



Press release: Melexis reports results for the second quarter and for the first half year of 2009

Intermediate declaration by the Board of Directors.

leper, Belgium – July 30th, 2009 at 07.00 hrs CET

Revenues for the second quarter were 28.2 million EUR, a decrease of 45% compared to the same quarter of the previous year and an increase of 25% versus the previous quarter.

(in k EUR)	Q2/09	Q2/08	% CHANGE (Y-O-Y)
Sensors	10,537	21,757	-52%
Wireless	2,002	3,947	-49%
Actuators	10,924	16,848	-35%
Opto	3,875	7,806	-50%
Other	853	447	91%
TOTAL	28,191	50,805	-45%

(in k EUR)	Q2/09	Q1/09	% CHANGE (Q-O-Q)
Sensors	10,537	8,901	18%
Wireless	2,002	2,488	-20%
Actuators	10,924	7,713	42%
Opto	3,875	2,675	45%
Other	853	768	11%
TOTAL	28,191	22,545	25%

Gross margin was 9.7 million EUR, a decrease of 54% compared to the same quarter last year. Despite increased sales, the margin was stable compared to the previous quarter. This is due to unused capacity in manufacturing. Sales were partially delivered out of inventory and production output in Q2 2009 was lower than in Q1 2009.

The operating result was at -0.6 million EUR, compared to 9.4 million EUR in the same quarter the previous year.

The company has recorded an additional financial loss of 10.12 million EUR in the second quarter on the fair value of the CDO portfolio. The CDO portfolio, classified as non current financial asset, is now fully written off.

As a result, net profit came out -7.9 million EUR, -18 cent per share, down from 20 cent per share in the second quarter of 2008.

R&D expenses were 25% of sales, Selling was 4.7% of sales and G&A was at 10.4% of sales.





Cost reduction program

We achieved 4.6 million EUR cost savings in the first half year, of which 2.2 million EUR in cost of goods sold.

Rudi De Winter, CEO of Melexis comments:

"China overtook the US with respect to the number of cars sold. While the rest of the world suffered from decreased car sales, China car sales increased 4% compared to previous year. In order to better serve the Chinese automotive market and our Chinese customers, Melexis decided to set up an application engineering and sales office in Shanghai, that will be fully operational by end of the year."

Françoise Chombar, CEO of Melexis comments:

"We gradually see sales picking up again and our cost reduction programs are taking effect. Moreover, our new design wins have increased compared to the same period last year. Our expectations regarding the evolution of worldwide automobile sales during 2009 are pretty close to what we anticipated on November 26, 2008."

Dividend

The Board of Directors decided not to pay out an interim dividend in view of the current circumstances.

Outlook 2009

Melexis reconfirms sales expectations for 2009 to be in the range of 118 to 123 million EUR.

The half-year report 2009 will be available on our website www.melexis.com as of August 31st, 2009.

Financial Calendar

- Release of Q3-results on October 22nd 2009
- Release of annual results on February 11th 2010

The company's results will be discussed in a conference call on Thursday July 30th, 2009 at 17 hrs CET. The conference call will be in English. You have **to register for this conference call in advance**. You can register by clicking on the following link and filling in the requested information:

<https://eventreg1.conferencing.com/webportal3/reg.html?Acc=539646&Conf=167198>

After registration, you will receive the conference call number, a participant user pin, conference pin and instructions on how to join the conference call. For security purposes all participants must register individually if they wish to join the call.

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 (0) 22901705, access code: 839764.

For further information, please contact:

Karen van Griensven
CFO Melexis NV
Phone: +32 13 67 07 79
Fax: +32 13 67 21 34
Email: kvg@melexis.com

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





Microelectronic Integrated Systems



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		Quarter ended	Quarter ended	Half Year ended	Half Year ended	Year ended
in k EUR		30/06/2009	30/06/2008	30/06/2009	30/06/2008	31/12/2008 audited
Sales		28,191	50,805	50,737	103,084	185,549
	Cost of sales	-18,534	-29,861	-33,294	-60,656	-109,632
Gross Margin		9,658	20,944	17,443	42,428	75,917
	R&D	-6,431	-7,742	-12,905	-15,147	-29,525
	G&A	-2,643	-2,562	-5,284	-5,109	-10,744
	Selling	-1,151	-1,258	-2,395	-2,785	-5,255
	Other operating result					-834
Income from operations (EBIT)		-568	9,381	-3,141	19,387	29,559
	Other expenses (net)	-10,650	278	-11,421	-309	-6,689
Income before taxes		-11,218	9,659	-14,562	19,078	22,870
	Income taxes	3,293	-1,138	2,999	-2,102	-419
Net income		-7,925	8,521	-11,563	16,976	22,451
Net income per share in EURO		-0.18	0.20	-0.27	0.39	0.52

Consolidated Balance Sheet

CONFORM IAS		Half Year ended	Half Year ended	Year ended
in k EUR		30/06/2009	30/06/2008	31/12/2008 audited
Current Assets :				
	Cash and cash equivalents	11,227	10,123	8,129
	Current investments	2,290	17,675	2,145
	A/R Trade	19,924	32,946	28,112
	A/R from related parties	5,646	5,160	7,086
	Advance related parties			
	Other current assets	8,057	10,936	9,744
	Inventories	28,423	34,121	34,371
	Total current assets	75,568	110,961	89,586
Non current assets :				
	Costs of incorporation			
	Property, plant and equipment	44,991	45,157	45,029
	Financial assets			10,750
	Intangible fixed assets	1,756	659	466
	A/R directors			
	Other non-current assets	50	60	60
	Deferred tax assets	15,404	9,450	11,550
	Total non current assets	62,201	55,326	67,854
Total assets		137,769	166,286	157,441





Liabilities and shareholders Equity			
Current liabilities :			
Bank loans and overdrafts		7,510	
Derivative financial instruments	3,148		2,483
Current portion of LT debt	15,119	15,148	15,152
A/P trade	5,128	6,026	5,737
Affiliated companies	2,309	6,777	2,343
Accrued expenses, payroll and taxes	4,945	4,878	4,399
Other current liabilities	748	1,060	1,024
Provisions			834
Deferred income	460	499	569
Total current liabilities	31,856	41,898	32,542
Non current liabilities :			
LT debt less current portion	55,419	40,506	62,990
Deferred tax liabilities	371	249	371
Minority interests	10	10	10
Provisions	1,195		
Total non current liabilities	56,996	40,766	63,371
Shareholders' equity :			
Shareholders' capital	565	565	565
Share premium			
Treasury shares	-17,878	-14,475	-17,757
Revaluation reserve Hedge	-1,772	736	-957
Revaluation reserve Fair value	-3,411	-5,280	-3,525
Legal reserve	57	57	57
Retained earnings	84,299	86,804	61,847
Current period's profit	-11,563	16,976	22,451
Cumulative translation adjustment	-1,378	-1,760	-1,153
Total shareholders equity	48,917	83,622	61,527
Total liabilities, shareholders' equity and minority interests	137,769	166,286	157,441





Consolidated statements of cash flow

CONFORM IAS	Quarter ended 30/06/2009	Half Year ended 30/06/2009	Half Year ended 30/06/2008	Year ended 31/12/2008 audited
in k EUR				
Cash flow from operating activities				
Net income	-7,924	-11,563	16,976	22,451
Adjustments :				
- Depreciation	2,660	5,347	5,887	11,781
- A/R, Trade	-3,177	8,187	1,477	6,938
- Due to affiliated companies	16	1,405	71	-3,659
- Inventories	4,736	5,948	770	-1,211
- A/P	969	-609	-2,424	-2,861
- Accrued expenses	-76	-358	415	3,019
- Deferred taxes	-3,854	-3,854		-3,244
- Provisions	431	431		3,209
-Other	423	1,339	-5,881	-9,533
Net cash from operating activities	-5,796	6,273	17,291	26,890
Cash flow from investing activities				
Acquisition of subsidiary, net of cash acquired				
Financial fixed assets (incl. own shares) (*)	10,750	10,629	-8,889	-12,171
Purchase of PPE and intangible assets	-3,870	-6,600	-4,633	-9,510
Interest received	203	455	788	1,471
Proceeds from current investments	-660	-32	-1,953	3,846
Net cash provided from investing activities	6,423	4,452	-14,686	-16,364
Cash flows from financing activities				
Proceeds/Repayment of long-and short-term debt	-58	-7,605	-7,727	14,900
Proceeds/Repayment from bank loans and overdrafts				-7,650
Proceeds from (repayment of) related party financing				-24,956
Interim dividend payment				
Capital Decrease				
Minority				
Net cash provided from financing activities	-58	-7,605	-7,727	-17,706
CTA	-23	-23	-22	44
Increase/decrease in cash and cash equivalents	546	3,098	-5,143	-7,136
Cash at beginning of the period	10,681	8,129	15,265	15,265
Cash at the end of the period	11,227	11,227	10,123	8,129

“The Statutory auditor of Melexis NV, BDO Atrio Bedrijfsrevisoren Burg. Ven. CVBA, has substantially completed his limited review procedures on the IFRS interim consolidated financial statements as at June 30th, 2009 with a balance sheet total of 137.769 KEUR and a loss of the period of 11.563 KEUR.

This 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, this review consisted mainly of the examination, comparison and discussion of the financial information. As a consequence, this review is





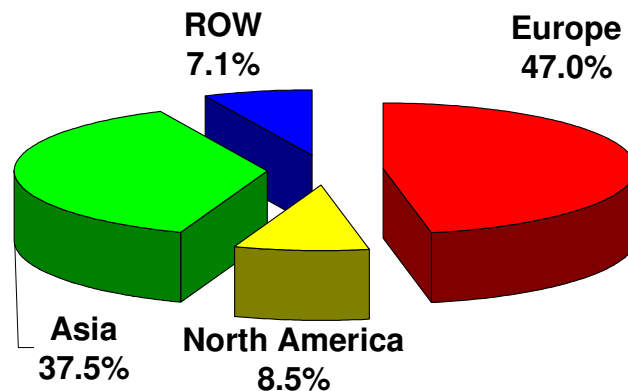
substantially less in scope than an audit conducted in accordance with generally accepted auditing standards.

The Statutory auditor has confirmed that these limited review procedure have not revealed any material adjustments, which would have to be made to the IFRS interim accounting information as of June 30, 2009.

Zaventem, July 29th, 2009

*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

