

Q2 2024

MANAGING ONGOING SOFT DEMAND WITH RESILIENCE

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July 25, 2024

KEY MESSAGES OF TODAY'S CALL



MANAGING THE SOFT DEMAND

Production

Focus on productivity and efficiency

Labor

Adjusted to reduced output –
e.g. qualified hiring freeze

Working Capital

Effective management

Capex

Restrictive approval of investments

Dividend

Reduced to EUR 1.20 per share for 2023

Costs

Even more intensified emphasis

Q2 2024 AFFECTED BY ONGOING WEAK WAFER DEMAND

351.3

Sales in EUR mn
2.3% vs. Q1 2024

25.8

EBITDA Margin in %
Q1 2024: 26.4%

0.73

Earnings per share in EUR
Q1 2024: EUR 0.86

140.6

Capex in EUR mn
Mainly for new fab in SGP

-95.0

Net cash flow in EUR mn
Negative due to ongoing investments

Prices

Almost stable Q2 vs. Q1



FINANCIALS Q2 2024

As expected

Q2 FIGURES AS EXPECTED

Profit & Loss, in EUR million

	Q2 2024	Q1 2024	H1 2024
Sales	351.3	343.5	694,8
Gross profit	70.6	70.1	140.7
<i>Gross Margin, in %</i>	<i>20.1</i>	<i>20.4</i>	<i>20.3</i>
EBITDA	90.6	90.8	181.4
<i>EBITDA Margin, in %</i>	<i>25.8</i>	<i>26.4</i>	<i>26.1</i>
EBIT	33.0	36.0	69.0
<i>EBIT Margin, in %</i>	<i>9.4</i>	<i>10.5</i>	<i>9.9</i>
Net Income	22.4	27.7	50.1
EPS, in EUR	0.73	0.86	1.59

Comments Q2 vs. Q1 2024

Sales

- Slight increase (+2.3%) driven by higher wafer area sold
- FX and prices almost stable

EBITDA (Margin)

- EBITDA on Q1 level, effect of higher sales offset by expected decline in FX hedging result
- Margin still around 26%

EBIT

- Decrease due to increasing level of planned depreciation

Net income

- Decline along with EBIT + additional impact by lower financial result as a result of high capex payments

EQUITY RATIO UNCHANGED AT 47% – INCREASING FIXED ASSETS, SYN LOAN PARTLY DRAWN

Balance Sheet Composition

	Jun 30, 2024	Dec 31, 2023
Assets , in EUR mn	4,620	4,505
Fixed Assets	80%	77%
Inventories	7%	7%
Receivables	6%	6%
Cash & Securities	7%	10%
Equity & Liabilities , in EUR mn	4,620	4,505
Equity	47%	47%
Provisions	5%	5%
Financial Liabilities	23%	20%
Liabilities & Prepayments	25%	28%

Comments Jun 30, 2024 vs. Dec 31, 2023

Fixed assets EUR +242 mn

- Further increase to EUR 3.7 bn; declining invest level, but still clearly exceeding depreciation

Working Capital EUR +127 mn

- DSO back on normal level compared to Q1
- Decrease in trade payables, particularly those related to capex

Cash & Securities EUR -129 mn

- Operating cash flow < payments for capex + dividend

Equity Ratio 47%

- Unchanged healthy level

Financial Liabilities EUR +181 mn

- Syn loan partly drawn in H1 (EUR 150 mn)

2024 CAPEX REDUCED TO A RANGE BETWEEN EUR 500 AND 530 MILLION

Investment, in EUR million

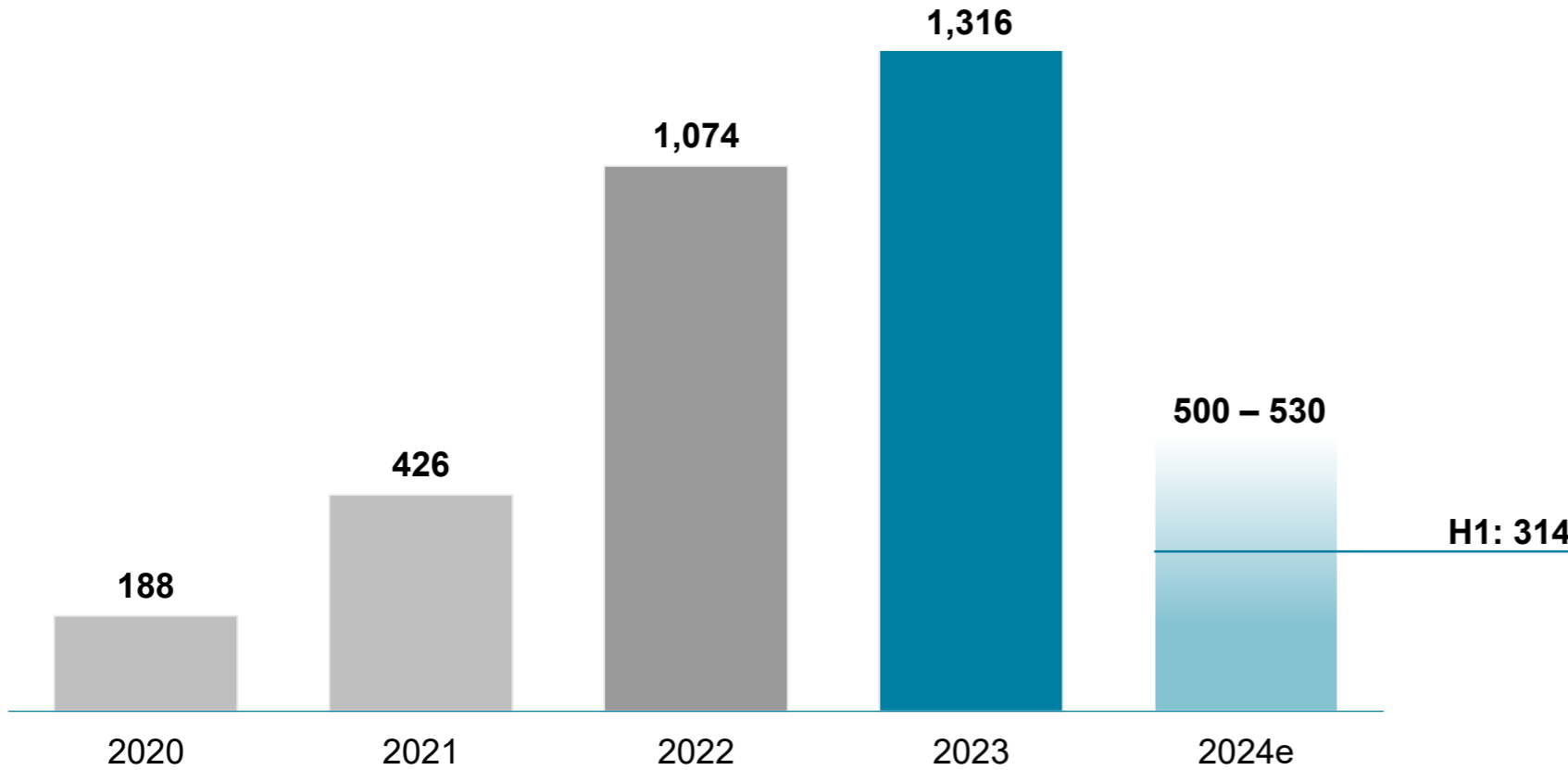


Chart not to scale

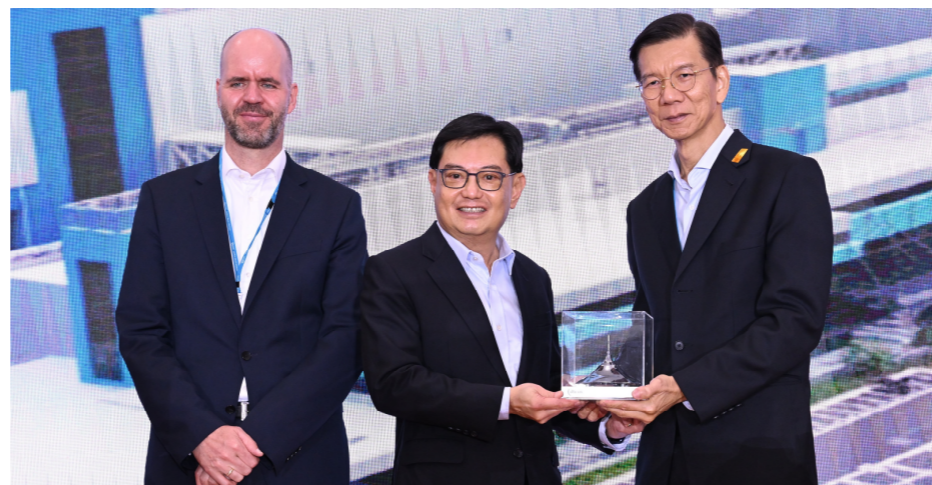


Capex 2024
mainly for new Fab in SGP



Focus
on capex management intensified

SUCCESSFUL INAUGURATION OF OUR NEW FAB IN SINGAPORE ON JUNE 12



Qualifications

major focus for 2024



Depreciation

starting in Q4



Profitability

positive mid-term impact for Siltronic Group

NET FINANCIAL DEBT IMPACTED BY HIGH CAPEX

Net Financial Debt, in EUR million

**Net financial debt
Dec 31, 2023**

-356

Operating
cash flow

171

Payments for
capex, net¹

-411

Dividend
payment

-36

Others

-7

**Net financial debt
June 30, 2024**

-639

**Change in net
financial position
EUR -284 mn**



Dividend
Payment in Q2

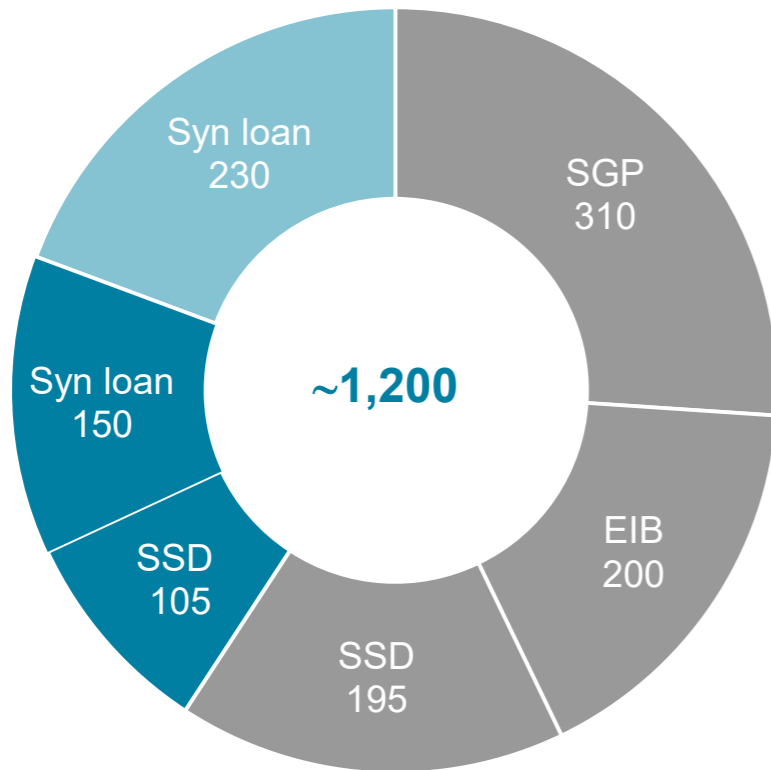


Capex
Payments > invest
level, clear reduction
of liabilities

¹ netted with investment grant

REFINANCING IN 2024 UNDER PREPARATION

Debt financing instruments, in EUR million



- Fixed loans, drawn
- Variable loans, drawn
- Syn loan, not drawn yet



Syn loan

Second part drawn in Q2 (EUR 100 mn), Q1 (EUR 50 mn)



Refinancing

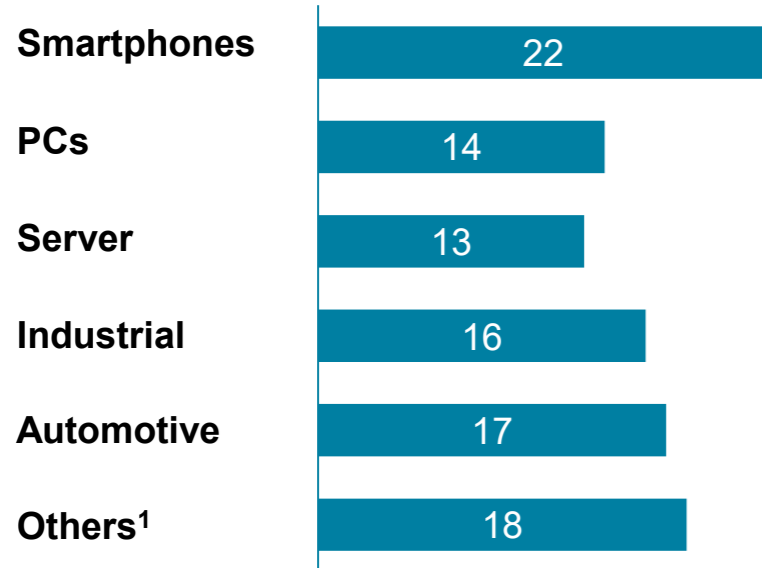
under preparation

OUTLOOK 2024

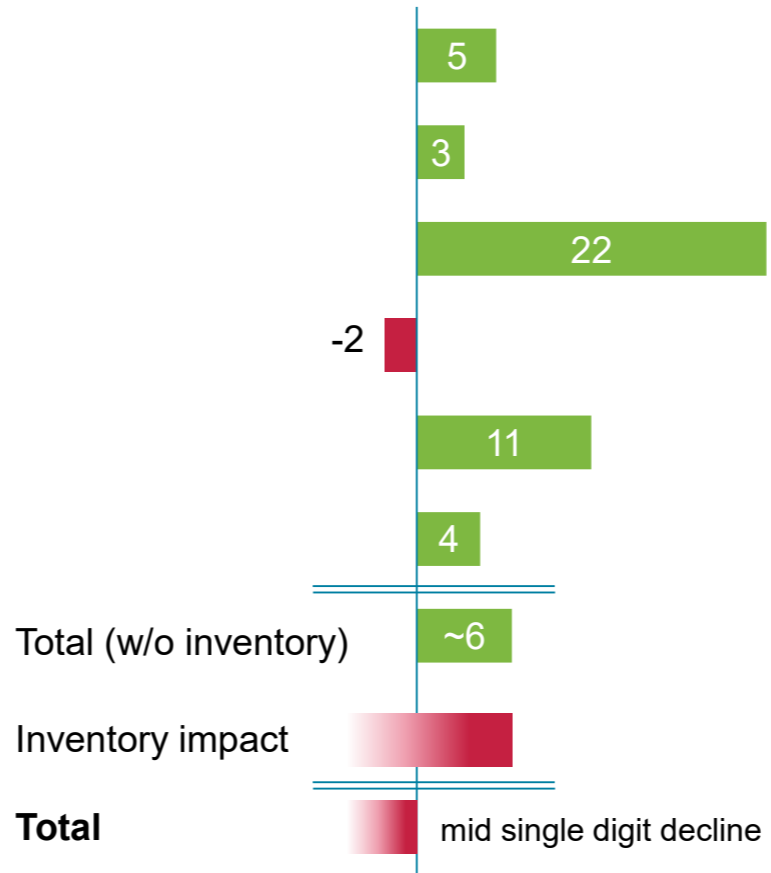
Guidance slightly upgraded

END MARKET GROWTH STILL NEGATIVELY OVERCOMPENSATED BY EXCESS INVENTORY

Consumption of wafers by end use 2023, in %



Growth in demand for wafer area 2024 vs. 2023, in %



Server

Strong growth with AI pushing net content



Smartphones

Modest recovery

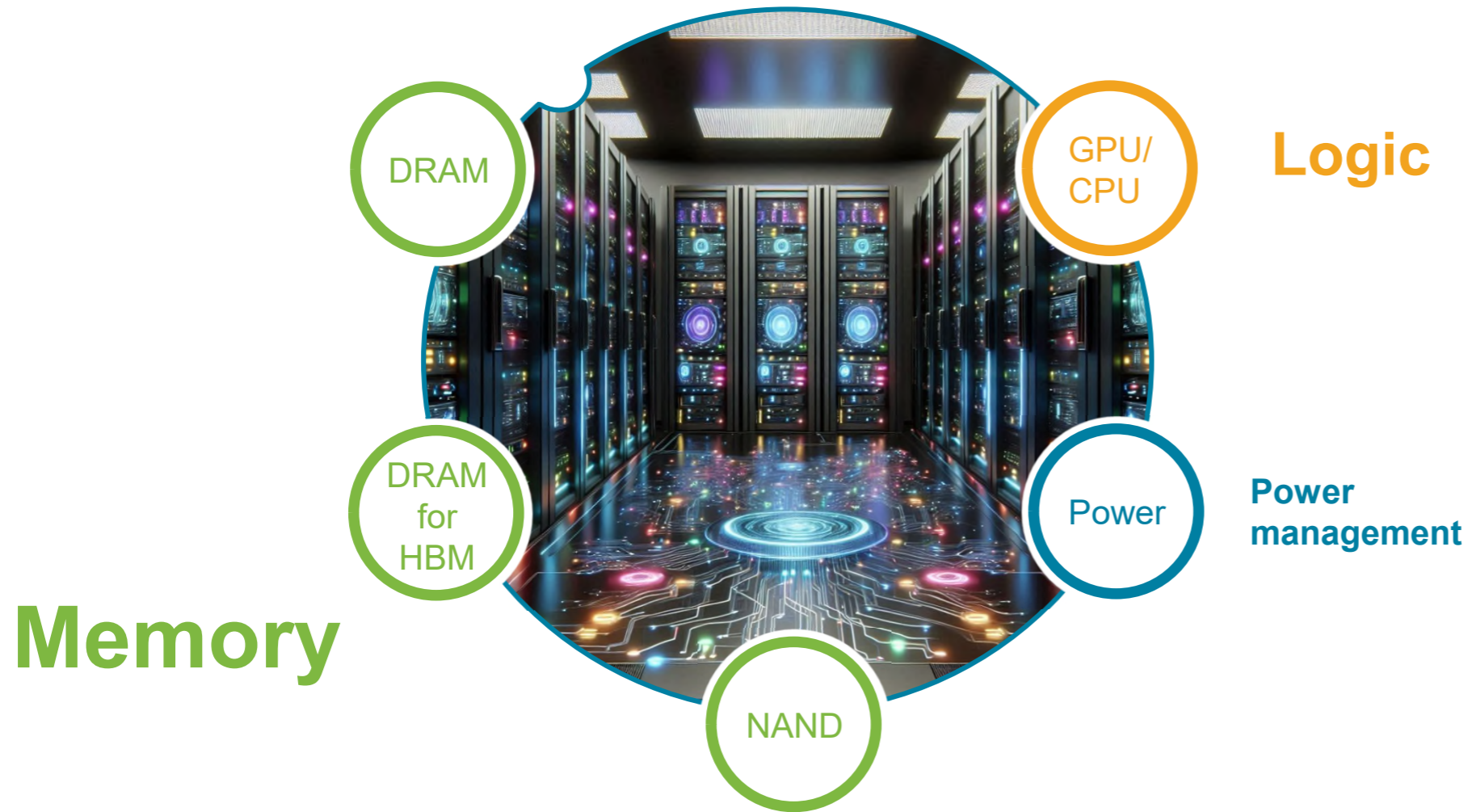


Industrial & Automotive

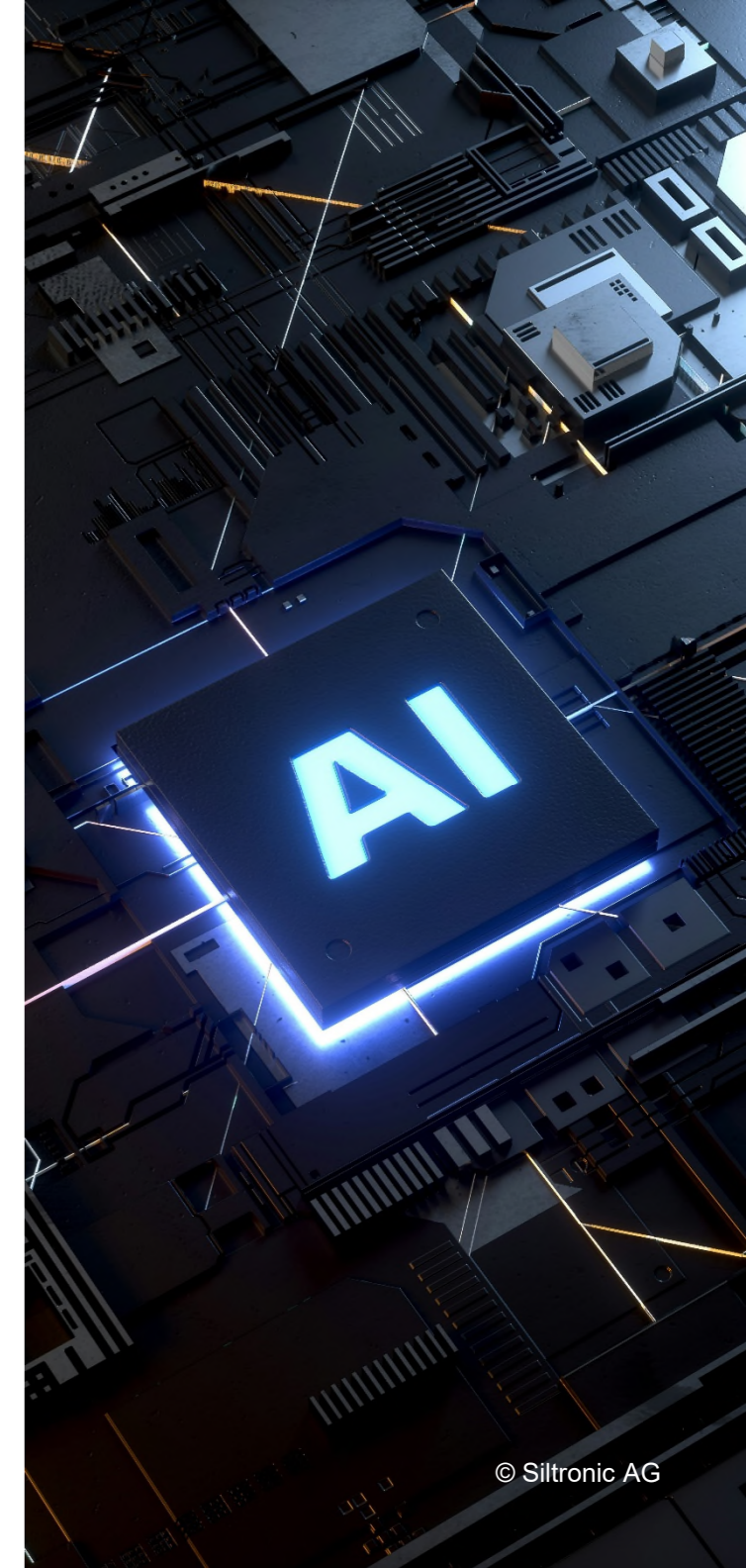
Mixed newsflow

Source: Siltronic estimates, ¹ Infrastructure Telecommunications, game consoles, consumer electronics such as televisions, white goods such as refrigerators. Chart not to scale.

HOW DOES AN AI SERVER DRIVE WAFER DEMAND?



Picture: Created by AI



2024 GUIDANCE SLIGHTLY UPGRADED

Sales

High single digit percent below prior year

EBITDA Margin

Between 23% and 25%

Depreciation

Below EUR 300 mn

EBIT

Significant decline

Capex

Between EUR 500 and 530 mn

Net cash flow

Improved compared to previous year, but remains significantly negative



Financial Calendar and Events

Sep 3, 2024
ODDO Conference
Frankfurt

Sep 4, 2024
DB TMT Conference
London

Sep 23, 2024
Berenberg and GS
German Corporate
Conference, Munich

Sep 25, 2024
Baader Investment
Conference, Munich

October 24, 2024
Q3 2024 results

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