• A global semiconductor leader
• 2017 revenues of $8.35B with year-on-year growth of 19.7%
• Listed: NYSE, Euronext Paris and Borsa Italiana, Milan

Approximately 45,500 employees worldwide
Approximately 7,400 people working in R&D
11 manufacturing sites
Over 80 sales & marketing offices
Where You Find Us

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

Making **driving** safer, greener and more connected

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

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

dlife.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.
A Smart Thing ...

• Understands the environment
• Manages data and transforms it into information
• Connects to the world
• Protects your data
• Is energy efficient

Making Every Thing Smarter
Making Home & Cities Smarter

**Smart City**
- Smart city infrastructure to improve traffic and municipal services
- Smart Grid
- Intelligent, adaptive street lighting
- Smart Buildings

**Smart Home**
- Smart control of heating, air conditioning, appliances, locks and alarms
- Smart meters to connect homes to the smart grid
- More energy efficiency, convenience, comfort and security
Enabling smarter, safer and more efficient factories and workplaces

- Factories that produce in a more efficient manner
- More flexibility and customization possibilities in the supply chain
- More sustainable production with less waste and less energy used
- Safer working environments for people
- Better man-machine cooperation in the work place
- Optimized usage of machines and tools
Smart Driving

Making driving Safer, Greener and more Connected

**Safer**
- Having cars drive better than we can & always watching for threats
- Making driving safer for car occupants and other road users by actively avoiding accidents

**Greener**
- Improving power and fuel efficiency, and helping minimize emissions and car maintenance
- Moving towards electric vehicles

**More Connected**
- Enabling personalized car entertainment and connectivity
- Allowing vehicles to communicate with each other and the infrastructure (V2X)
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 & Independent Manufacturing
An Unwavering Commitment to R&D

Advanced research and development centers around the globe

~ 17,000 patents; ~9,500 patent families; ~ 500 new filings (in 2017)

~ 7,400 people working in R&D and product design

As of December 31, 2017
Partners with Our Customers Worldwide

Over 80 sales offices in 35 countries
2017 Revenues

% by product group 2017

- Analog, MEMS & Sensors Group* (AMS) 31%
- Microcontrollers & Digital ICs Group (MDG) 32%
- Automotive & Discrete Group (ADG) 37%
- Others 0.4%

% by location of order shipment 2017

- Americas 13%
- EMEA 26%
- Asia Pacific 61%
A Global Semiconductor Player
Regional Sales and Sales by Channel

% by location of order shipment 2017
- Americas: 61%
- EMEA: 26%
- Asia Pacific: 13%

% by market channel 2017
- Top 10 OEMs: 36%
- Other OEMs: 30%
- Distribution: 34%
A Global Semiconductor Player

Regional Sales by Shipment and Region of Origin

% by location of order shipment 2017

- Americas: 61%
- EMEA: 26%
- Asia Pacific: 13%

% by region of origin 2017

- Americas: 32%
- Asia Pacific: 36%
- EMEA: 32%
People are Our Foundation

Present in over 35 countries

- Manufacturing ~ 68%
- Research & Development ~ 16%
- Marketing & Sales, Divisional Functions, Administration & General services ~ 16%

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

As of December 31, 2017
Our Longstanding Commitment to Sustainability

1987
- ST’s creation
- Start tracing origin of our minerals

1990
- ST’s creation

1995
- 1st Environmental Decalogue
- 1st Corporate Environmental report
- 1st Environmental Certification ISO 14001
- 1st ST Environmental policy

2000
- Creation of ST Foundation
- Launch of reforestation programs
- 1st Safety & Health Certification OHSAS 18001

2005
- ST Health Plan
- Supply Chain Responsibility program
- ST member of the EICC

2010
- Start tracing origin of our minerals
- Creation of ST Ethics Committee
- Creation of ST Foundation
- ST signatory of United Nations Global Compact

2015
- New Sustainability program
- 1st Energy Management certification ISO 50001
- 5th Environment, Health & Safety Decalogue

2017
- 1st ST Sustainability Council

Business Conduct and Ethics policy
- ST signatory of United Nations Global Compact
- Start tracing origin of our minerals
- Supply Chain Responsibility program
- ST member of the EICC
- Creation of ST Ethics Committee

1st EMAS validation
1st Environmental Decalogue
For each sustainability priority, ST defines and implements programs with objectives and indicators published in our annual Sustainability Report.
Sustainability Programs & Key Performance

**Health & Safety**
Ensure the health, safety and well-being of our employees
- Number of work-related injuries & illnesses per 100 employees = 0.17 in 2016

**Development & Engagement**
Support our employees in their growth and development
- Average of 46 hours of training per employee

**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

**Innovation**
Develop innovative products which make a positive contribution to people lives
- 19% of net revenues invested in R&D

**Customer Relations**
Collaborate and align with customers and commit to meet their expectations
- 27% decrease in customer complaints in 2016 vs 2015

**Financial Performance**
Be sustainable in our investments and growth, attractive for investors with low risk
- US$165 million net income in 2016

**Environmental Efficiency**
Minimize the impact of our business operations
- > 91% of waste reused, recovered or sent for recycling, 44% of water reused and recycled

**Sustainable Technology**
Develop responsible products with social and environmental benefits
- 34% of new products are labelled responsible

**Supply Chain Responsibility**
Assess, audit and partner with our suppliers
- 90% of our eligible suppliers committed to the EICC code of conduct

**Local Communities**
We engage with the local community at all our sites
- In 2016
  - 307 initiatives from 27 sites in 15 countries
  - 6,182 employees engaged in volunteering
  - 125,616 hours of company time dedicated to the community
ST Quality Vision & Strategic Drivers

Win a Quality Leadership position with all our customers

Customer Focus
- Listen
- Communicate
- Service

Built-in Quality
- Development
- Ramp Up
- Volume Production

Lean Leadership
- Lean Practice
- Perfect Execution
- People Behavior

Win a Quality Leadership position with all our customers