ACQUISITION OF SILEGO TECHNOLOGY INC.

October 5, 2017
Forward Looking Statement

This presentation contains forward-looking statements that reflect management’s current views with respect to future events. Forward-looking statements include but are not limited to: (i) Dialog’s plans, objectives, expectations and intentions, the benefits of the proposed acquisition, and the expected timing of completion of the transaction; (ii) expected adoption of new technologies, expected developments in product portfolio, expected future design wins, expected incorporation of products in those of customers, and expected financial results; and (iii) expected cost, revenue technology and other synergies of the proposed acquisition and business and management strategies.

These forward-looking statements are based upon the current beliefs and expectations of the management of Dialog and involve risks and uncertainties that could cause actual results to differ materially from those expressed in the forward-looking statements. Many of these risks and uncertainties relate to factors that are beyond Dialog’s ability to control or estimate precisely and include but are not limited to: (i) the possibility that the proposed merger does not close when expected or at all, the ability to obtain the approval of antitrust authorities necessary to complete the proposed acquisition, or that the companies, in order to achieve governmental and regulatory approvals, may be required to modify aspects of the proposed acquisition or to accept conditions that could adversely affect the combined company or the expected benefits of the proposed acquisition; (ii) the inherent uncertainty associated with financial projections; (iii) the ability to realize the expected synergies or savings from the proposed acquisition in the amounts or in the timeframe anticipated; (iv) the potential harm to customer, supplier, employee and other relationships caused by the announcement or closing of the proposed acquisition; (v) the ability to integrate Silego's businesses into those of Dialog’s in a timely and cost-efficient manner; (vi) the development of the markets for Silego’s products; (vii) dependence on key personnel; and (viii) other risks described under the heading “Managing risk and uncertainty” in Dialog Semiconductor’s most recent Annual Report.

We do not intend or assume any obligation to update any forward-looking statement, which speaks only as of the date on which it is made, however, any subsequent statement will supersede any previous statement.
### Dialog to Acquire Silego

#### TRANSACTION VALUE
- **$276 million** plus up to **$30.4 million** of contingent consideration

#### CONSIDERATION
- All cash transaction financed with cash from Dialog’s balance sheet

#### APPROVAL PROCESS
- Certain regulatory approvals

#### ANTICIPATED CLOSING
- Expected to close by end of Q4’2017

#### FINANCIAL IMPACT
- Accelerates revenue growth
- Expected to generate over **$80 million** of revenue in calendar 2017
- **Accretive** to Dialog’s **gross margin**
- **Accretive to underlying**\(^1\) **EPS** in FY2018

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1) Underlying definition on slide 14
Compelling Transaction Rationale

**NEW MARKET LEADERSHIP**
...establishes Dialog as #1 player in a new, high-growth Configurable Mixed-signal IC market.

**ADDRESSABLE MARKET**
...expands current addressable market by over $1.4Bn
...solidifies Dialog’s position in IoT, mobile computing and automotive.

**PRODUCT SYNERGY**
...complements Dialog’s power management, charging and connectivity products with programmable solutions.

**CUSTOMER RELATIONSHIPS**
...deepens core customer relationships with unique product offering while broadening customer base.

**ACCRETIVE TRANSACTION**
...accelerates revenue growth and accretive to gross margin and underlying EPS in FY18.

Source: Addressable market estimates based on Gartner and Dialog (September 2017).
Silego’s Configurable ICs Address Large Markets

CREATOR OF A NEW PRODUCT CATEGORY

Configurable Mixed-signal IC (CMIC)
Integrating analog mixed signal functionality on easily configurable platform

ANALOG & POWER + PROGRAMMABLE LOGIC = SILEGO TECHNOLOGY

KEY FACTS & FIGURES

Corporate Headquarters: Santa Clara, CA

- Year Founded: 2001
- Employees: ~235
- CMICs Sold: 3.0Bn+

- 2017 Revenue: $80M+
- Projected Revenue CAGR: ~15%
- Gross Margin: 50%+

- 2016-2020: 50%+

END MARKETS

- COMPUTING & TABLETS
- IOT & AUTOMOTIVE
- SMARTPHONE
- SERVER & STORAGE

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NEW Configurable Mixed-signal ICs (CMICs)

A software configurable IC, eliminates multiple standard and discrete components

CMICs use non-volatile memory to **configure** multiple analog, digital, and power functions in a ~ **2mm x 2mm** custom IC...

...The configured CMIC allows OEMs to easily **replace** standard analog, logic and discrete board components.
Silego’s CMICs allow board designers to replace multiple standard components
Lower component count reduces required board area and BOM cost
OEMs can effectively deliver their products faster and lower development cost
Reducing Time-to-Market: Months to Days

1. **Source, Design & Layout**
   - **TRADITIONAL APPROACH:** Weeks
   - **CMIC APPROACH:** Hours
   - Many discrete components vs. Single component

2. **Build Prototypes**
   - **TRADITIONAL APPROACH:** Weeks
   - **CMIC APPROACH:** Hours
   - Manufacturing and assembly vs. Software configured

3. **Test Qualification & Production**
   - **TRADITIONAL APPROACH:** Weeks
   - **CMIC APPROACH:** Days
   - Re-design vs. Change in software

**Total:**
- **Months**
- **Days**

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Synergistic Ecosystem: Increasing Content

Silego and Dialog will be able to address applications in tandem

CONNECTIVITY

MOBILE COMPUTING

AUTOMOTIVE

~ 1-3 Silego Chips Per Device

~ 10 Silego Chips Per Device

10+ Silego Chips Per Vehicle

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Complementary Customer Base and Distribution

DEEPENING CORE RELATIONSHIPS AND BROADENING BASE

COMMON DISTRIBUTION AND SALES REP NETWORK

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**Opportunities and Synergies for Combined Company**

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<th>ENTER NEW MARKETS</th>
<th>MANUFACTURING &amp; SUPPLY CHAIN</th>
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<td>Leverage Dialog’s position in mobile, computing and IoT</td>
<td>Common manufacturing supply chain</td>
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<th>SALES CHANNEL</th>
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<td>Combining sales and distribution channels</td>
<td>Increases opportunities in growing markets</td>
<td>Deepens existing key customer relationships and adds new customers</td>
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Investment Summary: Powerful Combination

- CMIC MARKET LEADERSHIP
- INCREASING ADDRESSABLE MARKET
- DIVERSIFY CUSTOMER REVENUES
- DEEPENING CUSTOMER RELATIONSHIPS
- ACCRETIVE TO UNDERLYING EARNINGS IN FY18
Powering the Smart Connected Future

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Underlying measures quoted in this presentation are non-IFRS measures

Purchase price allocation
Financial information presented in this presentation does not reflect the allocation of the purchase price of Silego Technologies to its identifiable assets and liabilities at the acquisition date that will be performed in accordance with IFRS.

Underlying measures
Underlying measures of performance are non-IFRS measures because they exclude amounts that are included in, or include amounts that are excluded from, the most directly comparable measure calculated and presented in accordance with IFRS or are calculated using financial measures that are not calculated in accordance with IFRS. We do not regard non-IFRS measures as a substitute for, or superior to, the equivalent IFRS measures. Non-IFRS measures presented by us may not be directly comparable with similarly-titled measures used by other companies.

Underlying measures of performance presented in this presentation exclude the following specific items of income and expense that are recognized in profit or loss in accordance with IFRS:

• share-based compensation expense and related payroll taxes;
• amortization of identifiable intangible assets recognized in business combinations;
• transaction costs incurred in relation to the acquisition of Silego Technologies;
• integration costs incurred in relation to Silego Technologies;
• the non-cash element of the interest expense recognized in relation to a patent licensing agreement that is accounted for as a finance lease within other intangible assets;
• the effect on profit or loss of changes in the fair value of strategic investments; and
• the income tax effect of each of the above items, which is calculated by considering the specific tax treatment of each item and by applying the relevant statutory tax rate to those items that are taxable or deductible for tax purposes.