Dialog Semiconductor
Acquisition of FCI - Silicon Motion Mobile Communication Business

7 MARCH 2019
Forward looking statement

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Extending Our Product Portfolio in Connectivity IoT With Ultra-Low Power Wi-Fi

**Dialog to Acquire FCI**

- FCI – Mobile Communications product line, including Ultra-Low Power Wi-Fi, owned by Silicon Motion
- Over 100-person strong engineering team based in South Korea, focused on Low-Power Wi-Fi battery operated IoT applications
- FCI is the global leader in Mobile TV SoCs
- All cash transaction of $45 million
- FY 2018 Revenue of approximately $30 million
- Expected to complete during 2019

**Strategic Fit**

- Extends our Connectivity product portfolio
  - Complementary technology with strong focus on ultra-low power implementation
  - Medium term objective ultra-low power BLE-Wi-Fi combination module
- Addressing high-growth segments of consumer IoT – smart home (over 0.5Bn units by 2022; 22% 2018-2022 CAGR(1))
- Broadens and deepens our customer base in our target end-markets

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(1) ABI Research Q4’17: “Internet of Everything Market Tracker”
Targeting High-Growth Segments of Consumer IoT

Strong Focus on Ultra-Low Power Implementation

Complementary Customer Base & Applications

- HIKVISION
- Honeywell
- ring
- logitech
- NETGEAR
- SK telecom
- SAMSUNG
- SimpliSafe

Cross-selling opportunity with Bluetooth low energy and CMICs

Product Differentiation

- The Ultra-Low power Wi-Fi SoC is built from the ground up for battery powered IoT devices
- Enabling direct connection of IoT devices to the internet access point (e.g. router)
- Strong patent portfolio of over 200 patents in RF/Analog and Digital/MODEM

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