



**Q1'16 Electronics sales in line with guidance at 54.1 million Euros
Management confirms the strategy refocusing on electronics business**

Bernin, France, 20th July 2015 – Soitec (Tech 40 Euronext Paris), a world leader in generating and manufacturing revolutionary semiconductor materials for the electronics and energy industries, today announced total consolidated sales of 55.4 million Euros for the first quarter of FY15-16, up 116%, compared to 25.7 million Euros last year (77% at constant exchange rate). This is due to the recovery in the electronic core business and a low activity in the 300 mm during last fiscal year first quarter. The 14% decrease compared to 64.3 million Euros in the fourth quarter of FY15 (15% at constant exchange rate) is explained by seasonal recurrent high activity recorded during the last FY quarter. Reported separately, the Solar business generated 4.5 million Euros of sales (down 81% year on year and down 2% sequentially).

Reported quarterly sales figures (unaudited) for Q116 ending June 2015

EURk	Q116	Q/Q	Y/Y
150-200mm (and small diameters)	40,798	-3%	123%
300mm	11,790	-27%	111%
Royalties	1,467	5%	50%
Total Electronics	54,055	-9%	117%
Other (Lighting/Equipment)	1,393	-71%	82%
Total Revenues	55,448	-14%	116%
<i>Solar</i>	<i>4,495</i>	<i>-2%</i>	<i>-81%</i>

Electronics sales reached 54.1 million Euros in Q1'16, in line with May 28th guidance of 60 million Dollars (54.3 million Euros at constant exchange rate). This represents a 117% year-on-year increase and a 9% sequential decline.

Electronics sales are in line with management guidance and should continue to benefit of a solid RF market. Soitec is also well positioned to capture potential future growth linked to the FD SOI technology's adoption.

- The wafer business continues to be driven by the steady demand for 200mm diameter wafers with applications in the mobile (RF devices) and automotive (power) markets. The 200mm facility in Bernin (France) currently runs at high efficiency indicators and benefits from a healthy order intake for FY16.
- The 300mm diameter is mostly related to the partially-depleted “PD”-SOI technology (devices for gaming and PC markets) and photonics devices for datacenters and networking markets. The Group continues to support qualification of 300mm FD-SOI wafers at strategic foundry customers to capture market growth for consumer electronics, automotive

and industrial applications. Soitec also welcomes GlobalFoundries's announcement made last week as the leading foundry reported the introduction of the first 22-nanometer fully depleted silicon-on-insulator (SOI) technology platform (22FDX) with production due to start in the second half of 2016.

- Royalties generated 1.5 million Euros of revenues in Q1'16.

Other activities (Lighting and Equipment) generated 1.4 million Euros sales in fiscal Q1'16

Other activities generated 1.4 million Euros of sales in Q1'16 (up 82% year on year and down 71% sequentially).

- The Lighting business generated 0.7 million Euros
- The Equipment business generated 0.7 million Euros

Solar activities generated 4.5 million Euros of sales in Q1'16

Solar business, for which a sale negotiation is ongoing, generated 4.5 million Euros revenues in Q1'16. System sales were mostly in France and China.

Strategic refocusing on core electronic business

In January 2015, the Board of Directors decided to implement a strategic plan aiming at refocusing Soitec's activities on its core electronics business. This will lead to simplify the organization and to adjust transversal support functions. As announced on May 21th 2015, Soitec signed an agreement with ConcenSolar, a privately held company and a business partner of concentrator photovoltaic (CPV) leader Suncore Photovoltaic Technology Co Ltd, to sell its solar system business. Soitec expects the transaction to be closed before the end of the fiscal H1'16.

Cash available at 63 million Euros at the end of June 2015

At the end of June 2015, after completion of new financing package described in May 28th press release, cash available amounted 63 million Euros (unaudited) compared to 23 million Euros in March. Gross debt amounted to 227 million Euros.

Sales guidance for Q2'16 Sales

For Q2'16, Soitec expects wafer sales to be in line with Q1'16, at constant exchange rate.

Agenda

Sales for the Q2'16 quarter will be published on October 19th after the closing of the Paris Stock Exchange.

About Soitec:

Soitec (Tech 40 Euronext, Paris) is a world leader in designing and manufacturing high performance semiconductor materials. The company uses its unique technologies and semiconductors expertise to serve the electronics and energy markets. With 3,600 patents worldwide, Soitec's strategy is based on disruptive innovation to answer its customers' needs for high performance, energy efficiency and cost competitiveness. Soitec has manufacturing facilities, R&D centers and offices in Europe, US and Asia. For more information, please visit www.soitec.com.

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