

MSTL: SEC: BSE: 2016
12 September 2016

To,

The Department of Corporate Services – CRD
Bombay Stock Exchange Ltd,
PJ Towers, Dalal Street,
Mumbai – 400 001

Dear Sirs

Sub: Submission of copy of press release – Reg

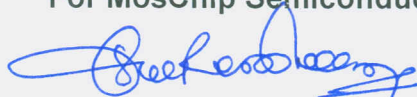
Ref: Scrip Code: 532407

With reference to the subject cited above, please find attached a copy of the press release which is being issued to the press on 12th September 2016.

This is for your information and records.

Yours truly,

For MosChip Semiconductor Technology Limited



CS Suresh Bachalakura
Company Secretary & Compliance Officer



Encl.: as above



MosChip Semiconductor Technology Limited announces acquisition of three companies and adds strength into IoT

Hyderabad, India (September 12, 2016) – MosChip Semiconductor Technology, a Hyderabad-based leading semiconductor company, has signed final agreements for the acquisition of three companies: elitePLUS Semiconductor Technologies Pvt. Ltd., and Orange Semiconductors Pvt. Ltd., both located in Bangalore, India, as well as Maven Systems Pvt. Ltd. of Pune, India. MosChip has made the acquisitions as part of the company's growth plans in the Internet of Things (IoT) area and semiconductor industry as well as to expand client base in the NA, EU, and APAC regions.

elitePLUS Semiconductor Technologies has significant presence in the US and UK, and the company's core competencies are focused on advanced verification, mixed signal, and low power verification. Orange Semiconductor provides offerings in verification, very-large-scale integration (VLSI) services, and embedded software. The acquisitions of elitePLUS Semiconductor Technologies and Orange Semiconductor will strengthen MosChip's end-to-end capabilities in VLSI services by adding more than 75 experienced resources in Bangalore. Maven Systems has several award-winning product and service offerings in M2M, IoT domains of remote monitoring, smart lighting, smart metering, smart cities and analytics with clients in more than 20 countries. Maven Systems is part of the growth strategy to allow MosChip to be a leading player in the IoT area.

The three acquisitions will help MosChip to increase the company's global headcount to more than 250 experienced engineers across Hyderabad, Bangalore, and Pune in India; London; and Silicon Valley. MosChip also plans to add another 150-200 engineers across all locations.

With multiple orders from the defense market and clients in the US, MosChip is set to record a very positive top and bottom line for the current fiscal year. The consolidated top line along with the acquisitions may show more than ten times the sales of previous years.

To fund the acquisitions and additional working capital requirements, MosChip obtained Board approval to raise an additional Rs. 41.25 crores (approximately \$6.15 million) by issuing shares and warrants to Techwave Pte. Ltd.

Mr. K. Ramachandra Reddy, the CEO of MosChip says that with their capabilities in Design and System Engineering coupled with the new strengths of acquisitions, MosChip is well positioned itself in providing services for the IOT market place and in delivering end-to-end solutions from design to production. Ramachandra Reddy adds that the investment by Techwave, coupled with recent strategic actions, are already



showing positive results. MosChip showed significant financial turnaround in the first quarter of the company's 2016-17 fiscal year.

MosChip's focus areas include solutions in IoT, investing in development of IP, and expanding VLSI services globally, says MosChip Director Damodar Rao Gummadapu. MosChip is able to deliver on these focus areas with the company's unique capabilities in the IoT area. As customer engagements continue to increase and marketplace knowledge becomes more prevalent, MosChip is gearing up to help create a roadmap of product technologies for significant growth plans through expanding its global client base, adds Gummadapu.

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ABOUT MOSCHIP SEMICONDUCTOR TECHNOLOGY

MosChip Semiconductor Technology Limited, a Hyderabad-based leading semiconductor company, is the first public listed semiconductor design services company with more than 15 years of extensive design experience in markets, such as aerospace and defense, consumer electronics, networking and telecommunications, mobile communications, IoT, and semiconductor industries. The company continues to gain market share and is currently in the process of expanding into the IoT marketplace. MosChip continues to win contracts from the Defense market for baseband SOC chip development and fabrication. MosChip also works to deliver major chip design in the Image Processing field from a US-based IoT-focused company.

MosChip Semiconductor Technology is available online: www.moschip.com

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