Value Creation Process

As a fabless manufacturer, MegaChips designs, develops, and manufactures innovative LSI that meets the needs of the customers with its unique technologies. LSI itself is not visible and does not function on its own. However, we are convinced that we can create social and economic value that contributes to solving customers' needs and social issues and realizing a sustainable society by offering advanced technologies incorporated in a variety of products and systems.

Social Issues and Needs

- Aging society and decline in working population
 Climate change, disaster prevention and mitigation
- Energy and resource conservation, and use of renewable energy
- Enhancement of social infrastructure and acceleration of technological innovation Diversified lifestyles and work styles

Management Philosophy

Unchanging core values since foundation in 1990

Creativity Innovation Trust

Economic Value/



INPUT

- Financing Capital
- Net assets: 67.4 billion yen Equity-to-asset ratio: 75.1%
- Human Capital • Manufacturing Capital
- Foundry partners Obtained ISO 9001 and 14001 certifications
- Technical Capital
- elecommunication technology
- Number of patent application: 768 Number of patent registration: 719 Intellectual Capital

Core Competence

- Japan's first fabless manufacturer
- Providing solutions for LSI systems
- Manufacturing system with solid supply chain

Social **Value**

Customer **Products**

- Industrial Equipment
- Game Consoles
- Al Robotics

OUTPUT

LSI technology and services that realize customer needs

• Value proposition to employees

Investment in future engineers

Profit return to shareholders and investors by increasing corporate value

Technological support and collaboration with universities and companies

- Factory Automation
- Energy Control

Solve Social Issues

- Contributions to entertainment by providing solutions for game consoles
- Stable telecommunication networks by improving telecommunications infrastructure
- Realization of smart city with Edge Al
- Realization of energy savings through high-speed, reduced size, and lower power consumption products
- Safe and secure connected services with high-speed communication systems

Contributing to a safer, more comfortable, and more convenient lifestyle in order to realize a sustainable society

- Customer-oriented business accumulated over many years