

MAGNA UPDATES 2022 OUTLOOK TO REFLECT PRELIMINARY FULL YEAR 2022 RESULTS

AURORA, Ontario, January 24, 2023 — Magna International Inc. (TSX: MG; NYSE: MGA) today announced that it has updated its 2022 outlook to reflect an expected Adjusted EBIT Margin¹ below the range disclosed in its press release dated November 4, 2022.

Based on preliminary unaudited results, total sales for 2022 were approximately \$37.8 billion, compared to the range of \$37.4 to \$38.4 billion disclosed in its November outlook. However, Adjusted EBIT Margin for 2022 is expected to be approximately 4.3%, which is below the 4.8% to 5.0% range disclosed in its November outlook. The reduced Adjusted EBIT Margin reflects a number of items, including: decreased contribution on lower sales; higher net warranty costs; provisions against certain accounts receivable and other balances; higher net engineering expense due to the revised timing of both spending and customer recoveries; operating underperformance at certain facilities; and higher labour and other operational inefficiencies as a result of the continued unpredictability of our customers' production schedules. Adjusted net income attributable to Magna² is also impacted by the factors above.

Magna will report its financial results for the fourth quarter and full year 2022 on February 10, 2023.

TAGS

Outlook, sales, Adjusted EBIT Margin

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¹ Adjusted EBIT Margin is the ratio of Adjusted EBIT to Total Sales

² Adjusted net income attributable to Magna excludes Other expense (income), net

OUR BUSINESS³

Magna is more than one of the world's largest suppliers in the automotive space. We are a mobility technology company with a global, entrepreneurial-minded team of over 170,000 employees and an organizational structure designed to innovate like a startup. With 65+ years of expertise, and a systems approach to design, engineering and manufacturing that touches nearly every aspect of the vehicle, we are positioned to support advancing mobility in a transforming industry. Our global network includes 345 manufacturing operations and 90 product development, engineering and sales centres spanning 28 countries.

For further information about Magna (NYSE:MGA; TSX:MG), please visit www.magna.com or follow us on Twitter @MagnaInt.

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³ Manufacturing operations, product development, engineering and sales centres and employee figures include certain equity-accounted operations.