



FY14/3 Q1 Financial Results

Renesas Electronics Corporation

August 2, 2013

- Tetsuya Tsurumaru, Representative Director, President and COO



Agenda

I. FY14/3 Q1 Financial Results

II. FY14/3 Q2 Financial Forecasts

Executive Summary

I . FY14/3 Q1 Financial Results

- Semiconductor sales were 189.6 B yen, an increase by 9.0% QoQ, mainly due to increased sales of automotive and mid/small sized display driver ICs, and favorable exchange rate.
- Further reforms are required to ensure constant positive results, although the effects of the structural reforms are being materialized, as evidenced by the operating income for the two consecutive quarters.

II . FY14/3 Q2 Financial Forecasts

- Semiconductor sales is expected to be 200.4 B yen, an increase by 5.7% QoQ in line with the seasonal cycle.
- Operating income of 4.2 B yen is expected, a decrease of 5.6 B yen QoQ mainly due to the reduction of inventories and seasonal cost increase at the end of first half.
- Net loss of 36.0 B yen is expected mainly due to special losses related to early retirement program and structural reforms of business and production

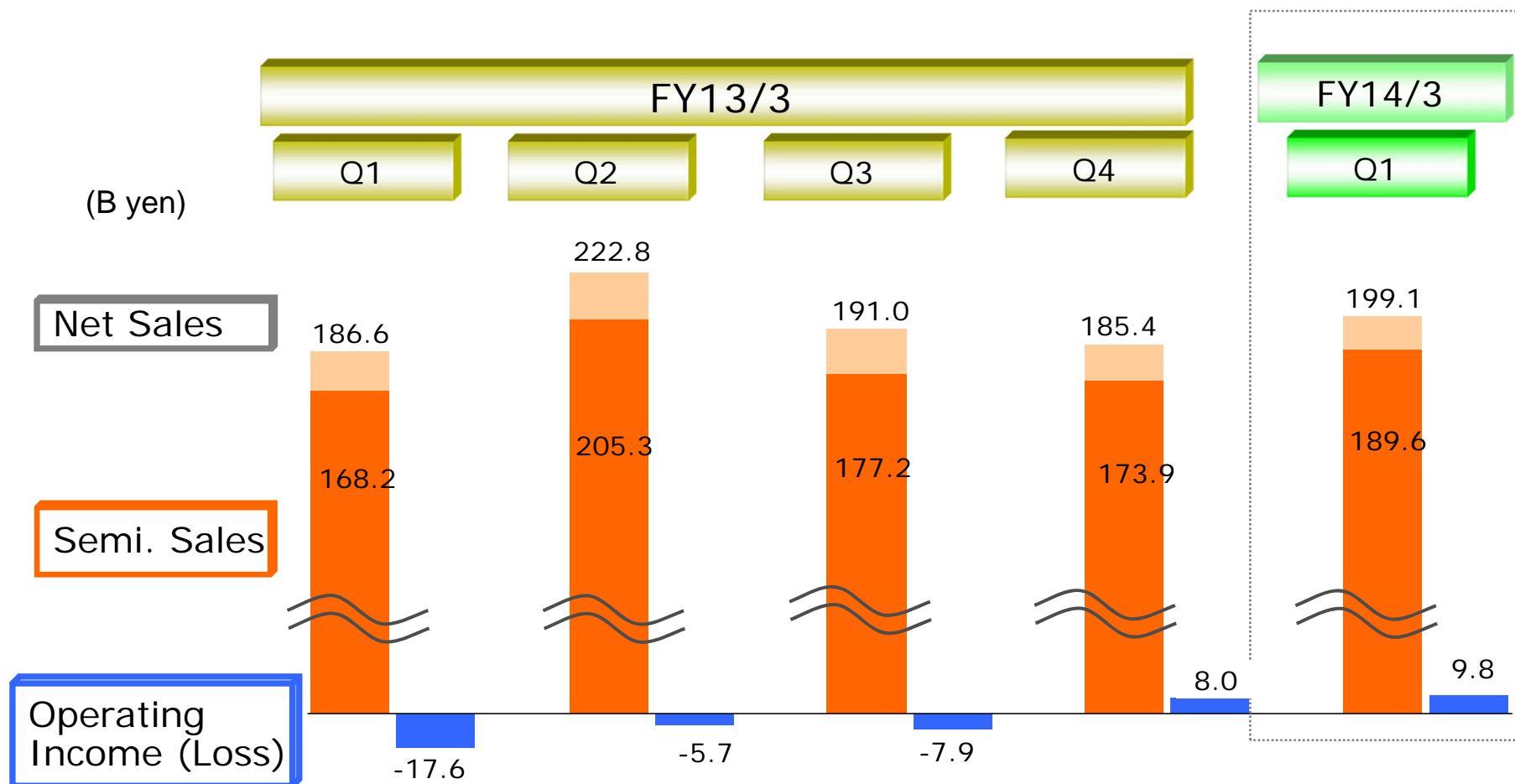
I. FY14/3 Q1 Financial Results

FY14/3 Q1 Financial Snapshot

(B yen)	FY13/3	
	Q1	Q4
Net Sales	186.6	185.4
Semiconductor Sales	168.2	173.9
Operating Income (Loss)	-17.6	8.0
Ordinary Income (Loss)	-17.6	8.7
Net Income (Loss)	-20.8	-5.9
1 US\$=	81 yen	89 yen
1 Euro=	106 yen	118 yen

FY14/3		
Q1	YoY (%)	QoQ (%)
199.1	12.4 (+6.7%)	13.7 (+7.4%)
189.6	21.4 (+12.7%)	15.7 (+9.0%)
9.8	+27.4	+1.8
8.5	+26.1	-0.1
-4.0	+16.8	+1.9
98 yen	17 yen weak	9 yen weak
127 yen	21 yen weak	9 yen weak

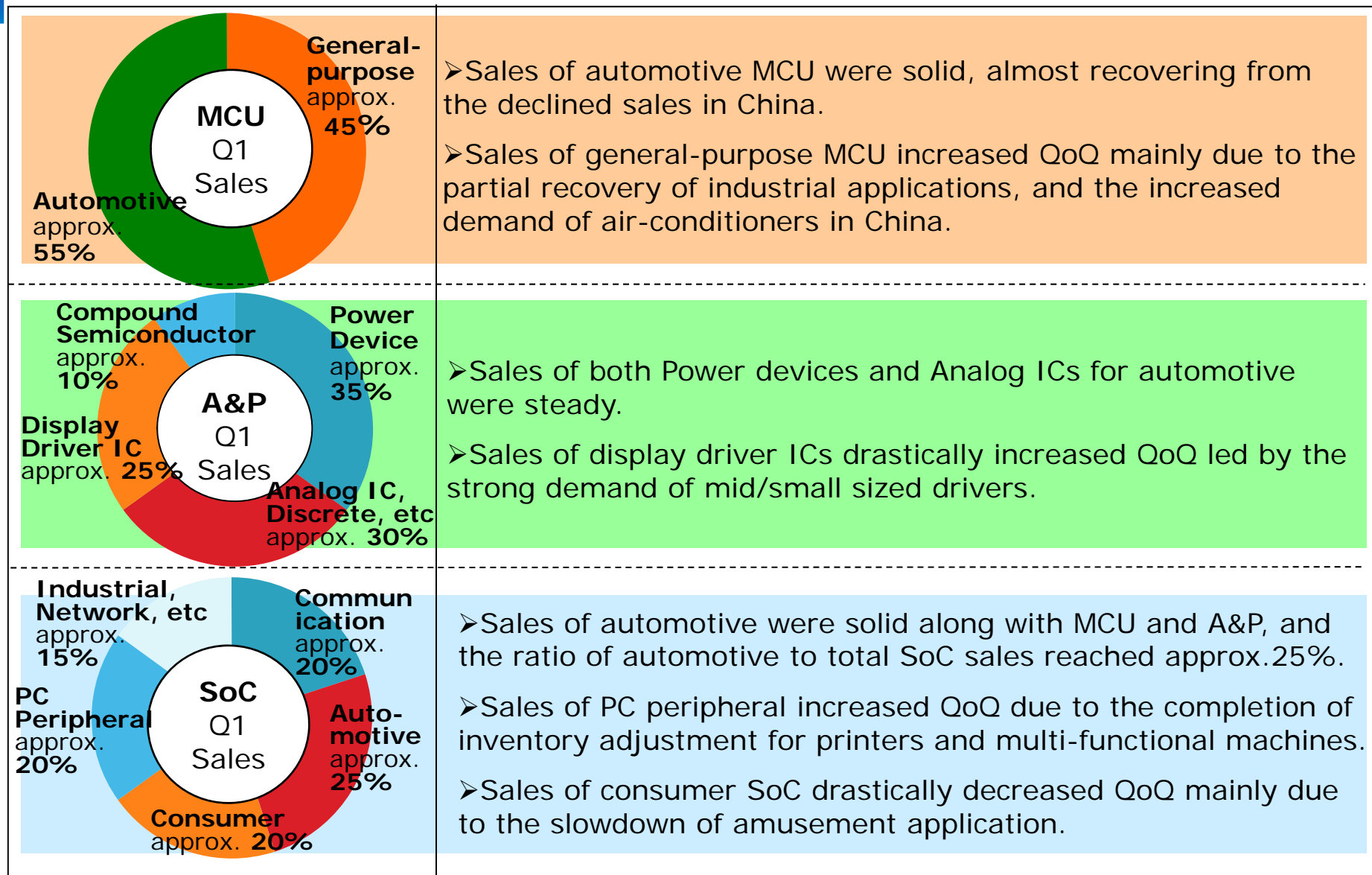
Quarterly Financial Results



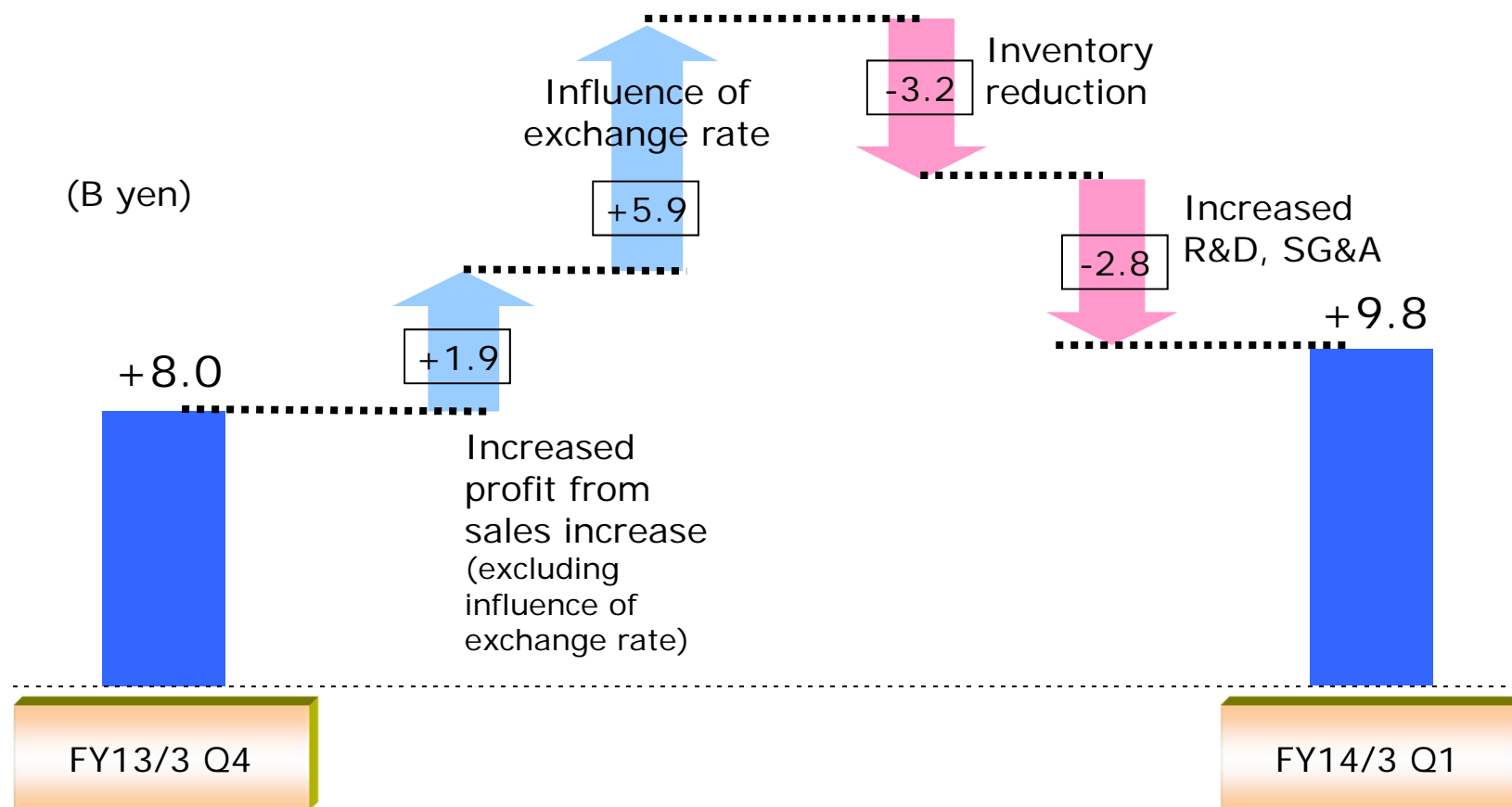
FY14/3 Q1 Semiconductor Sales by Product Categories (1)

(B yen)	FY13/3		FY14/3		
	Q1	Q4	Q1	YoY	QoQ
Semiconductor Sales (Total)	168.2	173.9	189.6	+21.4 (+12.7%)	+15.7 (+9.0%)
MCU	75.4	77.6	85.6	+10.2 (+13.5%)	+8.0 (+10.3%)
Analog & Power	54.7	54.6	65.3	+10.6 (+19.3%)	+10.7 (+19.6%)
SoC	34.4	39.1	36.8	+2.5 (+7.2%)	-2.2 (-5.7%)
Other Semiconductors	3.7	2.7	1.8	-1.9 (-50.8%)	-0.8 (-31.2%)

FY14/3 Q1 Semiconductor Sales by Product Categories (2)

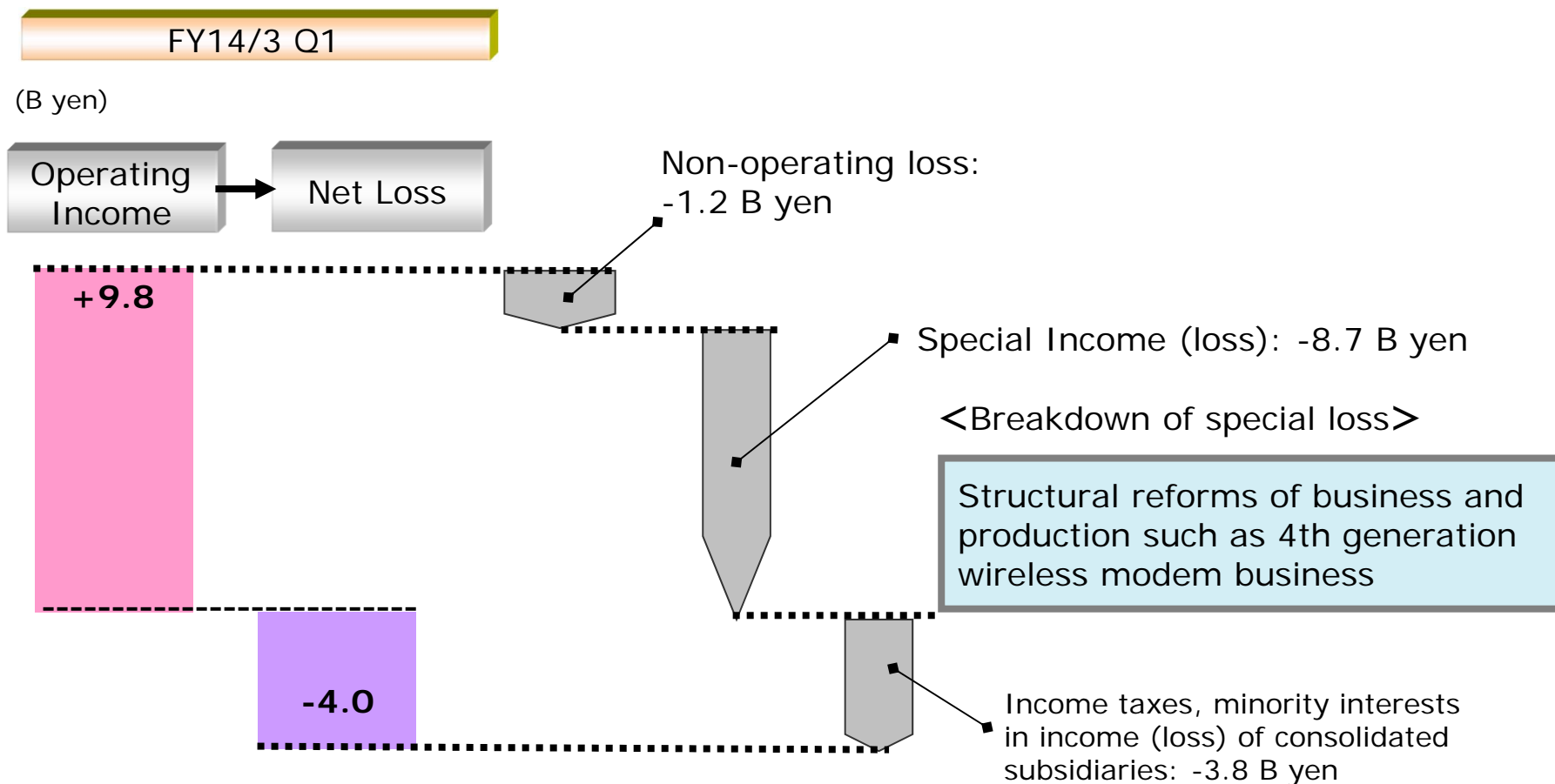


FY14/3 Q1 Operating Income (Loss) QoQ



*SG&A: Selling, general and administrative expenses

FY14/3 Q1 Net Income (Loss)



FY14/3 Q1 Balance Sheets

(B yen)	As of Mar.31, 2013	As of Jun.30, 2013
Total Assets	669.1	668.4
Cash and Cash Equivalents	77.7	95.8
Inventories	151.3	143.7
Liabilities	591.2	588.1
Interest-Bearing Debt	306.4	299.4
Shareholders' Equity	75.8	71.9
Net Assets	77.9	80.3
D/E Ratio (Gross)	4.59	4.41
D/E Ratio (Net)	3.43	3.00
Equity Ratio	10.0%	10.2%

Note)

1. "Cash and Cash Equivalents": Sum of cash and deposits, and short-term investment securities minus the Time deposits with maturities of more than three months
2. "Interest-bearing debt": Short-term borrowings, Current portion of long-term borrowings, Lease obligations, Long-term borrowings
3. "Equity": Shareholders' equity, Other Comprehensive Income
4. "D/E ratio (gross)": Interest-bearing debt / Equity

FY14/3 Q1 Cash Flows

(B yen)	FY13/3				FY14/3
	Q1	Q2	Q3	Q4	Q1
Cash Flows from Operating Activities	-18.1	4.6	-47.5	6.9	28.4
Cash Flows from Investing Activities	-10.7	-9.8	-6.1	-16.6	-2.5
Free Cash Flows	-28.7	-5.2	-53.6	-9.7	25.9

II. FY14/3 Q2 Financial Forecasts

Change in Disclosure Method for Financial Forecasts

<Before Change>

	Net sales	Operating income (loss)	Ordinary income (loss)	Net income (loss)	Net income (loss) per share
Q2 (and Half-year)					
Full-year					

<After Change>

	Net sales	Operating income (loss)	Ordinary income (loss)	Net income (loss)	Net income (loss) per share
Q2					

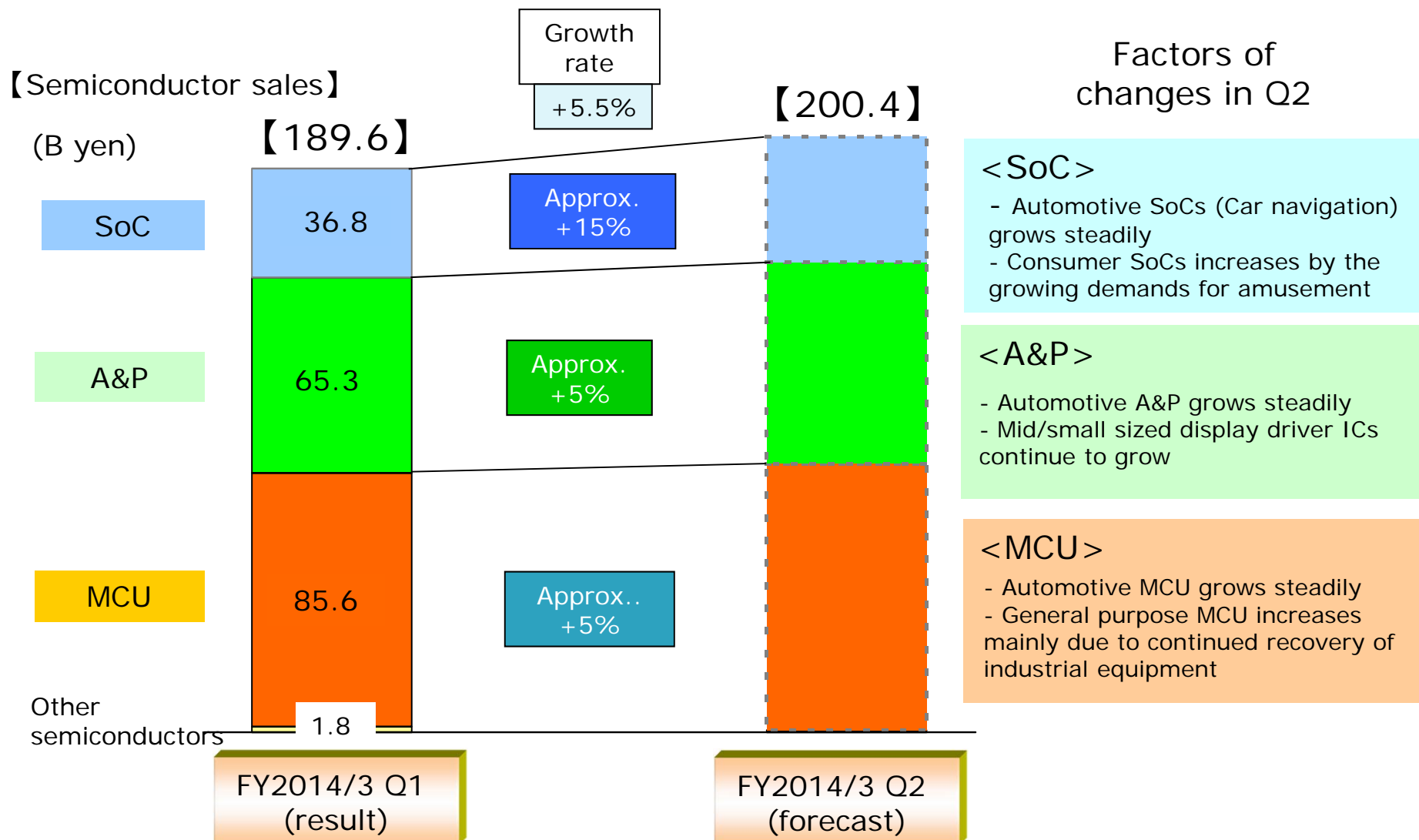
<Reason of Change>

It is difficult to forecast reliable full-year financial results due to the characteristics of semiconductor market in which business environment drastically fluctuates in a short period. Therefore, from this quarter onward, Renesas will announce financial forecasts on a quarterly basis, as is the case with many semiconductor companies worldwide.

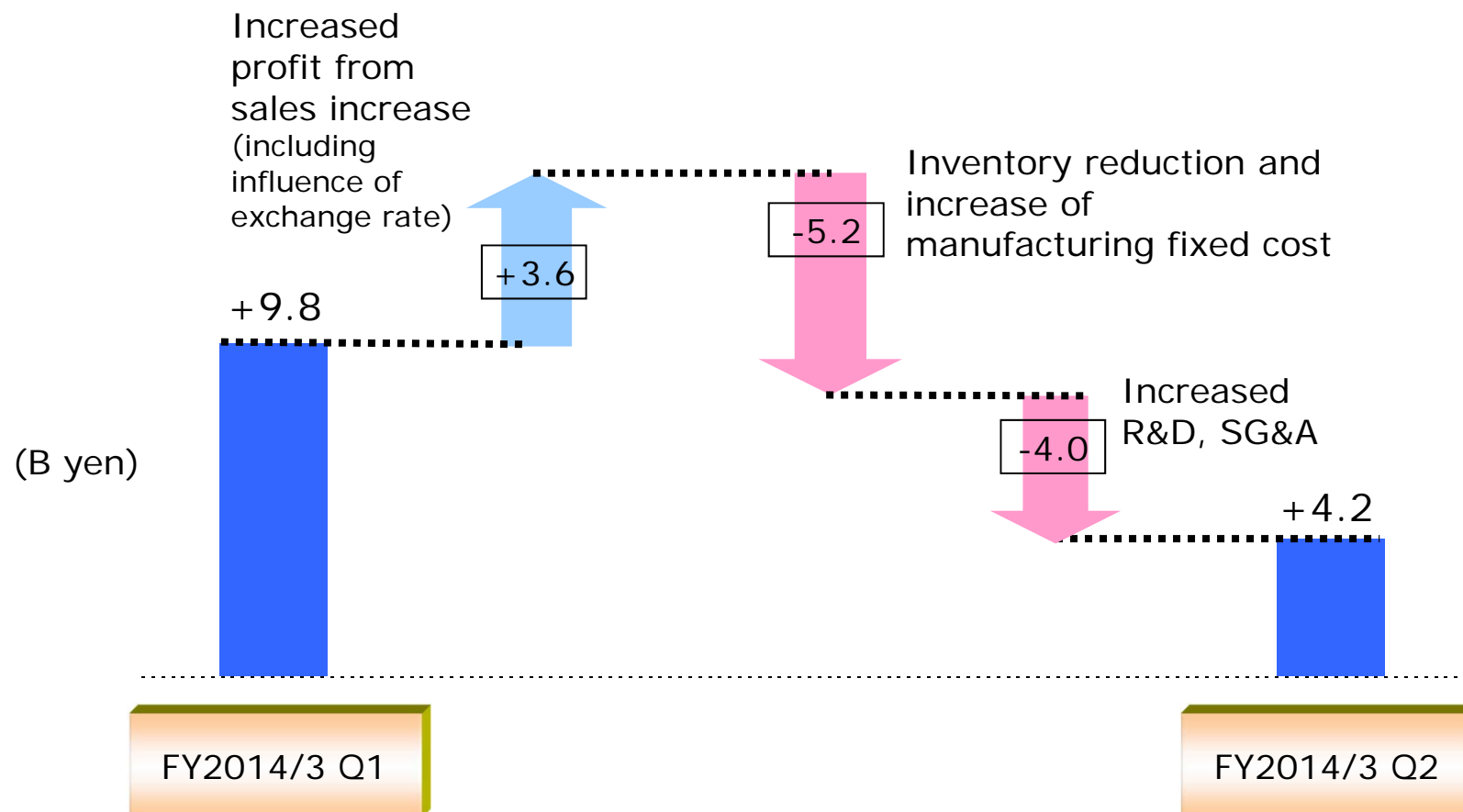
FY14/3 Q2 Consolidated Financial Forecasts

(B yen)	FY2013/3	FY2014/3				
	Q2	Q1	Q2	YoY	QoQ	1H
Net Sales	222.8	199.1	208.9	-13.9	+9.8	408.0
Semiconductor Sales	205.3	189.6	200.4	-4.9	+10.8	390.0
Operating Income (Loss)	-5.7	9.8	4.2	+9.9	-5.6	14.0
Ordinary Income (Loss)	-6.8	8.5	0	+6.8	-8.5	8.5
Net Income (Loss)	-94.3	-4.0	-36.0	+58.3	-32.0	-40.0
1US\$=	79 yen	98 yen	98 yen	19 yen weak	0	98 yen
1 Euro=	98 yen	127 yen	129 yen	31 yen weak	2 yen weak	128 yen

FY14/3 Q2 Semiconductors Sales Forecast (QoQ)

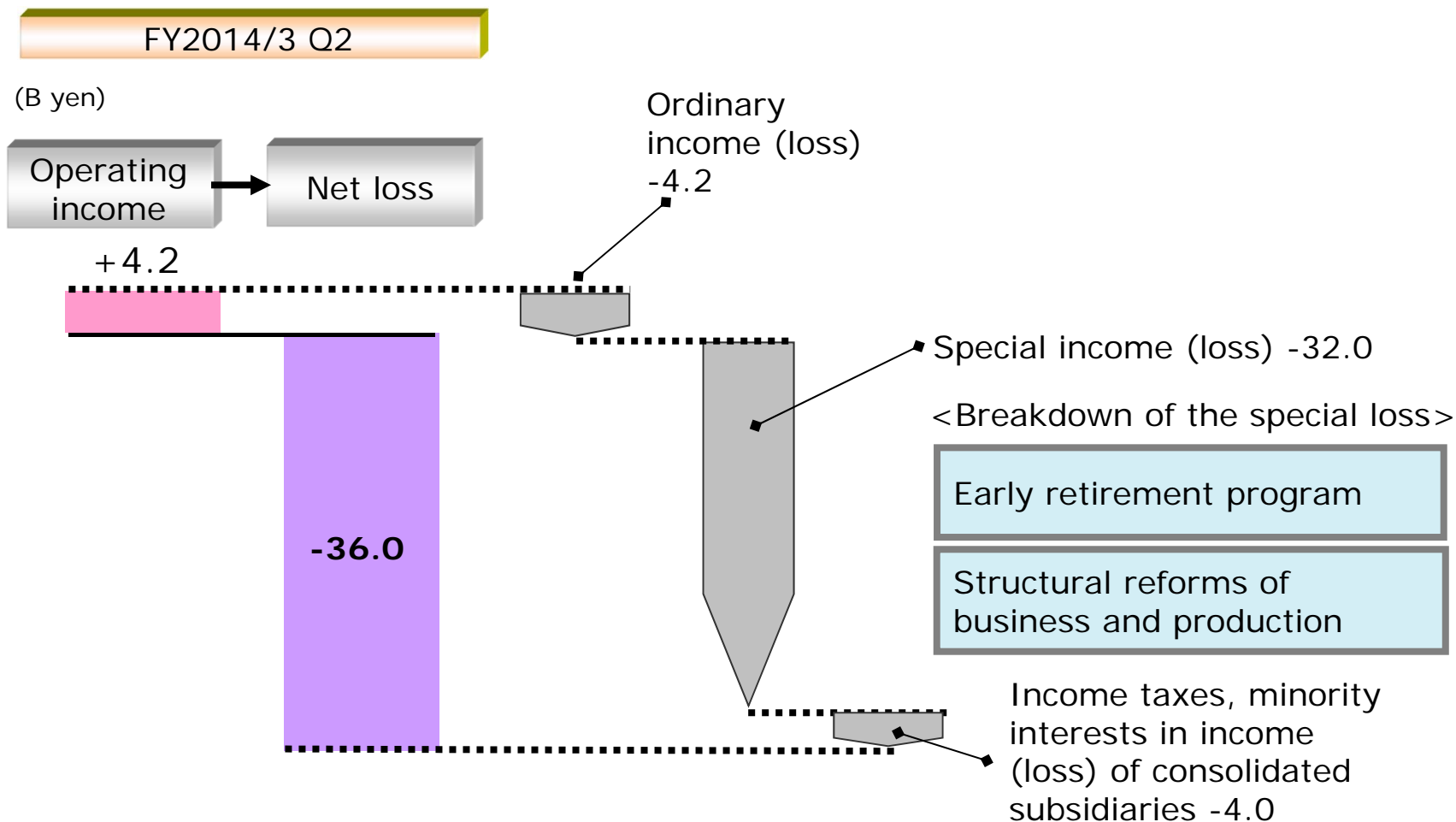


FY14/3 Operating Income (Loss) of Q2 Forecast



*SG&A: Selling, general and administrative expenses

FY14/3 Q2 Net Income (Loss) Forecast





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