

FOR IMMEDIATE RELEASE



June 27, 2012

Name of Company : MegaChips Corporation
 Representative : Akira Takata
 President and Representative Director
 (Code No. 6875, TSE)

Notice of Agreement on Share Purchases by MegaChips

MegaChips Corporation (“MegaChips”) hereby announces that as described in the Notice Concerning a Basic Agreement regarding MegaChips’ Share Purchases announced on April 20, 2012, MegaChips has reached a share purchase agreement with JFE Holdings, Inc. (“JFE,” 5411, First Section of the Tokyo Stock Exchange) to purchase all shares of JFE’s 100% subsidiary, Kawasaki Microelectronics, Inc. (“K-micro,” Mihama-ku, Chiba-city, Chiba pref, President & CEO Yukio Yamauchi), making it a wholly owned subsidiary.

1. Agreement Date

June 27, 2012

2. Number of Shares to be Acquired, Acquisition Cost and Status of Shares Held Before/After Acquisition

(1) Number of shares held before acquisition	— shares (Number of voting rights: —) (Shareholding : — %)
(2) Number of shares to be acquired and acquisition cost	15,039,600 shares (Number of voting rights: 150,396 shares) (Ratio to issued shares : 100%) (Acquisition cost : 8.5 billion yen)
(3) Number of shares to be held after acquisition	15,039,600 shares (Number of voting rights: 150,396 shares) (Shareholding : 100%)

3. Schedule

Date of stock acquisition	July 1, 2012
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4. Future Outlook

The impact of the acquisition on the results for the fiscal year ending March 2013 is under review. The results of K-micro will be consolidated from the second quarter, and the impact will be announced immediately after it is defined.

Once K-micro becomes a wholly owned subsidiary, MegaChips will dispatch directors and auditors to K-micro. The two companies are considering integration in 2013.