Investor Update

Oct, 2012

Chairman & CEO

Jeremy Wang

Ready for the Next™

Safe Harbor Notice

We may make forward-looking statements in this presentation. Our forward-looking statements contain information regarding, among other things, our financial conditions, future expansion plans or business strategies. We have based these forward-looking statements on our current expectations and projections about future events. Although we believe that these expectations and projections are reasonable, such forward-looking statements are inherently subject to risks, uncertainties, and assumptions about us.

We undertake no obligation to publicly update or revise any forward-looking statements whether as a result of new information, future events or otherwise. In light of these risks, uncertainties and assumptions, the forward-looking information may not occur and our actual results could differ materially from those anticipated in these forward-looking statements.

Agenda

- Company Overview

- Product Portfolio

- Drivers of Growth

- Financial Review & Company Updates

- Q&A

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Company Overview

Insyde Software (6231.TW)

- Founded in September, 1998 by PCT (6270.TW) CEO Jeremy Wang and SystemSoft EVP Jonathan Joseph

- Business started via acquisition of SystemSoft's BIOS Division

- Early investors included Intel Corp. & China Development Industrial Bank in September 1999

- Shares Outstanding as of 09/30/2012: 37.8M shares

- Headquarters: Taipei, Taiwan
  - US operations in Massachusetts and Oregon
  - Other offices in China, Taiwan and Korea

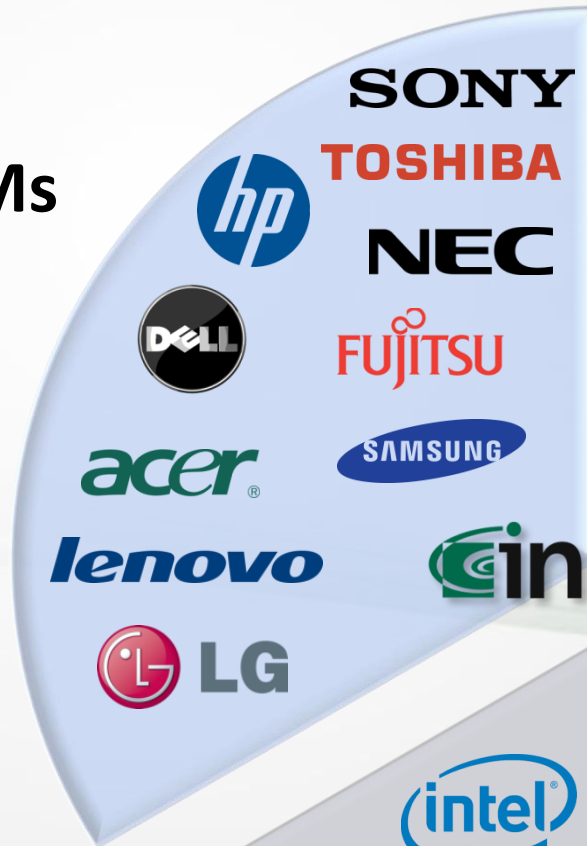- Worldwide 620+ employees

Growing Worldwide Presence

Insyde Software Provides Service to Markets Worldwide

Portland, USA

Boston, USA

Europe

Shanghai, China

Beijing, China

Seoul, Korea

Kunshan, China

Austin, USA

Shenzhen, China

Japan

Taipei, Taiwan

Taichung, Taiwan

Insyde Office

Partner

Insyde Relationships
Sample of Customers and Industry Partners

OEMs

SONY
TOSHIBA
hp
NEC
DELL
FUJITSU
acer
SAMSUNG
lenovo
LG

insyde®

ODMs

Quanta Computer
COMPAL
MiTAC eCentric Corporation
wistron®
Inventec
FOXCONN®
PEGATRON

3rd Parties

intel
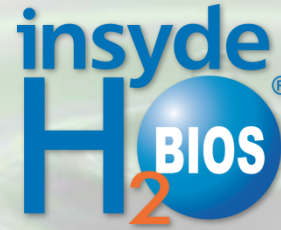Microsoft®
AMD
Google
TEXAS INSTRUMENTS
VIA we connect
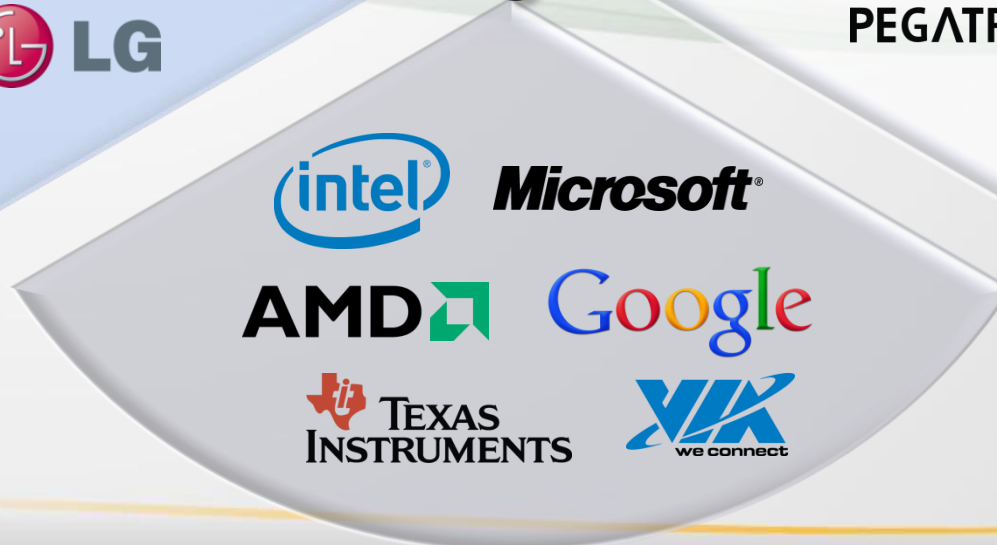
Product Portfolio

insyde®

Product Portfolio

Insyde Software Products Enable Innovation in the Computer Industry

- **InsydeH2O®**

  - Industry leading UEFI firmware for PCs, Embedded, and Servers
  - Tools for efficient development

- **Humanos®**

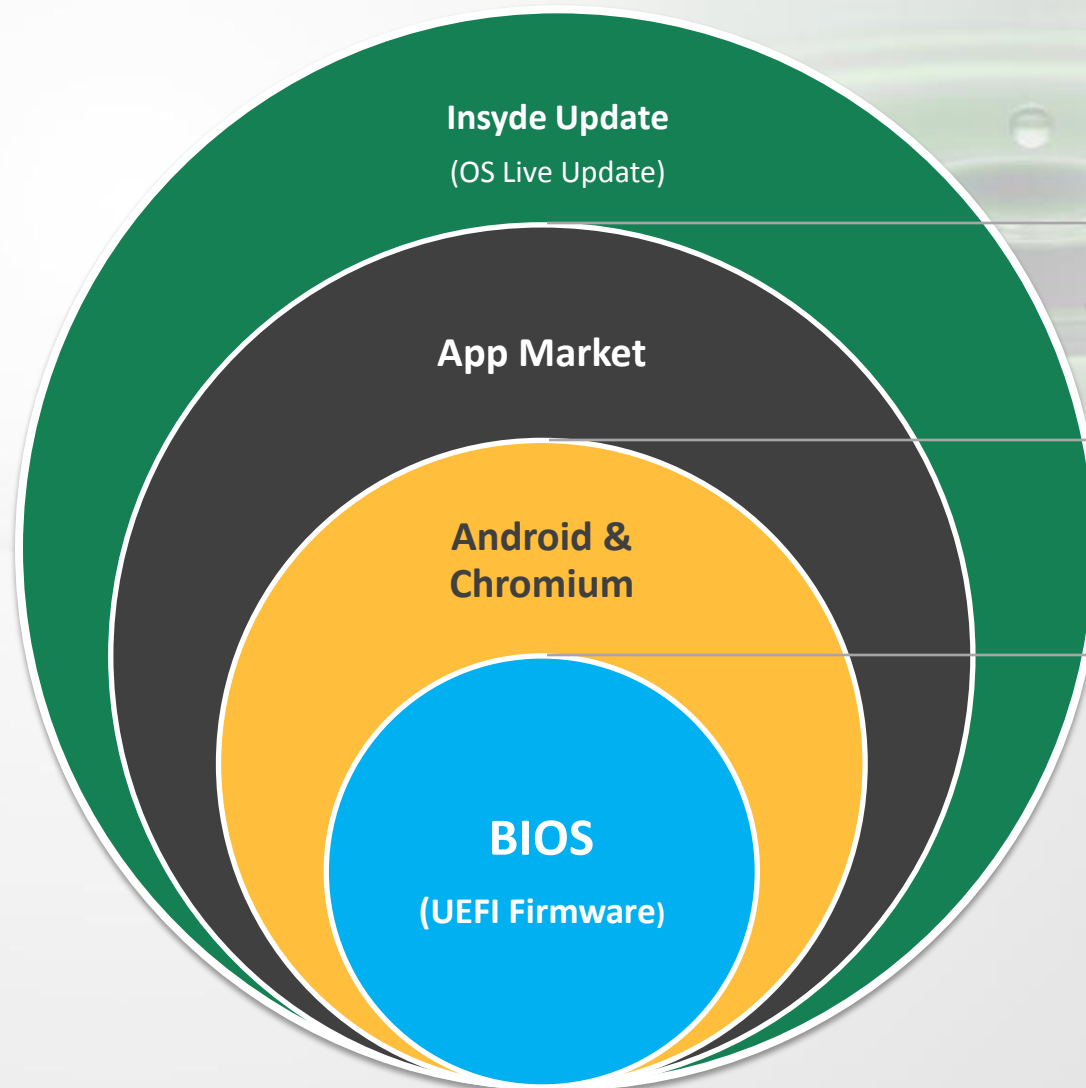 - Humanos for Android
  - Humanos for Chromium OS

- **Insyde Market™**

  - Online applications store for Android-based devices

Complete, Customizable Software and Service Solutions, From Firmware to Applications
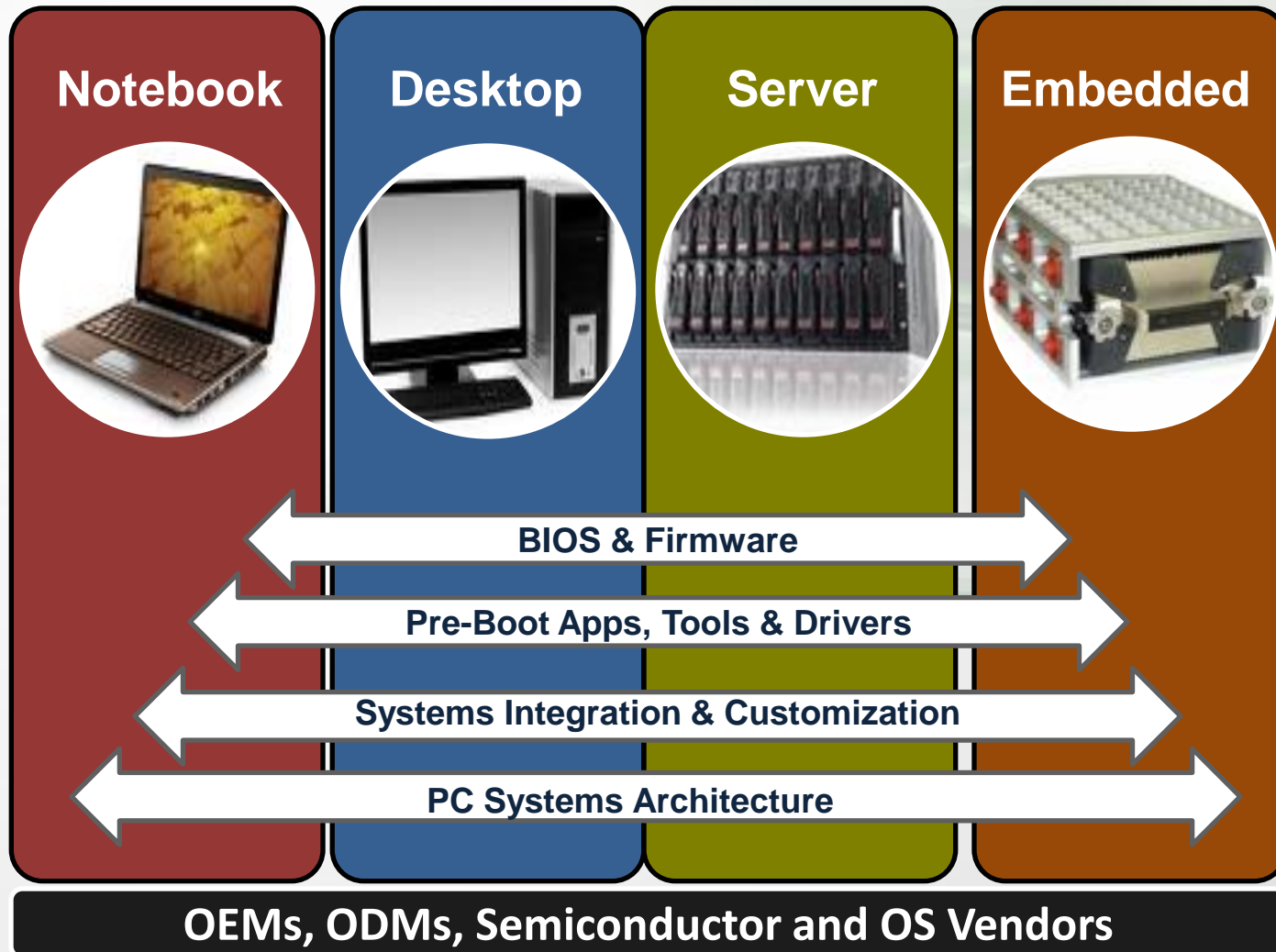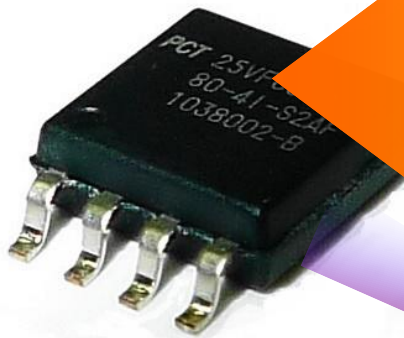

Insyde Update
(OS Live Update)

App Market

Android & Chromium

BIOS
(UEFI Firmware)

Core Competencies & Markets

Notebook

Desktop

Server

Embedded

← BIOS & Firmware →

← Pre-Boot Apps, Tools & Drivers →

← Systems Integration & Customization →
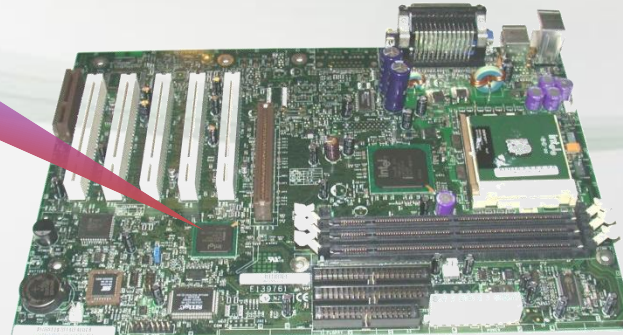
← PC Systems Architecture →

OEMs, ODMs, Semiconductor and OS Vendors
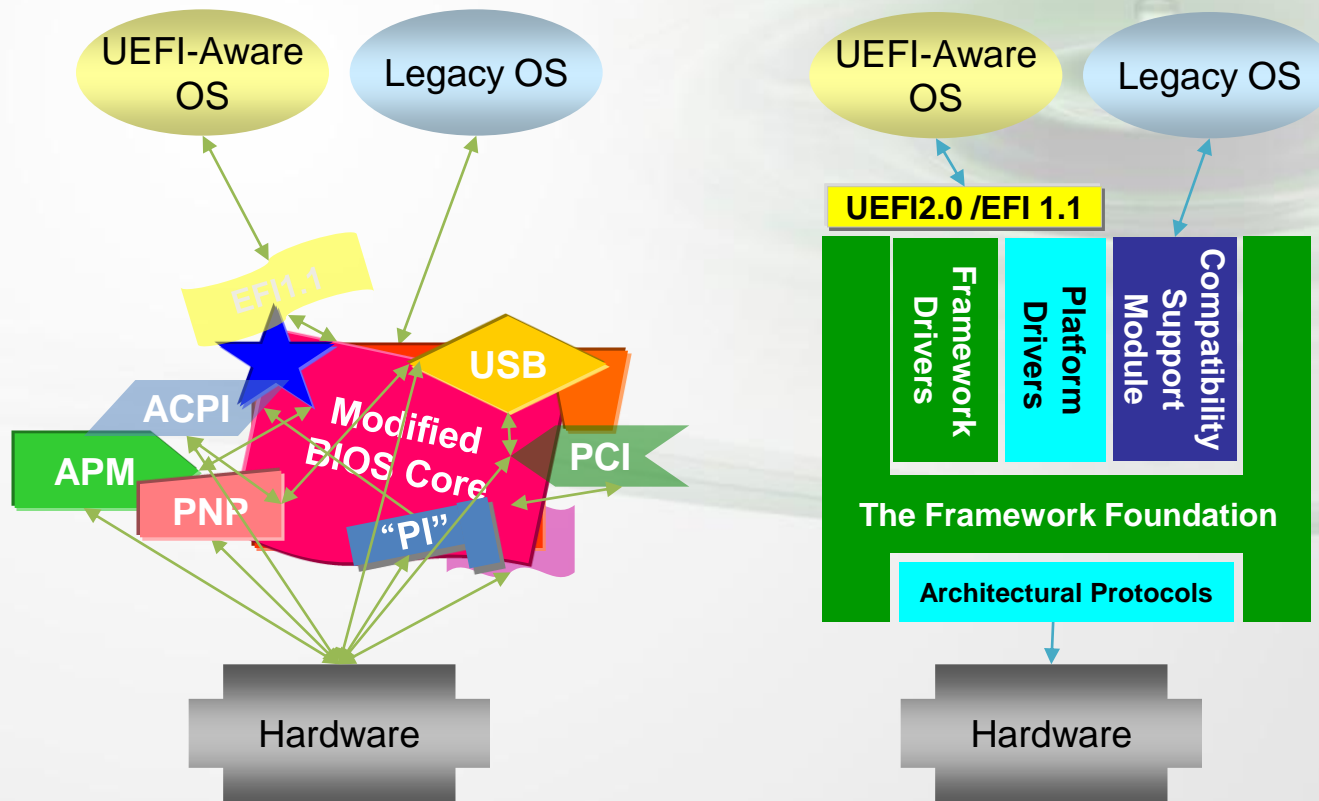
Computer BIOS – "Firmware"

BIOS is stored in NOR Flash

Difference between Legacy BIOS and UEFI Firmware

Insyde Has Led the Transition to UEFI

Transition Milestones from Over a Decade of Industry-Leading UEFI Experience

UEFI development with Intel since 2001

InsydeH2O shipping with server and embedded since 2004

Customers shipping multiple UEFI products since 2008

Formed UEFI Forum with industry leaders

Tablet & "ultra notebook" production in 2011/2012

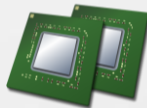*2001* | *2002* | *2003* | *2004* | *2005* | *2006* | *2007* | *2008* | *2009* | *2010* | *2011* | *2012* | *2013+*

Shipping UEFI products on desktop since 2003

Shipping UEFI products on notebooks since 2005

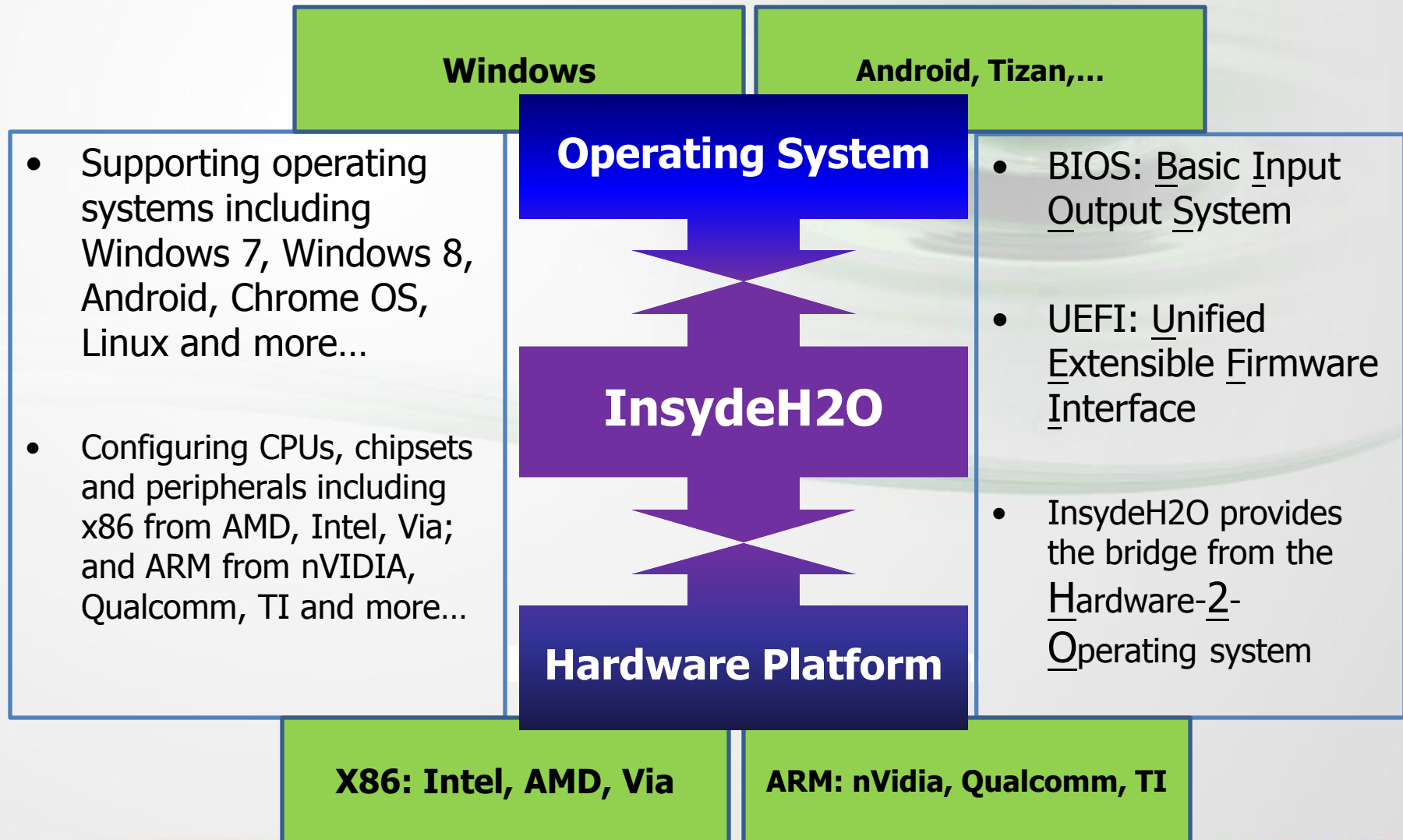**Non-Intel chipsets in production since Q1'06**

Major transition of server BIOS to UEFI begins

Windows 8
UEFI
EDK II

UEFI for Windows 8 & EDK II @ 2012

Making Connections in the Era of Platform Variation
Wider Range of Hardware Architectures and Wider Range of Operating Systems

Windows

Android, Tizan,…

Operating System

InsydeH2O

Hardware Platform

- Supporting operating systems including Windows 7, Windows 8, Android, Chrome OS, Linux and more…

- Configuring CPUs, chipsets and peripherals including x86 from AMD, Intel, Via; and ARM from nVIDIA, Qualcomm, TI and more…

- BIOS: Basic Input Output System

- UEFI: Unified Extensible Firmware Interface

- InsydeH2O provides the bridge from the Hardware-2-Operating system

X86: Intel, AMD, Via

ARM: nVidia, Qualcomm, TI

insyde®

Humanos® for Android

TM

- An Instant-on widget-based OS solution using Insyde's Quick Boot technology as the start, plus
  - Insyde's integration of Google Android.
  - Insyde Market: Android Apps market
  - Full Chromium Brower: combines advantages of Android and Chrome OS
  - Superior IME (40+ languages)
  - Multi-touch with gesture support and handwriting
  - Utilities and tools for installation, testing and mass production

- Target Market is tablets, notebooks and netbooks
- 1st Android for netbooks – available October 2009
- More than 6 generations production experience for top OEM
- Android BSP development for Intel

Intel Capital Invests NT$300m
Collaboration on UEFI BIOS and Android for Tablets and Ultrabooks

Insyde Software Announces Latest Investment by Intel Capital

Reinforces Long-Standing Relationship with Additional Collaboration on UEFI BIOS and Android for Tablets and Ultrabooks

TAIPEI, TAIWAN, NOVEMBER 22, 2011 Insyde Software, an Intel Capital portfolio company and leading provider of Unified Extensible Firmware Interface (UEFI) -based firmware and customized Android distributions, today announced an investment worth NT$300 million by Intel Capital, Intel Corporation's global investment and M&A organization.

"The proliferation of mobile devices and applications demands new features and capabilities. Insyde Software is uniquely positioned to provide the software building blocks that will help hardware makers bring these innovative, new products to market."

Keith Larson, vice president and managing director, manufacturing sector and Taiwan and Korea regions, at Intel Capital.

"Intel is pleased to announce our collaboration with Insyde Software to help drive additional software innovation for Intel platforms. Insyde's computing solutions optimized for Intel architecture will bring increased value to our shared customers."

Doug Fisher, corporate vice president and general manager of Intel's Software and Services Group's Systems Software Division.

Drivers of Growth

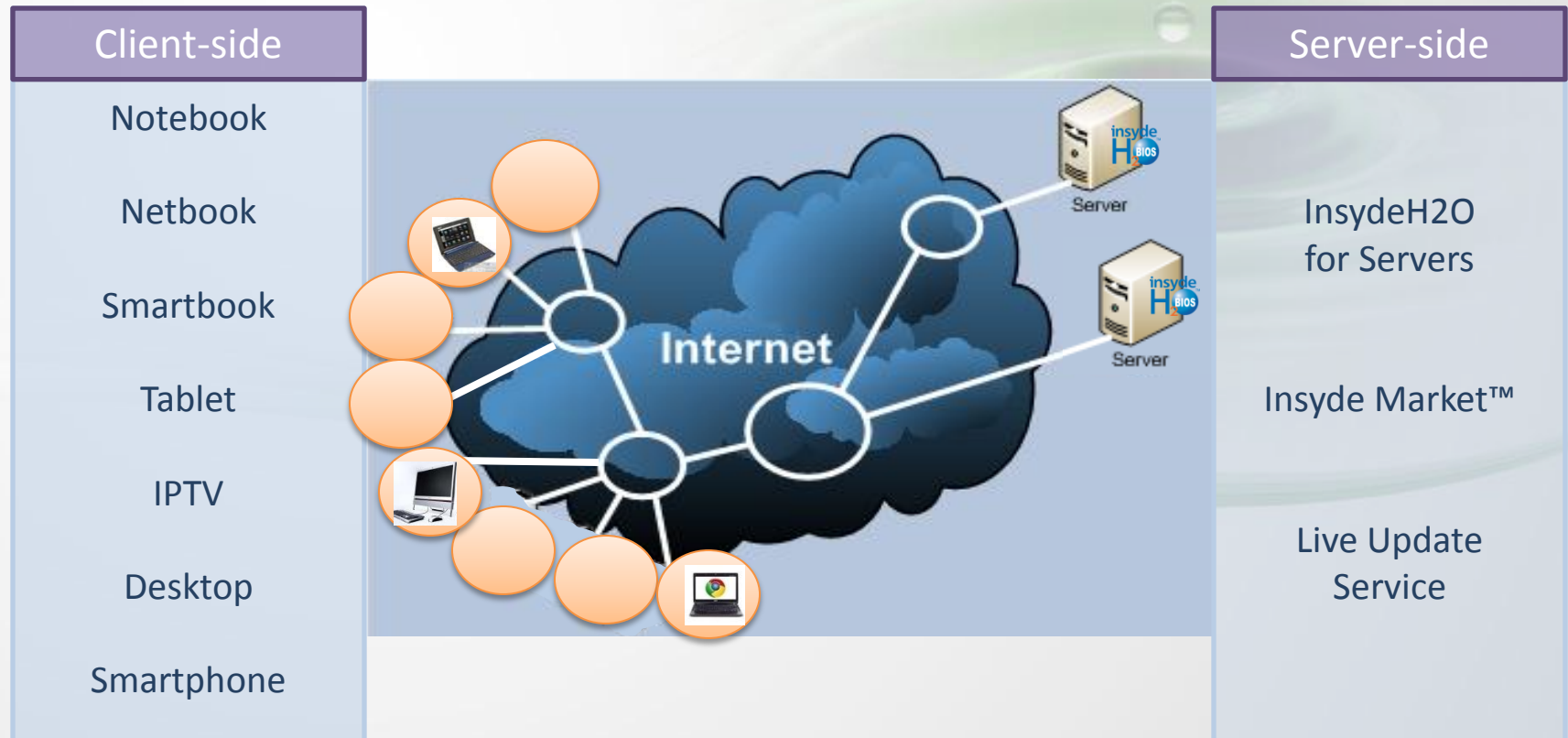# Momentum in Mobile Computing Continues

- InsydeH2O widely used by major ODMs and OEMs

  - OEMs: Acer, Dell, HP, Lenovo, Sony, Toshiba and others

  - ODMs: Compal, Inventec, Pegatron, Quanta, Wistron and others

    - High-touch/Medium-touch/Low-touch working models

- Continued market-share growth in notebooks

  - Leadership across both Intel and AMD mobile platforms

  - Competition getting stronger

Growth Potential in Server Markets

- Dell started using InsydeH2O for certain server models in middle of 2011. More models with InsydeH2O coming into production

- Some of China's largest server makers are Insyde's customers now, including Inspur and Huawei

- In Taiwan, several leading ODMs are using InsydeH2O, but not exclusively

- Insyde's ROI on server investment has started: strong revenue growth in 2011

Leveraging Cloud Computing Growth

Client-side	Server-side
Notebook	InsydeH2O for Servers
Netbook	
Smartbook	Insyde Market™
Tablet	
IPTV	Live Update Service
Desktop	
Smartphone	

Financial Review & Company Update

Recent Revenue Trend

(In NT$ thousands)
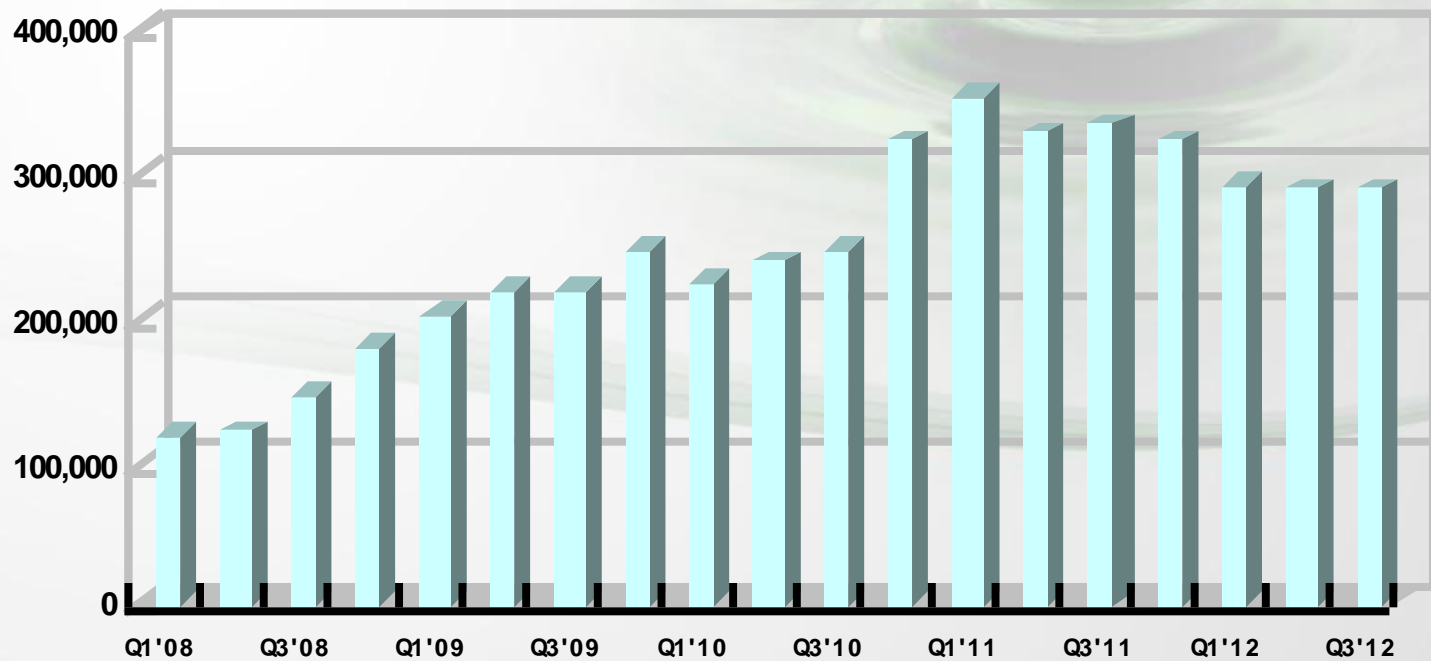
Consolidated Income Statement Quarterly

(In NT$ Thousands)	Q3'12	Q2'12	Q3'11	QoQ %	YoY%
Net Sales	286,737	286,316	332,242	0%	-14%
COGS	55,846	55,050	38,860	1%	44%
Gross Profit	230,891	231,266	293,382	0%	-21%
Gross margin	80.52%	80.77%	88.30%		
Operating Expense	192,915	184,937	189,093	4%	2%
Operating Income	37,976	46,329	104,289	-18%	-64%
Operating Margin	13.24%	16.18%	31.39%		
Non-Op Inc/(Exp)	2,361	2,376	3,998	-1%	-41%
Income before Tax	40,337	48,705	108,287	-17%	-63%
Net Income	34,177	36,416	92,502	-6%	-63%
Net Margin	11.92%	12.72%	27.84%		
EPS	0.90	0.97	2.45		

*Q3'12 quarterly EPS is NT$0.9 and accumulated year-to-date EPS is NT$ 3.08

www.insydesw.com

Consolidated Balance Sheet Summary

Selected Items from Balance Sheet (NT$ Millions)	Q3'12		Q2'12		Q3'11	
	Amount	%	Amount	%	Amount	%
Current Assets	1,313.2	96.5%	1,701.9	97.1%	1,311.6	96.1%
Fixed Assets	28.7	2.1%	30.5	1.7%	32.2	2.3%
Net PP&E and other assets	19.6	1.4%	20.0	1.2%	21.7	1.6%
Total Assets	1,361.5	100%	1,752.4	100%	1,365.5	100.0%
Current Liabilities	280.0	20.6%	695.1	39.6%	538.8	39.5%
Long-Term Liabilities	334.4	24.6%	344.3	19.7%	2.3	0.2%
Other Liabilities	10.8	0.7%	9.1	0.5%	0.5	0%
Total Liabilities	625.2	45.9%	1,048.5	59.8%	541.6	39.7%
Shareholders' Equity	736.3	54.1%	703.9	40.2%	823.9	60.3%

Windows 8 Launch @ Taipei

OEM Showcase:
Acer, Dell, HP, Lenovo, Sony & Toshiba

Windows 8 Launch @ Taipei

Thank you!

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