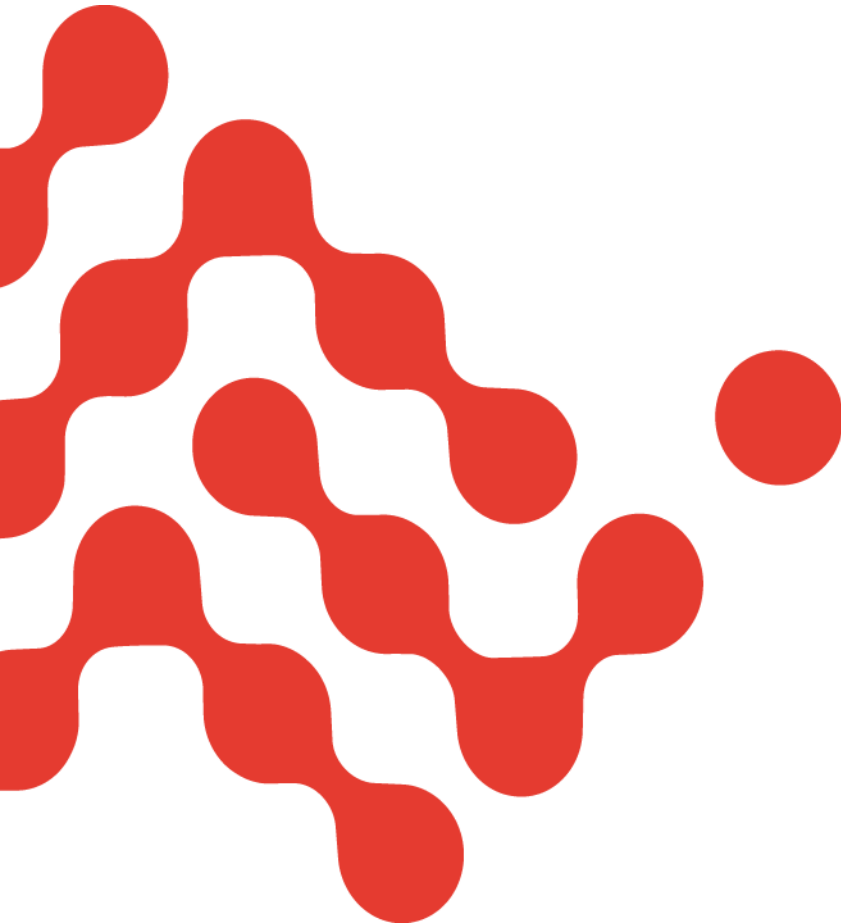


Fourth Quarter & Fiscal 2010 Results

February 8, 2011



SIERRA
WIRELESS™

Safe Harbor Statement

Certain statements and information in this presentation are not based on historical facts and constitute forward-looking statements within the meaning applicable securities laws (“forward-looking statements”) including statements and information relating to our financial guidance summary for Q1, 2011 and fiscal year 2011, our guidance drivers for 2011 and our outlook for 2011. Forward-looking statements are provided to help you understand our views of our short and longer term prospects. We caution you that forward-looking statements may not be appropriate for other purposes. We will not update or revise our forward-looking statements unless we are required to do so by securities laws.

Forward-looking statements:

- typically include words about the future, such as: “look forward to”, “outlook”, “may”, “intend”, “believe”, “plan”, “anticipate”, “expect”, “goals”, “targets”, “forecasts”, “well positioned for”, “trending” and “will continue to”.
- are not promises or guarantees of future performance. They represent our current views and may change significantly;
- are based on a number of material assumptions, including those listed below, which could prove to be significantly incorrect:
 - ▲ our ability to develop, manufacture and sell new products and services that meet the needs of our customers and gain commercial acceptance.
 - ▲ our ability to continue to sell our products and services in the expected quantities at the expected prices and expected times.
 - ▲ expected cost of goods sold.
 - ▲ expected component supply constraints.
 - ▲ our ability to “win” new business.
 - ▲ that wireless network operators will deploy next generation networks when expected.
 - ▲ our operations are not adversely disrupted by component shortages or other development, operating or regulatory risks;
- are subject to substantial known and unknown material risks and uncertainties. As a result, our actual results, achievements and developments in our business may differ significantly from our current expectations. These risk factors and others are discussed in our Annual Information Form and Management’s Discussion and Analysis of Financial Condition and Results of Operations, which may be found on SEDAR at www.sedar.com and on EDGAR at www.sec.gov and in our other regulatory filings with the Securities and Exchange Commission in the United States and the Provincial Securities Commissions in Canada. Certain of these material risks are listed below:
 - ▲ actual sales volumes or prices for our products and services are lower than we expect for any reason including, without limitation, the continuing uncertain economic conditions, price and product competition, different product mix, the loss of any of our significant customers, competition from new or established wireless communication companies.
 - ▲ the development and timing of the introduction of our new products is later than we expect or is indefinitely delayed.
 - ▲ transition periods associated with the migration to new technologies are longer than we expect.

USE OF NON-GAAP FINANCIAL MEASURES

This presentation contains references to certain non-GAAP financial measures and should be viewed in conjunction with our press release and supplementary information on our website (www.sierrawireless.com), which present a complete reconciliation of GAAP and Non-GAAP results.

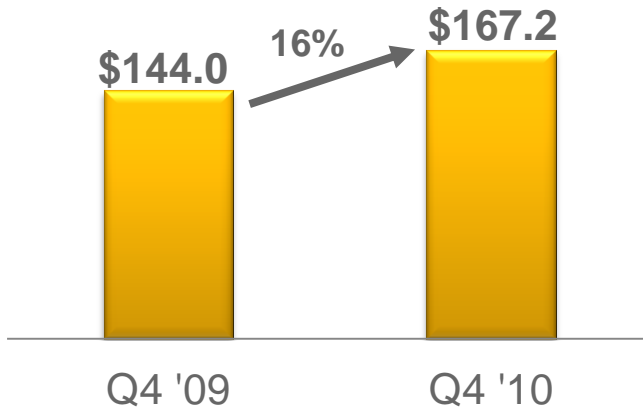
Business Overview

Jason Cohenour
Chief Executive Officer



Q4 Highlights: Solid Y/Y Performance

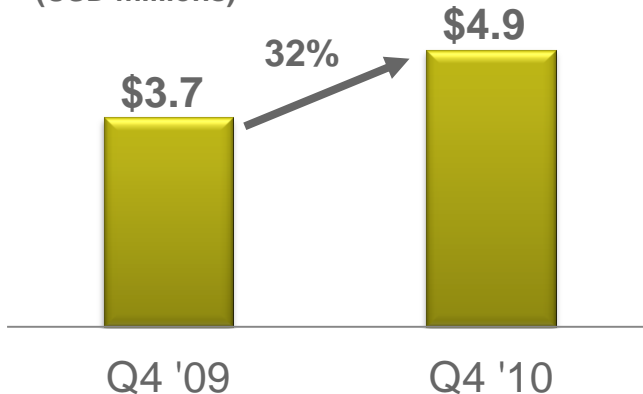
Quarterly Revenue
(USD millions)



Revenue growth & improved earnings

- Revenue up 16% year-over-year
- Non-GAAP net earnings up 32% year-over-year
- Results below Q4 guidance

**Quarterly Non-GAAP
Net Earnings**
(USD millions)



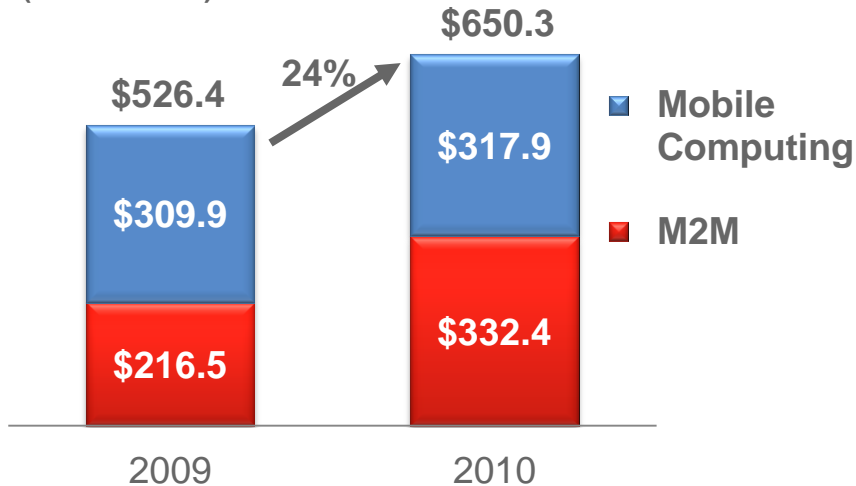
Solid year-over-year performance in both business lines

- Machine-to-Machine
- Mobile Computing

Generated \$6.9 million in cash

2010 Highlights: Growth & Diversification

Full Year Revenue
(USD millions)



2010 financial results were strong

Record consolidated revenue of \$650 million, up 24% from 2009

Improved profitability

- Consolidated non-GAAP net earnings of \$20 million, up 53% from 2009

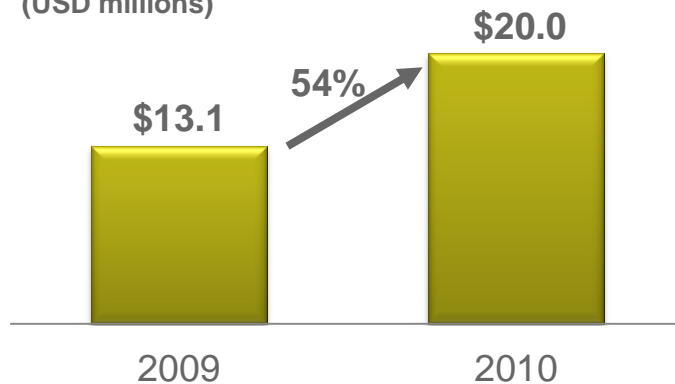
Achieved excellent growth in M2M

- Revenue up 54% from 2009
- 51% of consolidated revenue

Solidified position in Mobile Computing

- Stable revenue of \$318 million

Full Year Non-GAAP
Net Earnings
(USD millions)



Executing to Strategy

Global Leader in Wireless Solutions for M2M and Mobile Computing

Machine-to-Machine

- #1 global market share
- Leading product portfolio
- Highly differentiated
- Design win momentum
- Value chain expansion



AirVantage

Mobile Computing

- 4G leadership
- Solid channel position with key operators
- First mobile hotspots and new air interfaces
- Tier 1 PC OEM wins



Leverage

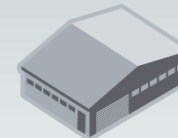


**LTE WiMAX
HSPA+ EVDO**

Core wireless technology



Global footprint



FLEXTRONICS

**Manufacturing
and supply chain**

Machine-to-Machine: All Product Lines Contributing to Growth

Q4 Revenue \$84.0 Million, up 9% Year-Over-Year

Continue to build on #1 global market share position

Highly diversified business with strong competitive advantages

Expanded industry leading product portfolio

- Launch of LTE modules & 3G SL-series

Design win momentum across verticals, particularly automotive, networking, energy, and industrial automation

Record quarter for AirLink intelligent gateways & routers

Adoption of AirVantage Services Platform by Operators and OEMs accelerating



Mobile Computing: Well Positioned to Capture Growth in 2011

Q4 Revenue of \$83.2 Million, up 25% Year-Over-Year

Well positioned for 4G growth cycle

Solid channel positions and strong new product execution

- AT&T USBConnect Shockwave – .21Mbps, HSPA+
- Telstra Ultimate[®] USB – dual-carrier 42 Mbps HSPA+
- Sprint & Clearwire – dual-mode WiMAX/EVDO mobile hotspots and USB modems
- Telus AirCard[®] 319U – dual-carrier 42 Mbps HSPA+

Preparing for operator launches of next generation LTE and HSPA+ products, including mobile hotspots and USB modems

Design wins with three Tier 1 PC OEMs for 2011



Financial Overview

David McLennan
Chief Financial Officer



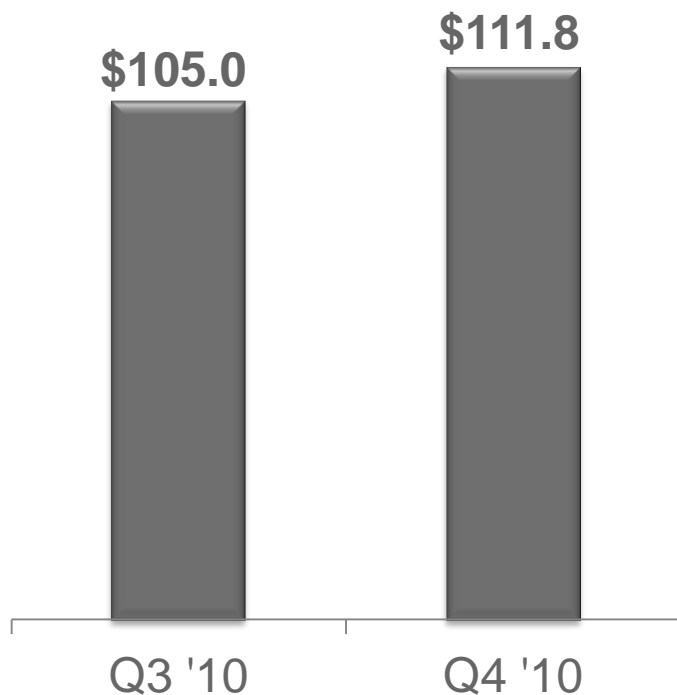
Summary of Financial Results

Financial Results (\$USD millions, except EPS and OM%/GM%)	GAAP		Non-GAAP*	
	Q4 '10	FY '10	Q4 '10	FY '10
Revenue	\$167.2	\$650.3	\$167.2	\$650.3
Gross Margin (%)	29.2%	29.3%	29.3%	29.3%
Operating Expenses	\$49.0	\$200.7	\$43.2	\$168.5
Earnings (Loss) from Operations	(\$0.2)	(\$10.4)	\$5.8	\$22.4
Operating Margin (%)	(0.1%)	(1.6%)	3.5%	3.4%
Net Earnings (Loss)	\$0.8	(\$14.5)	\$4.9	\$20.0
Earnings (Loss) Per Share	\$0.03	(\$0.47)	\$0.16	\$0.64

* Non-GAAP results exclude the impact of: stock-based compensation expense, acquisition amortization, integration costs, restructuring costs, foreign exchange gains or losses on translation of balance sheet accounts and tax adjustments.

Strong Cash Position and Debt Free

Cash Balance (USD millions)



Fourth Quarter 2010 Cash Metrics

Q4 cash increase of \$6.9 million

- Cash flow from operations of \$13.0 million
 - Includes working capital improvement of \$4.1 million
- Capital expenditures of \$6.1 million

Cash balance per diluted share: \$3.55

Financial Guidance Summary

Non-GAAP* Financial Guidance (USD millions, except EPS)

	Q1 2011 Non-GAAP
Revenue	\$140 to \$145 million
Earnings from Operations	(\$2.5) to \$0.0 million
Net Earnings	(\$2.0) to \$0.0 million
Earnings per Share	(\$0.06) to \$0.00 / share

Expectations for Q1 2011

Revenue decline driven by:

- AirCard product transitions
- Lower sales in consumer M2M

Gross margin to increase modestly

Operating expenses up slightly
driven by:

- New product launches
- Unfavorable foreign exchange

**For full year 2011, we expect solid revenue and earnings growth
driven by a strong second half**

* Non-GAAP results exclude the impact of: stock-based compensation expense, acquisition amortization, integration costs, restructuring costs, foreign exchange gains or losses on translation of balance sheet accounts and tax adjustments.

2011 Outlook & Business Drivers

Machine-to-Machine

Machine-to-machine business growing strongly

Design win momentum is strong and overall market is healthy

Investing in products, technology, channels and value chain expansion to drive sustainable growth

Expected year-over-year revenue growth of 15%, excluding consumer M2M

Mobile Computing

Mobile Computing business well positioned for 4G cycle

Trending to solid year-over-year revenue performance

Continued strong share positions with key operator partners

Strong growth drivers in second half

- Launch of LTE products
- Ramping of Tier 1 PC OEM wins

Summary Comments

Executing to strategy and company is well positioned

Strong 2010: Growth, diversification, earnings improvement

Solid Q4, despite guidance miss

Some weakness in first quarter of 2010

- M2M: lower sales in consumer M2M
- Mobile Computing: Product transitions

Expect growth in second half and full year basis

- M2M: core business up 15+% Y/Y, small recovery in consumer M2M
- Mobile Computing: Launch of new 4G AirCards, PC OEMs

Thank You

Q&A Session

