Company Presentation

October 2016
Who We Are

- A global semiconductor leader
- 2015 revenues of $6.90B
- Listed: NYSE, Euronext Paris and Borsa Italiana, Milan

As of December 31, 2015

- Approximately 43,200 employees worldwide
- Approximately 8,300 people working in R&D
- 11 manufacturing sites
- Over 75 sales & marketing offices
Where You Find Us

Making driving safer, greener and more connected

Making homes smarter, for better living, higher security, and less waste

Making everyday things smarter, connected and more aware of their surroundings

Enabling cities to make more of available resources

Enabling the evolution of industry towards smarter, safer and more efficient factories and workplaces
Our Vision

ST stands for

*life.augmented*

Everywhere microelectronics make a positive contribution to people’s lives, ST is there.
Application Strategic Focus

The leading provider of products and solutions for Smart Driving and the Internet of Things

Smart Driving

Safer
Greener
More connected

Internet of Things

Smart Industry
Smart City
Smart Home
Smart Things
Product Family Focus

The leading provider of products and solutions for Smart Driving and the Internet of Things

- Dedicated Automotive ICs
- Discrete & Power Transistors
- Analog, Industrial & Power Conversion ICs
- MEMS & Specialized Imaging Sensors
- Digital ASICs
- General Purpose & Secure MCUs EEPROM

Portfolio delivering complementarity for target end markets, and synergies in R&D and manufacturing
Flexible and Independent Manufacturing

Morocco
Malta
France (Crolles, Rousset, Tours)
Italy (Agrate, Catania)
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Front-End

Back-End
An Unwavering Commitment to R&D

Advanced research and development centers around the globe

~ 15,000 patents; ~9,000 patent families; more than 500 new filings (in 2015)

~ 8,300 people working in R&D and product design

As of December 31, 2015
Partners with Our Customers Worldwide

Over 75 sales offices in 35 countries
Customer Base

FY15

Top 10 OEMs*:
Apple
Bosch
Cisco
Conti
Delta
HP
Huawei
Samsung
Seagate
Western Digital

Top 5 Distributors*:
Arrow Electronics
Avnet
Edom
Wintech
Yosun

*Listed alphabetically
3Q16 Revenues

% by product group

- Analog and MEMS Group (AMG): 6%
- Automotive and Discrete Group (ADG): 39%
- Microcontrollers and Digital ICs Group (MDG): 33%
- Others: 3%

% by location of order shipment

- Americas: 16%
- EMEA: 25%
- Asia Pacific: 59%
A Global Semiconductor Player
Regional Sales and Sales by Channel

% by location of order shipment

- Americas: 26%
- Asia Pacific: 58%
- EMEA: 16%

% by market channel

- Distribution: ~32%
- OEM: ~68%

FY2015
A Global Semiconductor Player

Regional Sales by Shipment and Region of Origin

FY2015

% by location of order shipment

- EMEA: 26%
- Americas: 16%
- Asia Pacific: 58%

% by region of origin

- Americas: 35%
- Asia Pacific: 33%
- EMEA: 32%
People are Our Foundation

Present in over 35 countries

- ~17,300
- ~9,600
- ~4,700
- ~800
- ~800

...working everyday to increase the quality and experience of life for all

Manufacturing ~ 65%
Research & Development ~ 19%
Marketing & Sales, Divisional Functions, Administration & General services ~ 16%

As of December 31, 2015
Our Longstanding Commitment to Sustainability

- ST Environmental commitment
- 1st Environmental Decalogue
- 1st Environmental report
- 1st Environmental Certification ISO14001

1995

- 1st ST Environmental Decalogue
- ST signatory of United Nations Global Compact
- ST member of the EICC
- 1st ST Sustainability Council

2000

- Creation of ST Foundation
- Launch of reforestation programs
- ST member of the EICC

2005

- Deployment of ST Health Plan
- Launch of ST Principles for Sustainable Excellence
- Creation of ST Ethics Committee

2010

- 5th edition of ST “Environment, Health & Safety Decalogue”
- ST Sustainability Strategy
- 1st Energy Management certification ISO 50001

2015

- New Sustainability Strategy
- 4th edition of ST “Environment, Health & Safety Decalogue”

ST Sustainability Strategy
For each sustainability priority, ST defines and implements programs with objectives and indicators published in our annual Sustainability Report.
Sustainability Programs And Key Performance

People

Health & Safety
Ensure the health, safety and well-being of our employees
  • Number of work-related injuries & illnesses per 100 employees = 0.17 in 2015 - best ever result

Development & Engagement
Support our employees in their growth and development
  • 2.1 million hours of training delivered in 2015

Labor & Human Rights
Ensure that all employees are treated with respect and dignity
  • All manufacturing and major sites covered by Labor & Human Rights risk assessments

Business

Innovation
Develop innovative products which make a positive contribution to people lives
  • 8,300 employees dedicated to R&D

Customer Relation
Collaborate and align with customers and commit to meet their expectations
  • 63% reduction in quality returns Q4 2015 vs Q4 2011

Financial Performance
Be sustainable in our investments and growth, attractive for investors with low risk
  • US$104 million net income

Environment & Operations

Environmental Efficiency
Minimize the impact of our business operations
  • 45% of water reused or recycled, 91% of waste reused, recovered or sent for recycling,

Sustainable Technology
Develop responsible products with social and environmental benefits
  • Eco-design criteria applied for 100% of products in the design process

Supply Chain Responsibility
Assess, audit and partner with our suppliers
  • >85% of procurement volumes monitored for social, environment and health & safety

We engage with the local community at all our sites

In 2015
  • 338 initiatives from 24 sites in 14 countries
  • 7,680 employees engaged in volunteering
  • 138,519 hours of company time dedicated to the community.
Our quality goal: “To provide our customers with the highest level of quality excellence in the semiconductor industry.”