

FOR IMMEDIATE RELEASE



June 15, 2018

Name of the Company: MegaChips Corporation
 Representative: Akira Takata, President and CEO
 (Code No. 6875, First Section of the Tokyo Stock Exchange)

Notice Concerning the Partial Forfeiture of the Right to Subscribe for Treasury Stock Disposed as an Incentive to U.S. Subsidiary Members

MegaChips Corporation (the “Company”) hereby announces that there have been changes in the amount of treasury stock to be disposed and other related matters as originally intended, resulting from the partial forfeiture of the right to subscribe for treasury stock disposed through a third-party allocation as an incentive to the management and employees of SiTime Corporation (“SiTime”), a subsidiary of the Company, which was resolved at the 26th Ordinary General Meeting of Shareholders held on June 23, 2016.

1. Changes in the Outline of the Disposal of Treasury Stock (Changed portions are underlined.)

[Before Changes]

(1) Type and total number of shares	<u>335,480</u> common shares of MegaChips Corporation (Total)																
(2) Payment amount per share	1 cent per share																
(3) Total payment amount	<u>3,354</u> dollars <u>80</u> cents																
(4) Payment dates and number of shares disposed on each date *All dates are in Japanese time	<table> <tr> <td>1. September 15, 2016</td> <td>45,133 shares</td> </tr> <tr> <td>2. December 15, 2016</td> <td>45,133 shares</td> </tr> <tr> <td>3. March 15, 2017</td> <td>45,133 shares</td> </tr> <tr> <td>4. June 15, 2017</td> <td>44,873 shares</td> </tr> <tr> <td>5. September 15, 2017</td> <td>38,795 shares</td> </tr> <tr> <td>6. December 15, 2017</td> <td>38,795 shares</td> </tr> <tr> <td>7. March 15, 2018</td> <td>38,795 shares</td> </tr> <tr> <td>8. June 15, 2018</td> <td><u>38,823</u> shares</td> </tr> </table>	1. September 15, 2016	45,133 shares	2. December 15, 2016	45,133 shares	3. March 15, 2017	45,133 shares	4. June 15, 2017	44,873 shares	5. September 15, 2017	38,795 shares	6. December 15, 2017	38,795 shares	7. March 15, 2018	38,795 shares	8. June 15, 2018	<u>38,823</u> shares
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8. June 15, 2018	<u>38,823</u> shares																
(5) Method of subscription or disposal	By way of third-party allocation																
(6) Individuals to which treasury stock is allocated	Directors and employees of SiTime (Total: <u>31</u>) (as of September 15, 2017) (Previously allocated person(s) excluded.)																
(7) Other	The allocation of treasury stock is dependent on the manager or employee belonging to SiTime on the date of allocation.																

【After Changes】

(1) Type and total number of shares	<u>334,157</u> common shares of MegaChips Corporation (Total)	
(2) Payment amount per share	1 cent per share	
(3) Total payment amount	<u>3,341</u> dollars <u>57</u> cents	
(4) Payment dates and number of shares disposed on each date *All dates are in Japanese time	1. September 15, 2016	45,133 shares
	2. December 15, 2016	45,133 shares
	3. March 15, 2017	45,133 shares
	4. June 15, 2017	44,873 shares
	5. September 15, 2017	38,795 shares
	6. December 15, 2017	38,795 shares
	7. March 15, 2018	38,795 shares
	8. June 15, 2018	<u>37,500</u> shares
(5) Method of subscription or disposal	By way of third-party allocation	
(6) Individuals to which treasury stock is allocated	Directors and employees of SiTime (Total: <u>29</u>) (as of June 15, 2018) (Previously allocated person(s) excluded.)	
(7) Other	The allocation of treasury stock is dependent on the manager or employee belonging to SiTime on the date of allocation.	

2. Reason for Changes

Due to the retirement of two employee of SiTime who is eligible for the allocation of such treasury stock

3. Prospects

The above changes have a minimal impact on the performance of the Company for the fiscal year under review.