2008 Annual Report Overview
Delivering the Advantage

Tyco Electronics

Our commitment. Your advantage.

2008 Financial Highlights

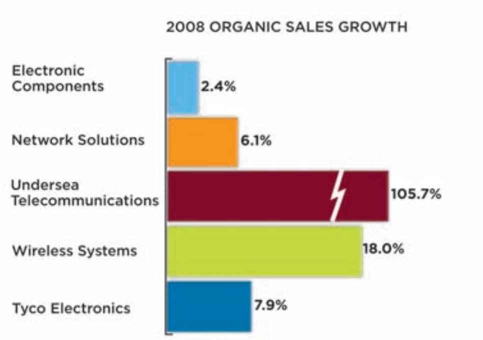
CORPORATE OVERVIEW

- We are a leading global provider of engineered electronic components, network solutions, undersea telecommunication systems and wireless systems.
- We design, manufacture and market nearly 500,000 different products for customers in industries ranging from automotive, appliance, and aerospace and defense to telecommunications, energy, computers, and consumer electronics.
- We enjoy global reach and scale, with approximately 96,000 employees operating from locations in almost 50 countries and serving customers in more than 150 countries.
- We employ nearly 8,000 engineers and have invested $640 million in research, development and engineering (RD&E) in fiscal 2008 alone.

$14.8
BILLION OF NET SALES

$2.1
BILLION OF ADJUSTED OPERATING INCOME

$1.4
BILLION OF FREE CASH FLOW

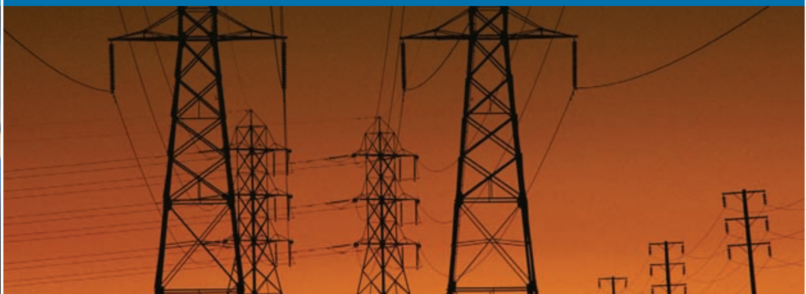


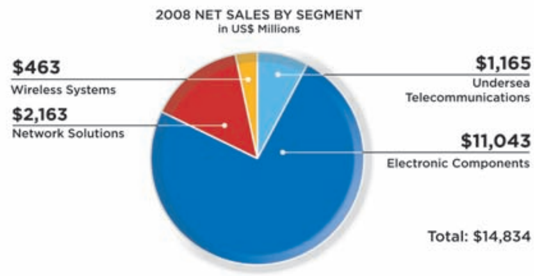
ELECTRONIC COMPONENTS

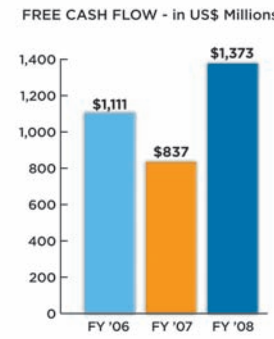
One of the world's largest suppliers of passive electronic components, including connectors and interconnect systems, relays, switches, circuit protection devices, touchscreens, sensors and wire and cable. Our products are used primarily in the automotive, computer, communications equipment, industrial machinery, aerospace and defense, household appliance, consumer electronics, commercial equipment, medical and instrumentation markets.

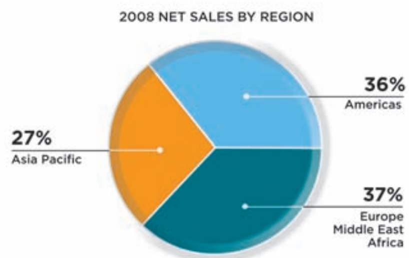
NETWORK SOLUTIONS

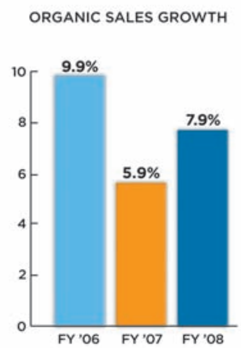
A leading global supplier of infrastructure components and systems, including connectors, above- and below-ground enclosures, heat shrink sleeves, cable accessories, surge arrestors, fiber optic cabling, copper cabling and racks for copper and fiber networks. Our products serve the communication service provider, building networks and energy markets.

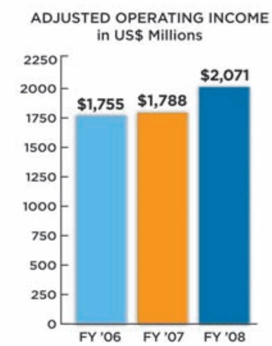


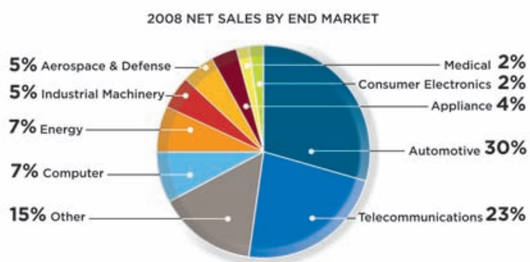












UNDERSEA TELECOMMUNICATIONS

A world leader in developing, manufacturing, installing and maintaining the world's most advanced fiber optic undersea networks. A pioneer in the industry, providing more than five decades of expertise in route surveying, system design, product development, system deployment, marine services, maintenance and repair. Our business serves the telecommunications, scientific research, government and offshore oil and gas markets.

WIRELESS SYSTEMS

A leader in the development of large-scale critical communications systems based on Internet Protocol (IP) technology. First responders and public service users rely on our communications systems to provide reliable, secure and interoperable communications during emergencies and to support day-to-day operations. Our products are used primarily in the public safety, utility, transit and public service industries.

MESSAGE FROM THE CEO

In 2007, I outlined three key goals that we expected Tyco Electronics to achieve over the next three years: grow organically at a rate of five to seven percent per year; increase adjusted operating margins to 15 percent or greater by fiscal 2010; and generate free cash flow that approximates our net income.

I am pleased to report that we made good progress on each of these goals in our first year as an independent company.

Our 2008 Performance

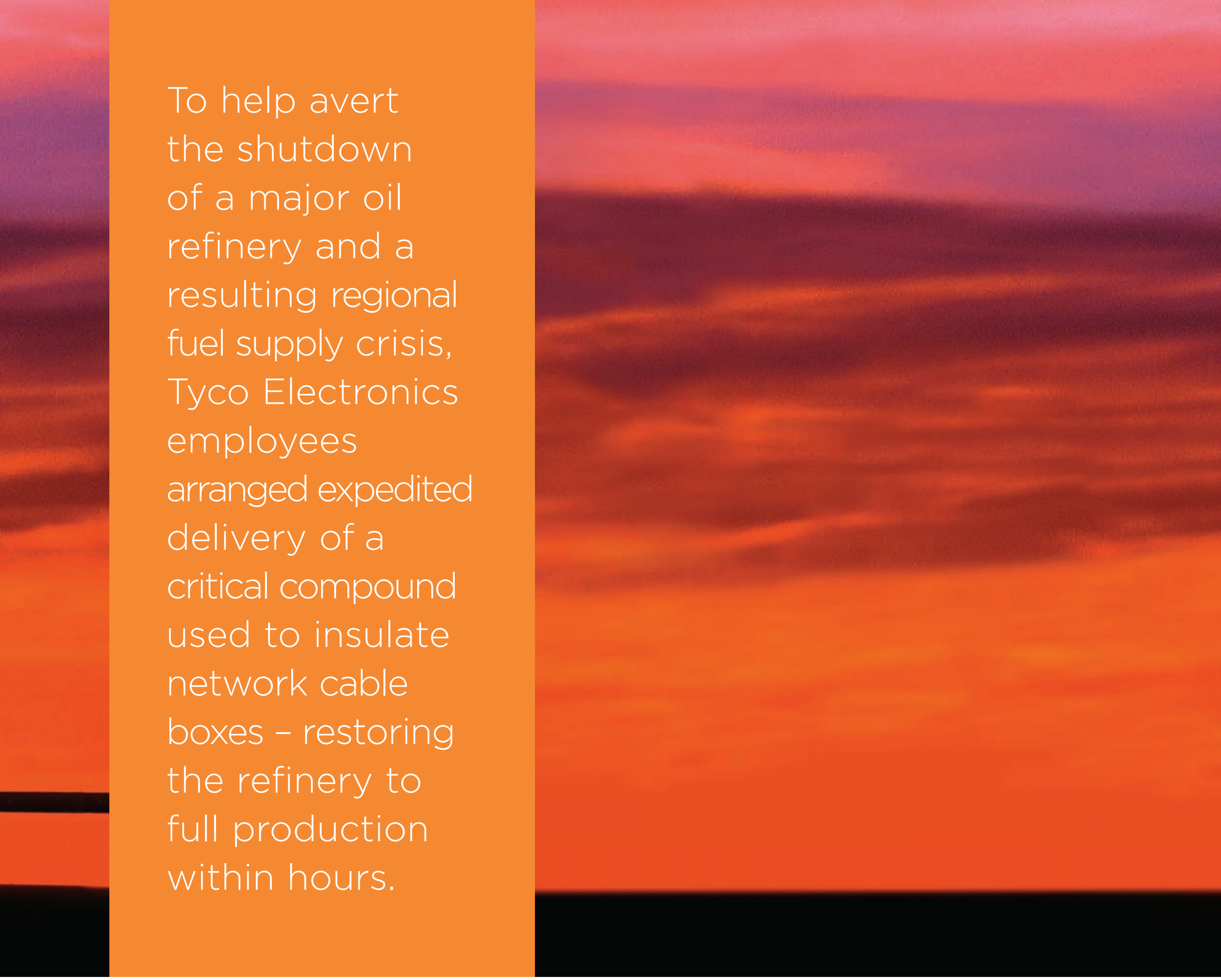
In fiscal year 2008, we achieved $14.8 billion in revenue, which represents organic sales growth of eight percent. The growth was driven by strong performance in our Undersea Telecommunications, Wireless Systems and Network Solutions segments.

We achieved $14.8 billion in revenue

This offset lower than expected sales growth in our Electronic Components segment, which was impacted by the weakening global economy.

Adjusted operating income for the year was over $2 billion

Adjusted operating income for the year was over $2 billion and our adjusted operating margin improved to 14 percent. Since mid-2007, we divested or exited approximately $1.2 billion of low-margin businesses and products. Along with improved pricing and productivity, this more than offset higher commodity and energy costs. We also made good progress with our manufacturing footprint restructuring program. During fiscal 2007 and 2008, we initiated the closure of approximately 25 manufacturing locations — eliminating more than 1.6 million feet of floor space worldwide.



To help avert the shutdown of a major oil refinery and a resulting regional fuel supply crisis, Tyco Electronics employees arranged expedited delivery of a critical compound used to insulate network cable boxes – restoring the refinery to full production within hours.

When restructuring is complete, we expect to generate margin improvement from these actions — and to have a much more balanced manufacturing network in place. During the year, we also launched a companywide program called the Tyco Electronics Operating Advantage (TEOA) — aimed at accelerating productivity improvement in operations and new product development.

And we generated $1.4 billion of free cash flow in fiscal 2008, due primarily to our strong earnings performance. In addition, we generated nearly $600 million of cash from the divestiture of the company's Power Systems, Radio Frequency Components and Subsystem, and automotive radar sensors businesses. The majority of this cash was returned to shareholders in the form of dividends and share repurchases. During the fiscal year, Tyco Electronics announced a 14 percent increase to our quarterly cash dividend — from $0.14 per share to $0.16 per share. We also repurchased 37 million shares for $1.2 billion.

We generated $1.4 billion of free cash flow

The Road Ahead

One of the most exciting aspects of our business is that we serve markets with strong underlying growth characteristics.

In the automotive industry, the need for better fuel efficiency and reduced emissions, increased safety and more comfort requires more electronics.

The increasing global demand for energy and the need for more efficient provision of energy necessitates smarter networks, higher-voltage transmissions and alternative energy sources. Our interconnect and sealing and insulation products are important parts of these systems.

The explosive growth of broadband requires improved networks and creates demand for new and more feature-rich devices, all with more complex electronics.

We are positioned to benefit from the demand in almost every industry for smaller, lighter, faster, and more durable connectivity — which is at the core of what we do.

Tyco Electronics is well positioned to take advantage of these trends with our broad range of highly engineered products provided through 5,000 sales and marketing professionals, nearly 8,000 engineers and a global manufacturing network located close to our customers.

I believe our future is bright, but it is clear that 2009 will be a tough year due to the weak global economic environment. During these challenging times, we are focusing on the following:

Maintaining Our Strong Financial Position — We will continue to focus on generating solid levels of cash flow and maintaining financial discipline in our use of capital.

Strengthening Our Customer Relations — We will continue to leverage our broad and deep sales, marketing and engineering resources to create advantages for our customers. We are approaching the economic slowdown as an opportunity to gain share in several key markets.

Improving Our Operating Capabilities — During fiscal 2009, we plan to introduce our TEOA program to 20 additional manufacturing sites and 25 percent of our major engineering centers. Early results of the program are promising and will enable us to further improve our safety, quality, delivery, profitability and asset utilization.

Resizing Our Cost Structure — We are taking advantage of the economic slowdown to accelerate efforts to reduce the company's fixed cost structure by reducing overhead costs by approximately $100 million on an annualized basis and accelerating our footprint restructuring.

As the economy recovers, I am confident these actions will enable us to continue our journey to become a better partner for our customers, a better place to work and an attractive company in which to invest.

Tom Lynch

Tom Lynch
Chief Executive Officer

To help put a customer's reputation "up in lights," we cut development time for a customized industrial lighting connector system from eight months to less than eight weeks.

SENIOR MANAGEMENT (effective 1/1/2009)

Thomas J. Lynch
Chief Executive Officer

Alan C. Clarke
President
Network Solutions

Terrence R. Curtin
Executive Vice President
Chief Financial Officer

Joseph B. Donahue
President
Automotive Division

Charles P. Dougherty
President
Wireless Systems

Shu Ebe
Senior Vice President
Business Development –
Asia Pacific

Gordon Hwang
Senior Vice President
China

Jane A. Leipold
Senior Vice President
Global Human Resources

Minoru Okamoto
President
Communications &
Industrial Solutions

Jeffrey G. Rea
President
Specialty Products

Michael Robinson
Senior Vice President
Operations

Robert A. Scott
Executive Vice President
General Counsel

Robert Shaddock
Senior Vice President
Chief Technology Officer

Joan E. Wainwright
Senior Vice President
Marketing &
Communications

BOARD OF DIRECTORS (effective 1/1/2009)

Frederic M. Poses*
Retired Chairman & Chief
Executive Officer
American Standard
Companies

Dr. Pierre R. Brondeau
President & Chief
Operating Officer
Rohm & Haas Company

Dr. Ram Charan
Advisor to CEOs and
Boards

Dr. Juergen W. Gromer
Retired President
Tyco Electronics Ltd.

Robert M. Hernandez
Chairman
RTI International Metals,
Inc.

Thomas J. Lynch
Chief Executive Officer
Tyco Electronics Ltd.

Daniel J. Phelan
Chief of Staff
GlaxoSmithKline plc

Lawrence S. Smith
Retired Executive Vice
President & Co-CFO
Comcast Corporation

Paula A. Sneed
Chair & Chief Executive
Officer
Phelps Prescott Group, LLC

David P. Steiner
Chief Executive Officer
Waste Management, Inc.

John C. Van Scoter
Senior Vice President
Texas Instruments
Incorporated

Sandra S. Wijnberg
Chief Administrative Officer
Aquiline Holdings LLC

*Non-Executive Chairman of the Tyco Electronics Board of Directors

Tyco Electronics' Annual Report includes this 2008 Annual Report Overview.

NON-GAAP MEASURES

"Organic Sales Growth," "Adjusted Operating Income," and "Free Cash Flow" (FCF) are non-GAAP measures and should not be considered replacements for GAAP results. These measures should be used in conjunction with the most comparable GAAP financial measures. Investors are urged to read the company's financial statements as filed with the Securities and Exchange Commission for more information about the most comparable GAAP measures.

"Organic Sales Growth" is a useful measure used by the company to measure the underlying results and trends in the business. The difference between reported net sales growth (the most comparable GAAP measure) and Organic Sales Growth (the non-GAAP measure) consists of the impact from foreign currency, acquisitions and divestitures. Organic Sales Growth is a useful measure of the company's performance because it excludes items that: i) are not completely under management's control, such as the impact of foreign currency exchange; or ii) do not reflect the underlying growth of the company, such as acquisition and divestiture activity. It is also a component of the company's compensation programs. The limitation of this measure is that it excludes items that have an impact on the company's sales. This limitation is best addressed by using Organic Sales Growth in combination with the GAAP numbers.

The company has presented its operating income before unusual items including costs related to the separation, legal settlements, restructuring costs, impairment charges and other income or charges ("Adjusted Operating Income"). The company utilizes Adjusted Operating Income to assess segment-level core operating performance and to provide insight to management in evaluating segment operating plan execution and underlying market conditions. It is also a significant component in the company's incentive compensation plans. Adjusted Operating Income is a useful measure for investors because it better reflects the company's underlying operating results, trends and the comparability of these results between periods. The difference between Adjusted Operating Income and operating income (the most comparable GAAP measure) consists of the impact of charges related to litigation settlement costs, separation-related costs and restructuring costs and other income or charges that may mask the underlying operating results and/or business trends. The limitation of this measure is that it excludes the financial impact of items that would otherwise either increase or decrease the company's reported operating income. This limitation is best addressed by using Adjusted Operating Income in combination with operating income (the most comparable GAAP measure) in order to better understand the amounts, character and impact of any increase or decrease on reported results.

"Free Cash Flow" (FCF) is a useful measure of the company's cash generation which is free from any significant existing obligation. The difference between cash flows from operating activities (the most comparable GAAP measure) and FCF (the non-GAAP measure) consists mainly of significant cash outflows that the company believes are useful to identify. FCF permits management and investors to gain insight into the number that management employs to measure cash that is free from any significant existing obligation. The difference reflects the impact from net capital expenditures, voluntary pension contributions and the cash impact of unusual items.

Net capital expenditures are subtracted because they represent long-term commitments. Voluntary pension contributions are subtracted from the GAAP measure because this activity is driven by economic financing decisions rather than operating activity. The company forecasts its cash flow results excluding any voluntary pension contributions because it has not yet made a determination about the amount and timing of any future such contributions. In addition, the company's forecast excludes the cash impact of unusual items because the company cannot predict the amount and timing of such items.

The limitation associated with using FCF is that it subtracts cash items that are ultimately within management's and the Board of Directors' discretion to direct and that therefore may imply that there is less or more cash that is available for the company's programs than the most comparable GAAP measure. This limitation is best addressed by using FCF in combination with the GAAP cash flow numbers. FCF as presented herein may not be comparable to similarly titled measures reported by other companies.

CAUTION CONCERNING FORWARD-LOOKING STATEMENTS

This report may contain certain "forward-looking statements" within the meaning of the United States Private Securities Litigation Reform Act of 1995. These statements are based on management's current expectations and are subject to risks, uncertainty and changes in circumstances, which may cause actual results, performance or achievements to differ materially from anticipated results, performance or achievements. All statements contained herein that are not clearly historical in nature are forward-looking and the words "anticipate," "believe," "expect," "estimate," "plan," and similar expressions are generally intended to identify forward-looking statements. The forward-looking statements in this report include statements addressing the following subjects: future financial condition and operating results. Economic, business, competitive and/or regulatory factors affecting Tyco Electronics' businesses are examples of factors, among others, that could cause actual results to differ materially from those described in the forward-looking statements. In addition, Tyco Electronics' historical combined financial information, for periods prior to its separation from Tyco International Ltd., is not necessarily representative of the results it would have achieved as an independent, publicly traded company and may not be a reliable indicator of its future results. Tyco Electronics has no intention and is under no obligation to update or alter (and expressly disclaims any such intention or obligation to do so) its forward-looking statements whether as a result of new information, future events or otherwise, except to the extent required by law. More detailed information about these and other factors is set forth in Tyco Electronics' Annual Report on Form 10-K/A for the fiscal year ended September 28, 2008, as well as in current reports on Form 8-K and other reports filed by Tyco Electronics.

TRADEMARKS

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ADJUSTED INCOME FROM OPERATIONS RECONCILIATION

in US$ Millions

		Adjustments				
	US GAAP	Impairment of Goodwill and Long-lived Assets	Separation Related Costs	Restructuring and Other Charges, Net and Related Costs	Other Items Net	Adjusted (Non-GAAP)
Income from Operations:						
Fiscal 2008	$ 1,746	$ 137(1)	$ -	$ 194(3)	$ (6)(6)	$ 2,071
Fiscal 2007	716	-	85(2)	100(4)	887(7)	1,788
Fiscal 2006	1,742	-	-	13(5)	-	1,755

(1) Consists of goodwill impairment of $103 million and long-lived asset impairment of $34 million.

(2) Includes $44 million of separation costs, primarily related to employee costs, and $41 million of costs related to building separate company functions that did not exist in the prior year.

(3) Includes $194 million of net restructuring and other charges, of which $9 million is recorded in cost of sales.

(4) Includes $97 million of net restructuring and other charges, of which $5 million is recorded in cost of sales, and $3 million of restructuring-related moving costs.

(5) Includes $13 million of net restructuring and other charges, of which $6 million is recorded in cost of sales.

(6) Consists of $22 million of net costs related to the settlement of legacy securities litigation, $36 million gain on the sale of real estate, and $8 million of costs related to a customs settlement.

(7) Consists of $887 million of net costs related to legacy securities litigation.

ORGANIC SALES GROWTH RECONCILIATION

in US$ Millions

	Organic(1)		Translation(2)	Aquisitions/ (Divestitures)	Total	
CHANGE IN NET SALES FOR FISCAL 2008 VS NET SALES FOR FISCAL 2007						
Electronic Components	$ 243	2.4%	$689	$ -	$ 932	9.2%
Network Solutions	116	6.1	150	-	266	14.0
Undersea Telecommunications	597	105.7	3	-	600	106.2
Wireless Systems	69	18.0	8	-	77	19.9
TOTAL	$ 1,025	7.9%	$850	$ -	$1,875	14.5%
CHANGE IN NET SALES FOR FISCAL 2007 VS NET SALES FOR FISCAL 2006						
TOTAL	$ 702	5.9%	$429	$ 17	$ 1,148	9.7%
CHANGE IN NET SALES FOR FISCAL 2006 VS NET SALES FOR FISCAL 2005						
TOTAL	$ 1,077	9.9%	$(172)	$(18)	$ 887	8.1%

(1) Represents the change in net sales resulting from volume and price changes, before consideration of acquisitions, divestitures, and the impact of changes in foreign currency exchange rates.

(2) Represents the change in net sales resulting from changes in foreign currency exchange rates.

FREE CASH FLOW RECONCILIATION

in US$ Millions

	FY 2006	FY 2007	FY 2008
Net cash provided by continuing operating activities	$ 1,624	$1,508	$1,014
Capital expenditures, net	(513)	(834)	(577)
Class action settlement	-	-	936
Income tax advance payment	-	163	-
FREE CASH FLOW	$ 1,111	$ 837	$1,373

We keep nearly 8,000 engineers and our 5,000-plus member sales force close to customers. When we co-locate engineers with major customers worldwide, real-time engineering expertise is just a cubicle away.

OUR MISSION: To create an advantage for our customers.

OUR VALUES: Integrity. Accountability. Teamwork. Innovation.

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