December 6, 2018

FISCAL 2019 SECOND QUARTER EARNINGS

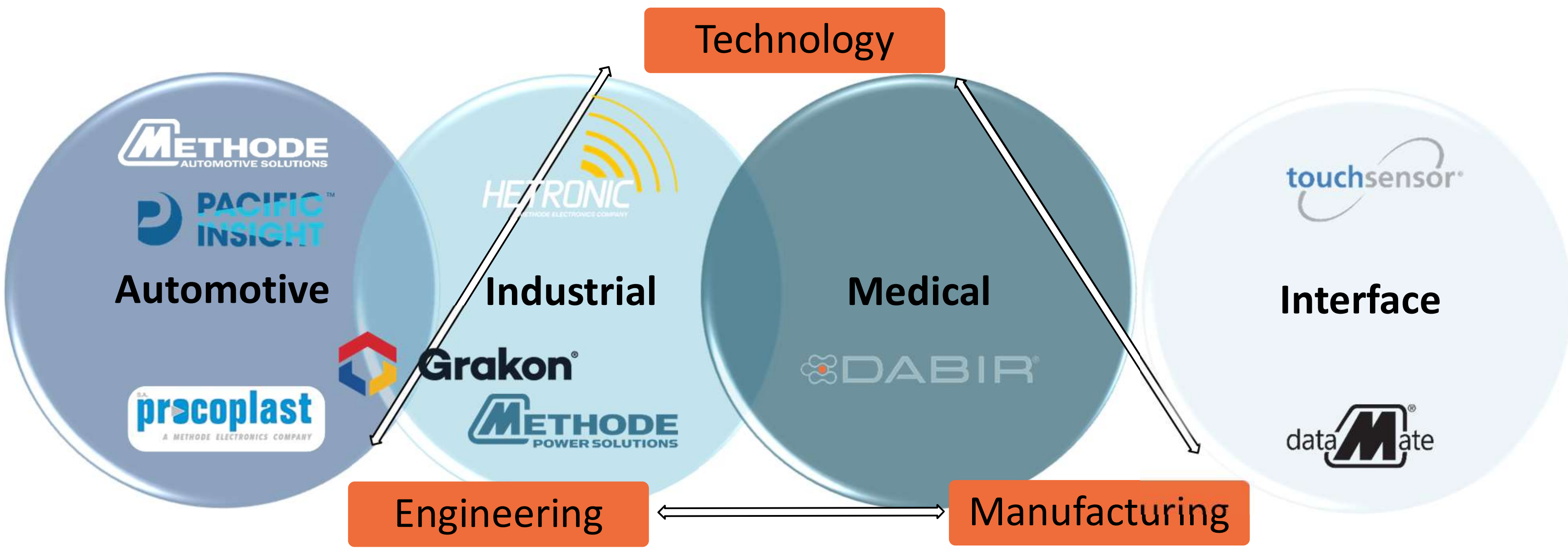
Forward-Looking Statements

This presentation contains certain forward-looking statements, which reflect management's expectations regarding future events and operating performance and speak only as of the date hereof. These forward-looking statements are subject to the safe harbor protection provided under the securities laws. Methode undertakes no duty to update any forward-looking statement to conform the statement to actual results or changes in Methode's expectations on a quarterly basis or otherwise. The forward-looking statements in this press release involve a number of risks and uncertainties. The factors that could cause actual results to differ materially from our expectations are detailed in Methode's filings with the Securities and Exchange Commission, such as our annual and quarterly reports. Such factors may include, without limitation, the following: dependence on a small number of large customers, including two large automotive customers; dependence on the automotive, appliance, commercial vehicle, computer and communications industries; international trade disputes resulting in tariffs: investment in programs prior to the recognition of revenue; timing, quality and cost of new program launches; changes in U.S. trade policy; ability to withstand price pressure, including pricing reductions; ability to successfully market and sell Dabir Surfaces; currency fluctuations; customary risks related to conducting global operations; recognition of goodwill impairment charges; dependence on the availability and price of raw materials; fluctuations in our gross margins; ability to withstand business interruptions; successfully benefit from acquisitions and divestitures; dependence on our supply chain; income tax rate fluctuations; ability to keep pace with rapid technological changes; breach of our information technology systems; ability to avoid design or manufacturing defects; ability to compete effectively; ability to protect our intellectual property; success of Pacific Insight and Procoplast and/or our ability to implement and profit from new applications of the acquired technology; significant adjustments to expense based on the probability of meeting certain performance levels in our long-term incentive plan; and costs and expenses due to regulations regarding conflict minerals.

Use of Non-GAAP Financial Measures

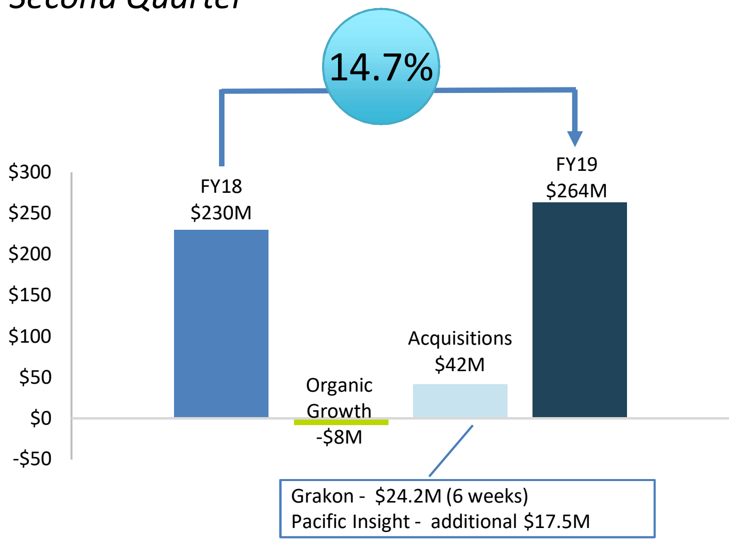
To supplement the Company's financial statements presented in accordance with generally accepted accounting principles in the United States(“GAAP”), Methode uses certain non-GAAP measures. Reconciliation to the nearest GAAP measures of all non-GAAP measures included in this presentation are provided in the presentation. Methode's definitions of these non-GAAP measures may differ from similarly titled measures used by others. These non-GAAP measures should be considered supplemental to, and not a substitute for, financial information prepared in accordance with GAAP. The Company believes that these non-GAAP measures are useful because they (i) provide both management and investors meaningful supplemental information regarding financial performance by excluding certain expenses that may not be indicative of recurring core business operating results, (ii) permit investors to view Methode's performance using the same tools that management uses to evaluate its past performance, reportable business segments and prospects for future performance and (iii) otherwise provide supplemental information that may be useful to investors in evaluating Methode.

This Is Now….

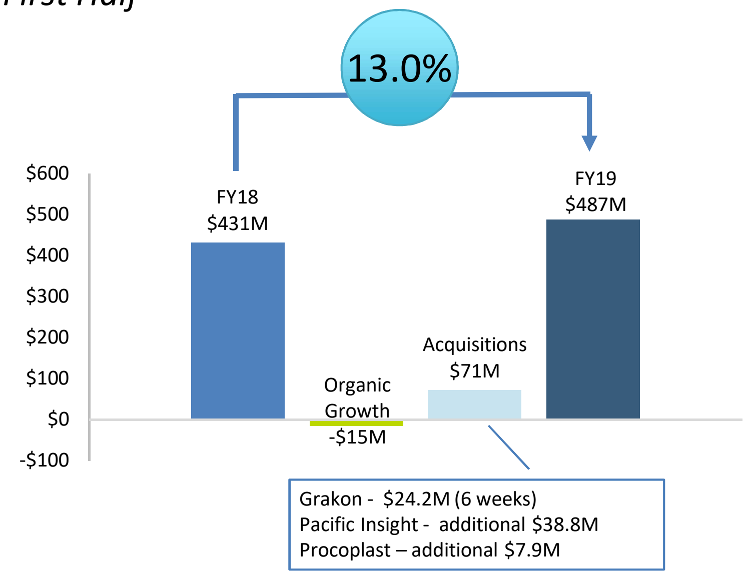

Technology
Engineering
Manufacturing
Automotive
Industrial
Medical
Interface

Sales Growth

Second Quarter



First Half



Second-Quarter and First Half Sales

- Organic growth at Industrial - Power Products and Hetronic
- Appliance sales negatively impacted by directed console supplier
- Organic Automotive negatively impacted by
  - Exclusion of pre-production tooling sales in Europe due to FASB ASC 606
    - $6.2M in Q2
    - $7.1M in H1
  - Price reductions on purchased displays for center consoles ($14M in FY19)
- Unfavorable market fundamentals
  - European emission testing negatively impacting production levels
  - Reduced passenger car production levels negatively impacting transmission leadframe volumes
    - Leadframes also impacted by pricing reductions

GAAP and Adjusted Net Income and EPS

($ in million)

	Three Months Ended October 27, 2018	Three Months Ended October 28, 2017	Six Months Ended October 27, 2018	Six Months Ended October 28, 2017
Net Income	$14.6	$24.2	$38.3	$44.7
Non-GAAP Adjusted Net Income	$28.4	$27.7	$51.1	$50.4
Earnings Per Share	$0.39	$0.64	$1.02	$1.19
Non-GAAP Adjusted Diluted Earnings per Share	$0.75	$0.74	$1.36	$1.34

Adjusted Net Income

($ in million)

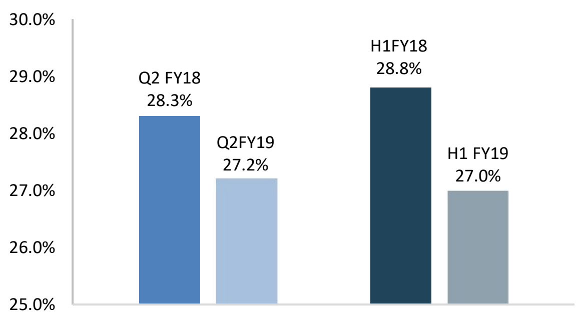
		Three Months Ended			Six Months Ended	
		October 27, 2018	October 28, 2017		October 27, 2018	October 28, 2017
Net Income		$14.6	$24.2		$38.3	$44.7
Long-term Incentive Plan Accrual Adjustment, Net of Tax		4.7	—		3.1	—
Acquisition-related Costs - Other, Net of Tax		5.7	2.8		6.3	5.0
Acquisition-related Costs - Inventory, Net of Tax		2.2	0.7		2.2	0.7
Acquisition-related Costs - Severance, Net of Tax		1.2	—		1.2	—
Adjusted Net Income		$28.4	$27.7		$51.1	$50.4

Adjusted Earnings Per Share

	Three Months Ended		Six Months Ended	
	October 27, 2018	October 28, 2017	October 27, 2018	October 28, 2017
Diluted Income per Share	$0.39	$0.64	$1.02	$1.19
Effects on Diluted Income per Share:				
Long-term Incentive Plan Accrual Adjustment, Net of Tax	0.12	—	0.08	—
Acquisition-related Costs - Other, Net of Tax	0.15	0.08	0.17	0.13
Acquisition-related Costs - Inventory, Net of Tax	0.06	0.02	0.06	0.02
Acquisition-related Costs - Severance, Net of Tax	0.03	—	0.03	—
Adjusted Diluted Income per Share	$0.75	$0.74	$1.36	$1.34

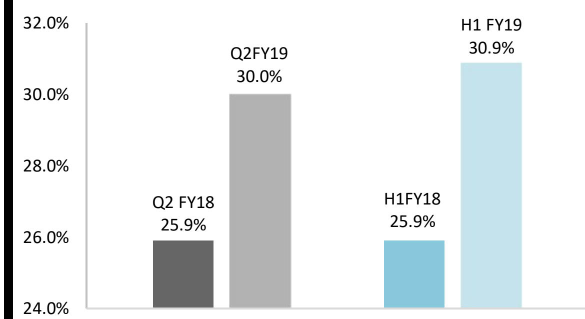
Segment Gross Margins

Automotive



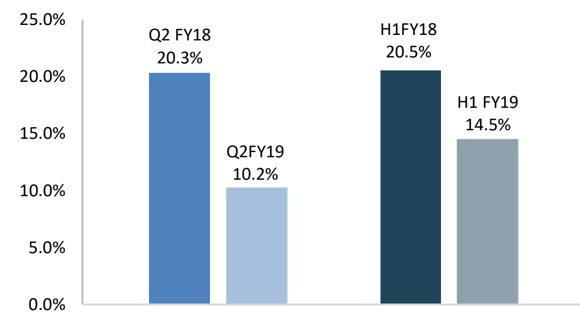
- Increased Pacific Insight sales with lower margins
- Prices reductions
- Partially offset with favorable currency

Industrial



- Addition of Grakon
- Partially offset by purchase accounting adjustments

Interface



- Significantly lower sales
- Supplier issue
- Partially offset with favorable currency

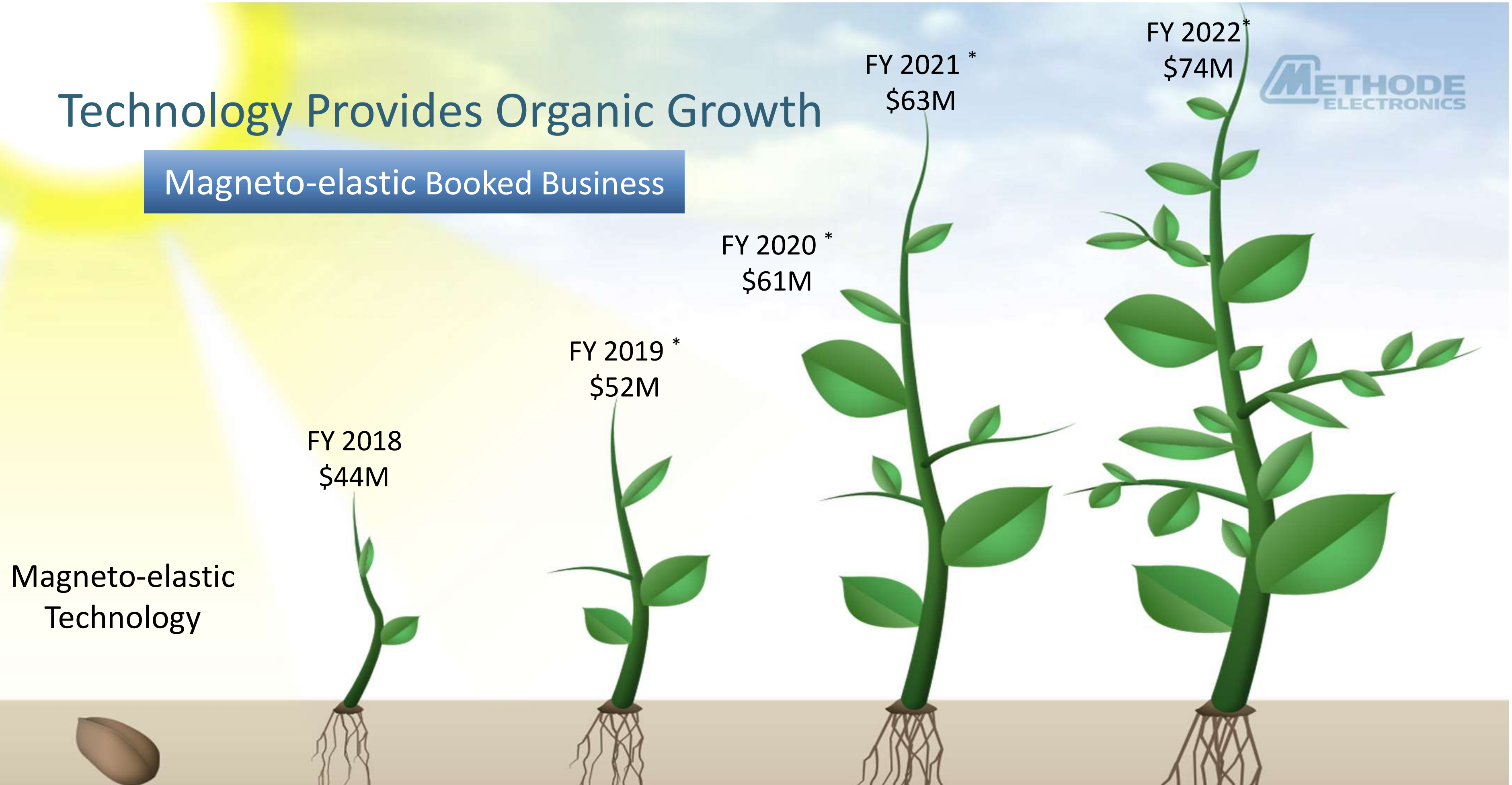
Adjusted Gross Profit

($ in million)

		Three Months Ended			Six Months Ended	
		October 27, 2018	October 28, 2017		October 27, 2018	October 28, 2017
Gross Profit		$70.8	$62.0		$130.9	$117.6
Gross Margin		26.8%	26.9%		26.9%	27.3%
Acquisition Related Costs - Inventory		2.6	0.8		2.6	0.8
Adjusted Gross Profit		$73.4	$62.8		$133.5	$118.4
Adjusted Gross Profit Margin		27.8%	27.3%		27.4%	27.5%

Technology Provides Organic Growth

Magneto-elastic Booked Business



*As of 10/18

GAAP Net Income Development Year Over Year

($ in millions)

	Fiscal 2019 Q2		Fiscal 2019 1H
Increased acquisition-related costs ($3.5 million), including increased purchase accounting adjustments ($3.2 million)	+$6.7		+$4.7
Higher stock award amortization expense related to the long-term incentive program	+$5.7		+$3.7
Higher interest expense	+$1.8		+$1.8
Increased intangible asset amortization expense related to the Pacific Insight and Grakon acquisitions	+$2.6		+$3.9
Decreased income tax expense	-$1.9		-$1.7
Lower legal fees	-$1.1		-$2.8

Adjusted Selling and Administrative Expenses

($ in millions)

	Three Months Ended		Six Months Ended	
	October 27, 2018	October 28, 2017	October 27, 2018	October 28, 2017
Selling and Administrative Expenses	$48.0	$31.2	$77.5	$60.8
Selling and Administrative Expenses as a Percentage of Sales	18.2%	13.6%	15.9%	14.1%
Long-Term Incentive Plan Accrual Adjustment	5.7	—	3.7	—
Acquisition-related costs - Other	6.9	3.4	7.5	6.0
Acquisition-related costs - Severance	1.4	—	1.4	—
Adjusted Selling and Administrative Expenses	$34.0	$27.8	$64.9	$54.8
Adjusted as a Percentage of Sales	12.9%	12.1%	13.3%	12.7%

Other Results

($ in millions)

	Fiscal 2019 Q2	Fiscal 2018 Q2		Fiscal 2019 1H	Fiscal 2018 1H
Intangible Asset Amortization	$3.7	$1.1		$5.6	$1.7
Effective Tax Rate	17.0%	16.8%		16.4%	17.1%

- Cap ex YTD of $28.6M to support programs and launches in North American and Europe
  - Estimating FY19 of $52-$58M
- Depreciation and amortization YTD of$18.4 million
  - Estimating FY19 of $42-$46M

EBITDA and Free Cash Flow

($ in million)

	Three Months Ended	Six Months Ended
	October 27, 2018	October 27, 2018
Pre-Tax Income	$17.6	$45.8
Interest	1.6	1.8
Depreciation	6.3	12.8
Amortization	3.7	5.6
EBITDA	$29.2	$66.0

	Three Months Ended	Six Months Ended
	October 27, 2018	October 27, 2018
Net Income	$14.6	$38.3
Depreciation and Amortization	10.0	18.4
CAPEX	(10.4)	(28.6)
Free Cash Flow	$14.2	$28.1

- EBITDA
  - Estimating FY19 of $143-$157M, or 14%-15% of sales
- Free cash flow
  - Estimating FY19 of $63-$70M

Guidance –Industry Drivers

North America

- + Market continues to shift toward trucks / SUVs and away from sedans
- – Reduced passenger car production = reduced transmission leadframe volume

Europe

- – October production volumes decreased Y/Y
- – Headwinds from WLTP
- – Reduced production volumes through end of FY 19 at 4 key customers

China

- – Production volumes decreasing
- – Reduced passenger car production = reduced transmission leadframe volume

Guidance considerations

Lower consolidated revenues of approximately $61 million (approximately $51 million in Automotive) from guidance issued in Fiscal 2019 first quarter	
Pre-tax expense for initiatives to reduce overall costs and improve operational profitability	-$7.3 million
Stock award amortization expense due to change in Fiscal 2020 EBITDA estimate from Threshold to Target	-$5.7 million
Acquisition-related costs	-$7.9 million
Purchase accounting adjustments for inventory and severance related to Grakon	-$7.0 million
The potential impact of proposed tariffs on imported Chinese goods at 10 percent	-$5.5 million
International government grant	+$5.9 million

Updated Guidance

Sales of $1B - $1.04B

Previous midpoint	$960M
Less lower consolidated revenues	(61M)
Add Grakon	123M
New midpoint	$1.02B

Pre-tax income of $91.5M - $105.5M

Previous midpoint	$130.5
Less lower profit lower consolidated revenues	(11.5)
Less Guidance Considerations	(27.5)
Add Grakon	7.0*
New midpoint	98.5

EPS of $2.02 - $2.33

Previous midpoint $2.89

**Includes $8.0M of interest expense and one-time accounting purchase adjustments of $7.0M*