



*The value of MOSAID*

*MOSAID*  
*Technologies Incorporated*

***Second Quarter FY2006 Results***  
***November 22, 2005***





## > Q2 FY2006 vs. Q2 FY2005

- Revenues \$16.3 million vs. \$7.0 million last year - a 131% increase
- Net income of \$4.3 million or \$0.37 per diluted share vs. net loss of \$1.2 million or \$0.11 per diluted share

## > Balance Sheet

- Working capital: \$76.5 million
- Cash/marketable securities: \$64.5 million

## > Dividend

- Increased quarterly dividend from \$0.125 to \$0.20
- Payable January 16, 2006



- > In Q2
  - Signed another patent license
  - Acquired Virtual Silicon to expand Semi IP business
- > Recently launched sixth generation test system



## > DRAM

- Flat revenues expected in 2006 (Gartner, Sept. 2005)

## > Flash

- Revenues to rise 15% in 2006 (Gartner, Sept. 2005)

## > ATE

- 25% growth in 2006 (Gartner, Oct. 2005)

## > Semiconductor IP

- Analyst forecasts vary
  - 16% growth in 2006; 10% in 2007 (In-Stat June 2005)
  - 28% growth in 2006; 23% in 2007 (Semico, June 2005)

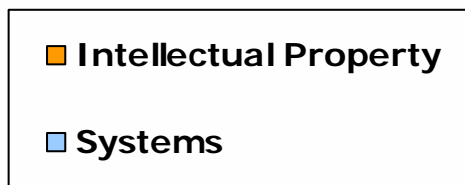
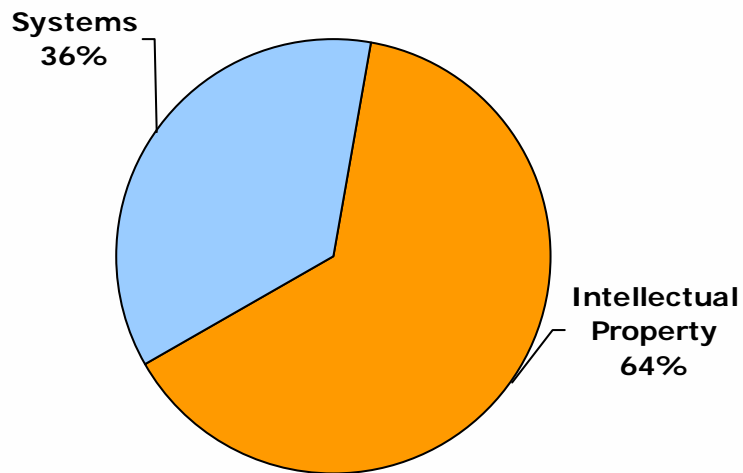


# Segmented Revenues From Operations

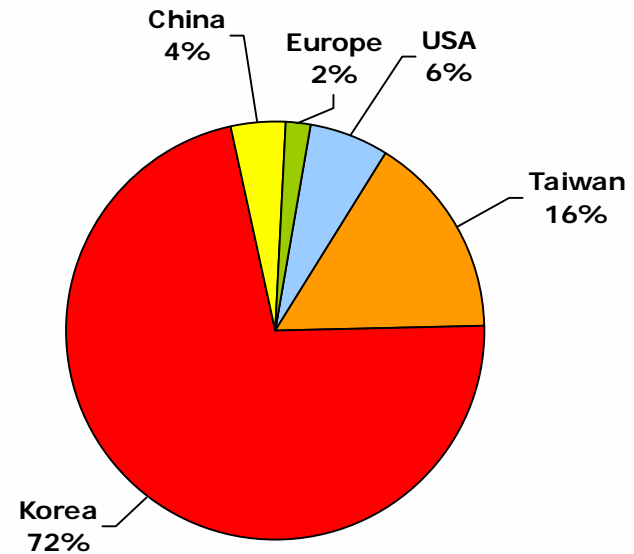


**Quarter ended October 31, 2005**

**Divisional**



**Geographical**





# Intellectual Property Division

## Operational Highlights



- > Revenues of \$10.4 million
  - Segment profit of \$6.1 million
- > Signed 5-year running royalty agreement with Taiwanese company
- > 13 companies on notice for infringement
- > Infineon litigation in Texas
  - Oct. 2005 – Court denied Infineon request for transfer to California
  - Feb. 2006 – Mediation scheduled
  - Oct. 2006 – Trial
- > Infineon litigation in California
  - October 2005 – Court granted MOSAID permission to immediately appeal Summary Judgment ruling – Trial postponed until appeal completed



### > Semiconductor IP

- Acquired Virtual Silicon
  - Expands MOSAID Semi IP business
- Two “foundation IP” product lines added to our Semi IP offerings:
  - Mobilize: award-winning low power library components
    - Addresses widely recognized problem of leakage current
  - PLL: programmable phase locked loop
    - Every design start today requires at least one PLL
- Synergistic with existing MOSAID memory controller IP

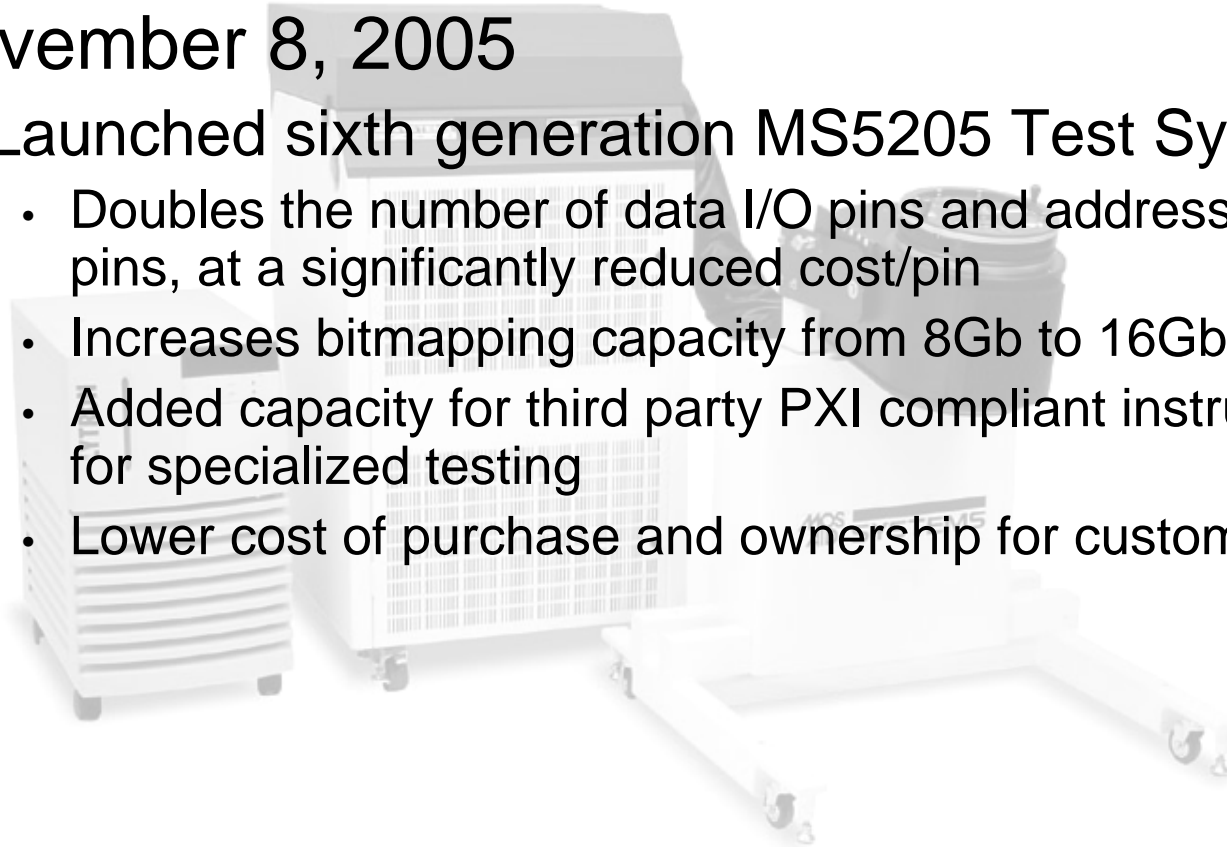


# Systems Division

## Operational Highlights



- > Revenues of \$5.9 million
  - Segment profit of \$852,000
- > November 8, 2005
  - Launched sixth generation MS5205 Test System
    - Doubles the number of data I/O pins and address clock pins, at a significantly reduced cost/pin
    - Increases bitmapping capacity from 8Gb to 16Gb
    - Added capacity for third party PXI compliant instruments for specialized testing
    - Lower cost of purchase and ownership for customers



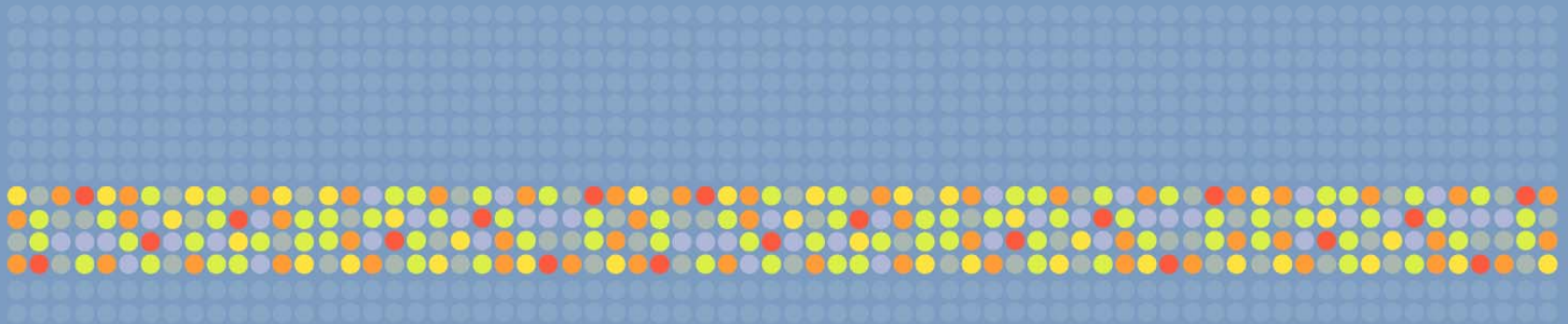


# Summary



- > Highly profitable in first half of FY06
- > Increased quarterly dividend
- > Bolstered Semi IP business with Virtual Silicon
- > Introduced next generation Test System
- > Signed Taiwanese license agreement
- > Well positioned for future growth

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*[www.mosaid.com](http://www.mosaid.com)*

