

## Press release: Melexis reports results for the second quarter of 2007

leper, Belgium – July 31, 2007

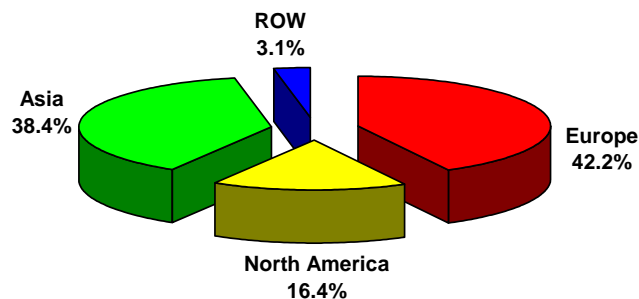
### Highlights for this quarter:

- Revenues, gross margin and net profit are in the same range as the 2nd quarter of last year.
- Decision to pay out an interim dividend of 0.6 EUR gross per share.

Revenues for the second quarter were 50.7 million EUR, a slight increase of 1 % compared to the same quarter of the previous year. Our Opto division showed the highest increase, with revenues up 8%.

(in 1.000 EURO)	Q2/07	Q2/06	% CHANGE (Y-O-Y)
<b>Sensors</b>	21,666	21,851	-1%
<b>Wireless</b>	3,358	3,689	-9%
<b>Actuators</b>	17,837	17,473	2%
<b>Opto</b>	7,184	6,661	8%
<b>Other</b>	608	433	41%
<b>TOTAL</b>	<b>50,654</b>	<b>50,107</b>	<b>1%</b>

Geographically, revenues also remain in the same range as the 2<sup>nd</sup> quarter of 2006, with a slight rise in our Asian turnover.



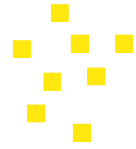
Gross margin was 21.2 million EUR, an increase of 1 % as compared to the same quarter last year. Income from operations was 9.5 million EUR, a decrease of 9 % compared to the previous year. This is the result of an increase in operating expenses, compared to flat sales.

R&D expenditures were at 14.5 % of sales, while Selling and G&A rose to 8.5 % of sales. Net profit was 8.5 million EUR, 20 cent per share.

With about 45% of our revenue in USD, the USD/EUR exchange rate has a negative impact. If we would assume the USD to have been stable, the sales growth would have been 4% year on year for the 2<sup>nd</sup> quarter. If Melexis would be reporting in USD, the main reference currency in the semiconductor market, then the growth would have been 8%.

Rudi De Winter, CEO of Melexis, comments: "The growth is not as we expected, but it is still better than the semiconductor industry in general. Over the recent years we have seen an increased trend of a widening customer base thanks to our ASSP product offering. These new customers will each grow over the next years. Therefore our confidence in the future remains unaffected."





The Board of Directors decided to pay out an interim dividend of 0,6 EUR gross per share. The payment date will be Tuesday October 23<sup>rd</sup>, 2007. Accordingly, all holders of ordinary shares at the close of the trading hours of Euronext Brussels on Monday, October 22<sup>nd</sup>, 2007 will be entitled to receive a gross dividend of 0,6 EUR gross per share (0,45 net/share).

The shares of the Company will be traded 'ex right' on Euronext Brussels as of the start of tradery.

### Outlook for 2007

Melexis revises its guidance for the year 2007. Revenue growth will be in the range of 3 to 4% considering the current USD to EUR exchange rate.

Net profit margin is estimated to be between 16 and 18%.

### Financial Calender

- Release of H1-results: July 31, 2007
- Dividend payment: October 23, 2007
- Release of Q3-results: October 24, 2007

### Discussion of results

The company's results will be discussed in a conference call on Tuesday 31<sup>st</sup> of July at 17h CET. You can call in at the following number: +32 (0)2 290 1411 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 1705, access code: 760580.

### 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.

For further information, please contact:

Karen van Griensven

CFO Melexis NV

Phone: +32 13 67 07 80

Fax: +32 13 67 21 34

Email: [investor@melexis.com](mailto:investor@melexis.com)





## Consolidated Profit & Loss

CONFORM IAS in 1.000 EURO	Quarter ended 30/06/2007	Quarter ended 30/06/2006	Half Year ended 30/06/2007	Half Year ended 30/06/2006	Year ended 31/12/2006
<b>Sales</b>	<b>50,654</b>	<b>50,107</b>	<b>101,136</b>	<b>101,329</b>	<b>201,502</b>
Cost of sales	-29,489	-29,080	-59,158	-58,810	-116,900
<b>Gross Margin</b>	<b>21,165</b>	<b>21,027</b>	<b>41,978</b>	<b>42,519</b>	<b>84,602</b>
Goodwill amortization					
R&D	-7,358	-6,821	-14,634	-13,614	-27,604
G&A	-2,763	-2,432	-5,178	-4,740	-9,790
Selling	-1,556	-1,268	-2,769	-2,361	-4,860
<b>Income from operations</b>	<b>9,488</b>	<b>10,506</b>	<b>19,398</b>	<b>21,804</b>	<b>42,349</b>
Other expenses (net)	-456	-538	-877	-1,189	-2,476
<b>Income before taxes</b>	<b>9,032</b>	<b>9,968</b>	<b>18,521</b>	<b>20,615</b>	<b>39,873</b>
Income taxes	-499	-1,445	-1,540	-3,390	-5,347
<b>Net income</b>	<b>8,533</b>	<b>8,523</b>	<b>16,981</b>	<b>17,225</b>	<b>34,527</b>
<b>Net income per share in EURO</b>	<b>0.20</b>	<b>0.20</b>	<b>0.39</b>	<b>0.40</b>	<b>0.80</b>

## Consolidated Balance Sheets

CONFORM IAS in 1.000 EURO	Half Year ended 30/06/2007	Half Year ended 30/06/2006	Year ended 31/12/2006
Current Assets :			
Cash and cash equivalents	8,699	30,696	15,898
Current investments	15,681	25,128	32,366
A/R Trade	34,803	29,010	29,460
A/R from related parties	10,769	10,706	4,425
Other current assets	11,797	6,072	6,305
Inventories	38,194	30,191	29,680
<b>Total current assets</b>	<b>119,943</b>	<b>131,803</b>	<b>118,134</b>
Non current assets :			
Property, plant and equipment	43,866	34,914	41,549
Intangible fixed assets	1,790	3,071	2,516
Other non-current assets	94	89	81
Deferred tax assets	7,380	6,374	7,385
<b>Total non current assets</b>	<b>53,131</b>	<b>44,449</b>	<b>51,532</b>
<b>Total assets</b>	<b>173,074</b>	<b>176,251</b>	<b>169,665</b>





<b>Liabilities and shareholders Equity</b>			
Current liabilities :			
Current portion of LT debt	15,096	15,106	15,149
A/P trade	8,171	8,053	7,378
Affiliated companies	7,660	8,069	6,085
Accrued expenses, payroll and taxes	5,258	6,812	7,335
Other current liabilities	1,888	118	254
Deferred income	595	733	806
<b>Total current liabilities</b>	<b>38,667</b>	<b>38,890</b>	<b>37,006</b>
Non current liabilities :			
LT debt less current portion	47,988	63,433	63,034
Deferred tax liabilities	249		
Minority interests	10	10	10
<b>Total non current liabilities</b>	<b>48,248</b>	<b>63,444</b>	<b>63,045</b>
Shareholders' equity :			
Shareholders' capital	565	565	565
Treasury shares	-5,586	-5,488	-5,586
Legal reserve	57	57	57
Retained earnings	75,390	62,245	40,863
Current period's profit	16,981	17,225	34,527
Cumulative translation adjustment	-1,246	-687	-811
<b>Total shareholders equity</b>	<b>86,159</b>	<b>73,917</b>	<b>69,615</b>
<b>Total liabilities, shareholders' equity and minority interests</b>	<b>173,074</b>	<b>176,251</b>	<b>169,665</b>

## Consolidated Statements of Cash Flow

CONFORM IAS (in 1,000 EURO)	Quarter ended 30/06/2007	Half Year ended 30/06/2007	Half Year ended 30/06/2006
<b>Cash flow from operating activities</b>			
Net income	8,533	16,981	17,225
<b>Adjustments for :</b>			
- Depreciation	2,816	5,529	5,676
- A/R, Trade	2,209	-5,488	-3,588
- A/R-A/P affiliates	-2,905	827	-3,700
- Inventories	-4,169	-8,628	-2,004
- A/P	-158	794	926
- Accrued expenses	-3,048	-2,026	1,383
- Other	-4,999	-4,576	-1,525
<b>Net cash from operating activities</b>	<b>-1,720</b>	<b>3,414</b>	<b>14,393</b>





<b>Cash flow from investing activities</b>			
Financial fixed assets (incl. own shares)			-4,974
Purchase of PPE and intangible assets	-4,468	-7,120	-4,173
Interest received	519	748	533
Proceeds from current investments	-764	16,685	-25,128
Acquisition of current investments			
<b>Net cash provided from investing activities</b>	<b>-4,713</b>	<b>10,312</b>	<b>-33,742</b>
<b>Cash flows from financing activities</b>			
Proceeds/Repayment of long-term debt	-67	-15,100	40,914
Proceeds from (repayment of) related party financing	3,828	-5,596	-2,190
<b>Net cash provided from financing activities</b>	<b>3,761</b>	<b>-20,696</b>	<b>38,724</b>
CTA	-169	-229	-55
Increase/decrease in cash and cash equivalents	-2,841	-7,199	19,320
<b>Cash at beginning of the period</b>	<b>11,540</b>	<b>15,898</b>	<b>11,376</b>
<b>Cash at the end of the period</b>	<b>8,699</b>	<b>8,699</b>	<b>30,696</b>

#### Statutory auditor's limited review report

We have performed a limited review on the interim consolidated financial statements of Melexis NV for the period ended June 30th, 2007 which show a balance sheet total of thousand EUR 173.074 and a net profit for the period of thousand EUR 16.981. 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, July 30, 2007

BDO Atrio Réviseurs d'Entreprises Soc. Civ. SCRL  
Statutory auditor  
Represented by  
Hans Wilmots and Gert Claes

