

News Release/Presseinformation

Infineon invests Euro 50 million in Singapore with plans to expand research and development activities and add 130 new jobs

Singapore – June 1, 2011 – Infineon Technologies (FSE: IFX / OTCQX: IFNNY) announced at a press briefing today an investment of about Euro 50 million in production capacity expansion and research and development in Singapore as part of the investment volume planned for 2011 fiscal year.

Furthermore, Infineon plans to spend about Euro 200 million over the next years in its existing development centre in Singapore, increasing the number of R&D engineers from the current 260 to 390 engineers. The expansion will reinforce Infineon's R&D activities in deep submicron System-on-Chip integration and multi-core architecture development based on Infineon's 32-Bit TriCore™; and power integrated circuits (IC) solutions.

"We are making a home in Asia so that we become locally rooted and more effective in developing our markets. Singapore is an ideal business and R&D spring board for Infineon to serve the region, as well as the main hub for sourcing knowledge and talents," says Mr Peter Bauer, CEO at Infineon Technologies AG.

"We are pleased that Infineon has decided to make Singapore its strategic base in Asia to drive business, innovation and talent development. The project reflects Singapore's ability to attract and support leading edge semiconductor R&D activities. With this expansion, Infineon will build a pool of deep and comprehensive R&D capabilities that will further strengthen our Electronics cluster," commented Mr Leo Yip, Chairman of the Singapore Economic Development Board (EDB).

About Infineon Development Centre Singapore

Established in 1991, the development centre focuses on the complete integrated circuit (IC) chip development value chain from concept engineering to ramp up management; design of analog mixed-signal IP blocks and advanced packaging and test technologies development. The centre develops 8/16/32-bit microcontrollers, power IC, authentication IC, and applies system and engineering know how to develop energy efficient solutions for automotive and industrial applications.

About Infineon Technologies in Asia Pacific

Infineon Technologies Asia pacific Pte. Ltd., Singapore, is Infineon's regional headquarters for Asia excluding Japan; and is the competence hub for Sales and Marketing, R&D, Supply Chain, Production Testing and Shared Services. With local presence in India, Malaysia, Indonesia, Hong Kong, China, Taiwan, Korea and Australia; Asia accounted for more than a-third of the company's reported sales in 2010 fiscal year (ending September 30).

About Infineon

Infineon Technologies AG, Neubiberg, Germany, offers semiconductor and system solutions addressing three central challenges to modern society: energy efficiency, mobility and security. In the 2010 fiscal year (ending September 30), the company reported sales of Euro 3.295 billion with approximately 26,650¹ employees worldwide. Infineon is listed on the Frankfurt Stock Exchange (ticker symbol: IFX) and in the USA on the over-the-counter market OTCQX International Premier (ticker symbol: IFNNY).

Further information is available at www.infineon.com

¹ The number of employees still includes the approximately 3,500 employees of the Wireless Solutions business sold to Intel Corporation.