



leper, Belgium - August 9th, 2006

Melexis reports results for the second quarter and halfyear 2006.

Revenues for the second quarter were 50.1 million EUR, an increase of 17.7 % compared to the same quarter of the previous year.

Gross margin was 21 million EUR, an increase of 17.7 % as well. Income from operations was 10.5 million EUR, an increase of 23.5 % compared to the previous year.

Net profit was 8.5 million EUR, 20 cent per share, an increase of 32.9 % over the same quarter 2005.

R&D expenditures were at 13.6 % of sales, Selling and G&A at 7.4 % of sales.

Melexis revises its guidance for the year 2006. Revenue growth and profit will exceed the top of the range of its previous guidance of 10 to 15 %.

Rudi De Winter, CEO, comments: "The Q2 results confirm the good results achieved in Q1. The company continues to fulfill its goals better than expected in terms of revenue growth, in gross margin, in operating margin and in net margin."

Melexis repurchased 398.778 own shares in the second quarter for an average price of 12,47 EUR per share.

The Board of Directors decided to pay out an interim dividend of 0,5 EUR gross per share. The payment date will be Wednesday October 4th, 2006. Accordingly, all holders of ordinary shares will be entitled to receive a gross dividend of 0,5 EUR gross per share (0.375 net/share) at the close of the trading hours of Euronext Brussels on Tuesday, October 3rd, 2006. The shares of the Company will be traded 'ex right' on Euronext Brussels as of the start of trading on Wednesday, October 4.

The company's results will be discussed in a conference call on Wednesday 9th of August at 17h CET.

You can call in at the following number: +32 2 290 1407 and quote 'Melexis'.

A replay number for this call is available for 5 days after the end of the meeting.

The replay number for this call is: +32 2 290 1705, access code: 713194.

For further information, please contact

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Except for those statements that report the Company's historical results, the statement being made are forward looking statements. Actual results could differ materially from those projected in the forward-looking statements. Factors which could cause actual results to differ from expectations include the following: volatility in supply and demand affecting revenues and market prices, price and availability of silicon foundry, assembly and test prices, price and availability of silicon foundry, assembly and test subcontract capacity required to meet financial targets and/or meet backlog requirements, risks and delays associated with bringing up new production capabilities or with deliveries from subcontractors, timing and market acceptance of new products, increased expenses associated with new product acceptance of new products, increased expenses associated with new product introductions of process changes, delays in developing or achieving volume production of new products, which can result in delays or failure to contribute to revenues and profits, ability of the Company to maintain its customer and vendor base and delays in and/or inability in raising additional capital

About Melexis

Melexis Microelectronic Integrated Systems N.V. (Euronext Brussels: MELE) designs, develops, tests and markets advanced integrated semiconductor devices for the automotive industry.

The company sells its products to a wide customer base of Original Equipment Manufacturers (OEM's) of automotive equipment in Europe and North America.

Melexis' main products are automotive microcontrollers, Hall (magnetic) sensor IC's, interface ICs for pressure and acceleration sensors, integrated silicon pressure sensor chips, application specific integrated circuits (ASICs) and contactless identification ICs (known as tags), in each case principally for automotive applications

Melexis is a technological leader in the design and development of Hall sensor ICs. A wide range of magnetic sensor ICs is offered by the company for applications such as position sensing, dented wheel position sensing, electronic motor speed regulation and antilock braking system (ABS). ICs for automotive sensors form the largest part of Melexis' sales

Further information about Melexis can be found on the web-site at <http://www.melexis.com>

CONFORM IAS in 1.000 EURO	Quarter ended 30/06/06	Quarter ended 30/06/05	Half Year ended 30/06/06	Half Year ended 30/06/05	Year ended 31/12/05
Sales	50,107	42,582	101,329	82,732	173,674
Cost of sales	-29,080	-24,712	-58,810	-48,251	-101,393
Gross Margin	21,027	17,870	42,519	34,481	72,281
Goodwill amortization					
R&D	-6,821	-6,279	-13,614	-12,167	-24,988
G&A	-2,432	-1,924	-4,740	-3,637	-7,898
Selling	-1,268	-1,157	-2,361	-2,257	-4,599
Income from operations	10,506	8,510	21,804	16,420	34,796
Other expenses (net)	-538	-681	-1,189	-396	-721
Income before taxes	9,968	7,829	20,615	16,024	34,075
Income taxes	-1,445	-1,218	-3,390	-2,396	-5,918
Net income	8,523	6,611	17,225	13,628	28,157
Net income per share in EURO	0.20	0.15	0.40	0.31	0.65

Consolidated Balance Sheets

CONFORM IAS in 1.000 EURO	Half Year ended 30/06/2006	Half Year ended 30/06/05	Year ended 31/12/2005
Current Assets :			
Cash and cash equivalents	30,696	6,419	11,376
Current investments	25,128		
A/R Trade	29,010	24,937	25,439
A/R from related parties	10,706	4,056	2,526
Advance related parties		6,979	
Other current assets	6,072	7,358	5,635
Inventories	30,191	31,057	28,245
Total current assets	131,803	80,806	73,220
Non current assets :			
Costs of incorporation			
Property, plant and equipment	34,914	36,416	35,901
Financial fixed assets			
Intangible fixed assets	3,071	4,313	3,587
A/R directors			
Other non-current assets	89	101	83
Goodwill			
Deferred tax assets	6,374	6,400	6,154
Total non current assets	44,449	47,230	45,726
Total assets	176,251	128,036	118,946
Liabilities and shareholders Equity			
Current liabilities :			
Bank loans and overdrafts			
Current portion of LT debt	15,106	16,367	16,796
A/P trade	8,053	4,492	7,128
Affiliated companies	8,069	8,625	5,784
Accrued expenses, payroll and taxes	6,812	4,900	5,441
Other current liabilities	118	325	145
Deferred income	733	1,748	1,034
Total current liabilities	38,890	36,457	36,328
Non current liabilities :			
LT debt less current portion	63,433	22,365	20,829
Deferred tax liabilities			
Minority interests	10	1	10
Total non current liabilities	63,444	22,366	20,839
Shareholders' equity :			
Shareholders' capital	565	565	565
Share premium		0	
Treasury shares	-5,488	-10,826	-514
Legal reserve	57	57	57
Retained earnings	62,255	66,535	34,088
Current period's profit	17,225	13,628	28,157
Dividend paid			
Cumulative translation adjustment	-697	-746	-574
Total shareholders equity	73,917	69,213	61,779
Total liabilities, shareholders' equity and minority interests	176,251	128,036	118,946

Consolidated Statements of cash flow

CONFORM IAS (in 1,000 EURO)	Quarter ended 30/06/2006	Half Year ended 30/06/2006	Half Year ended 30/06/2005
Cash flow from operating activities			
Net income	8,523	17,225	13,628
Adjustments for :			
Operating activities			
- Depreciation	2,942	5,676	5,697
- Amortization goodwill			0
Operating profit before working capital changes :			
- A/R, Trade	-291	-3,588	-6,074
- A/R, affiliates	-3,971	-3,700	2,640
- Inventories	-1,203	-2,004	-5,678
- A/P	306	926	-487
- Accrued expenses	-1,562	1,383	-1,328
- Other	-1,447	-1,525	-416
Net cash from operating activities	3,297	14,393	7,982
Cash flow from investing activities			
Acquisition of subsidiary, net of cash acquired			0
Financial fixed assets (incl. own shares) (*)	-4,974	-4,974	0
Purchase of PPE and intangible assets	-2,120	-4,173	-4,899
Interest received	403	533	172
Proceeds from current investments	-25,128	-25,128	0
Acquisition of current investments			0
Net cash provided from investing activities	-31,819	-33,742	-4,727
Cash flows from financing activities			
Repayment of long-term debt	-31,246	40,914	-10,659
Proceeds from bank loans and overdrafts			0
Repayment of bank loans and overdrafts			0
Proceeds from (repayment of) related party financing	2,786	-2,190	-2,563
Proceeds from (repayment of) A/P to directors			0
Interim dividend payment			0
Other			0
Capital Decrease			0
Minority			0
Net cash provided from financing activities	-28,460	38,724	-13,222
CTA	-77	-55	89
Increase/decrease in cash and cash equivalents	-57,059	19,320	-9,878
Cash at beginning of the period	87,755	11,376	16,297
Cash at the end of the period	30,696	30,696	6,419

« Statutory Auditor's Report

We have performed a limited review on the interim consolidated financial statements of Melexis NV for the period ended June 30th, 2006 which show a balance sheet total of million EUR 176.251 and a net profit for the period of million EUR 17.225. Our review was performed within the framework of the reporting on the interim consolidated financial statements for a six-month period then ended.

Our examination has been conducted in accordance with the recommendation of the Institute of Company Auditors (Instituut der Bedrijfsrevisoren/Institut des Réviseurs d'Entreprises) with regards to limited review procedures. Therefore, our review consisted mainly of the examination, comparison and discussion of the financial information. As a consequence, our review is substantially less in scope than an audit conducted in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Based on our review, we are not aware of any important adjustments that should be made to the interim consolidated financial statements.

Zaventem, August 7th 2006

BDO Atrio Réviseurs d'Entreprises
 Statutory auditor
 Represented by
 Koen De Brabander »