

FOR IMMEDIATE RELEASE

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Notice of Revision to Forecasts

MegaChips Corporation announces a revision to its consolidated forecasts for the year ending March 2013, which were released on May 9, 2012, as follows:

● Revisions of Forecasts for the First Half and for the Full Year

Revision of Forecast for the First Half of the Consolidated Fiscal Year Ending March 2013 (from April 1, 2012 to September 30, 2012)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	million yen	million yen	million yen	million yen	yen
Forecast announced previously (A)	21,000	1,350	1,250	760	31.73
Revised forecast (B)	26,000	1,450	1,350	2,400	100.19
Change (B-A)	5,000	100	100	1,640	
Percentage change (%)	23.8	7.4	8.0	215.8	
Reference: Actual results for the first half of the fiscal year ended March 2012	13,325	1,043	1,052	762	31.79

Revision of Forecast for the Consolidated Fiscal Year Ending March 2013 (from April 1, 2012 to March 31, 2013)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	million yen	million yen	million yen	million yen	yen
Forecast announced previously (A)	49,000	4,100	4,000	2,500	104.37
Revised forecast (B)	64,000	4,000	3,900	4,100	171.16
Change (B-A)	15,000	△100	△100	1,600	
Percentage change (%)	30.6	△2.4	△2.5	64.0	
Reference: Actual results for the fiscal year ended March 2012	35,366	3,033	3,262	2,127	88.80

Reasons for the Revision

Regarding the Group's consolidated business performance, Kawasaki Microelectronics, Inc. (hereinafter Kawasaki Micro) became a consolidated subsidiary of the Company from the second quarter of the consolidated fiscal year under review so forecasts for the first half of the year ending March 2013 and for the full year have been revised.

In addition, Kawasaki Micro became a consolidated subsidiary in the second quarter due to the acquisition of shares and it is anticipated that negative goodwill will be generated and posted as an extraordinary income.

The Company and Kawasaki Micro will combine their capabilities in the same group, enhancing the Group's strategies and expanding its business even further as a fabless maker capable of providing comprehensive solutions. In doing so, the Group will seek to respond to the immediate issues and future market needs of domestic and overseas clients, offering consistent and powerful support, handling development from the algorithm and architecture stage to wafer manufacturing, assembly, and testing, in an electronics field marked by rapid technological advancement.

* Note on the description of the future and other matters

Forward-looking statements, such as the forecast of operating results included in this document, are based on information available to the Company and certain assumptions considered reasonable as of the date of publication of this release. The Company does not guarantee the projected results. Actual results could differ materially depending on various factors that may arise in the future.