

Corporate presentation – Third Quarter 2010

Conference Call
October 19, 2010, at 11.00 a.m. (CE time)

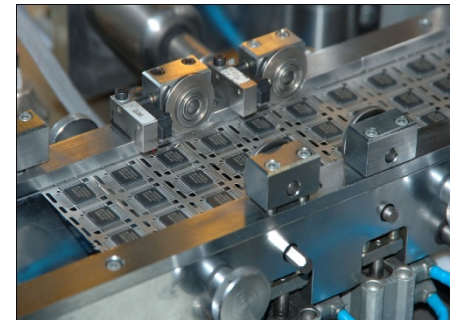
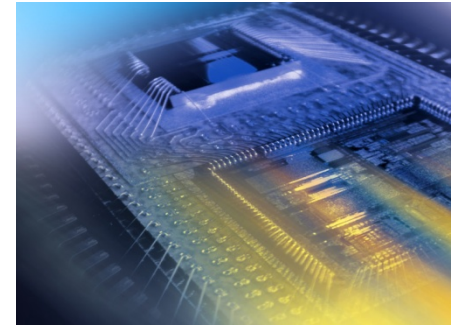
The following documentation contains forward-looking statements that are subject to certain risks and uncertainties. Actual results may differ materially from those anticipated in this presentation.

Agenda

- ◆ **Overview**
- ◆ Automotive markets
- ◆ Customers
- ◆ Products
- ◆ Financials
- ◆ Summary

Micronas – third quarter and first nine months 2010

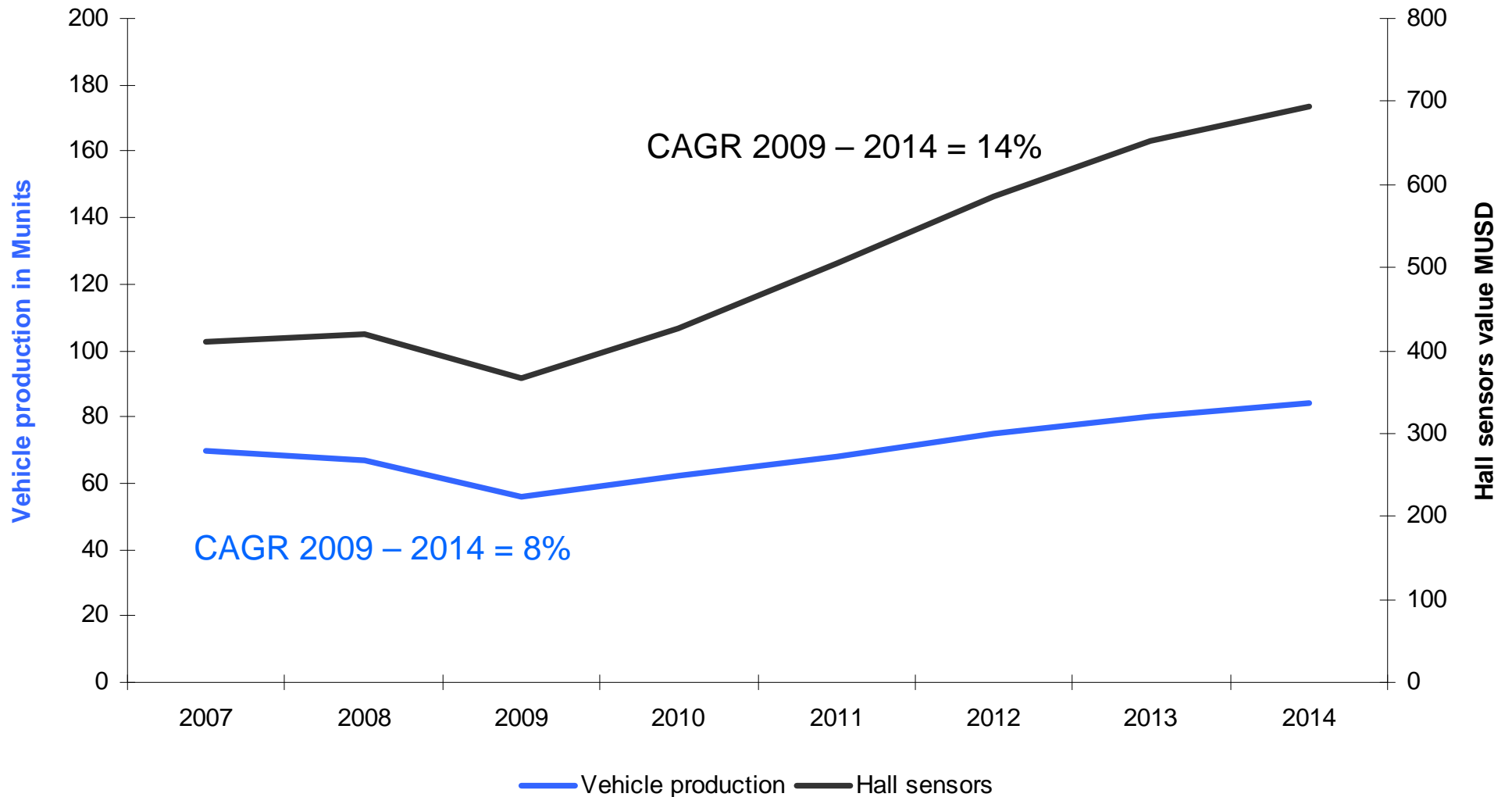
- ◆ In the third quarter of the year, Micronas once again exceeded its Management's expectations
- ◆ For the first time in two years, Micronas posted a quarterly profit
- ◆ To foster the innovation rate based on new products, Micronas decided to expand its R&D resources including the addition of a new design team of around 15 engineers in Munich
- ◆ Micronas continues to expand its worldwide marketing and sales team
- ◆ Utilization of production capacity increased to over 75 percent in the third quarter
- ◆ Short-time working in Freiburg was suspended for the holiday months of July, August and September



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Automotive and hall sensor markets



Update on Automotive industry

◆ New car registration

- ◆ Car registration January to September 2010 compared to the same period 2009:

- ◆ **Western-EU:* - 4.3% to a total of 10.25 mil. units**

- ◆ France: + 0.8% (1.66 mil.)*

- ◆ Italy: - 4.4% (1.54 mil.)*

- ◆ UK: + 7.8% (1.64 mil.)*

- ◆ Spain: + 16.2% (0.79 mil.)*

- ◆ Germany: - 27.5% (2.16 mil.)*

- ◆ **USA:** + 10% to a total of 8.5 mil. units**

- ◆ **Japan:** + 20% to a total of 3.5 mil. units**

- ◆ **China:** + 38% to a total of 8.0 mil. units**

◆ Outlook:

- ◆ Ongoing positive trend in China, USA and Japan
- ◆ Q1 and Q2/2010 car registration number in Western Europe was at the same level, the 3rd quarter figure is traditionally lower.

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Customer and distributor base

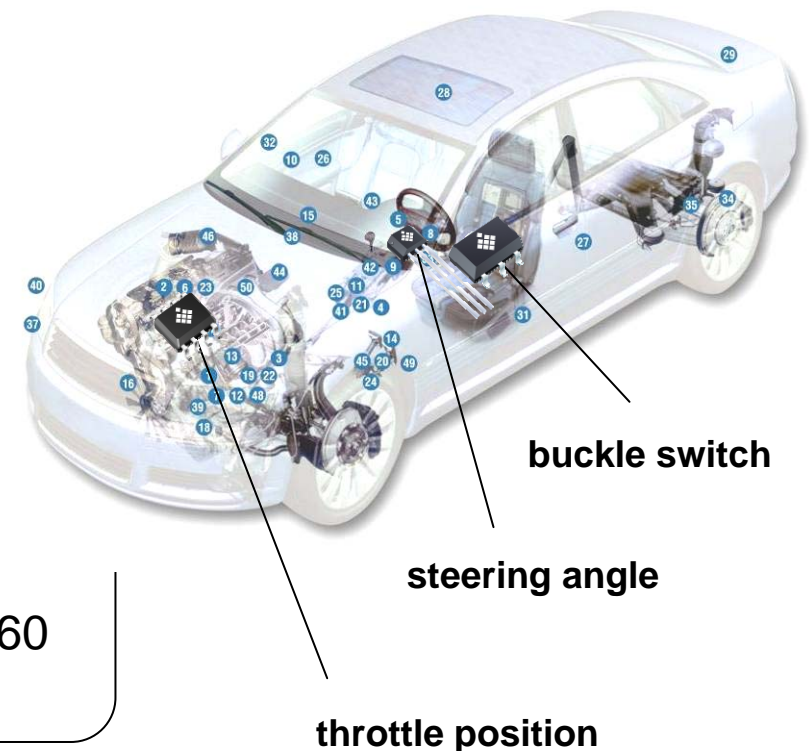
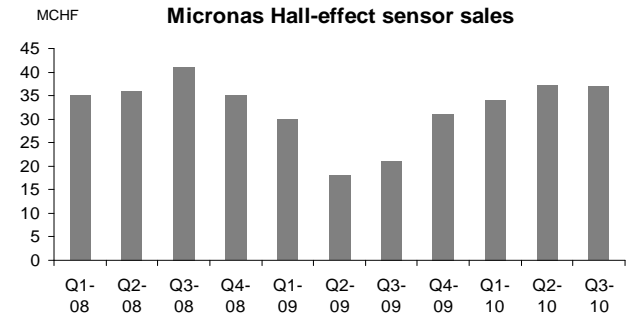


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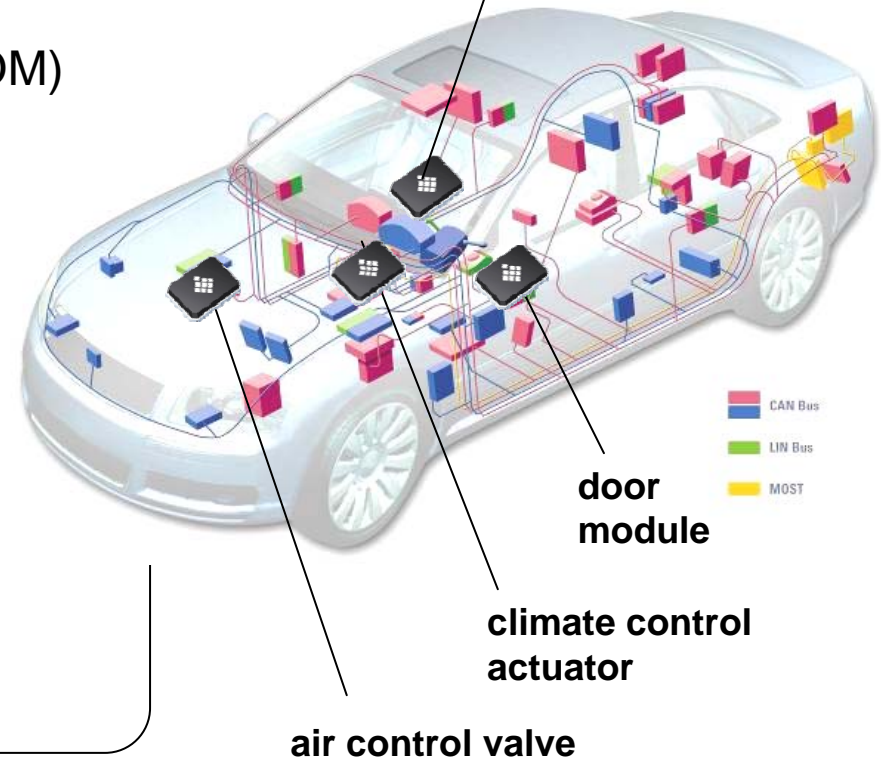
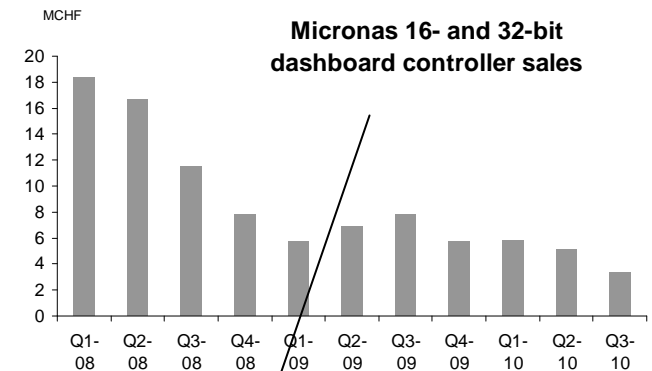
Hall-effect sensors for automotive

- ◆ Hall-effect sensors are highly reliable contactless magnetic sensors for position, speed, motion and angles
- ◆ Integrating the sensor and signal processing electronics monolithically allows to provide:
 - ◆ Flexible and customizable solutions via programmability using the integrated EEPROM
 - ◆ Various analog and digital interfaces
 - ◆ Ideal network system solutions through **easyLIN[®]** by Micronas functionality also in combination with our embedded controller family
 - ◆ High-durability through multiple device protection functions
 - ◆ Extended temperature range ($T_j = -40^{\circ}\dots+170^{\circ}\text{C}$)
- ◆ Multi-purpose Hall sensor families for more than 60 applications in the car



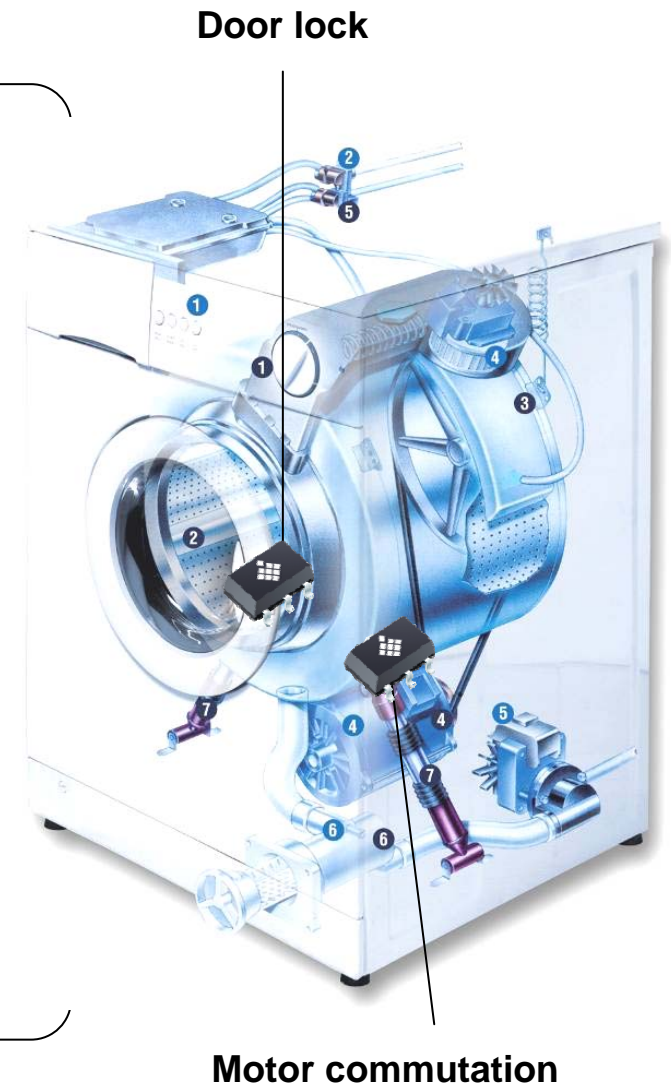
Embedded controllers for automotive

- ◆ High-performance CPU core provides system cost advantages through integrated application specific features
 - ◆ On-chip power management supports direct 12V battery operation
 - ◆ Embedded non-volatile memory (EEPROM)
 - ◆ Integrated LIN transceiver **easyLIN[®]** by Micronas provides ideal network system solution in combination with our hall sensors
 - ◆ High-current output drivers for actuators like Brushless DC motors
 - ◆ High-durability through multiple device protection functions
 - ◆ Extended temperature range ($T_j = -40^{\circ}\text{C} \dots +170^{\circ}\text{C}$)



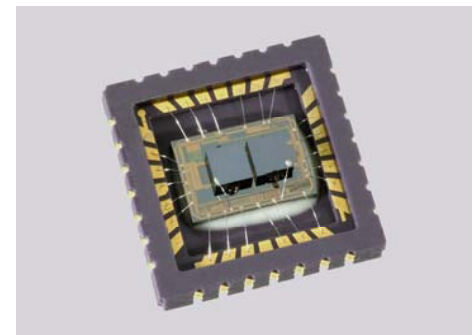
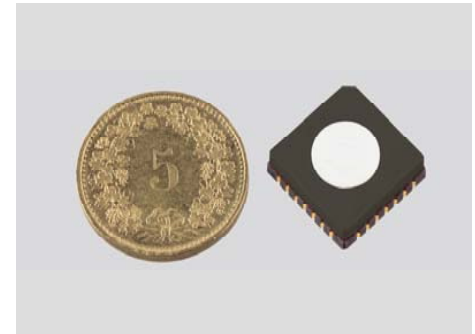
Products for industrial and white goods

- ◆ Industrial market widely adopting contact-less technologies for sensor solutions
- ◆ Emerging mechatronic applications need system solutions comprised of a sensing and an actuator control function
- ◆ Leverage of existing sensor and controller portfolio and alignment of future product roadmap to the industrial and white goods market
 - ◆ Industrial (motors, fans, building technology)
 - ◆ White goods (washing machine, dish washer)
 - ◆ Vending machines



mySENS[®] – Micronas gas sensor technology

- ◆ New gas sensing technology is enabler for highly integrated and cost-effective system solutions
 - ◆ Small sensor size
 - ◆ Low power consumption
 - ◆ Long life time
 - ◆ CMOS-based gas sensor technology
- ◆ The GAS85xyB system solution detects ammonia and flammable gases such as hydrogen in the ambient atmosphere and also measures temperature and relative humidity
- ◆ The GAS85xyB system solution is targeting the following applications:
 - ◆ Fire detection
 - ◆ Indoor air quality
 - ◆ Leakage detection



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Micronas Group – income statement

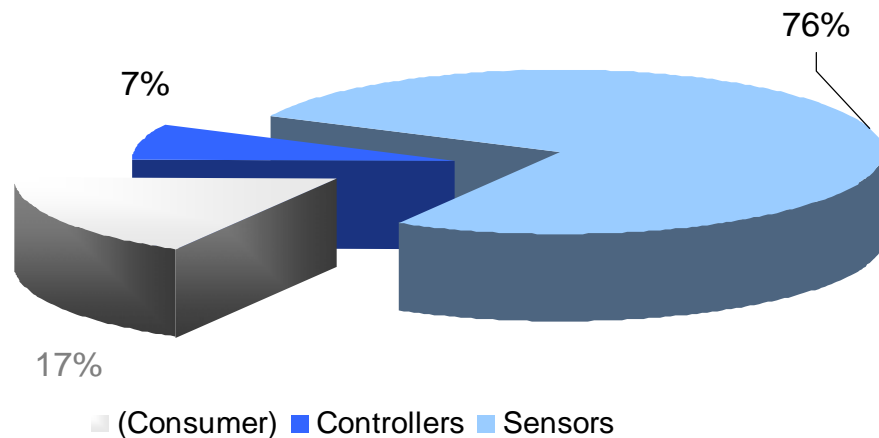
in CHF Mil.	Q3/2010		Q2/2010		9 months 2010		9 months 2009	
		in % of net sales		in % of net sales		in % of net sales		in % of net sales
Net sales	48.5		49.3		145.2		191.9	
Margin	19.9	41.1%	14.5	29.4%	46.2	31.8%	14.8	7.7%
R & D	-5.6	-11.5%	-6.3	-12.8%	-17.8	-12.3%	-46.2	-24.1%
SG & A	-3.8	-7.8%	-4.5	-9.1%	-12.9	-8.9%	-31.7	-16.5%
Other operating inc./exp.	-0.2	-0.4%	0.8	1.6%	1.2	0.8%	-0.2	-0.1%
Operating profit/loss before restructuring and partial sale of Consumer division	10.3		4.5		16.7		-63.3	
Restructuring	0.2		1.6		0.7		-113.6	
Net gain from partial sale of Consumer division	0.0		0.0		0.0		8.7	
EBIT	10.5	21.6%	6.1	12.5%	17.4	12.0%	-168.2	-87.6%
Financial income/expense, net	9.4		-6.3		-1.5		-4.4	
Pretax profit/loss	19.9	41.0%	-0.2	-0.4%	15.9	11.0%	-172.6	-89.9%
Income taxes	-0.1		-0.2		-0.3		-0.4	
Profit/loss for the period	19.8	40.9%	-0.4	-0.8%	15.6	10.7%	-173.0	-90.1%
EBITDA	16.5	34.0%	13.1	26.6%	37.8	26.0%	-137.3	-71.5%
Earnings per share in CHF	0.67		-0.01		0.53		-5.88	

Micronas Group – segment information

in CHF Mil.	Q3/2010	Q2/2010	9 months 2010	9 months 2009
Automotive				
Net sales	40.3	42.4	122.8	89.7
Manufacturing margin	19.4	17.2	51.2	36.5
in % of sales	48.0%	40.5%	41.7%	40.7%
Margin	18.6	14.2	43.7	9.9
in % of sales	46.2%	33.6%	35.6%	11.0%
Operating profit/loss	9.4	4.3	14.6	-16.0
in % of sales	23.3%	10.1%	11.9%	-17.9%
Consumer				
Net sales	8.2	6.9	22.4	102.2
Manufacturing margin	1.3	0.2	2.5	32.7
in % of sales	15.7%	3.6%	11.1%	32.1%
Margin	1.3	0.2	2.5	4.9
in % of sales	15.7%	3.6%	11.1%	4.8%
Operating profit/loss before restructuring and partial sale of Consumer division	0.9	0.2	2.0	-47.3
Restructuring	0.2	1.6	0.7	-113.6
Net gain for partial sale of Consumer division	0.0	0.0	0.0	8.7
Operating profit/loss	1.1	1.8	2.8	-152.1
in % of sales	13.2%	26.9%	12.3%	-148.9%

Automotive – product lines and regional information

Q3 sales by product lines



in CHF Mil.	Q3/2010	Q2/2010	9 months 2010	9 months 2009
Europe	13.0	14.6	43.8	35.6
Asia	22.4	23.0	64.9	44.6
America	4.8	4.7	13.8	9.3
Other	0.1	0.1	0.3	0.2
Total	40.3	42.4	122.8	89.7

Automotive – order book

in CHF Mil.	Q3/2010	Q2/2010	9 months 2010	9 months 2009
Orders on hand, beginning of period	61.5	52.8	47.0	44.4
Net sales	40.3	42.4	122.8	89.7
Order intake	42.7	54.5	145.1	81.9
Translation adjustments	-1.4	-3.4	-6.8	0.4
Orders on hand, end of period	62.5	61.5	62.5	37.0
Book-to-bill	1.06	1.29	1.18	0.91

Micronas Group – balance sheet

in CHF Mil.	24.9.2010	25.6.2010
Total non-current assets	77.0	83.4
Total current assets	221.3	218.4
Total assets	298.3	301.8
Total shareholders' equity	124.0	117.8
in % of total assets	41.6%	39.0%
Total long-term liabilities	138.0	139.9
Total current liabilities	36.3	44.1
Total liabilities	174.3	184.0
Total shareholders' equity and liabilities	298.3	301.8

Micronas Group – trade net working capital

in CHF Mil.	24.9.2010	25.6.2010
Inventories	24.3	22.7
Accounts receivable	25.9	20.0
	50.2	42.7
Accounts payable	8.4	9.2
	8.4	9.2
Trade net working capital	41.8	33.5

Micronas Group – cash flow statement

in CHF Mil.	Q3/2010	Q2/2010	9 months 2010	9 months 2009
Cash at the beginning of the period	167.9	179.1	188.4	303.1
Cash flow from operating activities	4.8	-5.4	-3.7	-101.1
Cash flow from investing activities	-3.0	1.0	-2.4	-5.7
- CAPEX	-1.4	-0.9	-3.9	-9.6
- interest received/disposal of assets	0.2	1.6	2.3	4.5
Cash flow from financing activities	-1.6	-1.7	-5.0	-5.4
- repayment of lt. liabilities	-1.6	-1.7	-5.0	-5.4
Exchange effect on cash	-3.3	-5.1	-12.5	2.6
Change in cash	-3.1	-11.2	-23.6	-109.6
Cash at the end of the period	164.8	167.9	164.8	193.5

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Summary

- ◆ Sales growth in our core product line hall-effect sensors restarted in the second half of 2009 and this trend continued in the first three quarters of 2010
- ◆ Expanding of investment in our strong product portfolio
- ◆ Solid balance sheet, strong cash and growing equity
- ◆ International customer base with full confidence in our company, products and quality commitment
- ◆ The Board of Directors and Management expect for the year as a whole that Micronas will post sales of around CHF 190 million, an EBIT margin of 12 percent, and a positive overall result

