
MegaChips Corporation Briefing FY2021 1Q (Ending March 2022)

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FY2021 (ending March 2022) 1Q Results

FY2021 1Q Consolidated Statement of Income (P/L) Summary

With regard to net Sales, operating income and ordinary income, demand for LSIs for storing game software (custom memory) has mainly remained strong.

SiTime Corporation, which was a consolidated subsidiary until the first quarter of the previous fiscal year, became an equity method affiliate from the second quarter of the previous fiscal year due to the partial sale of its shares by MegaChips and the capital increase through the secondary offering in June 2020. Sales amount of SiTime that was included in the prior-year quarter have been removed and in the same quarter last year, a gain on sale of shares of subsidiaries and affiliates was recorded pertaining to the partial sale of SiTime Corporation's shares and a capital increase through the secondary offering .

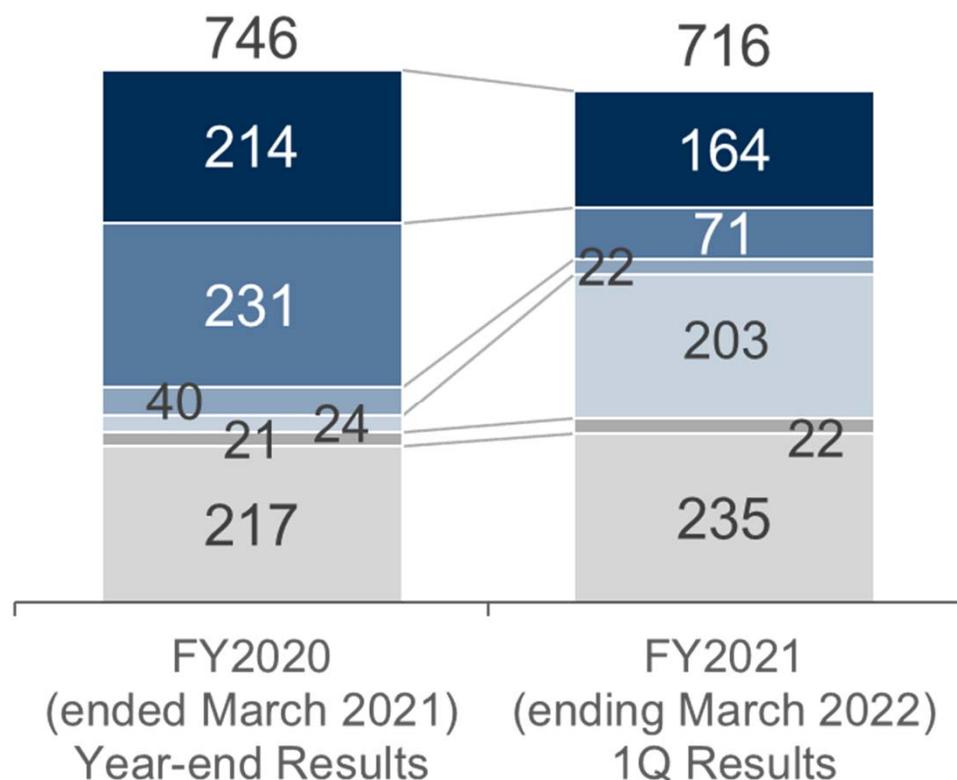
(Unit : ¥ Million)		FY2021 1Q (ending Mar 2022) Results	FY2020 1Q (ended Mar 2021) Results	YOY
Consolidated	Net sales	17,335	21,107	- 17.9%
	Operating income before amortization of goodwill	—	836	—
	Amortization of goodwill	—	583	—
	Operating income after amortization of goodwill	1,635	253	+ 544.8%
	Ordinary income	1,270	67	—
	Net profit attributable to owners of the parents	745	1,497	- 50.2%
	Net income per share (¥)	34.45	68.81	—

※Exchange rate of FY2020 1Q: USD ¥108.83

※Exchange rate of FY2021 1Q: USD ¥110.71

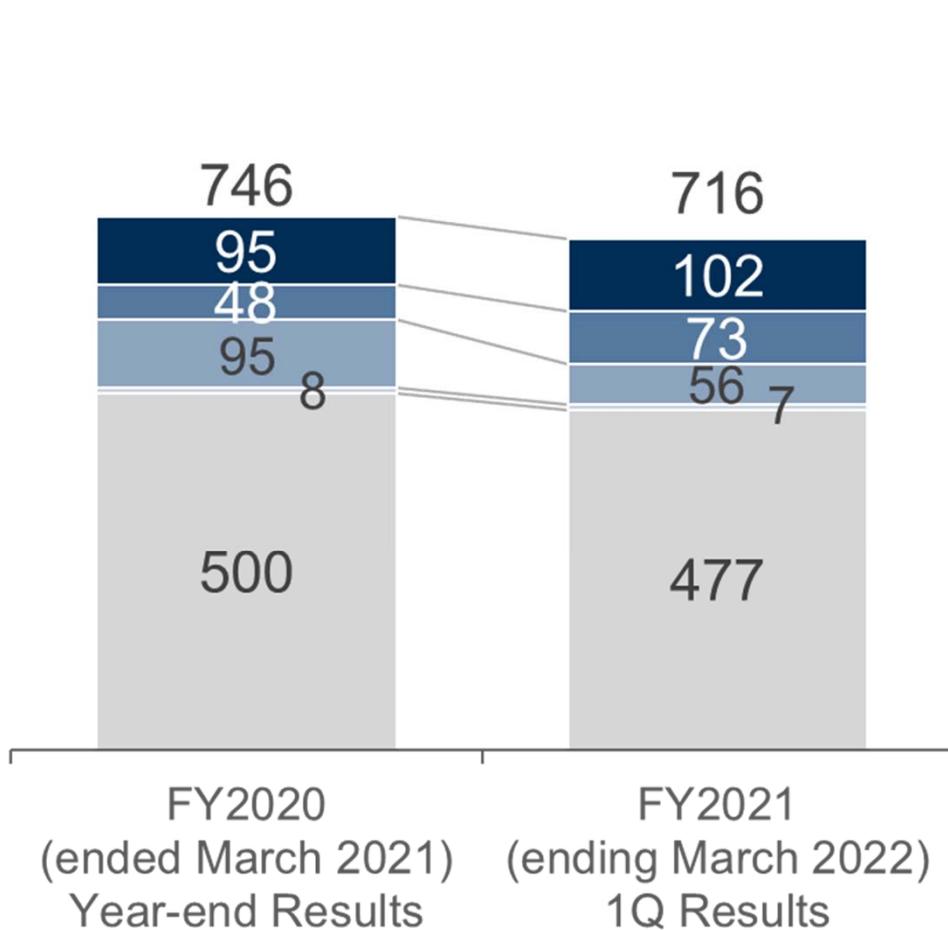
FY2021 (ending March 2022) 1Q Financial Status (Assets)

(Unit : ¥100M)



	Increase/Decrease (FY20→FY21 1Q)	year-on-year rate (Increase/Decrease ÷FY20)
Cash/cash equivalents	▲50.3	▲23%
Notes/accounts receivables	▲160.0	▲69%
Inventories	▲17.6	▲44%
Other current assets	178.7	+747%
Tangible/intangible fixed assets	1.0	+5%
Investment and other assets	18.2	+8%

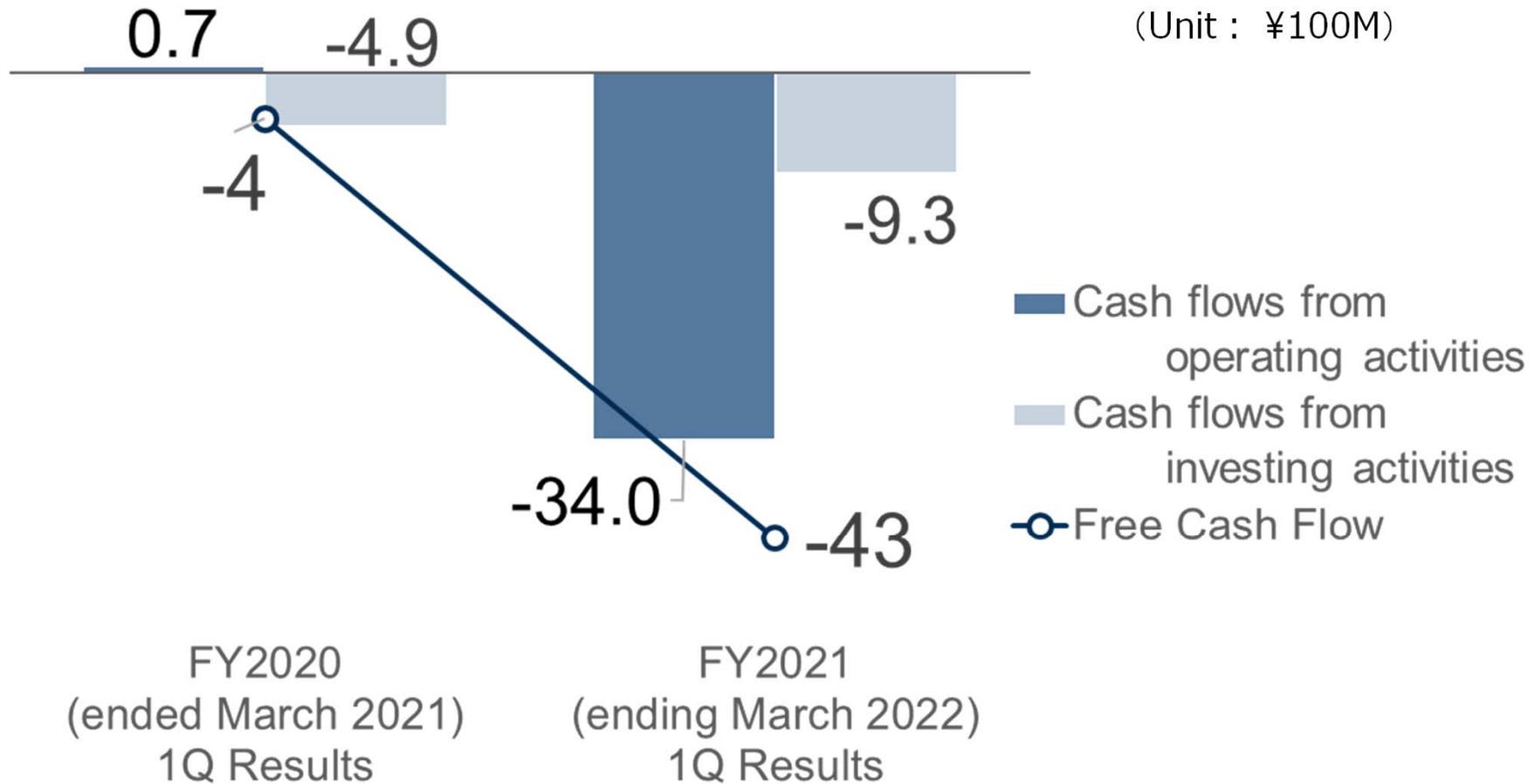
FY2021 (ending March 2022) 1Q Financial Status (Liabilities/Net assets)



(Unit : ¥100M)

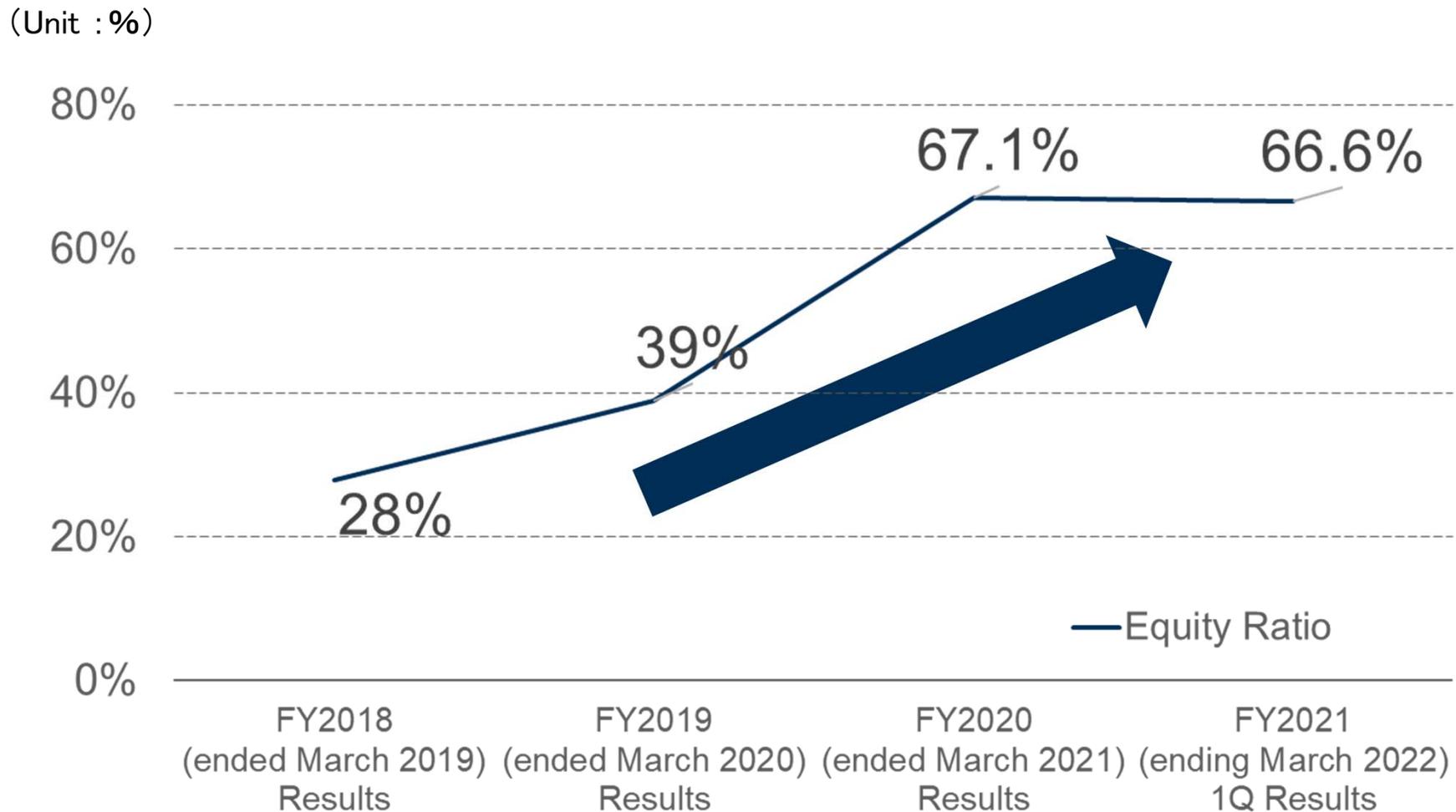
		Increase/Decrease (FY20 year-end → FY21 1Q)	year-on-year (Increase/Decrease ÷ FY20 year-end)
Notes/account payables	■	7.4	+8%
Interest-bearing debt	■	25.5	+53%
Other current liabilities	■	▲39.0	▲41%
Other fixed liabilities	■	▲0.6	▲8%
Net assets	■	▲23.4	▲5%

FY2021 (ending March 2022) 1Q Cash Flow



FY2021 (ending March 2022) 1Q Equity Ratio

We strive to enhance financial foundation and equity ratio.



FY2021 Forecast

FY2021 (ending March 2022) Forecast

We aim to invest in mid-term growth areas and secure stable profits.

(Unit: ¥Million)		FY2021 (ending Mar 2022) Full-year Forecast	1Q progress against full-year forecast	FY2020 (ending Mar 2021) Full-year Forecast
Consolidated	Net sales	65,500	26.5%	83,814
	Operating income	4,300	38.0%	5,025
	Ordinary income	3,700	34.3%	3,912
	Net profit attributable to owners of the parents	2,400	31.0%	20,920
	Net income per share (¥)	110.28	—	961.28

There is no revisions to forecast announced on May 14, 2021.

※From Q2 of FY ended Mar 2021, SiTime reclassified to MegaChips' equity method affiliate.

※Exchange rate of FY2021 ended Mar 2021 : USD ¥110.71

※Projected exchange rate of FY2021 ending Mar 2022 : USD ¥105

>> Purposes of investor relations and basic policy

MegaChips bases investor relations activities on the principles of fairness, timeliness, accuracy and continuity. We provide information about strategies, finances and other items in order to increase the transparency of our operations. To earn the trust of shareholders, investors and securities analysts and receive a proper evaluation, senior management frequently participates in investor relations activities.

>> Disclosure rules

MegaChips discloses information in accordance with the Financial Instruments and Exchange Law, Company Law and other laws and regulations (“laws and regulations” hereafter) and the Rules for Timely Disclosure of Corporate Information by Issuers of Listed Securities of the Tokyo Stock Exchange, where MegaChips shares are listed. Furthermore, even when not required by laws and regulations or disclosure standards in timely disclosure rules, we aggressively provide information that we believe has an effect on investment decisions by shareholders, investors and securities analysts and other information that we believe is useful to gain a better understanding of MegaChips.

>> Disclosure method

MegaChips distributes information using the Timely Disclosure network (TDnet) operated by the Tokyo Stock Exchange in accordance with timely disclosure rules. This includes information covered by the disclosure standards of the timely disclosure rules as well as information that we believe has an effect on investment decisions by shareholders, investors and securities analysts. In addition, we quickly post this information on the company Website.

We also provide other information that we believe is useful to gain a better understanding of MegaChips by issuing IR publications or news releases and posting this information on the company Website.

>> Forward-looking statements

The information MegaChips discloses may contain forward-looking statements. These statements are based on the judgments of management based on information available when the information was disclosed and thus embody uncertainties and risks (“risks” hereafter). Readers are cautioned to remember that actual results and other developments may differ from these forecasts for a number of reasons. Please refer to the “Cautionary Statement on Risks” section for more information.

>> Investment decisions

MegaChips discloses information for the purpose of giving people a better understanding of the company and not for the purpose of soliciting investments in securities issued by the company. Investors are asked to reach investment decisions on their own.

>> Provision of third-party information about MegaChips

Parties other than MegaChips, including securities analysts, the media and a variety of Internet information sites, announce information and forecasts about MegaChips. MegaChips is not in a position to comment on this information or express its support. However, if there is an obvious mistake in this third-party information that could cause a loss of trust in the company or prevent the company from receiving an appropriate evaluation, a correction will be announced and the proper information released.

>> IR “Quiet Period”

To prevent leaks of information about earnings releases that could affect its stock price and to ensure fairness, MegaChips observes a quiet period during the five business days prior to the earnings announcement for each quarter. During this period, the Company will not make any comments involving financial performance. However, information covered by laws and regulations and timely disclosure rules will be disclosed even during this quiet period and management will respond to inquiries about this information.

Inquiries regarding this document

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