



Press release: Melexis reports results for the second quarter 2008, in line with expectations.

Intermediate declaration by the Board of Directors.

leper, Belgium – July 31st, 2008 at 07.00 hrs CET

Revenues for the second quarter were 50.8 million EUR, at the same level compared to the same quarter of the previous year. With a stable USD rate, the growth was 8% compared to the same period last year.

(in '000 EURO)	Q2/08	Q2/07	% CHANGE (Y-O-Y)
Sensors	21,757	21,666	0%
Wireless	3,947	3,358	18%
Actuators	16,848	17,837	-6%
Opto	7,806	7,184	9%
Other	447	608	-27%
TOTAL	50,805	50,654	0%

Gross margin was 20.9 million EUR, a decrease of 1% compared to the same quarter last year.

The operating result was 9.4 million EUR, a decrease of 1% compared to the same quarter the previous year. With a stable USD rate, the operating margin was 10.7 million EUR, which represents 14% growth compared to the same period last year.

Net profit was 8.5 million EUR, 20 cent per share, at the same level as the same quarter 2007.

R&D expenses were stable at 15% of sales, Selling was 3% of sales and G&A were stable at 5% of sales.

Melexis purchased 891.300 own shares during the first half year 2008 at an average price of 10,52 EUR. As a result the total amount of purchased shares was 1.349.678 on 30th June 2008.

Rudi De Winter, CEO of Melexis comments:

"The automotive industry has reached an inflection point in that the consumer is willing to pay extra for a greener car. This creates opportunities for many of the Melexis sensors and actuator ICs that fit into those systems."

Dividend

The Board of Directors decided to pay out an interim dividend of 0,6 EUR gross per share. All holders of ordinary shares at the close of the trading hours of Euronext Brussels on Tuesday, October 28th, 2008 will be entitled to receive a gross dividend of 0,6 EUR per share (0,45 EUR net per share). The payment date will be Wednesday October 29th, 2008. The shares of the Company will be traded 'ex right' on Euronext Brussels as of the start of tradery.

Expectation for FY 2008

Based on the current USD rate, Melexis expects sales to be stable in 2008 as compared to 2007.

The half-year report 2008 will be available on our website www.melexis.com as of August 31st, 2008.





Financial Calendar

- Release of Q3-results on October 23rd 2008
- Release of annual results on February 12th 2009

The company's results will be discussed in a conference call on Thursday July 31st, 2008 at 17 hrs CET. You can call in at the following number +32 2 290 14 07 and quote 'Melexis' and conference id 799289. A replay number for this call is available for 7 days after the end of the conference call. The replay number for this call is +32 2 290 17 05, access code: 799289.

For further information, please contact:

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About Melexis

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





Consolidated Profit & Loss

CONFORM IAS 34 in 1.000 EURO	Quarter ended 30/06/2008	Quarter ended 30/06/2007	Half Year ended 30/06/2008	Half Year ended 30/06/2007	Year ended 31/12/2007
Sales	50,805	50,654	103,084	101,136	204,055
Cost of sales	-29,861	-29,489	-60,656	-59,158	-119,253
Gross Margin	20,944	21,165	42,428	41,978	84,802
Goodwill amortization					
R&D	-7,742	-7,358	-15,147	-14,634	-29,792
G&A	-2,562	-2,763	-5,109	-5,178	-11,004
Selling	-1,258	-1,556	-2,785	-2,769	-6,024
Other operating income					2,886
Income from operations	9,381	9,488	19,387	19,398	40,869
Other expenses (net)	278	-456	-309	-877	-1,583
Income before taxes	9,659	9,032	19,078	18,521	39,285
Income taxes	-1,138	-499	-2,102	-1,540	-2,201
Net income	8,521	8,533	16,976	16,981	37,084
Net income per share in EURO	0.20	0.20	0.39	0.39	0.86

Consolidated Balance Sheet

CONFORM IAS 34 in 1.000 EURO	Half Year ended 30/06/2008	Half Year ended 30/06/2007	Year ended 31/12/2007
Current Assets :			
Cash and cash equivalents	10,123	8,699	15,265
Current investments	17,675	15,681	18,838
A/R Trade	32,946	34,803	34,423
A/R from related parties	5,160	10,769	3,426
Advance related parties			
Other current assets	10,936	11,797	6,258
Inventories	34,121	38,194	34,891
Total current assets	110,960	119,943	113,101
Non current assets :			
Costs of incorporation			
Property, plant and equipment	45,157	43,866	46,412
Financial fixed assets			
Intangible fixed assets	659	1,790	1,101
A/R directors			
Other non-current assets	60	94	67
Deferred tax assets	9,450	7,380	8,307
Total non current assets	55,326	53,131	55,887
Total assets	166,286	173,074	168,988





Liabilities and shareholders Equity			
Current liabilities :			
Bank loans and overdrafts	7,510		7,650
Current portion of LT debt	15,148	15,096	15,072
A/P trade	6,026	8,171	8,450
Affiliated companies	6,777	7,660	4,972
Accrued expenses, payroll and taxes	4,878	5,258	4,463
Other current liabilities	1,060	1,888	1,352
Deferred income	499	595	703
Total current liabilities	41,898	38,667	42,662
Non current liabilities :			
LT debt less current portion	40,506	47,988	48,170
Deferred tax liabilities	249	249	
Minority interests	10	10	10
Total non current liabilities	40,766	48,248	48,180
Shareholders' equity :			
Shareholders' capital	565	565	565
Share premium			
Treasury shares	-14,475	-5,586	-5,586
Revaluation reserve	-4,544		-1,429
Legal reserve	57	57	57
Retained earnings	86,804	75,390	49,720
Current period's profit	16,976	16,981	37,084
Cumulative translation adjustment	-1,760	-1,247	-2,264
Total shareholders equity	83,622	86,159	78,147
Total liabilities, shareholders' equity and minority interests	166,286	173,074	168,988

Consolidated statements of cash flow

CONFORM IAS/IFRS	Quarter ended 30/06/2008	Half Year ended 30/06/2008	Half Year ended 30/06/2007	Year ended 31/12/2007
(in 1,000 EURO)				
Cash flow from operating activities				
Net income	8,521	16,976	16,981	37,084
Adjustments :				
- Depreciation	2,880	5,887	5,529	11,693
- A/R, Trade	2,216	1,477	-5,488	-5,847
- Due to affiliated companies	1	71	827	-115
- Inventories	2,831	770	-8,628	-5,917
- A/P	-1,811	-2,424	794	1,230
- Accrued expenses	471	415	-2,026	966
- Other	-5,071	-5,881	-4,576	-5,856
Net cash from operating activities	10,038	17,291	3,414	33,238





Cash flow from investing activities				
Acquisition of subsidiary, net of cash acquired				
Financial fixed assets (incl. own shares) (*)	-3,796	-8,889		
Purchase of PPE and intangible assets	-2,466	-4,633	-7,120	-15,141
Interest received	401	788	748	2,183
Proceeds from current investments	-1,194	-1,953	16,685	12,099
Acquisition of current investments				
Net cash provided from investing activities	-7,054	-14,686	10,312	-859
Cash flows from financing activities				
Proceeds/Repayment of long-and short-term debt	122	-7,727	-15,100	-14,942
Proceeds from bank loans and overdrafts				7,650
Repayment of bank loans and overdrafts				
Proceeds from (repayment of) related party financing			-5,596	
Proceeds from (repayment of) A/P to directors				
Interim dividend payment				-25,670
Other				
Capital Decrease				
Minority				
Net cash provided from financing activities	122	-7,727	-20,696	-32,961
CTA	12	-22	-229	-50
Increase/decrease in cash and cash equivalents	3,119	-5,143	-7,199	-632
Cash at beginning of the period	7,004	15,265	15,898	15,898
Cash at the end of the period	10,123	10,123	8,699	15,266

“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, 2008 which show a balance sheet total of 166.286 thousand EUR and a net profit for the period of 16.976 thousand EUR. 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.

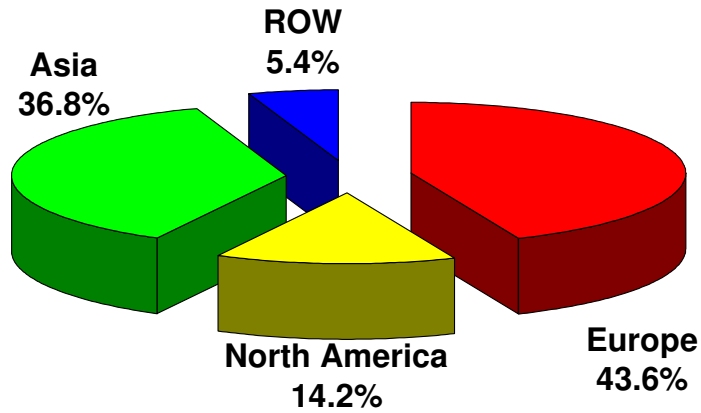
Zaventem, July 29th, 2008

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





Sales per geography:



Obligation with regard to the periodical information following the transparency directive effective as of January 1st, 2008

The undersigned declare that the consolidated financial overviews, that have been compiled in due compliance with the standards for the annual accounts, stand as a true and accurate reflection of the assets, the financial status and the results of the issuer and the companies included as part of the consolidation. The report provides a true and accurate reflection of the required information.

Rudi De Winter, CEO
Francoise Chombar, CEO
Karen van Griensven, CFO

