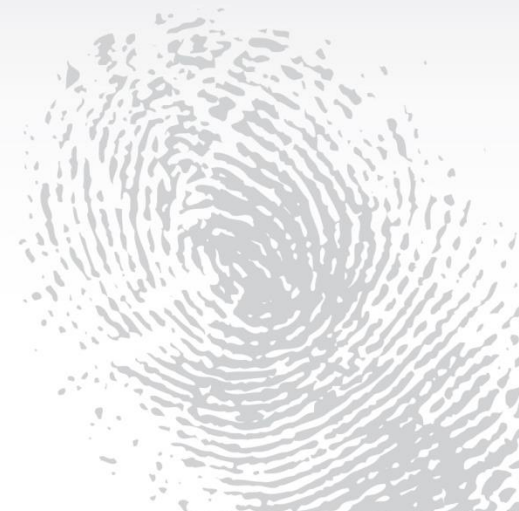


# **Nuvoton Technology Corporation**

## **1H'16 Investor Conference**

**July 28, 2016**



# Safe Harbor Notice

- We have made forward-looking statements in this presentation. Our forward-looking statements contain information regarding, among other things, our financial condition, future expansion plans and business strategies. We have based these forward-looking statements on our current expectations and projections about future events. Although we believe that these expectations and projects are reasonable, such forward-looking statements are inherently subject to risks, uncertainties and assumptions about us.
- We undertake no obligation to publicly update or revise any forward-looking statements whether as a result of new information, future event or otherwise. In light of these risks, uncertainties and assumptions, the forward-looking events discussed in this conference might not occur and our actual results could differ materially from those anticipated in these forward-looking statements.
- The information contained herein shall also not constitute an offer to sell or a solicitation of an offer to buy the company's securities nor shall there be any sale of such securities in any state or country in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such state or country.

# Agenda

- **Nuvoton Financial Results**
- **Nuvoton 1H16 Business Results & 2016 Business Outlook update**
- **Q&A**

# Nuvoton Financial Results

- Nuvoton Consolidated Statement of Comprehensive Income
- Nuvoton Consolidated Balance Sheet
- Nuvoton Consolidated Statement of Cash Flows
- Nuvoton Revenue and GM Trend - Consolidated



# Nuvoton Consolidated Statement of Comprehensive Income (1H16)

Selected Items from Statement of Comprehensive Income.

	2Q'16		1Q'16		1H'16		1H'15		YoY change	
Unit: NT\$ M	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Net Revenue	2,223	100	1,852	100	4,075	100	3,556	100	519	15
Gross Profit	943	42	769	42	1,712	42	1,514	42	198	13
Operating Income	222	10	107	6	329	8	262	7	67	26
Net Non-Operating Income	76	4	5	0	81	2	53	2	28	53
Income before Income Tax	298	14	112	6	410	10	315	9	95	30
Net Income	260	12	79	4	339	8	256	7	83	32
EPS (NTD)	1.25		0.38		1.63		1.23		0.40	

Note: Weighted average outstanding shares were 207.5M units in 1H'16.

# Nuvoton Consolidated Balance Sheet

Selected Items from Balance Sheet.

	Jun 30 '16		Dec 31 '15		HoH change	
Unit: NT\$ M	Amount	%	Amount	%	Amount	%
Cash & Cash Equivalents	2,233	38	1,826	34	407	22
Accounts Receivable	705	12	700	13	5	1
Other Receivable	236	4	240	5	(4)	(2)
Inventories	1,194	20	1,037	20	157	15
Long-Term Investments	451	7	379	7	72	19
Property, Plant and Equipment	519	9	535	10	(16)	(3)
Total Assets	5,920	100	5,292	100	628	12
Current Liabilities	2,214	38	1,580	30	634	40
Non-Current Liabilities	555	9	590	11	(35)	(6)
Total Liabilities	2,769	47	2,170	41	599	28
Total Equity	3,151	53	3,122	59	29	1
Current Ratio	2.01		2.46			
Debt/Equity Ratio	0.88		0.7			

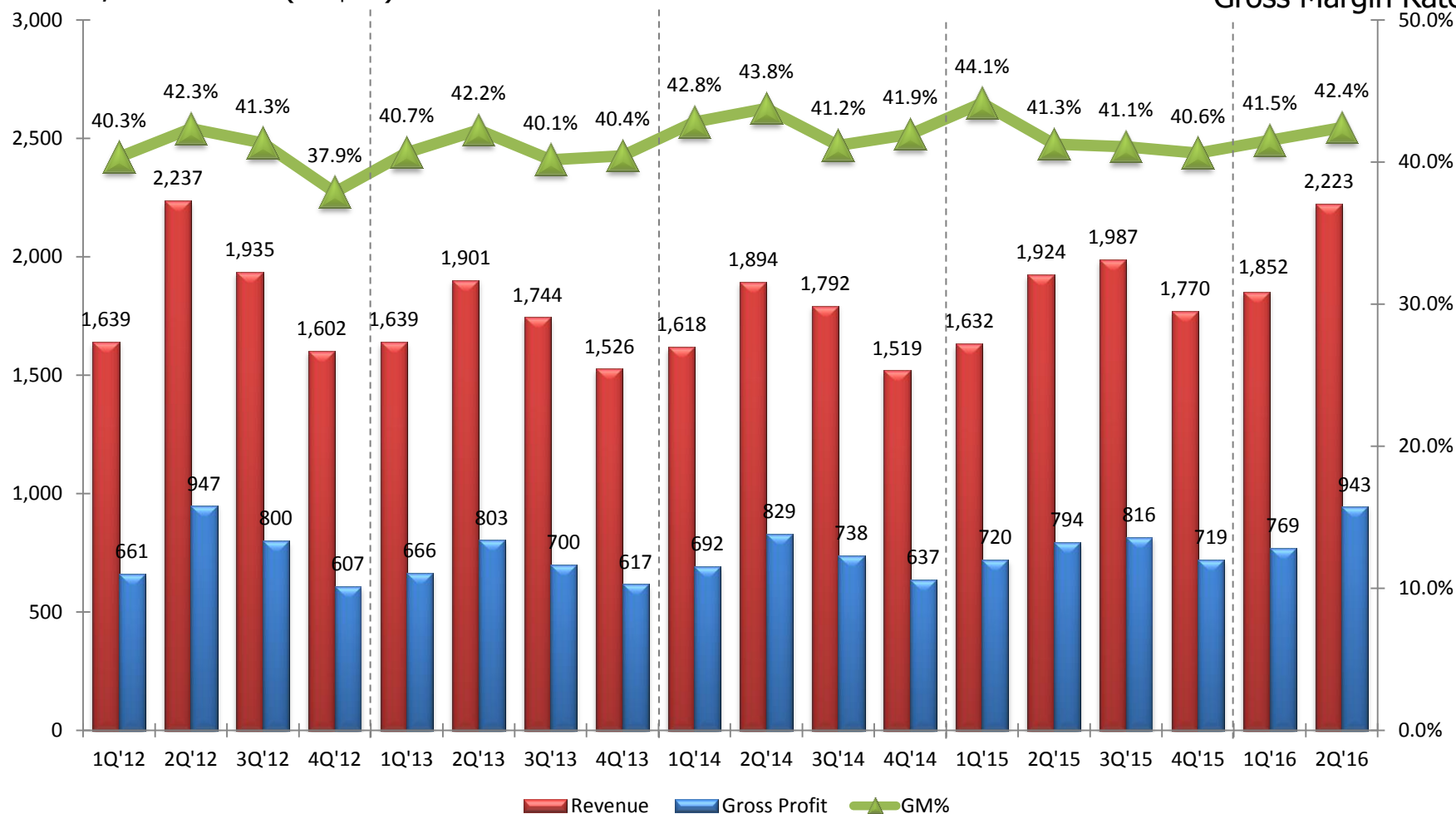
# Nuvoton Consolidated Statement of Cash Flows

	1H'16	2H'15	HoH change
Unit: NT\$ M	Amount	Amount	Amount
Cash Flows from Operating Activities	515	123	392
Cash Flows from Investing Activities	(92)	(90)	(2)
Cash Flows from Financing Activities	0	(249)	249
Cash & Cash Equivalents	2,233	1,826	407

# Nuvoton Revenue and GM Trend - Consolidated

Revenue/Gross Profit (NT\$ M)

Gross Margin Rate



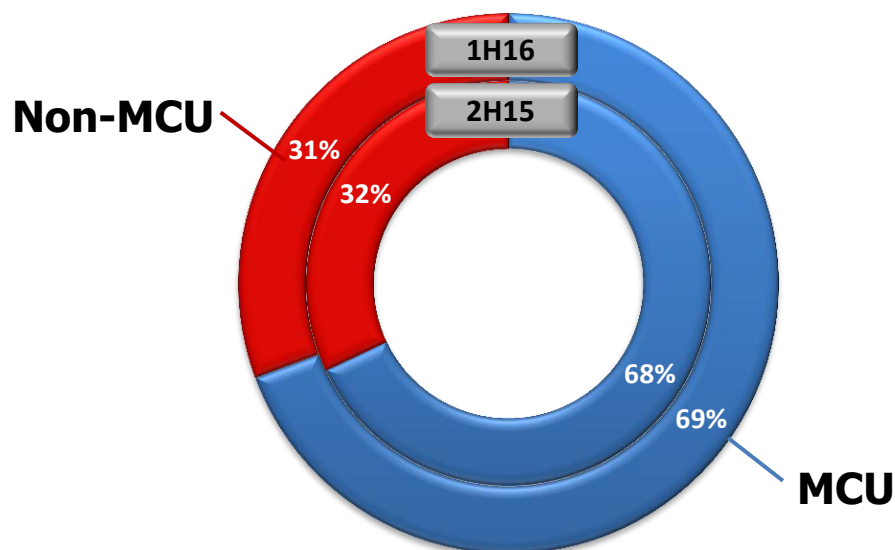




# **Nuvoton 1H16 Business Results & 2016 Business Outlook Update**

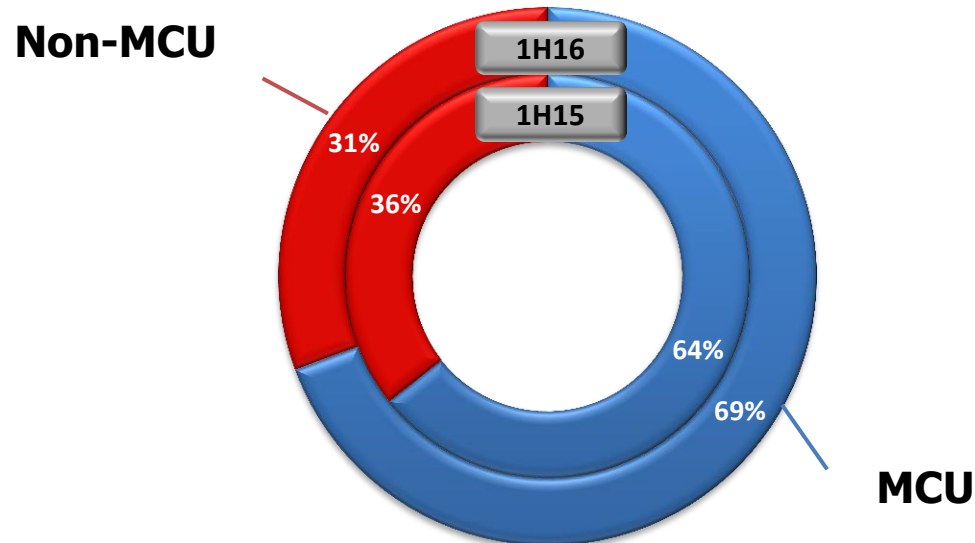
- 1H16 Revenue by Product
- 1H16 Revenue by Application
- Nuvoton 1H16 Business Results
- Nuvoton 2016 Business Outlook Update





# 1H16 Revenue by Product



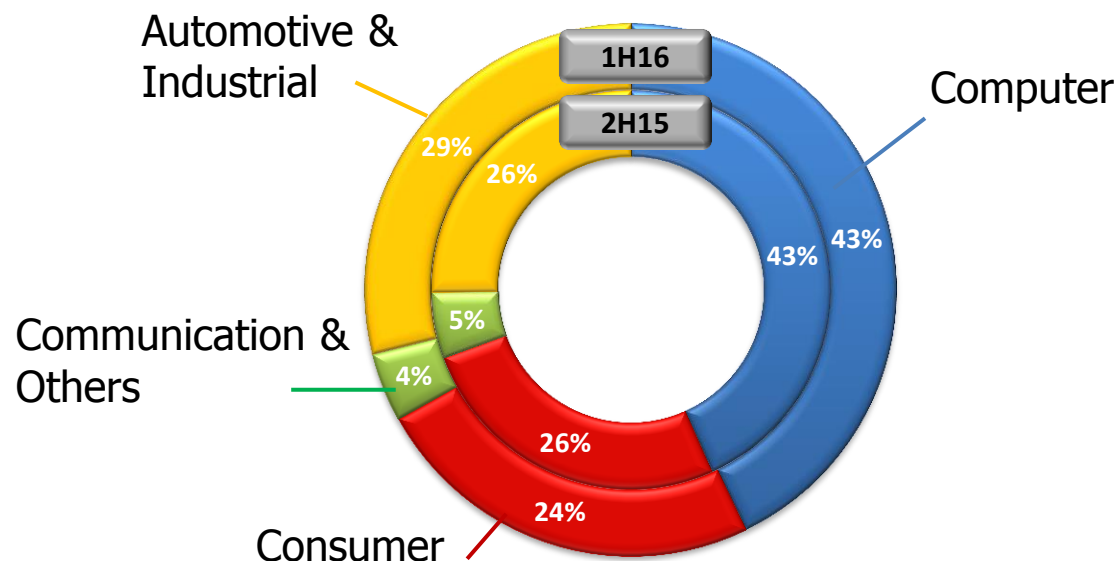
HoH%		
	MCU	1%
	Non-MCU	-1%







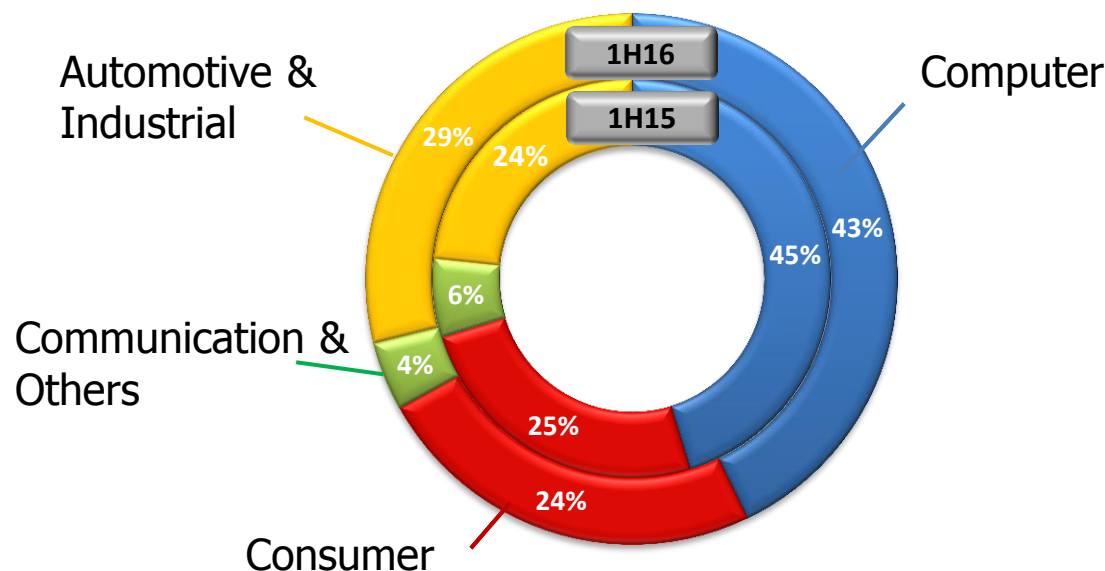
YoY%		
	MCU	5%
	Non-MCU	-5%





Note: Foundry revenue was not included in the numbers .

# 1H16 Revenue by Application



	HoH%	
	Computer	0%
	Consumer	-2%
	Communication & Others	-1%
	Automotive & Industrial	3%



	YoY%	
	Computer	-2%
	Consumer	-1%
	Communication & Others	-2%
	Automotive & Industrial	5%

Note: Foundry revenue was not included in the numbers .

# Nuvoton 1H16 Business Results(1)

**1H16 YoY :Revenue + 14.6% ; Gross Margin Rate - 0.57% ; EPS + 0.40**

- **Key for Revenue YoY Increase**

- Growth of ARM<sup>®</sup> Cortex<sup>®</sup> - M0 MCU, ARM<sup>®</sup> Cortex<sup>®</sup> - M4 MCU and ARM<sup>®</sup> 9 SoC applying on Industrial Control and Mass Market Application
- Shipment of TPM, Power IC and SIO/EC for Intel<sup>®</sup> Skylake Platform

- **Key for Gross Margin Rate YoY Decrease**

- Product Mix and Inventory Adjustment

# Nuvoton 1H16 Business Results(2)

- **1H16 Main Achievements**

- Shipment of ARM® Cortex® - M0 for Emerging and Mass Market Application
- Shipment of ARM® Cortex® - M4 MCU and ARM® 9 SoC for Industrial Control
- Shipment of Ultra-Low Power Audio CODEC for IP Camera and Chromebook
- Mass Production of ARM® Cortex® - M4 Based SIO/EC, TPM and Power IC for Intel® Skylake Platform
- The World's First TPM 2.0 IC Provider with FIPS, Common Criteria EAL4+ and TCG Certification
- Mass Production of 0.35um 40V BCD Process for Power IC (Foundry Service)

# Nuvoton 2016 Business Outlook Update

- **New Products**

- ARM® Cortex® - M MCU for High-performance and Low-power Series
- Audio CODEC for PC Stick, Chromebook and IP Camera
- USB Type-C Digital Audio Dongle for Mobile Device
- TPM 2.0 IC for Desktop, NB and Server
- New Computer IC for Intel® Purley Server Platform and Gaming PC

- **New Foundry Service Processes**

- 0.35um 140V and 600V HVIC Process for Motor Driver
- 0.35um 60V and 80V BCD Process for Power IC

# Questions & Answers

- Company website  
Nuvoton: [www.nuvoton.com](http://www.nuvoton.com)

