

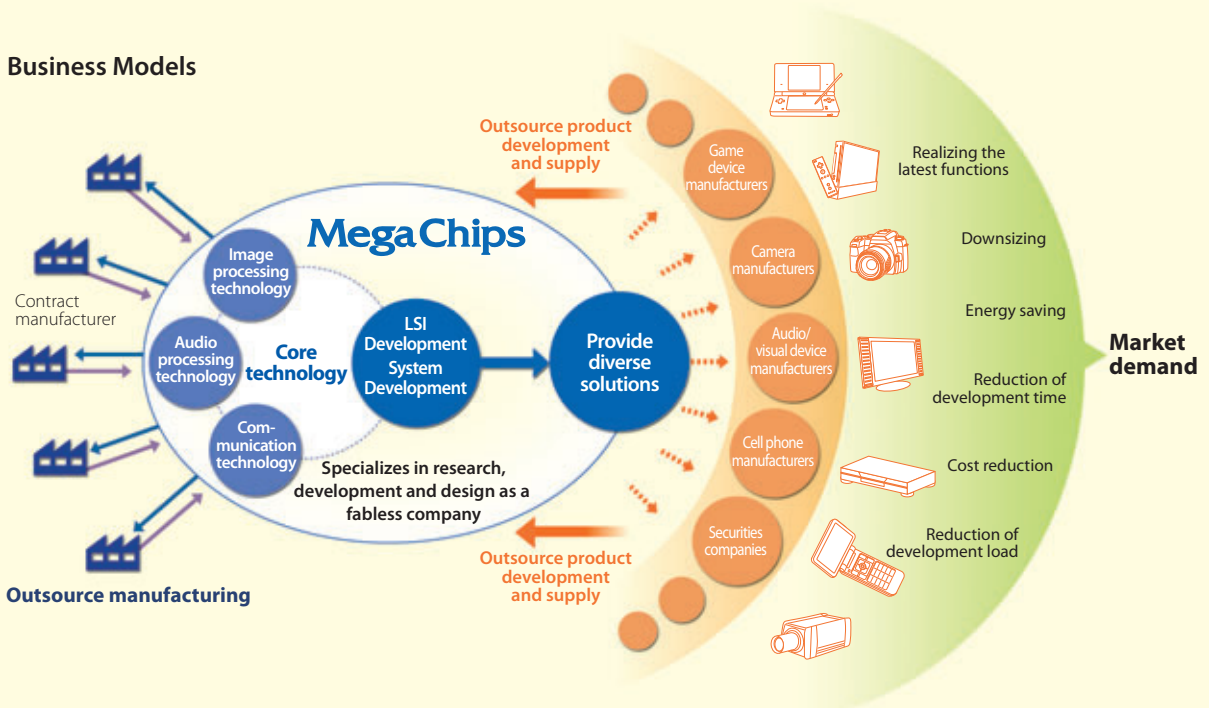
## Profile

# Offering State-of-the-Art Technologies for the Future of People and Society

MegaChips Corporation was established in 1990 as an innovative fabless company (a company which does not own a plant) dedicated to system LSIs with the goal of integrating LSIs and systems knowledge. We specialize in developing cutting-edge system LSIs and systems products incorporating our original algorithms and architecture in the areas of images, audio, and communications to offer outstanding products and solutions that meet the needs of our client manufacturers.

In recent years, the rapid expansion of the digital equipment market has resulted in a trend towards higher functionality and increasing diversity of products, and the demands of our client manufacturers have been following this trend. In this environment, MegaChips is redoubling its determination to operate as a fabless firm that is highly focused on R&D, to provide people with safe, secure, and affluent lifestyles and to sustain the global environment through our business of supporting the product development of our clients.

## Business Models



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### Note:

This annual report includes forward-looking statements, with the exception of historical data that is noted as such. These statements are based on management's assumptions and projections in light of information currently available to the Company. These assumptions involve risks and uncertainties that may cause actual results, performance or achievements to be materially different from those expressed or implied in the forward-looking statements.