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Non-GAAP Financial Measures

In addition to providing financial information on a basis consistent with U.S. generally accepted accounting principles ("GAAP"), the Presentation also contains the following selected financial measures on a non-GAAP basis: (i) Gross profit, (ii) Gross margin, (iii) Research and development, (iv) Selling, general and administrative, (v) Amortization of acquisition-related intangible assets, (vi) Other income, (vii) Operating margin, (viii) Capitalization, (ix) Free cash flow, (x) Operating Income (Loss), (xi) Adjusted EBITDA and trailing 12 month adjusted EBITDA, and (xii) Non-GAAP free cash flow and free cash flow as a percent of Revenue. The non-GAAP information excludes the amortization of acquisition related intangible assets, the accounting effect on inventory and property, plant and equipment, merger related costs (including integration costs), certain items related to divestitures, share-based compensation expense, restructuring and asset impairment charges, non-cash interest expense on convertible notes, extinguishment of debt, changes in the fair value of the warrant liability prior to January 1, 2016, and foreign exchange gains and losses.

Management does not believe that these items are reflective of the Company’s underlying performance. The presentation of these and other similar items in NXP’s non-GAAP financial results should not be interpreted as implying that these items are non-recurring, infrequent or unusual. NXP believes this non-GAAP financial information provides additional insight into the combined business of NXP since its merger with Freescale as well as the Company's on-going performance and has therefore chosen to provide this information to investors for a more consistent basis of comparison and to help them evaluate the results of the Company’s on-going operations and enable more meaningful period to period comparisons. These non-GAAP measures are presented in addition to, and not as a substitute for, or superior to, measures of financial performance prepared in accordance with GAAP. Reconciliations of these non-GAAP measures to the most comparable measures calculated in accordance with GAAP are provided in the financial statements portion of the quarterly earnings releases in a schedule entitled "Financial Reconciliation of GAAP to non-GAAP Results (unaudited)." Forward-Looking Statement

This presentation includes forward-looking statements which include statements regarding our business strategy, financial condition, results of operations, and market data, as well as any other statements which are not historical facts. By their nature, forward-looking statements are subject to numerous factors, risks and uncertainties that could cause actual results and outcomes to be materially different from those projected. These factors, risks and uncertainties include the following: market demand and semiconductor industry conditions, our ability to introduce new technologies and products, the demand for the goods into which our products are incorporated, our ability to generate sufficient cash, raise sufficient capital or reliance on our debt at or before maturity to meet both our debt service and research and development and capital investment requirements, our ability to accurately estimate demand and match our production capacity accordingly or obtain supplies from third-party producers, our access to production from third-party outsourcing partners, and any events that might affect our business or our relationship with them, our ability to secure adequate and timely supply of equipment and materials from suppliers, our ability to avoid operational problems and product defects and, if such issues were to arise, to rectify them quickly, our ability to form strategic partnerships and joint ventures and successfully cooperate with our alliance partners, our ability to win competitive bid selection processes to develop products for use in our customers' equipment and products, our ability to successfully establish a brand identity, our ability to successfully hire and retain key management and senior product architects, our ability to compete merger and acquisition related activity and the acquisition of NXP by Qualcomm, Incorporated, and our ability to maintain good relationships with our suppliers. In addition, this document contains information concerning the semiconductor industry and our business segments generally, which is forward-looking in nature and is based on a variety of assumptions regarding the ways in which the semiconductor industry, our market segments and product areas will develop. We have based these assumptions on information currently available to us, if any one or more of these assumptions turn out to be incorrect, actual market results may differ from those predicted. While we do not know what impact any such differences may have on our business, if there are such differences, our future results of operations and financial condition, and the market price of the notes, could be materially adversely affected. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak to results only as of the date the statements were made; and, except for any ongoing obligation to disclose material information as required by the United States federal securities laws, we do not have any intention or obligation to publicly update or revise any forward-looking statements, after we distribute this document, whether to reflect any future events or circumstances or otherwise. For a discussion of potential risks and uncertainties, please refer to the risk factors listed in our SEC filings. Copies of our filings are available from our Investor Relations department or from the SEC website, www.sec.gov.

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Secure Connections for the Smarter World

Everything Smart
40B+ devices with intelligence shipped in 2020

Everything Connected
1B+ additional consumers online, 30B+ connected devices

Everything Secure
Potential economy savings up to half trillion dollars

Processing
Connectivity
Security

Automotive
Industrial
Connected Devices
IoT
The NXP – Strategically and Financially Compelling

**Solutions leadership**
- Broad and diverse customer base
- Compelling cross-sell opportunity
- Complementary market reach

**Growth in excess of market**
- Accelerates “Secure Connections for a Smarter World” strategy
- Leader in automotive semiconductor
- Leader in broad-based MCU

**Far superior earnings growth**
- RMS focused growth
- Margin expansion driven by
  - Portfolio optimization
  - Cost synergy realization

**Shareholder value creation**
- Focus on optimal capital structure
- Achieve 2x leverage
- Return excess free cash flow to shareholders
HPMS Market Leader with Sharper Focus, Broader Reach

NXP 2016 Revenue by Operating Segment

- **Auto**: 35%
- **Corp & Other**: 2%
- **STDP**: 13%
- **SIS**: 8%
- **SCD**: 23%
- **SI&I**: 19%

**NXP: the HPMS leader**
- Deliver growth >1.5x market
- #5 global non-memory semi supplier
- #1 global auto semi supplier
- #1 non-auto MCU
- #1 secure identification

**Focused on 2x the serviceable market**
- Complimentary portfolios and customers
- Opportunities to cross sell
- Ability to deliver complete solutions

**Deliver >1.5x market growth**

---

**Note**: Combined Non-GAAP Adjusted Revenue is the combined consolidated revenue of NXP and Freescale. The information excludes the divestment of previously announced businesses and the creation of joint-ventures. Please refer to the NXP Historic Financial Model file found on the Financial Information page of the Investor Relations section of our website at www.nxp.com/investor for additional information relative to our Non-GAAP Financial Measures.

NXP completed the divestment of its Standard Products segment on Feb 7, 2017.
Focused Leadership – End Markets

Broad end market exposure
- Long life cycles
- High barriers to entry
- Application expertise

Product leadership positions
- #1 Automotive
- #1 Non-auto MCU
- #1 Secure identification
- #1 Mobile transactions

NXP 2016 Product Revenue by End-market Exposure

- Automotive: 45%
- Industrial & Other: 22%
- Mobile: 13%
- Comm. Infra.: 11%
- Consumer: 6%
- Computing: 3%

Note: Combined Non-GAAP Adjusted Revenue is the combined consolidated revenue of NXP and Freescale. The information excludes the divestment of previously announced businesses and the creation of joint-ventures. Please refer to the NXP Historic Financial Model file found on the Financial Information page of the Investor Relations section of our website at www.nxp.com/investor for additional information relative to our Non-GAAP Financial Measures.

NXP completed the divestment of its Standard Products segment on Feb 7, 2017.
Top 20 Customers > 40% of 2016 Revenue (1,2)

Note:
1. Through all channels.
2. NXP completed the divestment of its Standard Products segment on Feb 7, 2017.
Driving Profitable Growth in Excess of Addressable Market

As Reported Revenue Up 25% 3-yr. CAGR ($B)

$4.8  $5.6  $6.1  $9.5
2013  2014  2015  2016

Non-GAAP Gross Profit up 28% 3-yr. CAGR ($B)

$2.3  $2.7  $3.0  $4.8
2013  2014  2015  2016

Non-GAAP EBIT Profit up 31% 3-yr. CAGR ($B)

$1.1  $1.4  $1.7  $2.5
2013  2014  2015  2016

Non-GAAP Free Cash Flow up 41% 3-yr. CAGR ($B)

$0.7  $1.1  $1.0  $1.9
2013  2014  2015  2016

Note:
2. Gross Profit, EBIT Profit, Free Cash Flow (FCF), are all non-GAAP figures, 3-yr. CAGR reflect the period 2013 – 2016.
3. NXP completed the divestment of its Standard Products segment on Feb 7, 2017.
Focused on Generating Cash \(^{(1,2,3)}\)

**Interest Expense ($M)**
- 2013: $179
- 2014: $139
- 2015: $172
- 2016: $347
- 1Q17: $75
- 2Q17: $59

**Leverage**
- 2013: 1.9x
- 2014: 1.7x
- 2015: 3.9x
- 2016: 2.5x
- 1Q17: 1.4x
- 2Q17: 1.3x

**Interest Coverage**
- 2013: 6.3x
- 2014: 10.2x
- 2015: 9.8x
- 2016: 7.3x
- 1Q17: 8.0x
- 2Q17: 10.6x

**Net Debt ($B)**
- 2013: $2.7
- 2014: $2.8
- 2015: $7.6
- 2016: $7.3
- 1Q17: $4.3
- 2Q17: $3.9

**Note:**
2. Cash Interest Expense, Leverage, Interest Coverage are all non-GAAP figures.
3. NXP completed the divestment of its Standard Products segment on Feb 7, 2017.
## Quarterly Revenue and Operating Income

### GAAP Financial Summary

<table>
<thead>
<tr>
<th>($ in millions)</th>
<th>Q2 2017</th>
<th>Q1 2017</th>
<th>Q2 2016</th>
<th>Q-Q</th>
<th>Y-Y</th>
</tr>
</thead>
<tbody>
<tr>
<td>Product Revenue</td>
<td>2,098</td>
<td>2,129</td>
<td>2,317</td>
<td>(31)</td>
<td>(219)</td>
</tr>
<tr>
<td>All Other</td>
<td>104</td>
<td>82</td>
<td>48</td>
<td>22</td>
<td>56</td>
</tr>
<tr>
<td><strong>Total Revenue</strong></td>
<td><strong>2,202</strong></td>
<td><strong>2,211</strong></td>
<td><strong>2,365</strong></td>
<td><strong>(9)</strong></td>
<td><strong>(163)</strong></td>
</tr>
<tr>
<td>Gross Profit</td>
<td>1,083</td>
<td>1,079</td>
<td>1,099</td>
<td>4</td>
<td>(16)</td>
</tr>
<tr>
<td>Percent of total revenue</td>
<td>49.2%</td>
<td>48.8%</td>
<td>46.5%</td>
<td>0.4pts</td>
<td>2.7pts</td>
</tr>
<tr>
<td>Operating income</td>
<td>50</td>
<td>1,679</td>
<td>(26)</td>
<td>(1,629)</td>
<td>76</td>
</tr>
<tr>
<td>Percent of total revenue</td>
<td>2.3%</td>
<td>75.9%</td>
<td>(1.1%)</td>
<td>(73.6pts)</td>
<td>3.4pts</td>
</tr>
</tbody>
</table>

### Non-GAAP Financial Summary

<table>
<thead>
<tr>
<th>($ in millions)</th>
<th>Q2 2017</th>
<th>Q1 2017</th>
<th>Q2 2016</th>
<th>Q-Q</th>
<th>Y-Y</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross Profit</td>
<td>1,167</td>
<td>1,144</td>
<td>1,183</td>
<td>23</td>
<td>(16)</td>
</tr>
<tr>
<td>Percent of total revenue</td>
<td>53.0%</td>
<td>51.7%</td>
<td>50.0%</td>
<td>1.3pts</td>
<td>3.0pts</td>
</tr>
<tr>
<td>Operating income</td>
<td>625</td>
<td>599</td>
<td>606</td>
<td>26</td>
<td>19</td>
</tr>
<tr>
<td>Percent of total revenue</td>
<td>28.4%</td>
<td>27.1%</td>
<td>25.6%</td>
<td>1.3pts</td>
<td>2.8pts</td>
</tr>
</tbody>
</table>

Note:
2. NXP completed the divestment of its Standard Products segment on Feb 7, 2017.
## Business Segment Performance\(^{(1,2)}\)

### GAAP Financial Summary

<table>
<thead>
<tr>
<th>HPMS ($ in millions)</th>
<th>Q2 2017</th>
<th>Q1 2017</th>
<th>Q2 2016</th>
<th>Q-Q</th>
<th>Y-Y</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenue</td>
<td>2,098</td>
<td>2,011</td>
<td>2,014</td>
<td>87</td>
<td>84</td>
</tr>
<tr>
<td>Gross Profit</td>
<td>1,066</td>
<td>1,030</td>
<td>996</td>
<td>36</td>
<td>66</td>
</tr>
<tr>
<td>Gross Margin</td>
<td>50.8%</td>
<td>51.2%</td>
<td>49.6%</td>
<td>(0.4pts)</td>
<td>1.2pts</td>
</tr>
<tr>
<td>Operating income</td>
<td>94</td>
<td>81</td>
<td>(56)</td>
<td>13</td>
<td>150</td>
</tr>
<tr>
<td>Operating Margin</td>
<td>4.5%</td>
<td>4.0%</td>
<td>(2.8%)</td>
<td>0.5pts</td>
<td>7.3pts</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>STDP ($ in millions)</th>
<th>Q2 2017</th>
<th>Q1 2017</th>
<th>Q2 2016</th>
<th>Q-Q</th>
<th>Y-Y</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenue</td>
<td>-</td>
<td>118</td>
<td>303</td>
<td>(118)</td>
<td>(303)</td>
</tr>
<tr>
<td>Gross Profit</td>
<td>-</td>
<td>45</td>
<td>97</td>
<td>(45)</td>
<td>(97)</td>
</tr>
<tr>
<td>Gross Margin</td>
<td>-</td>
<td>38.1%</td>
<td>32.0%</td>
<td>NA</td>
<td>NA</td>
</tr>
<tr>
<td>Operating income</td>
<td>-</td>
<td>31</td>
<td>52</td>
<td>(31)</td>
<td>(52)</td>
</tr>
<tr>
<td>Operating Margin</td>
<td>-</td>
<td>26.3%</td>
<td>17.2%</td>
<td>NA</td>
<td>NA</td>
</tr>
</tbody>
</table>

### Non-GAAP Financial Summary

<table>
<thead>
<tr>
<th>HPMS ($ in millions)</th>
<th>Q2 2017</th>
<th>Q1 2017</th>
<th>Q2 2016</th>
<th>Q-Q</th>
<th>Y-Y</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross Profit</td>
<td>1,148</td>
<td>1,096</td>
<td>1,081</td>
<td>52</td>
<td>67</td>
</tr>
<tr>
<td>Gross Margin</td>
<td>54.7%</td>
<td>54.5%</td>
<td>53.7%</td>
<td>0.2pts</td>
<td>1.0pts</td>
</tr>
<tr>
<td>Operating income</td>
<td>616</td>
<td>570</td>
<td>544</td>
<td>46</td>
<td>72</td>
</tr>
<tr>
<td>Operating Margin</td>
<td>29.4%</td>
<td>28.3%</td>
<td>27.0%</td>
<td>1.1pts</td>
<td>2.4pts</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>STDP ($ in millions)</th>
<th>Q2 2017</th>
<th>Q1 2017</th>
<th>Q2 2016</th>
<th>Q-Q</th>
<th>Y-Y</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross Profit</td>
<td>-</td>
<td>42</td>
<td>99</td>
<td>(42)</td>
<td>(99)</td>
</tr>
<tr>
<td>Gross Margin</td>
<td>-</td>
<td>35.6%</td>
<td>32.7%</td>
<td>NA</td>
<td>NA</td>
</tr>
<tr>
<td>Operating income</td>
<td>-</td>
<td>29</td>
<td>69</td>
<td>(29)</td>
<td>(69)</td>
</tr>
<tr>
<td>Operating Margin</td>
<td>-</td>
<td>24.6%</td>
<td>22.8%</td>
<td>NA</td>
<td>NA</td>
</tr>
</tbody>
</table>

### Note:

2. NXP completed the divestment of its Standard Products segment on Feb 7, 2017.
Recent Quarterly Business Trends\(^{(1,2,3)}\)

As Reported Revenue ($M)

<table>
<thead>
<tr>
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</tr>
</thead>
<tbody>
<tr>
<td>Revenue</td>
<td>363</td>
<td>368</td>
<td>358</td>
<td>300</td>
<td>1,911</td>
<td>2,014</td>
<td>2,099</td>
<td>2,062</td>
<td>2,011</td>
<td>2,098</td>
</tr>
</tbody>
</table>

Non-GAAP Gross Margin

<table>
<thead>
<tr>
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</tr>
</thead>
<tbody>
<tr>
<td>Gross</td>
<td>48.5%</td>
<td>48.7%</td>
<td>49.1%</td>
<td>50.2%</td>
<td>50.0%</td>
<td>50.0%</td>
<td>50.5%</td>
<td>51.1%</td>
<td>51.7%</td>
<td>53.0%</td>
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</tbody>
</table>

Non-GAAP Operating Margin

<table>
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<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Margin</td>
<td>26.2%</td>
<td>27.8%</td>
<td>29.5%</td>
<td>27.0%</td>
<td>23.3%</td>
<td>25.6%</td>
<td>28.0%</td>
<td>29.3%</td>
<td>27.1%</td>
<td>28.4%</td>
</tr>
</tbody>
</table>

Non-GAAP Adj. EBITDA Margin

<table>
<thead>
<tr>
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<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Margin</td>
<td>30.5%</td>
<td>32.0%</td>
<td>33.8%</td>
<td>32.1%</td>
<td>28.4%</td>
<td>30.3%</td>
<td>32.4%</td>
<td>34.1%</td>
<td>32.0%</td>
<td>33.2%</td>
</tr>
</tbody>
</table>

Note:
2. Gross Margin, Operating Margin, Adj. EBITDA are all non-GAAP figures.
3. NXP completed the divestment of its Standard Products segment on Feb 7, 2017.
HPMS Segment Revenue Business Trends($M)$^{(1)}

Automotive

- Q1 15: 302
- Q2 15: 310
- Q3 15: 308
- Q4 15: 422
- Q1 16: 805
- Q2 16: 858
- Q3 16: 853
- Q4 16: 863
- Q1 17: 906
- Q2 17: 938

Secure Connected Devices

- Q1 15: 289
- Q2 15: 276
- Q3 15: 317
- Q4 15: 379
- Q1 16: 471
- Q2 16: 514
- Q3 16: 592
- Q4 16: 569
- Q1 17: 541
- Q2 17: 588

Secure Interface & Infrastructure

- Q1 15: 291
- Q2 15: 303
- Q3 15: 270
- Q4 15: 280
- Q1 16: 423
- Q2 16: 442
- Q3 16: 476
- Q4 16: 483
- Q1 17: 450
- Q2 17: 438

Secure Identification Solutions

- Q1 15: 222
- Q2 15: 257
- Q3 15: 269
- Q4 15: 225
- Q1 16: 212
- Q2 16: 200
- Q3 16: 178
- Q4 16: 147
- Q1 17: 114
- Q2 17: 134

Note:
Debt Summary End of 2Q17

<table>
<thead>
<tr>
<th></th>
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<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Maturity Date</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash Convertible Notes</td>
<td>$750</td>
<td>$1,150</td>
<td>$600</td>
<td>$1,350</td>
<td>$400</td>
<td>$1,000</td>
<td>$500</td>
</tr>
<tr>
<td>Amount (M)</td>
<td>$750</td>
<td>$1,150</td>
<td>$600</td>
<td>$1,350</td>
<td>$400</td>
<td>$1,000</td>
<td>$500</td>
</tr>
<tr>
<td>Coupon</td>
<td>3.75%</td>
<td>1.00%</td>
<td>4.125%</td>
<td>4.125%</td>
<td>4.625%</td>
<td>3.875%</td>
<td>5.75%</td>
</tr>
<tr>
<td>Rating</td>
<td>Moody's</td>
<td>Ba1</td>
<td>Ba2</td>
<td>Ba1</td>
<td>Ba1</td>
<td>Ba1</td>
<td>Ba1</td>
</tr>
<tr>
<td></td>
<td>Standard &amp; Poor's</td>
<td>BBB-</td>
<td>BB+</td>
<td>BBB-</td>
<td>BBB-</td>
<td>BBB-</td>
<td>BBB-</td>
</tr>
</tbody>
</table>

**Total Leverage**

- Total Debt ($M) $6,548
- Total Cash ($M) $2,642
- Net Debt ($M) $3,906
- TTM Adj. EBITDA $3,070
- Cost of Debt 3.72%
- Reported Leverage 1.27X

**Note:**
Working Capital Ratios \(^{(1,2,3)}\)

**DSO**

\[
\text{DSO} = \frac{(91.25 \times \text{AR})}{\text{Revenue}}
\]

**DPO**

\[
\text{DPO} = \frac{(91.25 \times \text{AP})}{\text{GAAP COGS}}
\]

**DIO** \(^{(2)}\)

\[
\text{DIO} = \frac{(91.25 \times \text{Inventory})}{\text{GAAP COGS}}
\]

**Cash Conversion Cycle**

\[
\text{Cash Conversion Cycle} = \text{DIO} + \text{DSO} - \text{DPO}
\]

**Notes:**

1. Working capital ratios exclude the effect of (1) assets and liabilities held for sale associated with the divestment of the Standard Products segment; (2) the effect of purchase price accounting amortization effects on GAAP COGS and inventory due to the FSL merger, including inventory step up and amortization of acquired PP&E.
3. NXP completed the divestment of its Standard Products segment on Feb 7, 2017.
 Quarterly Financial Reconciliation (GAAP to non-GAAP) \(^{(1,2)}\)

<table>
<thead>
<tr>
<th></th>
<th>Q2 2017</th>
<th>Q1 2017</th>
<th>Q2 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Revenue</td>
<td>2,202</td>
<td>2,211</td>
<td>2,365</td>
</tr>
<tr>
<td>GAAP Gross Profit</td>
<td>1,083</td>
<td>1,079</td>
<td>1,099</td>
</tr>
<tr>
<td>Gross profit adjustments</td>
<td>(84)</td>
<td>(65)</td>
<td>(84)</td>
</tr>
<tr>
<td>Non-GAAP Gross Profit</td>
<td>1,167</td>
<td>1,144</td>
<td>1,183</td>
</tr>
<tr>
<td>GAAP Gross Margin</td>
<td>49.2%</td>
<td>48.8%</td>
<td>46.5%</td>
</tr>
<tr>
<td>Non-GAAP Gross Margin</td>
<td>53.0%</td>
<td>51.7%</td>
<td>50.0%</td>
</tr>
<tr>
<td>GAAP Operating income (loss)</td>
<td>50</td>
<td>1,679</td>
<td>(26)</td>
</tr>
<tr>
<td>Operating income adjustments</td>
<td>(575)</td>
<td>1,080</td>
<td>(632)</td>
</tr>
<tr>
<td>Non-GAAP Operating income (loss)</td>
<td>625</td>
<td>599</td>
<td>606</td>
</tr>
<tr>
<td>GAAP Operating Margin</td>
<td>2.3%</td>
<td>75.9%</td>
<td>(1.1%)</td>
</tr>
<tr>
<td>Non-GAAP Operating Margin</td>
<td>28.4%</td>
<td>27.1%</td>
<td>25.6%</td>
</tr>
<tr>
<td>GAAP Financial income (expense)</td>
<td>(75)</td>
<td>(136)</td>
<td>(126)</td>
</tr>
<tr>
<td>Financial income adjustments</td>
<td>(16)</td>
<td>(61)</td>
<td>(38)</td>
</tr>
<tr>
<td>Non-GAAP Financial income (expense)</td>
<td>(59)</td>
<td>(75)</td>
<td>(88)</td>
</tr>
</tbody>
</table>

Other Information
- PPA effects: ($455M);
- Stock-based compensation: ($67M);
- Merger-related costs: ($35M);
- Other incidentals: ($16M);
- Non-cash interest expense on convertible notes: ($10M);
- Foreign exchange loss: ($3M);
- Other financial expense: ($3M).

Note:
2. NXP completed the divestment of its Standard Products segment on Feb 7, 2017.
## Quarterly Cash Flow Overview ($M)\textsuperscript{(1,2)}

<table>
<thead>
<tr>
<th></th>
<th>Q2 2017</th>
<th>Q1 2017</th>
<th>Q2 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net cash provided by (used for) operating activities</strong></td>
<td>441</td>
<td>625</td>
<td>434</td>
</tr>
<tr>
<td><strong>Net cash provided by (used for) investing activities</strong></td>
<td>(58)</td>
<td>2,428</td>
<td>(59)</td>
</tr>
<tr>
<td><strong>Net cash provided by (used for) financing activities</strong></td>
<td>18</td>
<td>(2,722)</td>
<td>(514)</td>
</tr>
<tr>
<td><strong>Effects of changes in exchange rates on cash position</strong></td>
<td>3</td>
<td>13</td>
<td>(14)</td>
</tr>
<tr>
<td><strong>Increase (decrease) in cash and cash equivalents</strong></td>
<td>404</td>
<td>344</td>
<td>(153)</td>
</tr>
<tr>
<td><strong>Cash and cash equivalents at beginning of the period</strong></td>
<td>2,238</td>
<td>1,894</td>
<td>1,488</td>
</tr>
<tr>
<td><strong>Cash and cash equivalents at end of period</strong></td>
<td>2,642</td>
<td>2,238</td>
<td>1,335</td>
</tr>
<tr>
<td><strong>Net cash provided by (used for) operating activities</strong></td>
<td>441</td>
<td>625</td>
<td>434</td>
</tr>
<tr>
<td><strong>Net capital expenditures on property, plant and equipment</strong></td>
<td>(96)</td>
<td>(161)</td>
<td>(71)</td>
</tr>
<tr>
<td><strong>Non-GAAP free cash flow</strong></td>
<td>345</td>
<td>464</td>
<td>363</td>
</tr>
<tr>
<td><strong>Non-GAAP free cash flow as a percentage of Revenue</strong></td>
<td>16%</td>
<td>21%</td>
<td>15%</td>
</tr>
</tbody>
</table>

**Note:**
2. NXP completed the divestment of its Standard Products segment on Feb 7, 2017.
## Quarterly Adjusted EBITDA ($M)\(^{(1,2)}\)

<table>
<thead>
<tr>
<th></th>
<th>Q2 2017</th>
<th>Q1 2017</th>
<th>Q2 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net income (loss)</strong></td>
<td>63</td>
<td>1,318</td>
<td>1</td>
</tr>
<tr>
<td><strong>Reconciling items to EBITDA</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Financial (income) expense</td>
<td>75</td>
<td>136</td>
<td>126</td>
</tr>
<tr>
<td>(Benefit) provision for income taxes</td>
<td>(54)</td>
<td>230</td>
<td>(152)</td>
</tr>
<tr>
<td>Depreciation</td>
<td>155</td>
<td>154</td>
<td>165</td>
</tr>
<tr>
<td>Amortization</td>
<td>405</td>
<td>380</td>
<td>455</td>
</tr>
<tr>
<td><strong>EBITDA</strong></td>
<td>644</td>
<td>2,218</td>
<td>595</td>
</tr>
<tr>
<td>Results of equity-accounted investees</td>
<td>(34)</td>
<td>(5)</td>
<td>(1)</td>
</tr>
<tr>
<td>Restructuring(^1)</td>
<td>2</td>
<td>(8)</td>
<td>39</td>
</tr>
<tr>
<td>Stock-based compensation</td>
<td>67</td>
<td>68</td>
<td>80</td>
</tr>
<tr>
<td>Merger-related costs</td>
<td>35</td>
<td>30</td>
<td>11</td>
</tr>
<tr>
<td>Other incidental items(^1)</td>
<td>16</td>
<td>(1,596)</td>
<td>(8)</td>
</tr>
<tr>
<td><strong>Adjusted EBITDA</strong></td>
<td>730</td>
<td>707</td>
<td>716</td>
</tr>
<tr>
<td><strong>Trailing 12-month Adjusted EBITDA</strong></td>
<td>3,070</td>
<td>3,056</td>
<td>2,377</td>
</tr>
</tbody>
</table>

1. Excluding depreciation PP&E, amortization of software related to restructuring and Other incidental items

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**Note:**
1. Please refer to the NXP Historic Financial Model file found on the Financial Information page of the Investor Relations section of our website at www.nxp.com/investor for additional information relative to our Non-GAAP Financial Measures
2. NXP completed the divestment of its Standard Products segment on Feb 7, 2017.
NXP Value Proposition

- True Leadership Driving RMS
- FOCUSED ON RMS > 1.5x
- Multiple High Growth Markets
- PROFITABLE GROWTH
- World-Class Expertise and Team
- CUSTOMER-FOCUSED PASSION TO WIN
- Operational Excellence + Benchmark Cost Structure
- STRONG CASH GENERATION

MAXIMIZE SHAREHOLDER VALUE