

Nuvoton Technology Corporation

1H'18 Investor Conference

July 27, 2018



Safe Harbor Notice

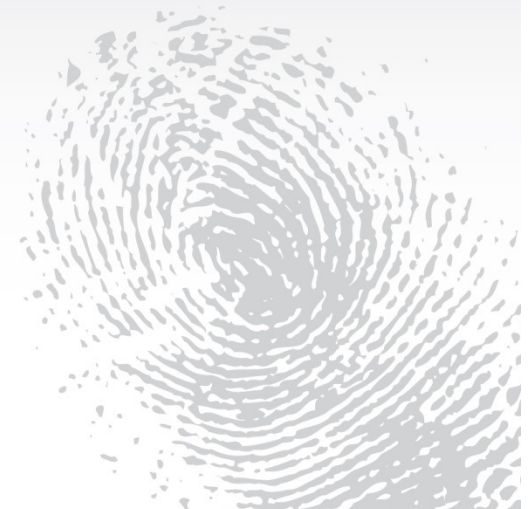
- We have made forward-looking statements in this presentation. Our forward-looking statements contain information regarding, among other things, our financial condition, future expansion plans and business strategies. We have based these forward-looking statements on our current expectations and projections 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 1H'18 Business Results & 2H'18 Business Outlook**
- **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

Selected Items from Statement of Comprehensive Income.

Unit: NT\$ M	2Q'18		1Q'18		1H'18		1H'17		YoY	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Net Revenue	2,684	100	2,243	100	4,927	100	4,529	100	398	9
Gross Profit	1,038	39	859	38	1,897	39	1,799	40	98	5
Operating Income	232	9	103	5	335	7	335	8	-	-
Net Non-Operating Income	76	3	3	-	80	1	62	1	18	29
Income before Income Tax	308	12	107	5	414	8	397	9	17	4
Net Income	261	10	100	4	361	7	339	7	22	6
EPS (NTD)	1.26		0.48		1.74		1.63		0.11	

Note: Weighted average outstanding shares were 207.5M units in 1H'18.

Nuvoton Consolidated Balance Sheet

Selected Items from Balance Sheet.

Unit: NT\$ M	Jun 30 '18		Dec 31 '17		HoH	
	Amount	%	Amount	%	Amount	%
Cash & Cash Equivalents	1,632	25	1,417	23	215	15
Accounts Receivable	1,067	16	794	13	273	34
Other Receivable	284	4	376	6	(92)	(25)
Inventories	1,683	26	1,634	26	49	3
Long-Term Investments	580	9	591	10	(11)	(2)
Property, Plant and Equipment	712	11	699	11	13	2
Others	605	9	638	11	(33)	(5)
Total Assets	6,563	100	6,149	100	414	7
Current Liabilities	2,618	40	1,987	32	631	32
Non-Current Liabilities	451	7	499	8	(48)	(10)
Total Liabilities	3,069	47	2,486	40	583	23
Total Equity	3,495	53	3,663	60	(168)	(5)
Current Ratio	1.86		2.24			
Debt/Equity Ratio	0.88		0.68			

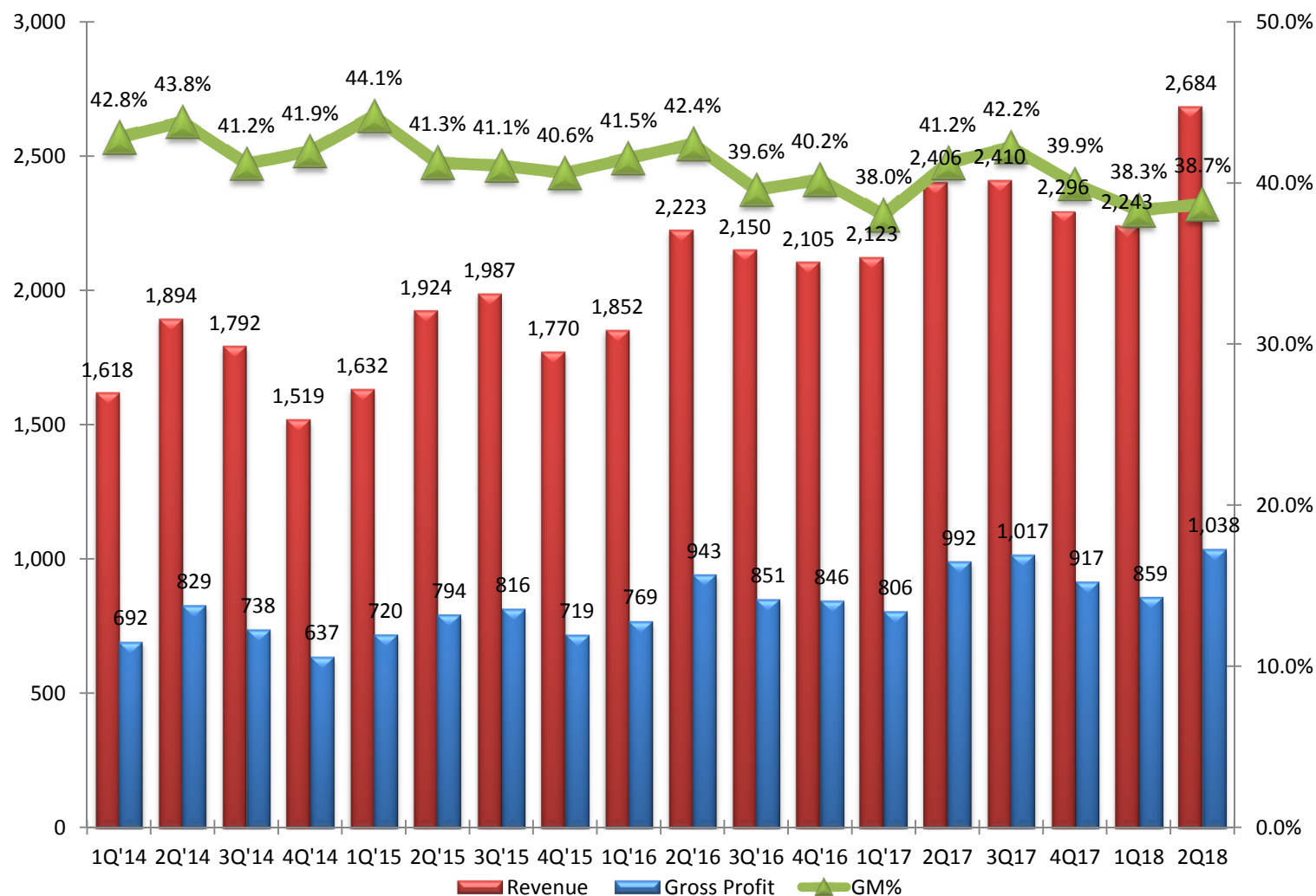
Nuvoton Consolidated Statement of Cash Flows

	1H'18	2H'17	HoH
Unit: NT\$ M	Amount	Amount	Amount
Cash Flows from Operating Activities	328	496	(168)
Cash Flows from Investing Activities	(114)	(124)	10
Cash Flows from Financing Activities	-	(498)	498
Cash & Cash Equivalents	1,632	1,417	215

Nuvoton Revenue and GM Trend - Consolidated

Revenue/Gross Profit (NT\$ M)

Gross Margin Rate

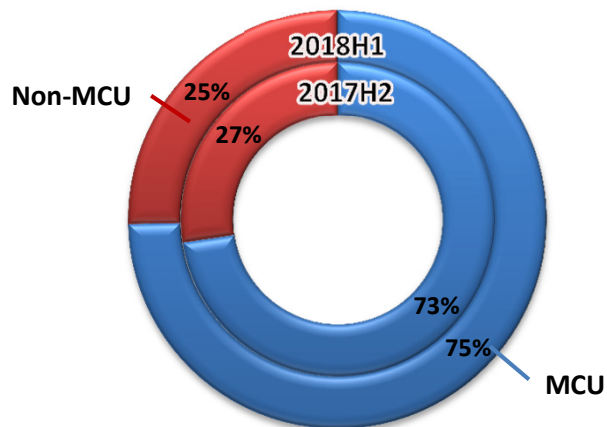


Nuvoton 1H'18 Business Results & 2H'18 Business Outlook

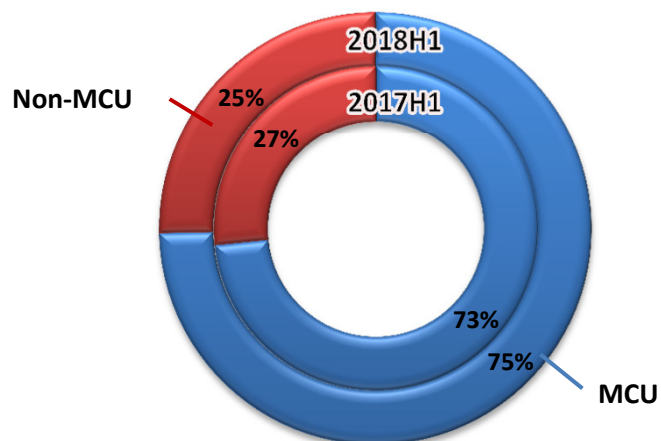
- 1H'18 Revenue by Product
- 1H'18 Revenue by Application
- Nuvoton 1H'18 Business Results
- Nuvoton 2H'18 Business Outlook



1H'18 Revenue by Product



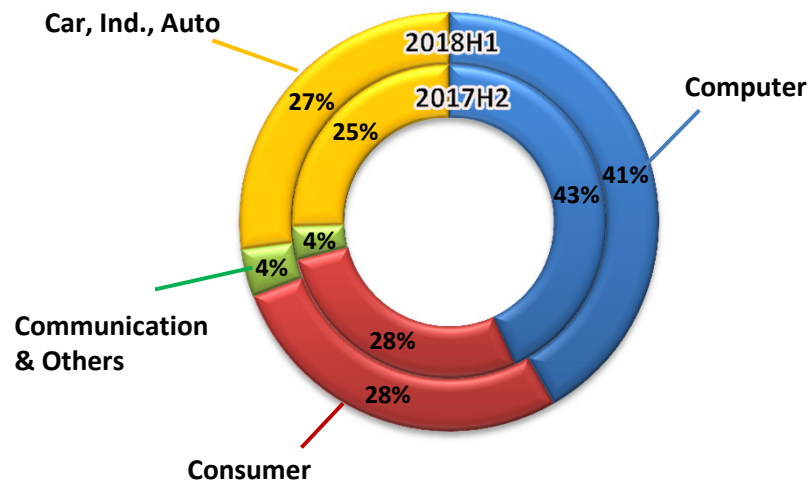
HoH %	
MCU	2%
Non-MCU	-2%



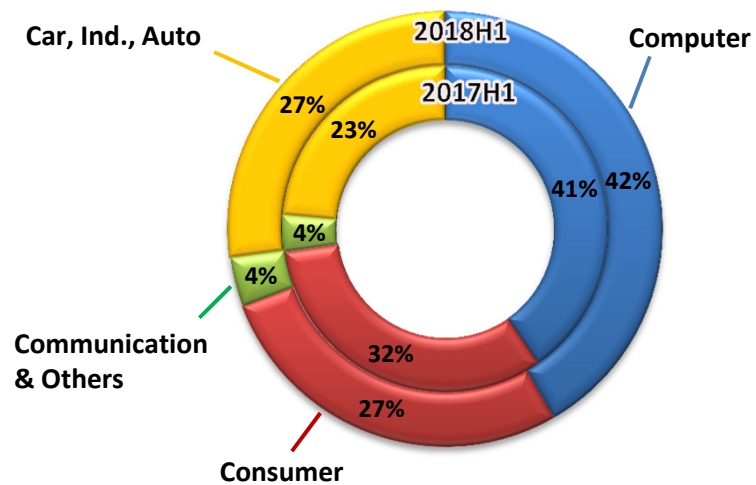
YoY %	
MCU	2%
Non-MCU	-2%

Note: Foundry revenue was not included in the numbers .

1H'18 Revenue by Application



HoH %	
Computer	-2%
Consumer	0%
Communication & Others	0%
Car, Industry & Auto	2%



YoY %	
Computer	1%
Consumer	-5%
Communication & Others	0%
Car, Industry & Auto	4%

Note: Foundry revenue was not included in the numbers .

Nuvoton 1H'18 Business Results (1)

1H'18 YoY : Revenue + 9%, Gross Margin -1.2 %, EPS + 0.11

- **Key reasons for Revenue YoY Increase**
 - Growth of NuMicro MCU applying on Selected and Multi-Market Applications
 - Growth of NuMicro Arm[®] Cortex[®] M4 based 32-bit MCU and MPU SoC applying on Industrial Control
 - Shipments of EC for Chromebook and BMC (Baseboard Management Controller) for Server
- **Key reason for Gross Margin YoY Decrease**
 - Product Mix

Nuvoton 1H'18 Business Results (2)

- **1H'18 Main Achievements**

- Launch high performance, low power NuMicro® M480 series
- Provide customers with Embedded emWin GUI Software
- Mass Production of Arm® Cortex® M4 based Audio MCU for Game Consoles and Voice IoT products
- Shipments of EC for Chromebook and BMC products, supports Intel Purley server platforms, integrating highest performance duo-core Arm® Cortex® A9 processor
- GaN on Si products are under customer verification testing (Foundry Service)

Nuvoton 2H' 18 Business Outlook

- **New Products and Developments**
 - NuMicro Arm® Cortex®-M based MCU applying on HMI, Industry Control, and Multi-Market
 - High performance Arm® Cortex® M4 based Audio MCU for Smart Speakers and Smart Home Appliances
 - Developments of OpenBMC : an open software framework for BMC
 - The GaN on Si technology yield increases and reliability improvements (Foundry Service)

Questions & Answers

Company website

Nuvoton: www.nuvoton.com

