



Press release: Melexis reports annual results for 2006

Ieper, Belgium – February 7, 2007

Highlights:

- Turnover exceeds 200 mio €
- 16% increase in revenues
- Revenues in Asia hits 40% of total revenue
- 17% increase in gross margin
- 22% increase in operating result
- 23% increase in net profit

The statutory auditors BDO Atrio Bedrijfsrevisoren BCV, have confirmed that their audit procedures, which are now substantially completed, have not revealed any material adjustments that should be made to the accounting information included in this press release.

For the full financial year 2006, Melexis (Euronext: MELE) reported an increase in revenues of 16% compared to the previous year, amounting to revenues of 201.5 mio €

Revenues were up in all divisions: Sensors, Wireless, Actuators and Opto, but were particularly high in the Wireless division with an increase of 34% and also in by the Actuator division which saw an increase of 24%.

(in EURO)	2006	2005	% CHANGE (Y-O-Y)
Sensors	85,937,014	77,577,577	11%
Wireless	15,366,823	11,473,589	34%
Actuators	69,788,449	56,370,484	24%
Opto	28,344,143	23,992,328	18%
Other	2,065,289	4,260,282	-52%
TOTAL	201,501,718	173,674,260	16%

Geographically, revenues remain high and stable in Europe (42.4%) and grew to 40% in Asia.

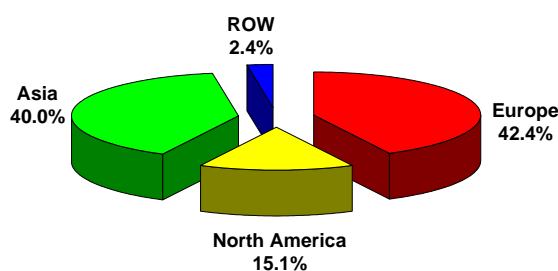
Gross margin has increased as compared to 2005: The Company recorded a gross margin of 84.6 mio €, up 17%. The operating result climbed to 42.3 mio €, which equates to increase of 22% in comparison with the financial year 2005. Net profit reached 34.5 mio €, a growth of 23% as compared to 2005.

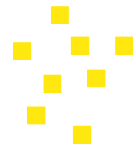
In the 4th quarter of 2006 revenues were up to 50.4 mio €, 5% more than the same quarter in 2005. The highest increase was again for the Wireless Division with 36% and the Actuator Division with 24%.

Gross margin reached 21.1 mio €, 7% more than the 4th quarter of 2005.

The operating result was 9.9 mio €, comparable with an increase of 2% to the same quarter of last year.

Compared to that same quarter, net profit increased 12%, amounting to 8.8 mio €





Rudi De Winter, CEO of Melexis comments: "2006 extends the track record of more than 10 years in a row double digit organic growth. The wide IP portfolio that we were able to build up thanks to our systematic R&D allows us to book these successes in the stable automotive market."

Outlook for 2007

For the full year 2007, we expect again a revenue growth of 10-15% compared to 2006. Net profit margin is estimated to be between 16 and 18%.

Financial Calendar

- Shareholders Meeting: April 20, 2007

The BOD decided to organize an extraordinary shareholder's meeting on April 20th. The agenda will be published at a later date.

- Release of Q1-results: April 25, 2007

- Release of H1-results: July 31, 2007

- Release of Q3-results: October 24, 2007

Discussion of results

The company's results will be discussed in a conference call on Wednesday February 7 at 17h CET.

You can call in at the following number: +32 (0)2 290 14 07 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 (0)2 290 17 05, access code: 734260.

The company

Melexis Microelectronic Integrated Systems N.V. (Euronext Brussels: MELE) is a mixed signal semiconductor manufacturer. Our core experience supplying ICs for automotive electronics sustains the expansion into Application Specific Standard Products for industrial and consumer product applications. Melexis enthusiastically pursues its role as a component supplier whose innovations, while physically small, are the essential element in nearly every one of our customers' extraordinary systems.

At Melexis we believe that "Small things make a big difference". Melexis' products include sensor, communication, actuator ICs and Application Specific Integrated Circuits (ASICs). Further information about Melexis can be found at <http://www.melexis.com>.

Disclaimer

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, 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.

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Consolidated Profit & Loss

CONFORM IAS/IFRS in 1.000 EURO	Quarter ended 31/12/2006	Quarter ended 31/12/2005	Year ended 31/12/2006	Year ended 31/12/2005
Sales	50,370	47,861	201,502	173,674
Cost of sales	-29,222	-28,005	-116,900	-101,393
Gross Margin	21,148	19,856	84,602	72,281
Goodwill amortization				
R&D	-7,301	-6,518	-27,604	-24,988
G&A	-2,600	-2,308	-9,790	-7,898
Selling	-1,363	-1,312	-4,860	-4,599
Income from operations	9,885	9,718	42,349	34,796
Other expenses (net)	-628	-43	-2,476	-721
Income before taxes	9,257	9,675	39,873	34,075
Income taxes	-481	-1,851	-5,347	-5,918
Net income	8,776	7,824	34,527	28,157
Net income per share in EURO	0.20	0.18	0.80	0.65

Consolidated Balance Sheets

CONFORM IAS/IFRS in 1.000 EURO	Year ended 31/12/2006	Year ended 31/12/2005
Current Assets :		
Cash and cash equivalents	15,898	11,376
Current investments	32,366	
A/R Trade	29,460	25,439
A/R from related parties	4,425	2,526
Advance related parties		
Other current assets	6,305	5,635
Inventories	29,680	28,245
Total current assets	118,134	73,220
Non current assets :		
Costs of incorporation		
Property, plant and equipment	41,549	35,901
Financial fixed assets		
Intangible fixed assets	2,516	3,587
A/R directors		
Other non-current assets	81	83
Goodwill		
Deferred tax assets	7,385	6,154
Total non current assets	51,532	45,726
Total assets	169,665	118,946



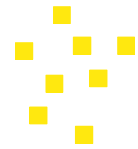


Liabilities and shareholders Equity		
Current liabilities :		
Bank loans and overdrafts		0
Current portion of LT debt	15,149	16,796
A/P trade	7,378	7,128
Affiliated companies	6,085	5,784
Accrued expenses, payroll and taxes	7,335	5,441
Other current liabilities	254	145
Deferred income	806	1,034
Total current liabilities	37,006	36,328
Non current liabilities :		
LT debt less current portion	63,034	20,829
Deferred tax liabilities		
Minority interests	10	10
Total non current liabilities	63,045	20,839
Shareholders' equity :		
Shareholders' capital	565	565
Share premium		
Treasury shares	-5,586	-514
Legal reserve	57	57
Retained earnings	40,863	34,088
Current period's profit	34,527	28,157
Dividend paid		
Cumulative translation adjustment	-811	-574
Total shareholders equity	69,615	61,779
Total liabilities, shareholders' equity and minority interests	169,665	118,946

Consolidated Statements of Cash Flow

CONFORM IAS/IFRS	Year ended	Year ended
(in 1,000 EURO)	31/12/2006	31/12/2005
Cash flow from operating activities		
Net income	34,527	28,157
Adjustments for :		
Operating activities	12,429	12,247
- Deferred taxes	-1,231	40
- Reserves for uncollectible receivables		-49
- Capital grants	1,096	
- Minority interest		
- Depreciation	10,914	11,372
- Amortization goodwill		
- Unrealized exchange results	312	-948
- Financial result	1,338	1,832
Operating profit before working capital changes :	-9,742	-6,649
- A/R, Trade	-4,145	-6,265
- A/R, affiliates		
- Other current assets	-1,887	157
- Other non current assets	2	25
- Due to affiliated companies	-1,611	1,865
- Inventories	-1,521	-2,382
- A/P	268	2,105
- Accrued expenses	6,331	2,576
- Other current liabilities		
- Interest paid	-2,757	-1,280
- Income tax	-4,421	-3,450
Net cash from operating activities	37,213	33,755





Cash flow from investing activities		
Acquisition of subsidiary, net of cash acquired		
Financial fixed assets (incl. own shares)	-5,072	-514
Purchase of PPE and intangible assets	-15,490	-9,333
Interest received	1,106	396
Proceeds from current investments	-32,366	
Acquisition of current investments		
Net cash provided from investing activities	-51,822	-9,451
Cash flows from financing activities		
Proceeds/Repayment of long-term debt	40,559	-11,767
Proceeds from bank loans and overdrafts		
Repayment of bank loans and overdrafts		
Proceeds from (repayment of) related party financing		3,886
Proceeds from (repayment of) A/P to directors		
Interim dividend payment	-21,392	-21,621
Other		
Capital Decrease		
Minority	1	9
Net cash provided from financing activities	19,169	-29,492
CTA	-38	267
Increase/decrease in cash and cash equivalents	4,522	-4,921
Cash at beginning of the period	11,376	16,297
Cash at the end of the period	15,898	11,376

