margin in accordance with IFRS are influenced by amounts relating to purchase price allocations for acquisitions (in particular Cypress) as well as by other exceptional items (in particular in conjunction with “Step Up”). To enable better comparability of operating performance over time, Infineon calculates the adjusted gross margin as follows:

€ in millions (unless otherwise stated)	Q2 FY 2025	Q1 FY 2025	Q2 FY 2024
Cost of goods sold ¹	2,200	2,081	2,186
Plus/minus:			
Gains (losses) from restructuring and closures	(1)	-	(3)
Share-based payment	(7)	(9)	(4)
Acquisition-related depreciation/amortization and other expenses	(64)	(52)	(79)
Other income and expenses	(4)	(3)	(5)
Adjusted cost of goods sold ¹	2,124	2,017	2,095
Adjusted gross margin (in %)	40.9%	41.1%	42.3%

1 In order to provide more meaningful information, the accounting policy was changed as of 1 October 2024 with regard to the allocation of certain expenses. This led to a reclassification of expenses from cost of goods sold to research and development expenses. The previous year's figures have been adjusted accordingly.

Adjusted cost of goods sold and the adjusted gross margin should not be seen as a replacement or superior performance indicator, but rather as additional information to cost of goods sold and the gross margin determined in accordance with IFRS.

Number of employees

	31 Mar 25	31 Dec 24	31 Mar 24
Infineon	57,397	58,008	59,364
Thereof: Research and development	13,338	13,343	13,194

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Consolidated Statement of Financial Position

€ in millions	31 Mar 25	31 Dec 24	31 Mar 24
ASSETS			
Cash and cash equivalents	1,215	1,254	1,786
Financial investments	472	703	797
Trade receivables	2,017	2,059	2,000
Inventories	4,333	4,385	4,404
Current income tax receivables	114	114	50
Contract assets	120	111	108
Other current assets	1,213	1,311	1,046
Assets classified as held for sale	119	-	57
Total current assets	9,603	9,937	10,248
Property, plant and equipment	8,189	8,273	7,532
Goodwill	7,028	7,308	7,030
Other intangible assets	2,736	2,874	3,002
Right-of-use assets	393	417	399
Investments accounted for using the equity method	101	124	116
Non-current income tax receivables	1	1	2
Deferred tax assets	273	268	271
Other non-current assets	616	528	494
Total non-current assets	19,337	19,793	18,846
Total assets	28,940	29,730	29,094
LIABILITIES AND EQUITY			
Short-term financial debt and current portion of long-term financial debt	400	500	1,573
Trade payables	1,974	2,105	2,003
Current provisions	530	506	473
Current income tax payables	219	222	277
Current lease liabilities	78	81	73
Current contract liabilities	104	125	119
Other current liabilities	1,468	1,477	1,160
Liabilities classified as held for sale	46	-	24
Total current liabilities	4,819	5,016	5,702
Long-term financial debt	5,116	4,443	4,368
Pensions and similar commitments	237	289	276
Deferred tax liabilities	183	185	275
Other non-current provisions	151	215	326
Non-current lease liabilities	296	315	302
Non-current contract liabilities	131	136	90
Other non-current liabilities	897	896	553
Total non-current liabilities	7,011	6,479	6,190
Total liabilities	11,830	11,495	11,892
Equity:			
Ordinary share capital	2,612	2,612	2,612
Capital reserve	6,841	6,815	6,737
Retained earnings	7,031	7,229	6,695
Other reserves	194	553	173
Own shares	(181)	(187)	(238)
Hybrid capital	613	1,213	1,223
Total equity	17,110	18,235	17,202
Total liabilities and equity	28,940	29,730	29,094

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Consolidated Statement of Cash Flows

Gross Cash Position and Net Cash Position

The following table shows the gross cash position and the net cash position. Since some liquid funds are held in the form of financial investments, which for IFRS purposes are not classified as cash and cash equivalents, Infineon reports on its gross and net cash positions in order to provide investors with a better understanding of its overall liquidity situation. The gross and net cash positions are determined as follows from the Consolidated Statement of Financial Position:

€ in millions	31 Mar 25	31 Dec 24	31 Mar 24
Cash and cash equivalents	1,215	1,254	1,786
Financial investments	472	703	797
Gross cash position	1,687	1,957	2,583
Minus:			
Short-term financial debt and current portion of long-term financial debt	400	500	1,573
Long-term financial debt	5,116	4,443	4,368
Gross financial debt	5,516	4,943	5,941
Net cash position	(3,829)	(2,986)	(3,358)

Free Cash Flow

Infineon reports the Free Cash Flow figure, defined as cash flows from operating activities and cash flows from investing activities, both from continuing operations, after adjusting for cash flows from the acquisition and sale of financial investments. Free Cash Flow serves as an additional performance indicator since Infineon holds part of its liquidity in the form of financial investments. This does not mean that the Free Cash Flow calculated in this way is available to cover other disbursements, because dividends, debt-servicing obligations and other fixed disbursements have not been deducted.

Free Cash Flow should not be seen as a replacement or as a superior performance indicator, but rather as a useful item of information in addition to the disclosure of the cash flow reported in the Consolidated Statement of Cash Flows, and as a supplementary disclosure to other liquidity performance indicators and other performance indicators determined in accordance with IFRS. Free Cash Flow is derived as follows from the Consolidated Statement of Cash Flows:

€ in millions	Q2 FY 2025	Q1 FY 2025	Q2 FY 2024
Cash flows from operating activities ¹	639	539	744
Cash flows from investing activities ¹	(229)	(1,082)	(360)
Payments for the acquisition of (proceeds from sales of) financial investments, net	(236)	306	(302)
Free Cash Flow	174	(237)	82

¹ From continuing operations.

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Condensed Consolidated Statement of Cash Flows

€ in millions	Q2 FY 2025	Q1 FY 2025	Q2 FY 2024
Profit (loss) for the period	232	246	394
Plus: profit (loss) from discontinued operations, net of income taxes	(2)	(3)	-
Adjustments to reconcile profit (loss) for the period to cash flows from operating activities:			
Depreciation and amortization	483	487	467
Other expenses and income	244	226	203
Change in assets, liabilities and equity	(215)	(251)	(193)
Interests received and paid	(23)	(14)	7
Income taxes received (paid)	(80)	(152)	(134)
Cash flows from operating activities from continuing operations	639	539	744
Cash flows from operating activities from discontinued operations	-	-	1
Cash flows from operating activities	639	539	745
Proceeds from sales of (payments for the acquisition of) financial investments, net	236	(306)	302
Payments for the acquisition of subsidiaries or other businesses, net of cash acquired	-	-	-
Payments for the acquisition of other intangible assets	(73)	(66)	(71)
Payments for the acquisition of property, plant and equipment	(397)	(665)	(572)
Other investing activities	5	(45)	(19)
Cash flows from investing activities	(229)	(1,082)	(360)
Issuance of (repayment of) long-term financial debt and hybrid capital	(350)	-	500
Issuance of (repayment of) short-term financial debt	400	-	-
Proceeds from hybrid capital (cash outflow to hybrid capital investors)	(13)	-	-
Proceeds from issuance/payments for repurchase of ordinary shares	-	-	(233)
Dividend payments	(455)	-	(456)
Other financing activities	(22)	(24)	(19)
Cash flows from financing activities	(440)	(24)	(208)
Net change in cash and cash equivalents	(30)	(567)	177
Currency effects on cash and cash equivalents	(9)	15	2
Cash and cash equivalents at beginning of period	1,254	1,806	1,607
Cash and cash equivalents at end of period	1,215	1,254	1,786

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DISCLAIMER

This press release contains forward-looking statements about the business, financial condition and earnings performance of the Infineon Group.

These statements are based on assumptions and projections resting upon currently available information and present estimates. They are subject to a multitude of uncertainties and risks. Actual business development may therefore differ materially from what has been expected. Beyond disclosure requirements stipulated by law, Infineon does not undertake any obligation to update forward-looking statements.

Due to rounding, numbers presented throughout this press release and other reports may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures.

All figures mentioned in this press release are unaudited.

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