

(Translation)

May 9, 2008

Name of the Company: MegaChips Corporation

Representative: Shigeki Matsuoka  
President and CEO  
(Representative Director)

(Code No. 6875, the First Section of the Tokyo Stock Exchange)

Person to contact: Tetsuo Hikawa  
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Manager of Corporate Control  
Division  
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### **Notice of Change of President and CEO**

Notice is hereby given that MegaChips Corporation (the "Company"), at the meeting of its Board of Directors held on May 9, 2008, adopted an unofficial resolution to change its President and CEO (Representative Director), as described below. The change will be determined officially at the Ordinary General Meeting of Shareholders of the Company to be held on June 25, 2008 and a subsequent meeting of the Board of Directors.

#### **Description**

1. Purpose of the change of the President and CEO:

The Company, as an R&D-oriented, fabless enterprise, has focused its efforts on strengthening its business base of customer-specific LSIs (ASIC) and also cultivating and expanding the businesses of application-specific LSIs (ASSP) and system products. As a result, for the fiscal year ended March 31, 2008, the Company posted record operating income and net income.

However, to sustain growth on a medium- and long-term basis, the Company must direct its efforts toward strengthening its business base of customer-specific LSIs and customer-specific system products in which the Company has an advantage and expanding the customer base thereof, as well as cultivating its system LSIs from which the Company's competitive edge derives and the business of electronic devices, including boards and modules, utilizing such system LSIs. Simultaneously, to strengthen the driving functions of these businesses, as well as its business management system, the Company must focus its

efforts on strengthening the management of individual businesses, company-wide business administration and its management base.

Thus, the Company has determined to change the President and CEO to establish a management base that may solve these management issues and allow it to sustain continuous growth.

2. Details of the change of the President and CEO:

To vigorously implement the aforementioned business growth strategy, the Company will appoint Mr. Yukihiro Ukai as President and CEO, who will exercise general control over company-wide execution of business, strengthen the bases of the existing businesses and cultivate new businesses. Mr. Shigeki Matsuoka will promote the strengthening of the business management system as Vice President (Representative Director) and General Manager of the Administrative Headquarters.

New Title	Name	Current Title
President and CEO (Representative Director)	Yukihiro Ukai	Vice President and Representative Director
Vice President and Representative Director, General Manager, Administrative Headquarters; Director, MegaChips (Hong Kong) Limited	Shigeki Matsuoka	President and CEO (Representative Director); Director, MegaChips (Hong Kong) Limited

(Note) As a result of the organizational change as of May 10, 2008 (please see the separate news release "Notice of Change of Organization and Officers" dated May 9, 2008), Mr. Shigeki Matsuoka will assume the office of President and CEO (Representative Director), General Manager of the Administrative Headquarters and Director of MegaChips (Hong Kong) Limited.

3. Career summary of the new President and CEO

Name (Date of Birth)	Career summary	
Yukihiro Ukai (February 19, 1959)	September 1990	Joined the Company
	April 1998	General Manager of LSI Business Division of the Company
	June 1998	Director of the Company
	June 1999	Officer, responsible for LSI Business of the Company
	February 2001	Managing Director of the Company
	June 2001	Officer, responsible for LSI Business and Rich Media Communication System Business of the Company
	April 2003	Officer, responsible for LSI Business Unit of the Company

Name (Date of Birth)	Career summary	
	April 2004	President and Representative Director of MegaChips LSI Solutions Inc.
	April 2007	Officer and Company President, LSI Company of the Company
	January 2008	Vice President and Representative Director of the Company

4. Expected date of assumption of office:

June 25, 2008 (Mr. Ukai will assume the office of President and CEO after he is elected as Director at the 18th Ordinary General Meetings of Shareholders.)

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