Davicom Semiconductor, Inc.

(Ticker Symbol: 3094)

Investor Conference

Held by KGI Securities Co., LTD.

Dec. 15, 2017

Agenda

- ## Company Profile
- ## Operation in Retrospect
  - ### Financial data of 2017
- ## Operation in Prospect
  - ### Product Development
  - ### Business Development

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Worldwide Headquarters

Located at Hsinchu Science Park, Taiwan, R.O.C.

Facts Briefing

Founded :
- Spin-off from UMC group, 1996

Headquarters:
- Science Park, Hsinchu, Taiwan

China Office:
- Shenzhen, China

Employees :
- 100+

Business :
- Fabless IC Design House and Solution Provider

Products :
- Ethernet, Video Decoder, E-Paper Display Driver and SoC

IPO:
- Taiwan, 2007

Core Technology

Ethernet MAC & PHY	Mixed Signal	Microprocessor & MCU
Networking Protocol Stacks	Software Drivers & Algorithms	Video Decoder
USB & Interfaces	Audio Signal Processing	DSP & Algorithms

Product Portfolio

Ethernet

E-Paper Display Driver (EPD)

SoC

Video Decoder (VD)

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Operation in Retrospect, 1/2

Upholding the pragmatism and prudent business management, to pursue a high margin of business, as running Ethernet as a core business

Highlights…

✓ Ethernet IC deployed to the smart grid in Korea

✓ VD IC adopted by a well-known truck maker in Germany

✓ EPD IC applied by the pre-paid card with display, "iPASS"

Revenue and Profit

	Q3 / 2017	Q1~Q3/2017
Revenue	NTD 80,380K	NTD236,119K
Gross Margin	69%	69%
Operating Income	NTD 15,237K	NTD 44,421K
Earning After Tax	NTD 18,165K	NTD 43,657K

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Product Development

- Fulfillment of harsh environment and low-power requirement

  ✓ Under-Development: Segment & Graphic EPD IC

  ✓ In-Plan: VD & Ethernet IC toward Automotive-Electronics

Application System Development

- IoT low-power sensor networking system

  ✓ Application-driven convergence for ESL System, Warehouse Management, and Smart Agriculture

Business Development

- Expansion of System Solution Providers
  - ✓ IoT Application Systems
  - ✓ Automotive-Electronics Domain

- Engagement with System Integrators
  - ✓ ESL System (120M pcs of ESL Tags f'cst WW 2018)
  - ✓ Warehouse/Logistics Management
  - ✓ Smart Agriculture

Electronic Shelf Label

EPD Solution for ESL (電子貨架標籤)

Wireless to Ethernet Solution

Live Demo

物聯網將顛覆既有的流通與消費方式
電子貨架標籤（ESL、Electronic Shelf Label）

Transmitter

Network

Antenna

Server

Cash register

Electronic shelf label

Source: 科技政策研究與資訊中心—科技產業資訊室

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