



HIMAX REPORTS FOURTH QUARTER AND FULL YEAR 2010 FINANCIAL RESULTS

- *2010 Earnings per ADS of 19 cents*
- *Positive on 2011 outlook with strong growth in small/medium and non-driver products*
- *Expects to commence the planned TDR listing in 2011*

Tainan, Taiwan, February 10, 2011 - Himax Technologies, Inc. ("Himax" or "Company") (NASDAQ: HIMX) today reported financial results for the fourth quarter and full year ended December 31, 2010.

For the fourth quarter of 2010, Himax reported net revenues of \$141.2 million, representing a 21.0% decrease from \$178.7 million in the fourth quarter of 2009, and a 2.1% increase from \$138.3 million in the third quarter of 2010. Gross margin was 21.5% in the fourth quarter of 2010, up 150 basis points year-over-year and down 140 basis points, sequentially. Operating income in the fourth quarter was \$12.9 million, compared to \$13.1 million for the same period last year and operating loss of \$0.7 million in the previous quarter.

Net income attributable to Himax stockholders for the fourth quarter of 2010 was \$11.7 million or \$0.066 per diluted ADS, up from \$11.0 million or \$0.061 per diluted ADS in the fourth quarter of 2009, and up from \$0.4 million or \$0.003 per diluted ADS in the third quarter of 2010.

Excluding share-based compensation and acquisition-related charges, non-GAAP operating income for the fourth quarter of 2010 was \$14.5 million, down from \$15.4 million in the same period last year, and up from \$7.3 million in the previous quarter.

Non-GAAP net income attributable to Himax stockholders for the fourth quarter of 2010 was \$13.0 million or \$0.073 per diluted ADS, up from \$12.6 million or \$0.069 per diluted ADS in the fourth quarter of 2009, and up from \$7.0 million or \$0.040 per diluted ADS in the third quarter of 2010.

Reconciliation of gross margin, operating margin (loss), net margin and diluted EPS excluding share-based compensation and acquisition-related charges, a non-GAAP financial measure, to GAAP gross margin, GAAP operating margin (loss), GAAP net margin and diluted GAAP EPS, most comparable GAAP figure, is set out in the attached reconciliation schedule.

Jordan Wu, President and Chief Executive Officer of Himax, commented, "2010 was a year full of both challenges and excitement. While we lost share in large panel drivers, we also gained a lot of ground in small and medium size panels. Also, we picked up strong momentum in 2010 across all of our non-driver businesses, which we have cultivated for a long time. We believe the strong momentum will continue into this year and beyond."

Mr. Wu continued, "Our revenues totaled \$642.7 million in 2010, representing a 7.2% decline year-over-year. The decline was caused by the 25.7% year over year reduction of large-panel drivers, which represented 57.0% of 2010 revenue, as compared to 71.3% in 2009. We don't expect further loss of market share for large-sized drivers with our existing major customers for this year. Moreover, we are confident that we will gain share in China where there are aggressive panel capacity expansion plans offering attractive new driver business opportunities in the near term, especially in the large panel segment.

Small-and medium-sized drivers, on the other hand, grew 46.5% year over year, representing 34.8% of our total revenue, as compared to 22.0% a year ago. This strong growth momentum in the small and

medium drivers will continue into this year, thanks to the expanding markets for several emerging product segments, especially smart phones and tablet PCs.

Non-driver products grew 13.8% year over year, representing 8.2% of our total sales, as compared to 6.7% a year ago. We achieved numerous milestones for non-driver products in 2010. Firstly 2010 was the year when we commenced mass production for several new product areas, including CMOS image sensors, wafer-level optics, wafer-level camera modules, 2D to 3D conversion solutions and touch controller ICs. These milestones are illustrations of our strong R&D capability and our commitment to a more diversified product portfolio. It has also paved the way for strong long term growth. Moreover, our LCOS pico-projector solutions, power management ICs and WLED drivers all showed significant year-over-year shipment and revenue growth in 2010. We are confident that the strong momentum will continue into 2011 and beyond for every non-driver product segment.

Gross margin in 2010 was 21.0% compared to 20.5% in 2009. Our net income was \$33.2 million, or 19 cents per ADS, compared to \$39.7 million, or 21 cents per ADS in the previous year. We expect to see contribution from our non-driver products to our gross profit and bottom line this year, on top of their contributions to the top line. Other than a short period of ramping time in the initial stage of mass production, each of our non-driver products exhibits higher gross margin than our driver products. We believe, with further ramp-up in non-driver products, we will be able to improve our gross margin from the current level.”

Mr. Wu continued, “Entering into 2011, we are seeing encouraging signs in literally all aspects of our businesses, including large panel driver business where we suffered last year. We are therefore optimistic that our business is bottoming out and we are on track again to see top line and bottom line growth starting this year, following three years of decline. Equally important, looking ahead, we foresee a more balanced business portfolio with the large panel driver business accounting for a smaller percentage of our total sales. We also anticipate small panel drivers and non-drivers, which do not rely on a small number of large customers, to contribute significantly to our total sales.

2011 will be marked as a year of transition for us. Seeing the exciting upside potential, we continue to invest heavily on R&D, which will result in less than satisfactory first quarter profitability, as will be provided by the guidance below. Nevertheless, we believe we will be able to grow both our top and bottom lines each quarter during 2011.”

Mr. Wu continued, “Another important task for this year is the listing of our planned Taiwan Depositary Receipts, or TDR. The filing, however, can only be made after the publication of the 2010 full year US GAAP audited financial reports, which is scheduled for the end of April. Prior year audited financial report is one of the essential documents required for official TDR application with the Taiwan Stock Exchange. We expect the issuance of TDR will provide a more convenient platform for our Asia-based investors and would help better reflect our corporate value through increased liquidity. We will provide application updates along the way.”

Mr. Wu added, “Moving to our first quarter 2011 guidance, we expect revenues to remain flat or go up slightly, with our non-driver products to account for over 10% of the total sales, the first time in our history. However, we expect gross margin to decline within 1 percentage point. The decline in gross margin is primarily due to certain ramping-up expenses involved in non-driver products in their early stage of mass production. With further shipment ramp-up, we do expect non-driver products to contribute positively to our overall gross margin soon after this quarter. As mentioned earlier, R&D expenses are projected to increase from last quarter. Finally, our GAAP earnings per ADS is expected to be in the range of 1-2 cents.”

Investor Conference Call / Webcast Details

The Company’s management will review detailed fourth quarter 2010 results on Wednesday, February 10, 2011 at 6:00 PM NYC (7:00 AM, Thursday, February 10, Taiwan time). The conference dial-in numbers are +1-201-689-8471 (international) and +1-877-407-4018 (U.S. domestic). A live webcast of the conference call will be available on the Company’s website at www.himax.com.tw. The playback will be available beginning two hours after the call through 1:00 PM Taiwan time on Wednesday, February 16,

2011 (midnight U.S. Eastern Standard Time) at www.himax.com.tw and by telephone at +1-858-384-5517 (international) or +1-877-870-5176 (U.S. domestic). The conference ID number is 364670.

About Himax Technologies, Inc.

Himax Technologies, Inc. designs, develops, and markets semiconductors that are critical components of flat panel displays. The Company's principal products are display drivers for large-sized TFT-LCD panels, which are used in desktop monitors, notebook computers and televisions, and display drivers for small- and medium-sized TFT-LCD panels, which are used in mobile handsets and consumer electronics products such as netbook computers, digital cameras, mobile gaming devices, portable DVD players, digital photo frame and car navigation displays. In addition, the Company is expanding its product offerings to include timing controllers, touch controller ICs, LCD TV and monitor chipset solutions, LCOS projector solutions, power management ICs, CMOS Image Sensors, Infinitely Color Technology and 2D to 3D conversion solutions. Based in Tainan, Taiwan, the Company has regional offices in Hsinchu and Taipei, Taiwan; Ninbo, Foshan, Fuqing, Beijing, Shanghai, Suzhou and Shenzhen, China; Yokohama and Matsusaka, Japan; Cheonan-si, Chungcheongnam-do, South Korea; and Irvine California, USA.

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Forward-Looking Statements:

Factors that could cause actual events or results to differ materially include, but not limited to, general business and economic conditions and the state of the semiconductor industry; market acceptance and competitiveness of the driver and non-driver products developed by the Company; demand for end-use applications products; reliance on a small group of principal customers; the uncertainty of continued success in technological innovations; our ability to develop and protect our intellectual property; pricing pressures including declines in average selling prices; changes in customer order patterns; changes in estimated full-year effective tax rate; shortages in supply of key components; changes in environmental laws and regulations; exchange rate fluctuations; regulatory approvals for further investments in our subsidiaries; our ability to collect accounts receivable and manage inventory; the uncertainty of success in our Taiwan listing plan which is still under review by Taiwan regulatory authorities and subject to change due to, among other things, changes in either Taiwan or US authorities' policies and Taiwan regulatory authorities' acceptance of the Company's Taiwan listing application and other risks described from time to time in the Company's SEC filings, including those risks identified in the section entitled "Risk Factors" in its Form 20-F for the year ended December 31, 2009 filed with SEC on dated June 3, 2010, as amended.

– Tables Attached –

Himax Technologies, Inc.
Unaudited Condensed Consolidated Statements of Income

(These interim financials do not fully comply with US GAAP because they omit all interim disclosure required by US GAAP)

(Amounts in Thousands of U.S. Dollars, Except Per Share Data)

	Three Months Ended December 31,		Three Months Ended September 30,
	2010	2009	2010
Revenues			
Revenues from third parties, net	\$ 67,125	\$ 59,421	\$ 71,064
Revenues from related parties, net	74,081	119,255	67,217
	141,206	178,676	138,281
Costs and expenses:			
Cost of revenues	110,884	142,889	106,602
Research and development	17,010	16,767	23,267
General and administrative	5,582	3,882	4,948
Sales and marketing	(5,149)	2,047	4,139
Total costs and expenses	128,327	165,585	138,956
Operating income (loss)	12,879	13,091	(675)
Non operating income (loss):			
Interest income	141	90	193
Equity in losses of equity method investees	(146)	(48)	(99)
Foreign exchange losses, net	(433)	(108)	(345)
Interest expense	(106)	-	(71)
Other income, net	487	79	173
	(57)	13	(149)
Earnings (loss) before income taxes	12,822	13,104	(824)
Income tax expense (benefit)	2,317	3,016	(149)
Net income (loss)	10,505	10,088	(675)
Net loss attributable to noncontrolling interests	1,148	949	1,122
Net income attributable to Himax stockholders	\$ 11,653	\$ 11,037	\$ 447
Basic earnings per ordinary share attributable to Himax stockholders	\$ 0.033	\$ 0.030	\$ 0.001
Diluted earnings per ordinary share attributable to Himax stockholders	\$ 0.033	\$ 0.030	\$ 0.001
Basic earnings per ADS attributable to Himax stockholders	\$ 0.066	\$ 0.061	\$ 0.003
Diluted earnings per ADS attributable to Himax stockholders	\$ 0.066	\$ 0.061	\$ 0.003
Basic Weighted Average Outstanding Ordinary Shares	354,633	362,034	352,589
Diluted Weighted Average Outstanding Ordinary Shares	355,061	362,579	353,767

Himax Technologies, Inc.
Unaudited Condensed Consolidated Statements of Income
(Amounts in Thousands of U.S. Dollars, Except Per Share Data)

	Twelve Months Ended	
	December 31,	
	2010	2009
Revenues		
Revenues from third parties, net	\$ 304,068	\$ 245,075
Revenues from related parties, net	338,624	447,306
	642,692	692,381
Costs and expenses:		
Cost of revenues	507,647	550,556
Research and development	76,426	71,364
General and administrative	18,770	16,346
Sales and marketing	4,491	10,578
Total costs and expenses	607,334	648,844
Operating income	35,358	43,537
Non operating income (loss):		
Interest income	607	766
Equity in losses of equity method investees	(410)	(89)
Foreign exchange losses, net	(736)	(510)
Interest expense	(182)	(3)
Other income, net	820	24
	99	188
Earnings before income taxes	35,457	43,725
Income tax expense	6,391	7,915
Net income	29,066	35,810
Net loss attributable to the noncontrolling interests	4,140	3,840
Net income attributable to Himax stockholders	\$ 33,206	\$ 39,650
Basic earnings per ordinary share attributable to Himax stockholders	\$0.094	\$0.107
Diluted earnings per ordinary share attributable to Himax stockholders	\$0.093	\$0.107
Basic earnings per ADS attributable to Himax stockholders	\$0.187	\$0.215
Diluted earnings per ADS attributable to Himax stockholders	\$0.187	\$0.214
Basic Weighted Average Outstanding Shares	355,037	369,652
Diluted Weighted Average Outstanding Shares	355,690	370,229

Himax Technologies, Inc.
Unaudited Supplemental Financial Information
(Amounts in Thousands of U.S. Dollars)

The amount of share-based compensation included in applicable statements of income categories is summarized as follows:	Three Months Ended December 31,		Three Months Ended September 30,
	2010	2009	2010
Share-based compensation			
Cost of revenues	\$ 23	\$ 22	\$ 174
Research and development	779	1,306	5,275
General and administrative	131	228	937
Sales and marketing	137	219	1,040
Income tax benefit	(177)	(233)	(1,108)
Total	\$ 893	\$ 1,542	\$ 6,318

The amount of acquisition-related charges included in applicable statements of income categories is summarized as follows:

Acquisition-related charges			
Research and development	\$ 259	\$ 259	\$ 259
Sales and marketing	289	289	289
Income tax benefit	(125)	(546)	(264)
Total	\$ 423	\$ 2	\$ 284

Himax Technologies, Inc.
Unaudited Supplemental Financial Information
(Amounts in Thousands of U.S. Dollars)

The amount of share-based compensation included in applicable statements of income categories is summarized as follows:

	Twelve Months Ended December 31,	
	2010	2009
Share-based compensation		
Cost of revenues	\$ 240	\$ 264
Research and development	8,803	10,936
General and administrative	1,525	1,959
Sales and marketing	1,613	1,902
Income tax benefit	(1,603)	(2,260)
Total	\$ 10,578	\$ 12,801

The amount of acquisition-related charges included in applicable statements of income categories is summarized as follows:

Research and development	\$ 1,035	\$ 1,035
Sales and marketing	1,157	1,157
Income tax benefit	(728)	(1,032)
Total	\$ 1,464	\$ 1,160

Himax Technologies, Inc.
Unaudited Condensed Consolidated Balance Sheets
(Amounts in Thousands of U.S. Dollars, Except Per Share Data)

	December 31, 2010	September 30, 2010	December 31, 2009
Assets			
Current assets:			
Cash and cash equivalents	\$ 96,842	\$ 80,139	\$ 110,924
Investments in marketable securities available-for-sale	8,632	2,470	10,730
Restricted cash equivalents	58,500	44,000	---
Accounts receivable, less allowance for doubtful accounts, sales returns and discounts	80,212	84,803	64,496
Accounts receivable from related parties, less allowance for sales returns and discounts	95,964	97,597	138,172
Inventories	117,988	111,664	67,768
Deferred income taxes	4,348	17,900	17,491
Prepaid expenses and other current assets	15,810	11,749	14,216
Total current assets	\$ 478,296	\$ 450,322	\$ 423,797
Investment securities, including securities measured at fair value	25,626	19,135	11,619
Equity method investments	869	1,231	586
Property, plant and equipment, net	47,561	48,708	51,586
Deferred income taxes	30,227	25,121	24,548
Goodwill	26,846	26,846	26,846
Intangible assets, net	6,674	7,223	8,872
Other assets	1,391	2,460	2,594
Total assets	\$ 617,490	\$ 581,046	\$ 550,448
Liabilities and Equity			
Current liabilities:			
Short-term debt	\$ 57,000	\$ 44,000	\$ ---
Accounts payable	115,922	106,350	88,079
Income taxes payable	6,560	11,681	14,147
Other accrued expenses and other current liabilities	23,605	20,041	18,425
Total current liabilities	\$ 203,087	\$ 182,072	\$ 120,651
Other liabilities	7,427	4,514	5,725
Total liabilities	\$ 210,514	\$ 186,586	\$ 126,376
Equity			
Himax stockholders' equity:			
Ordinary shares, US\$0.3 par value, 1,000,000,000 shares authorized; 353,842,764 shares, 353,842,764 shares, and 358,012,184 shares issued and outstanding at December 31, 2010, September 30, 2010, and December 31, 2009, respectively	\$ 106,153	\$ 106,153	\$ 107,404
Additional paid-in capital	100,291	99,154	102,924
Accumulated other comprehensive income	1,204	454	4
Unappropriated retained earnings	198,230	186,577	209,121
Himax stockholders' equity	\$ 405,878	\$ 392,338	\$ 419,453
Noncontrolling interests	1,098	2,122	4,619
Total equity	\$ 406,976	\$ 394,460	\$ 424,072
Total liabilities and equity	\$ 617,490	\$ 581,046	\$ 550,448

Himax Technologies, Inc.
Unaudited Condensed Consolidated Statements of Cash Flows
(Amounts in Thousands of U.S. Dollars)

	Three Months Ended December 31,		Three Months Ended September 30,
	2010	2009	2010
Cash flows from operating activities:			
Net income (loss)	\$ 10,505	\$ 10,088	\$ (675)
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities:			
Depreciation and amortization	3,275	3,617	3,366
Bad debt expenses	---	(575)	---
Share-based compensation expenses	1,071	1,775	1,555
Equity in losses of equity method investees	146	48	99
Loss on disposal of property and equipment	---	2	34
Gain on disposal of marketable securities, net	(197)	(17)	(21)
Valuation gain on investment securities	(258)	---	(62)
Amortization of discount on investment securities	(34)	---	(18)
Deferred income tax expense (benefit)	8,198	2,022	(3,850)
Inventories write downs	4,112	3,774	2,210
Changes in operating assets and liabilities:			
Accounts receivable	4,591	12,110	12,696
Accounts receivable from related parties	1,645	10,700	21,178
Inventories	(10,436)	33,746	(34,613)
Prepaid expenses and other current assets	(4,059)	(1,131)	908
Accounts payable	9,572	(62,060)	(27,918)
Income taxes payable	(5,478)	1,068	4,045
Other accrued expenses and other current liabilities	3,673	2,159	829
Other liabilities	3,476	(697)	(34)
Net cash provided by (used in) operating activities	29,802	16,629	(20,271)
Cash flows from investing activities:			
Purchase of property and equipment	(1,831)	(2,260)	(1,233)
Proceeds from disposal of property and equipment	---	15	---
Purchase of available-for-sale marketable securities	(15,958)	(13,653)	(9,184)
Disposal of available-for-sale marketable securities	10,399	7,946	6,340
Purchase of non-marketable equity securities	(5,500)	---	(1,000)
Purchase of investment securities	---	---	(684)
Purchase of Equity method investments	(9)	---	---
Pledge of restricted cash equivalents and marketable securities	(13,512)	(2,068)	(44,004)
Decrease in other assets	88	19	7
Net cash used in investing activities	(26,323)	(10,001)	(49,758)

Himax Technologies, Inc.
Unaudited Condensed Consolidated Statements of Cash Flows
(Amounts in Thousands of U.S. Dollars)

	Three Months Ended December 31,		Three Months Ended September 30,
	2010	2009	2010
Cash flows from financing activities:			
Distribution of cash dividends	\$ ---	\$ ---	\$ (44,097)
Proceeds from issuance of new shares by subsidiaries	95	805	117
Payments to acquire ordinary shares for retirement	---	(11,043)	(4,210)
Proceeds from disposal of subsidiary shares to noncontrolling interests by Himax Technologies Limited	135	76	364
Purchase of subsidiary shares from noncontrolling interests	(60)	(99)	---
Proceeds from borrowing of short-term debt	13,000	---	44,000
Net cash provided by (used in) financing activities	13,170	(10,261)	(3,826)
Effect of foreign currency exchange rate changes on cash and cash equivalents	54	(5)	27
Net increase (decrease) in cash and cash equivalents	16,703	(3,638)	(73,828)
Cash and cash equivalents at beginning of period	80,139	114,562	153,967
Cash and cash equivalents at end of period	\$ 96,842	\$ 110,924	\$ 80,139
Supplemental disclosures of cash flow information:			
Cash paid during the period for:			
Interest expense	\$ 165	\$ ---	\$ ---
Income taxes	\$ 41	\$ 13	\$ 45

Himax Technologies, Inc.
Unaudited Condensed Consolidated Statements of Cash Flows
(Amounts in Thousands of U.S. Dollars)

**Twelve Months
Ended December 31,**

	2010	2009
Cash flows from operating activities:		
Net income	\$ 29,066	\$ 35,810
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	13,626	13,795
Bad debt expenses	---	218
Share-based compensation expenses	6,311	8,553
Equity in losses of equity method investees	410	89
Loss on disposal of property and equipment	34	43
Loss (gain) on sale of marketable securities, net	(296)	87
Valuation gain on investment securities	(320)	---
Amortization of discount on investment securities	(52)	---
Deferred income taxes expense	6,612	1,447
Inventories write downs	10,557	13,622
Changes in operating assets and liabilities:		
Accounts receivable	(14,782)	(13,686)
Accounts receivable from related parties	41,306	(33,685)
Inventories	(60,777)	14,401
Prepaid expenses and other current assets	(1,591)	(2,299)
Accounts payable	27,843	34,360
Income tax payable	(7,923)	(880)
Other accrued expenses and other current liabilities	4,767	2,452
Other liabilities	2,840	(697)
Net cash provided by operating activities	57,631	73,630
Cash flows from investing activities:		
Purchase of property and equipment	(7,172)	(10,592)
Proceeds from sale of property, plant and equipment	---	25
Purchase of available-for-sales marketable securities	(34,976)	(34,248)
Disposal of available-for-sale marketable securities	33,443	39,263
Purchase of financial assets carried at cost	(7,524)	---
Purchase of equity-method investments	(906)	(663)
Purchase of investment securities	(684)	---
Decrease (increase) in refundable deposits	298	(217)
Pledge of restricted cash equivalents and marketable securities	(57,578)	(1,002)
Increase in other assets	---	(107)
Net cash used in investing activities	(75,099)	(7,541)

Himax Technologies, Inc.
Unaudited Condensed Consolidated Statements of Cash Flows
(Figures in Thousands of U.S. Dollars)

	Twelve Months Ended December 31,	
	2010	2009
Cash flows from financing activities:		
Distribution of cash dividends	\$ (44,097)	\$ (55,496)
Proceeds from issuance of new shares by subsidiaries	353	1,027
Payments to acquire ordinary shares for retirement	(10,755)	(36,596)
Proceeds from disposal of subsidiary shares by Himax Technologies Limited	1,011	529
Purchase of subsidiary shares from noncontrolling interest	(207)	(243)
Proceeds from short-term debt	217,000	80,000
Repayment of short-term debt	(160,000)	(80,000)
Net cash provided by (used in) financing activities	3,305	(90,779)
Effect of exchange rate change on cash and cash equivalents	81	414
Net decrease in cash and cash equivalents	(14,082)	(24,276)
Cash and cash equivalents at beginning of year	110,924	135,200
Cash and cash equivalents at end of year	\$ 96,842	\$ 110,924
 Supplemental disclosures of cash flow information:		
Cash paid during the period for:		
Interest	\$ 170	\$ 3
Income taxes	\$ 8,329	\$ 7,652

Himax Technologies, Inc.
Unaudited Supplemental Data – Reconciliation Schedule
(Amounts in Thousands of U.S. Dollars)

Gross Margin, Operating Margin and Net Margin Excluding Share-based Compensation and Acquisition-Related Charges:

	Three Months Ended December 31,		Three Months Ended September 30,
	2010	2009	2010
Revenues	\$ 141,206	\$ 178,676	\$ 138,281
Gross profit	30,322	35,787	31,679
Add: Share-based compensation – Cost of revenues	23	22	174
Gross profit excluding share-based compensation	30,345	35,809	31,853
Gross margin excluding share-based compensation	21.5%	20.0%	23.0%
Operating income (loss)	12,879	13,091	(675)
Add: Share-based compensation	1,070	1,775	7,426
Operating income excluding share-based compensation	13,949	14,866	6,751
Add: Acquisition-related charges –Intangible assets amortization	548	548	548
Operating income excluding share-based compensation and acquisition-related charges	14,497	15,414	7,299
Operating margin excluding share-based compensation and acquisition-related charges	10.3%	8.6%	5.3%
Net income attributable to Himax stockholders	11,653	11,037	447
Add: Share-based compensation, net of tax	893	1,542	6,318
Add: Acquisition-related charges, net of tax	423	2	284
Net income attributable to Himax stockholders excluding share-based compensation and acquisition-related charges	12,969	12,581	7,049
Net margin attributable to Himax stockholders excluding share-based compensation and acquisition-related charges	9.2%	7.0%	5.1%

*Gross margin excluding share-based compensation equals gross profit excluding share-based compensation divided by revenues

*Operating margin excluding share-based compensation and acquisition-related charges equals operating income excluding share-based compensation and acquisition-related charges divided by revenues

*Net margin attributable to Himax stockholders excluding share-based compensation and acquisition-related charges equals net income attributable to Himax stockholders excluding share-based compensation and acquisition-related charges divided by revenues

Himax Technologies, Inc.
Unaudited Supplemental Data – Reconciliation Schedule
(Amounts in Thousands of U.S. Dollars)

Gross Margin, Operating Margin and Net Margin Excluding Share-based Compensation and Acquisition-Related Charges:

	Twelve Months Ended December 31,	
	2010	2009
Revenues	\$642,692	\$692,381
Gross profit	135,045	141,825
Add: Share-based compensation – Cost of revenues	240	264
Gross profit excluding share-based compensation	135,285	142,089
Gross margin excluding share-based compensation	21.0%	20.5%
Operating income	35,358	43,537
Add: Share-based compensation	12,181	15,061
Operating income excluding share-based compensation	47,539	58,598
Add: Acquisition-related charges –Intangible assets amortization	2,192	2,192
Operating income excluding share-based compensation and acquisition-related charges	49,731	60,790
Operating margin excluding share-based compensation and acquisition-related charges	7.7%	8.8%
Net income attributable to Himax stockholders	33,206	39,650
Add: Share-based compensation, net of tax	10,578	12,801
Add: Acquisition-related charges, net of tax	1,464	1,160
Net income attributable to Himax stockholders excluding share-based compensation and acquisition-related charges	45,248	53,611
Net margin attributable to Himax stockholders excluding share-based compensation and acquisition-related charges	7.0%	7.7%

*Gross margin excluding share-based compensation equals gross profit excluding share-based compensation divided by revenues

*Operating margin excluding share-based compensation and acquisition-related charges equals operating income excluding share-based compensation and acquisition-related charges divided by revenues

*Net margin attributable to Himax stockholders excluding share-based compensation and acquisition-related charges equals net income attributable to Himax stockholders excluding share-based compensation and acquisition-related charges divided by revenues

Diluted Earnings Per Ordinary Share Attributable to Himax stockholders Excluding Share-based Compensation and Acquisition-Related Charges:

	Three Months Ended December 31, 2010	Twelve Months Ended December 31, 2010
Diluted GAAP EPS attributable to Himax stockholders	\$0.033	\$0.093
Add: Share-based compensation per diluted share	\$0.003	\$0.030
Add: Acquisition-related charges per diluted share	\$0.001	\$0.004
 Diluted non GAAP EPS attributable to Himax stockholders excluding share-based compensation and acquisition- related charges	 \$0.037	 \$0.127

Numbers do not add up due to rounding