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Forward. For all.

Q2 2026 Results

July 31, 2026

Louis Tonelli

Vice President, Investor Relations

Forward-Looking Statements

Certain statements in this press release constitute "forward-looking information" or "forward-looking statements" (collectively, "forward-looking statements"). Any such forward-looking statements are intended to provide information about management's current expectations and plans and may not be appropriate for other purposes. Forward-looking statements may include financial and other projections, as well as statements regarding our future plans, strategic objectives or economic performance, or the assumptions underlying any of the foregoing, and other statements that are not recitations of historical fact. We use words such as "may", "would", "could", "should", "will", "likely", "expect", "anticipate", "assume", "believe", "intend", "plan", "aim", "forecast", "outlook", "project", "potential", "estimate", "target" and similar expressions suggesting future outcomes or events to identify forward-looking statements. The following table identifies the material forward-looking statements contained in this document, together with the material potential risks that we currently believe could cause actual results to differ materially from such forward-looking statements. Readers should also consider all of the risk factors which follow below the table:

Material Forward-Looking Statement	Material Potential Risks Related to Applicable Forward-Looking Statement	
Light Vehicle Production	• Light vehicle sales levels, including due to: - A decline in consumer confidence - Economic uncertainty - Elevated interest rates and availability of consumer credit - Deteriorating vehicle affordability	• Tariffs and/or other actions that erode free trade agreements • Production deferrals, cancellations and volume reductions • Production and supply disruptions • Commodities prices • Availability and relative cost of skilled labour
Total Sales Segment Sales	• Same risks as for Light Vehicle Production above • Alignment of our product mix with production demand • Supply disruptions, including as a result of semiconductor and memory (DRAM) chip shortages • Customer concentration	• Pace of EV adoption, including North American electric vehicle program deferrals, cancellations and volume reductions • Shifts in market shares among OEMs, vehicles and/or vehicle segments • Shifts in consumer "take rates" for products we sell • Relative currency values
Adjusted EBIT Margin Adjusted Diluted EPS Free Cash Flow	• Same risks as for Total Sales and Segment Sales above • Execution of critical program launches • Operational underperformance • Product warranty/recall risks • Production inefficiencies • Unmitigated incremental tariff costs	• Restructuring costs and/or impairment charges • Inflation • Ability to secure cost recoveries • Price concessions • Commodity cost volatility • Scrap steel price volatility
Equity Income	• Same risks as Adjusted EBIT Margin above • Risks related to conducting business through joint ventures • Risks of doing business in foreign markets	• Legal and regulatory proceedings • Changes in law
Share Repurchases Weighted Average Diluted Shares Outstanding	• Same risks impacting Free Cash Flow above • Ability to repurchase shares for cancellation, including due to normal course issuer bid rules, trading blackouts, and other factors	

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Forward-Looking Statements (cont.)

Forward-looking statements are based on information currently available to us and are based on assumptions and analyses made by us in light of our experience and our perception of historical trends, current conditions and expected future developments, as well as other factors we believe are appropriate in the circumstances. While we believe we have a reasonable basis for making any such forward-looking statements, they are not a guarantee of future performance or outcomes. In addition to the factors in the table above, whether actual results and developments conform to our expectations and predictions is subject to a number of risks, assumptions, and uncertainties, many of which are beyond our control, and the effects of which can be difficult to predict, including, without limitation:

Macroeconomic, Geopolitical and Other Risks
- geopolitical crises and military conflicts;
- threats to free trade agreements;
- international trade disputes;
- planning and forecasting challenges;
- interest rates and availability of consumer credit;

Risks Related to the Automotive Industry
- pace of EV adoption;
- North American EV program deferrals, cancellations and volume reductions;
- economic cyclicality;
- regional production volumes;
- deteriorating vehicle affordability;
- intense competition;

Strategic Risks
- evolution of the vehicle;
- evolving business risk profile;
- technology and innovation;
- investments in mobility and technology companies;

Customer-Related Risks
- customer concentration;
- market shifts;
- evolving OEM competitive landscape;
- dependence on outsourcing;
- consumer take rate shifts;
- nature of customer blanket purchase orders;
- potential OEM production-related disruptions;

Supply Chain Risks
- supply chain disruptions;
- regional energy supply and pricing;
- financial condition of supply base;
- supplier claims;

Manufacturing/Operational Risks
- product launch;
- operational underperformance;
- restructuring costs;
- impairments;
- skilled labour attraction/retention;

Pricing Risks
- quote/pricing assumptions;
- customer pricing pressure/contractual arrangements;
- commodity price volatility;
- scrap steel/aluminum price volatility;

Warranty/Recall Risks
- repair/replacement costs;
- warranty provisions;
- product liability;

IT Security/Cybersecurity Risks
- IT/cybersecurity breach;
- product cybersecurity breach;
- risks related to the use of artificial intelligence;

M&A Risks
- inherent merger and acquisition risks;
- acquisition integration and synergies;

Other Business Risks
- joint ventures;
- intellectual property;
- risks of doing business in foreign markets;
- tax risks;
- relative foreign exchange rates;
- returns on capital investments;
- financial flexibility;
- credit ratings changes;
- stock price fluctuation;

Legal, Regulatory and Other Risks
- legal and regulatory proceedings; and
- changes in laws.

In evaluating forward-looking statements or forward-looking information, we caution readers not to place undue reliance on any forward-looking statement. Additionally, readers should specifically consider the various factors which could cause actual events or results to differ materially from those indicated by such forward-looking statements, including the risks, assumptions and uncertainties above which are:
- discussed under the "Industry Trends and Risks" heading of our Management's Discussion and Analysis; and
- set out in our Annual Information Form filed with securities commissions in Canada, our annual report on Form 40-F filed with the United States Securities and Exchange Commission, and subsequent filings.

Readers should also consider discussion of our risk mitigation activities with respect to certain risk factors, which can be also found in our Annual Information Form. Additional information about Magna, including our Annual Information Form, is available through the System for Electronic Data Analysis and Retrieval + (SEDAR+) at **www.sedarplus.ca**, as well as on the United States Securities and Exchange Commission's Electronic Data Gathering, Analysis and Retrieval System (EDGAR), which can be accessed at **www.sec.gov**.

Reminders

All amounts are in U.S. Dollars

Today's discussion excludes the impact of other expense (income), net ("Unusual Items") and amortization of acquired intangible assets. Please refer to the reconciliation of Non-GAAP measures in our press release dated July 31, 2026 for further information.

"Organic", in the context of sales movements, means "excluding the impact of foreign exchange, acquisitions and divestitures".

Weighted Sales Growth over Market (GoM) compares Magna organic sales growth (%) to vehicle production change (%) after applying Magna-specific geographic sales weighting, excluding Complete Vehicles, to regional production.

Swamy Kotagiri

Chief Executive Officer

Key Takeaways

1

Strong Q2 results, with continued margin expansion driven by disciplined execution

- Sales up 3%, **weighted Growth over Market of +3%**
- Adjusted EBIT **up 16%**, Adjusted EBIT margin **expanded 70 bps to 6.2%**
- Adjusted EPS **rose 29% to $1.86, a Q2 record**
- Continued traction on **operational excellence** activities across the Company

Key Takeaways

2

Solid free cash flow reflects improved operating performance

- Generated operating cash flow of **$954 million** and free cash flow of **$617 million** in Q2
- S&P reaffirmed **"A-" credit rating** with “**Stable**" outlook
- Ended Q2 with strong balance sheet, including **$1.4 billion** in cash
- Strong cash generation and investment-grade balance sheet provide financial flexibility

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Key Takeaways

3

Improved Outlook reflects ongoing confidence in margin, EPS and cash flow trajectory

- Weighted sales growth over market of **+1%** at midpoint
- Raised FY 2026 Outlook ranges for Adjusted EBIT margin (**6.3% to 6.6%**), Adjusted EPS (**$6.70 – $7.30)** and Free Cash Flow (**$1.75B – $1.85B**)
- Reflects **strong H1 performance** and **confidence in ability to execute** in H2
- Business pipeline continues to grow – **over 90% of 2028 business already booked**

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Key Takeaways

4

Executing our proven capital allocation framework

- Continue to **invest in business** to support profitable growth
- **Returned $598 million** in capital to shareholders in Q2, through dividends and share repurchases
- **~9 million shares remaining** at June 30, 2026 under current buyback authorization (NCIB); Company plans to repurchase remaining shares in 2H
- Expect to close remaining **Lighting and Rooftop** divestitures sooner than previously anticipated

Awarded Driver and Occupant Monitoring System Program with European OEM

- Positions Magna’s DMS/OMS as a foundational, platform-level solution for OEM
- Mirror-integrated hardware and software support scalable, software-defined vehicle architectures
- Combines behind-the-glass camera architecture with software-enabled functionality
- Reinforces Magna’s leadership in driver awareness and interior sensing integration
- Expect continued growth as we scale across additional customers

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Awarded 800V eDrive Program with Chery

- 250kW 800-volt 2-speed eDrive highlights Magna's advanced electrification capabilities
- To be produced at Magna's new Wuhu facility, supporting localized execution in China
- Momentum continues with dedicated hybrid drive system now in series production with Chery on the Jetour G700
- Further strengthens Magna's market position in eDrives

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Customer Recognition

- Magna Earns Five 2025 General Motors Supplier of the Year Awards
- Highlights Magna's depth across vehicle systems spanning five product categories:
  - Frames
  - Transfer Cases
  - Rubber Sealing
  - Exterior Moldings
  - Fascias
- More than 40 GM Supplier of the Year awards earned by Magna over the last decade
- Reflects long-standing partnership and consistent execution

Pursuing Adjacent Market Opportunities

Active discussions underway with potential to drive high-return incremental opportunities

Market Opportunities
Several non-automotive industries seeking partners to support their growth ✓

Returns-Based Criteria
Opportunities to leverage existing capabilities and capacity; accretive to growth with strong ROIC ✓

Magna's Right to Win
Ability to leverage auto-level reliability and quality standards ✓

Phil Fracassa

EVP & Chief Financial Officer

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Q2 2026 Performance Highlights

Consolidated Sales

$11.0B

+3%

Weighted GoM[1] of +3%

(+4% excl. Complete Vehicles)

Adjusted EBIT

6.2%

+70 bps

$677M

+16%

Adjusted EPS

$1.86

+29%

Free Cash Flow[2]

$617M

+$316M

[1] Weighted Growth over Market (GoM) compares organic sales growth (%) to vehicle production change (%) after applying Magna geographic sales weighting, excluding Complete Vehicles, to regional production

[2] Free Cash Flow (FCF) is Cash from Operations plus Proceeds from normal course Dispositions of fixed and other assets minus Fixed Asset Additions and Increase in Investment in other assets

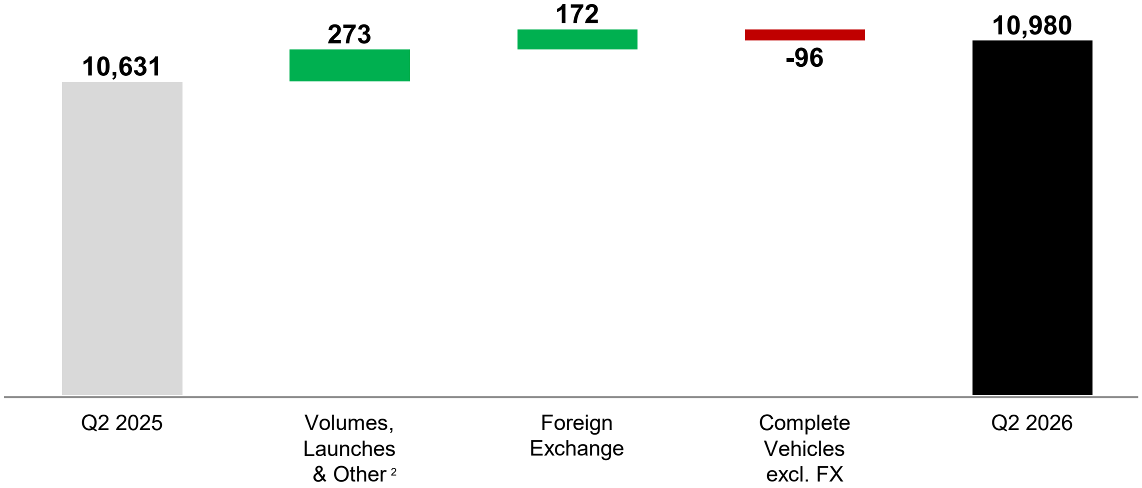
Q2 2026 Financial Results

Consolidated Sales

($Millions)

+3%

(Organic: +2%)



[1] *Weighted Sales Growth over Market (GoM) compares Magna organic sales growth (%) to vehicle production change (%) after applying Magna-specific geographic sales weighting, excluding Complete Vehicles, to regional production*

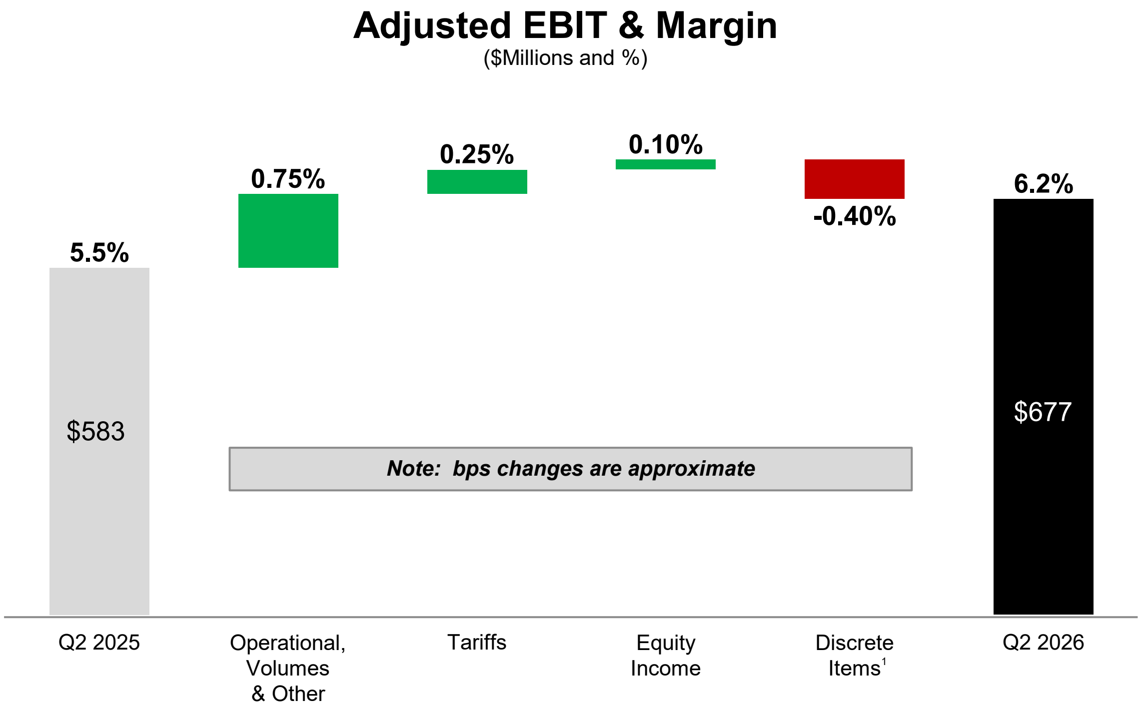
[2] *"Other" includes customer price increases to recover certain higher input costs and tariffs, the net impact of commercial items, and net customer price concessions*

Q2 2026 LV Production

North America	-1%
Europe	-1%
China	-3%
Global	-2%
Magna Weighted	-1%

Weighted Sales GoM[1]: +3%
(+4% excl. Complete Vehicles)

Q2 2026 Financial Results



[1] *Includes items from both Q2 2026 and Q2 2025. Represents the net change year over year.*

- Operational, Volumes & Other (+75bps)
  - Operational excellence initiatives driving productivity and efficiency improvements (+)
  - Benefits of prior restructuring actions (+)
  - Net transactional foreign exchange gains (+)
  - Higher earnings on higher organic sales (+)
  - Unfavourable product mix (-)
  - Higher commodity costs (-)
- Tariffs (+25bps)
  - Lower costs, net of recoveries (+)
- Equity Income (+10bps)
- Discrete Items[1] (-40bps)
  - Net impact of commercial items (-)

Q2 2026 Financial Results

($Millions, except per share data)	Q2 2025		Q2 2026		Change
Sales	10,631		10,980		349
Adjusted EBIT	583	*5.5%*	677	*6.2%*	94
Interest Expense	52		37		15
Adjusted Pre-Tax Income	**531**		**640**		**109**
Adjusted Income Taxes	(109)	*20.5%*	(122)	*19.1%*	(13)
Income Attributable to Non-Controlling Interests	(15)		(10)		5
Adjusted Net Income Attributable to Magna	**407**		**508**		**101**
Diluted Shares Outstanding (millions of shares)	281.7		273.2		(8.5)
Adjusted EPS ($)	**1.44**		**1.86**		**0.42**

Q2-26 tax rate of 19.1% was below FY-26 outlook of ~23% (~9 cents per share favorable impact in the quarter)

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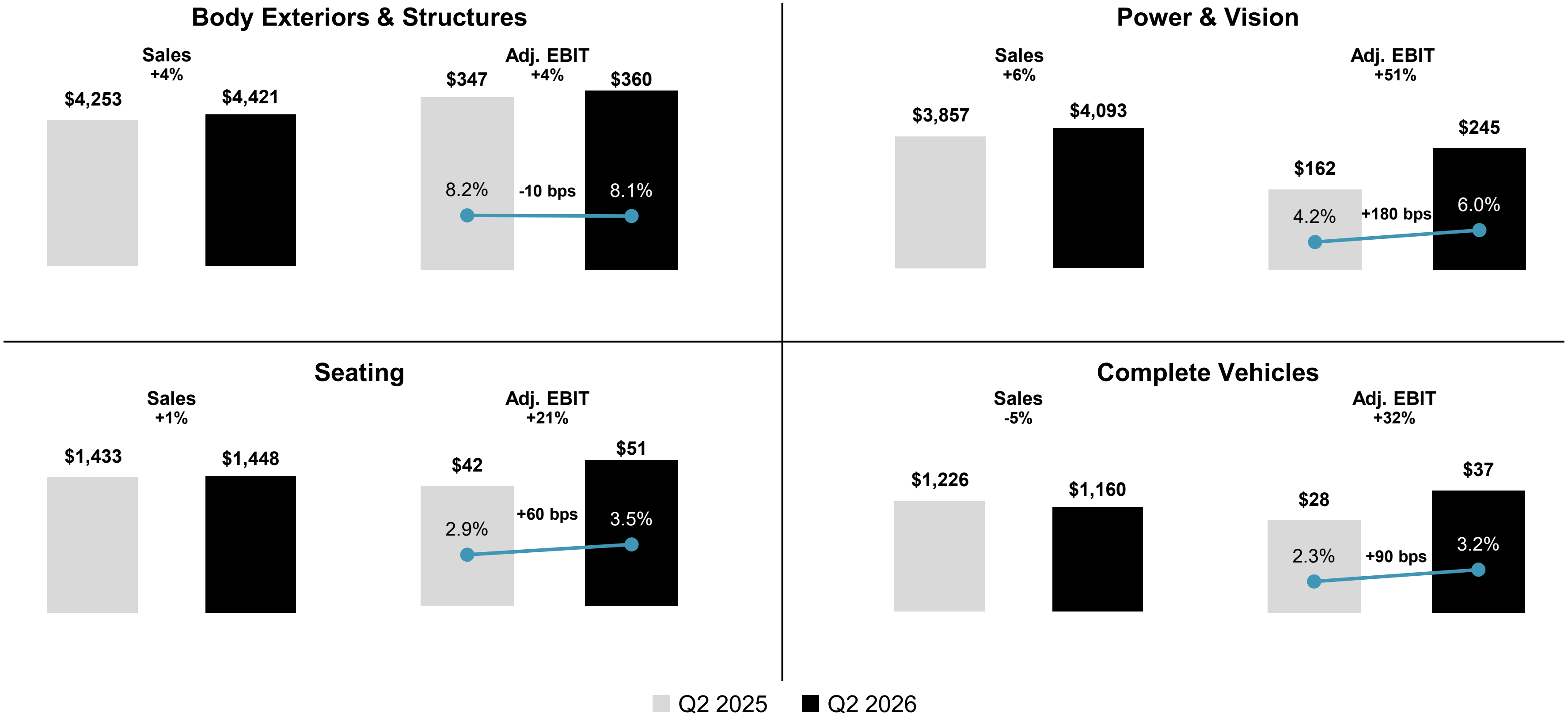
Q2 2026 Segment Performance

$Millions



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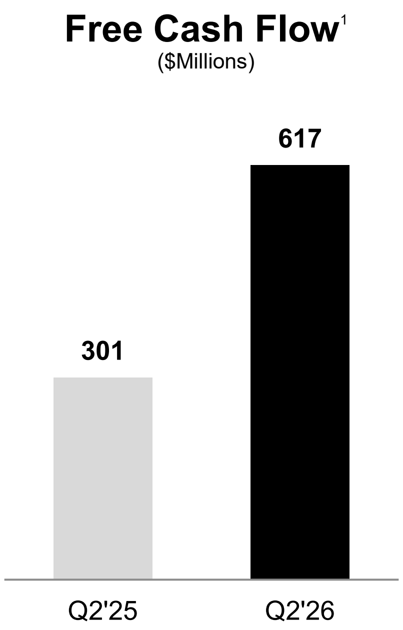
Q2 Free Cash Flow



($Millions)	Q2 2025	Q2 2026
Cash from Operations Before Changes in Operating Assets & Liabilities	762	861
Changes in Operating Assets & Liabilities	(135)	93
Cash from Operations	**627**	**954**
Fixed Asset Additions	(246)	(269)
Increase in Investments, Other Assets and Intangible Assets	(94)	(77)
Proceeds from Normal Course Dispositions	14	9
Investment Activities	**(326)**	**(337)**
Free Cash Flow[1]	**301**	**617**

Key Sources (uses) of cash		
Debt Activity, net	341	(141)
Repurchase of Common Shares	-	(465)
Dividends paid	(137)	(133)

[1] Free Cash Flow (FCF) is Cash from Operations plus Proceeds from normal course Dispositions of fixed and other assets minus Fixed Asset Additions and Increase in Investment in other assets

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Maintaining Strong Balance Sheet and Financial Flexibility

Total Liquidity (30JUN26) ($millions)	
Cash and Cash Equivalents	1,430
Available Term & Operating Lines of Credit	3,500
Total Liquidity	4,930

Rating Agency Leverage Ratio (LTM, 30JUN26) ($millions)	
Adjusted Debt	6,600
Adjusted EBITDA	4,656
Rating Agency Leverage	1.42x

Long-Standing Investment-Grade Ratings with Moody's, S&P and DBRS

- Strong liquidity of $4.9B, including $1.4B cash
- Rating agency leverage 1.42x at June 30, 2026, better than expected due to strong Q2 cash flow
- S&P affirmed Magna's "A-" rating and updated outlook to "Stable"
- Company well-positioned to continue significant share repurchases in 2026

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Updated 2026 Macro Assumptions

Macro Assumptions:	May 2026	July 2026
Light Vehicle Production: (millions of units)		
• North America	14.9	15.0
• Europe	16.6	16.8
• China	32.0	31.2
Foreign Exchange Rates:		
• 1 CDN dollar equals USD	0.730	0.713
• 1 EURO equals USD	1.178	1.153
• 1 RMB equals USD	0.145	0.146

Updated 2026 Outlook – Summary

	May 2026	July 2026
Sales	**\$41.5 – \$43.1B**	**\$41.3 – \$42.5B**
Adjusted EBIT Margin %[1]	**6.0% – 6.6%**	**6.3% – 6.6%**
Adjusted EPS[2]	**\$6.25 – \$7.25**	**\$6.70 – \$7.30**
Free Cash Flow[3]	**\$1.6 – \$1.8B**	**\$1.75 – \$1.85B**

Other Key Assumptions:

Capital Spending (CapEx)	\$1.5 – \$1.6B	\$1.5 – \$1.6B
Equity Income (incl. in Adj. EBIT margin)	\$160 – \$195M	\$190 – \$210M
Interest Expense (net)	~\$165M	~\$160M
Adjusted Income Tax Rate	~23%	~23%
Diluted shares outstanding (FY avg.)	~270M	~270M

- Sales updated to reflect unfavourable foreign currency translation (driven by stronger USD) and earlier-than-expected completion of announced divestitures versus May outlook
- Expect Sales Growth over Market in 0 – 2% range (1 – 3% ex-CV)
- Increasing Adj. EBIT margin, Adj. EPS and FCF to reflect strong H1 results and expected continued solid performance through remainder of 2026
- Expect to repurchase remaining 9.1M shares under NCIB before authorization expires in early November

[1] *Adjusted EBIT Margin is the ratio of Adjusted EBIT to Sales*
[2] *Adjusted EPS represents Net Income excluding Other expense (income), net / Diluted weighted average number of shares outstanding*
[3] *Free Cash Flow (FCF) is Cash from Operations plus Proceeds from normal course Dispositions of fixed and other assets minus Fixed Asset Additions and Increase in Investments, Other assets and Intangibles*

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Swamy Kotagiri

Chief Executive Officer

In Summary

Strong Q2 2026 with margin expansion and cash generation

- Achieved weighted sales growth over market
- Delivered meaningful Adjusted EBIT Margin expansion
- Generated solid free cash flow, reinforcing the quality and sustainability of earnings

In Summary

Positioned for continued margin expansion, EPS growth and shareholder returns

- Raised 2026 outlook, reflecting confidence in operating performance
- Continued focus on margin expansion, EPS growth and strong free cash flow
- Executing a disciplined capital allocation strategy, including significant return of capital

Save The Date

Magna Investor Day
Wednesday, November 11, 2026

New York, NY

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Q&A

Appendix
Q2 2026 Results

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Q2 2026 Reconciliation of Reported Results

Excluding: (1) Other Expense (Income), Net and (2) Amortization of Acquired Intangible Assets $Millions, except for share figures	Reported	(1)	(2)	Adjusted
Income Before Income Taxes	$ 599	$ 24	$ 17	$ 640
% of Sales	**5.5%**			**5.8%**
Income Tax Expense	$ 120	$ 1	$ 1	$ 122
% of Pretax	**20.0%**			**19.1%**
Income Attributable to Non-Controlling Interests	$ (10)	$ -	$ -	$ (10)
Adjusted Net Income Attributable to Magna[1]	$ 469	$ 23	$ 16	$ 508
Adjusted Diluted Earnings Per Share	$ 1.72	$ 0.08	$ 0.06	$ 1.86

[1] *Adjusted Net Income Attributable to Magna represents Net Income excluding Other expense (income), net and Amortization of Acquired Intangible Assets*

Q2 2025 Reconciliation of Reported Results

Excluding: (1) Other Expense (Income), Net and (2) Amortization of Acquired Intangible Assets $Millions, except for share figures	Reported	(1)	(2)	Adjusted
Income Before Income Taxes	$ 496	$ 6	$ 29	$ 531
% of Sales	**4.7%**			**5.0%**
Income Tax Expense	$ 102	$ 2	$ 5	$ 109
% of Pretax	**20.6%**			**20.5%**
Income Attributable to Non-Controlling Interests	$ (15)	$ -	$ -	$ (15)
Adjusted Net Income Attributable to Magna[1]	$ 379	$ 4	$ 24	$ 407
Adjusted Diluted Earnings Per Share	$ 1.35	$ 0.01	$ 0.08	$ 1.44

[1] *Adjusted Net Income Attributable to Magna represents Net Income excluding Other expense (income), net and Amortization of Acquired Intangible Assets*

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Sales Performance vs Market

Q2 2025 vs Q2 2026

	Reported	Organic[1]	Performance vs Weighted Global Production (Weighted GoM)
Body Exteriors & Structures	4%	3%	4%
Power & Vision	6%	4%	5%
Seating Systems	1%	0%	1%
Complete Vehicles	(5%)	(8%)	(7%)
TOTAL SALES	**3%**	**2%**	**3%**

Unweighted Production Growth	**(2%)**
Weighted Production Growth[2]	**(1%)**

[1] *Organic Sales represents sales excluding acquisitions net of divestitures and FX movements*
[2] *Calculated by applying Magna geographic sales weighting, excluding Complete Vehicles, to regional production*

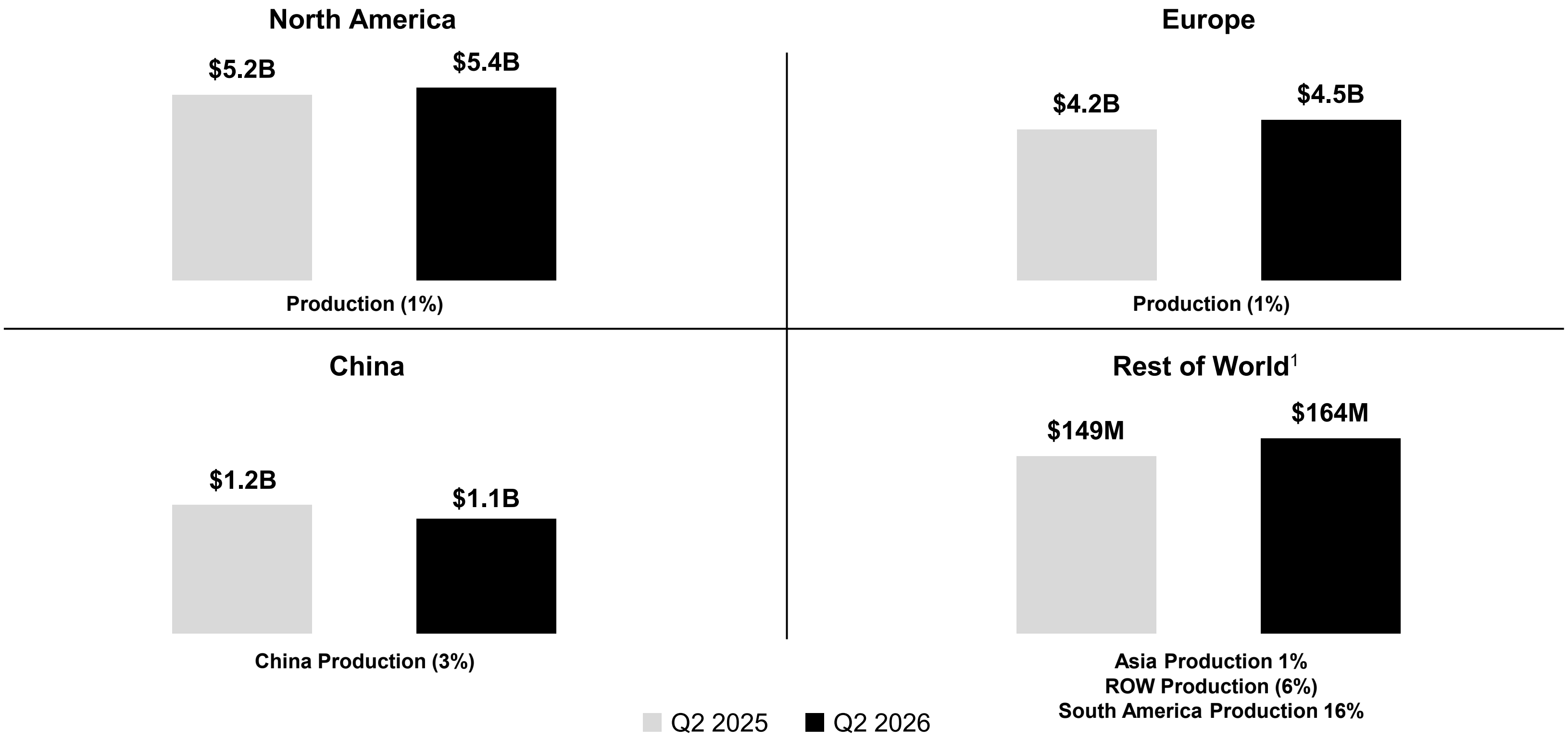
Segment Impact on Adjusted EBIT % of Sales

Q2 2025 vs Q2 2026

($Millions)	Sales	Adjusted EBIT	Adjusted EBIT as a Percentage of Sales
2nd Quarter of 2025	$ 10,631	$ 583	5.5%
Increase (Decrease) Related to:			
Body Exteriors & Structures	$ 168	$ 13	0.0%
Power & Vision	$ 236	$ 83	0.7%
Seating Systems	$ 15	$ 9	0.1%
Complete Vehicles	$ (66)	$ 9	0.1%
Corporate and Other	$ (4)	$ (20)	(0.2%)
2nd Quarter of 2026	$ 10,980	$ 677	6.2%

Geographic Sales

Q2 2025 vs Q2 2026

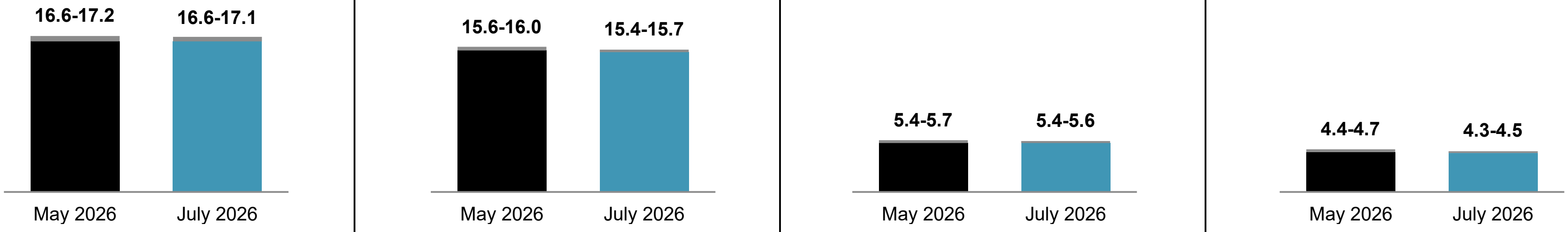


[1] *Rest of World represents Asia (excluding China) plus all other regions not included above.*

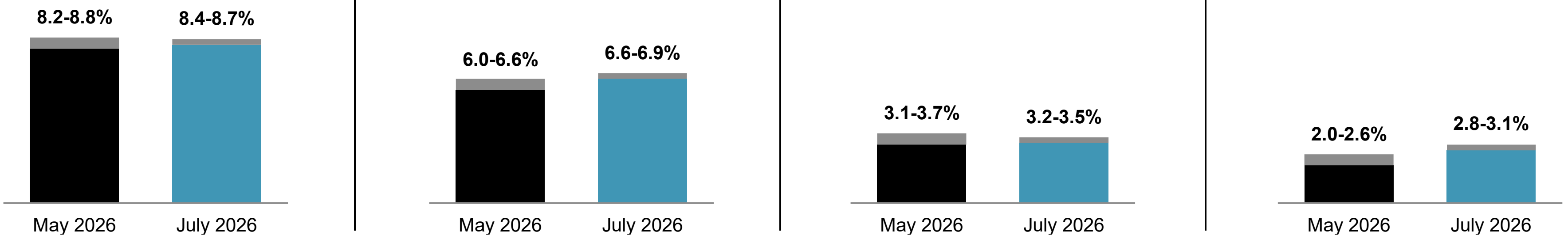
Segment Outlook

Sales
($Billions)

Body Exteriors & Structures	Power & Vision	Seating	Complete Vehicles



Adjusted EBIT Margin %



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Leverage Ratios as of June 30, 2026

($Millions)	Net Debt/ Adj. EBITDA	Rating Agency Debt/EBITDA[1]
Cash and Cash Equivalents	$ (1,430)	$ -
ST and LT Debt per Balance Sheet	4,628	4,628
Leases and Other Credit Rating Agency Adjustments	-	1,972
Net Debt / Rating Agency Debt	**$ 3,198**	**$ 6,600**
LTM Adjusted EBITDA	$ 4,250	$ 4,250
Credit Rating Agency Adjustments	-	406
Adjusted EBITDA / Rating Agency EBITDA	**$ 4,250**	**$ 4,656**
Leverage at June 30, 2026	**0.75x**	**1.42x**

[1] *"Rating Agency" Debt/EBITDA reflects estimated Moody's adjustments and resulting calculation as of June 30, 2026*

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