

Press release

Slight sales growth for first nine months

- Sales increase by 4 percent year-on-year in the first nine months of 2014
- Q3 sales down as expected in core Automotive segment; Industrial segment sees sales rise again
- Start-up costs of new products continue to impact earnings; EBIT margin for nine-month period at 4 percent
- For 2014 as a whole, Micronas still expects sales of CHF 158 million, with a percentage EBIT margin in the lower single-digit range

Zurich, October 21, 2014 – In the first nine months of 2014 Micronas Group's consolidated net sales went up by 4.5 percent year-on-year to CHF 119.6 million. In the core segment Automotive, sales increased by 3.0 percent compared with the first 9 months of 2013 to CHF 111.3 million. The Industrial segment generated sales of CHF 8.4 million, an increase of 29.8 percent on the equivalent period of 2013. Consolidated sales for the third quarter of 2014 were down on the previous quarter figure at CHF 38.5 million. The Industrial segment enjoyed good sales growth again in Q3, but as expected the Automotive segment experienced lower sales as the positive effect seen in the first half of 2014 of strong car sales in Japan and restocking of inventories by our customers came to an end in the third quarter.

In the third quarter of 2014, start-up costs for new products continued to hurt margins. The proportion of Japanese customer invoices denominated in euros increased again, and by the end of September 2014 reached around 30 percent. For the first nine months of 2014 the Micronas Group achieved a gross margin of 31.0 percent, compared with 31.9 percent in the equivalent period of the previous year. Operating profit (EBIT) came to CHF 5.0 million, or 4.2 percent of sales.

Micronas achieved a profit after financial result and taxes of CHF 3.1 million for the first nine months of 2014, giving earnings per share of CHF 0.10. Pension provisions were adjusted again to the lower level of interest rates in the third quarter. Shareholders' equity was down by CHF 9.3 million to CHF 108.4 million as at September 26, 2014 resulting in an equity ratio of 36.0 percent. Cash, cash equivalents

and short-term financial cash deposits fell slightly to CHF 154.1 million in the third quarter owing to further investments in manufacturing areas.

Third quarter capacity utilization at the Freiburg manufacturing plant, which includes both frontend and backend activities, stayed the same as in the previous quarters. For the first nine months of the year as whole, utilization stood at 85 percent.

As announced, Günter Hoppe handed over his position as CFO to the new Micronas CFO Daniel Wäger on September 15, 2014. Mr. Hoppe will retire altogether at the end of October 2014.

The Board of Directors and Management confirm the full-year forecast made in July, and expect sales of around CHF 158 million for 2014, together with an EBIT margin in the lower single-digit percentage range.

About Micronas

Micronas (SIX Swiss Exchange: MASN) is known and recognized in the automotive and industrial business as a reliable global partner for intelligent, sensor-based system solutions. Micronas offers a variety of Hall sensors and embedded controllers for smart actuators for automotive and industrial applications, such as drive trains, chassis frames, engine management and convenience functions.

For further information

Susy Krucker

Investor Relations

Phone: +41 44 445 39 60

E-mail: investor@micronas.com

Disclaimer

This press release contains forward-looking statements, such as projections, forecasts and estimates. Such forward-looking statements are dependent on certain risks and uncertainties which may cause actual results, performance or events to differ materially from those anticipated in this press release. The forward-looking statements contained in this press release are based on Micronas' views and assumptions as of this date and Micronas does not assume any obligation to update or revise this press release. This press release does not constitute an offer to sell or the solicitation of an offer to buy any securities in any jurisdiction.

Micronas Group – Key data for first nine months 2014

Consolidated profit and loss statement	Q3/2014 CHF 1 000	Q2/2014 CHF 1 000	9 months 2014 CHF 1 000	9 months 2013 CHF 1 000
Net sales	38 535	40 897	119 625	114 501
Margin	12 475	13 279	37 137	36 571
Operating profit (EBIT)	1 678	2 406	4 968	5 788
EBITDA	4 486	5 163	13 404	14 433
Profit for the period	793	1 869	3 093	7 112
Earnings per share in CHF	0.02	0.07	0.10	0.24

Segment reporting	Q3/2014 CHF 1 000	Q2/2014 CHF 1 000	9 months 2014 CHF 1 000	9 months 2013 CHF 1 000
Automotive				
Net sales	35 702	38 273	111 254	108 050
Operating profit (EBIT)	1 479	2 264	4 666	6 341
Industrial				
Net sales	2 833	2 624	8 371	6 451
Operating profit/loss (EBIT)	199	142	302	-553

Consolidated balance sheet	26.9.2014 CHF 1 000	27.6.2014 CHF 1 000	31.12.2013 CHF 1 000
Non-current assets	94 442	91 050	86 188
Other current assets	51 797	51 215	43 221
Cash, cash equivalents and short-term financial investments	154 591	157 756	173 742
Total assets	300 830	300 021	303 151
Equity	108 435	117 759	129 843
Long-term liabilities	169 454	160 057	150 207
Current liabilities	22 941	22 205	23 101
Total shareholders' equity and liabilities	300 830	300 021	303 151
Cash, cash equivalents and short-term financial cash deposits	154 050	156 981	170 407

Consolidated cash flow statement	Q3/2014 CHF 1 000	Q2/2014 CHF 1 000	9 months 2014 CHF 1 000	9 months 2013 CHF 1 000
Cash flow from operating activities	2 614	-965	441	6 643
Cash flow from investing activities	-4 991	-4 907	-14 025	-6 065
Cash flow from financing activities	87	-1 462	-1 375	-1 261
Change in cash, cash equivalents and short-term financial cash deposits	-2 931	-7 399	-16 357	579

Orders on hand Book-to-bill	Q3/2014 CHF 1 000	Q2/2014 CHF 1 000	9 months 2014 CHF 1 000	9 months 2013 CHF 1 000
Orders on hand, beginning of period	47 442	51 629	48 125	43 451
Net sales	38 535	40 897	119 625	114 501
Order intake	38 661	36 811	119 485	117 436
Translation adjustments	-349	-101	-766	550
Orders on hand, end of period	47 219	47 442	47 219	46 936
Book-to-bill	1.00	0.90	1.00	1.03