



The value of MOSAID

MOSAID
Technologies Incorporated

Third Quarter FY2006 Results
February 23, 2006





Financial Highlights



- > 5th consecutive quarter of at least 20% profitability
- > Q3 FY2006 vs. Q3 FY2005
 - Revenues \$16.5 million vs. \$16.9 million last year
 - Net income of \$3.6 million or \$0.31 per diluted share vs. \$34.1 million (one-time income tax recovery of \$28.3 million) or \$2.96 per diluted share
- > Revenues YTD: \$47.0 million vs. \$33.2 million last year
- > Net income YTD: \$12.3 million or \$1.07 per diluted share vs. net income \$33.0 million or \$3.05 per diluted share last year
- > YTD pre-tax income from operations was almost triple that of last year, growing from \$6.7 million to \$18.5 million



Financial Highlights



- > Balance Sheet
 - Cash/marketable securities: \$66.1 million
 - Working capital: \$74.7 million
- > Dividend
 - \$0.20 per share dividend paid in Q3 – 60% increase over Q2
- > Normal Course Issuer Bid
 - Began buyback in Q3 – 214,000 shares bought for approximately \$5 million



> In Q3

- Expanded opportunities and product offerings:
 - Rolled out and delivered new Test Systems and Semiconductor IP products
 - Assessing a variety of patent acquisition opportunities
 - Significant progress on new Flash memory technology by advanced research initiative



> DRAM

- Flat revenues expected in 2006, declining in 2007 (Gartner, Dec. 2005)

> NAND Flash

- Strong sales expected – 37% year-over-year increase in 2006, flat in 2007 (Gartner, Dec. 2005)

> Semiconductor CapEx

- Modest 7.6% growth in semiconductor market for 2006 (Gartner, Jan. 2006)
- Semi capital expenditures expected to decline slightly
- Customer feedback indicates slowdown in CapEx for memory ATE

> 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)

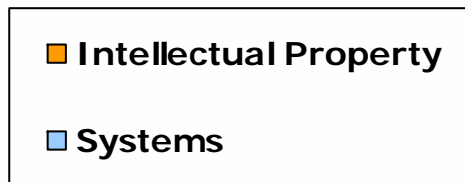
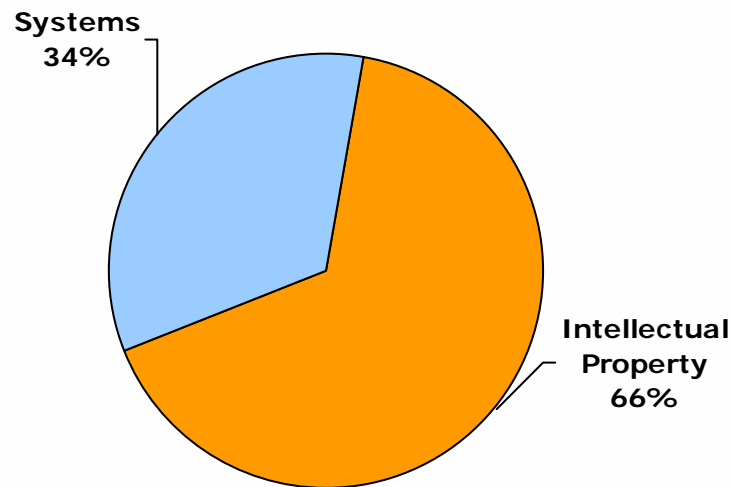


Segmented Revenues From Operations

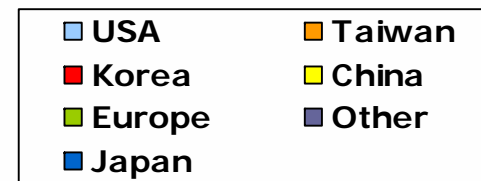
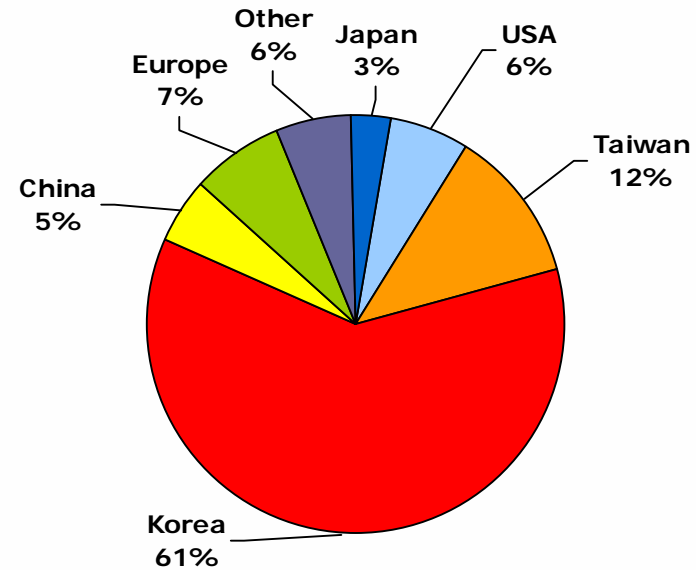


Quarter ended January 31, 2006

Divisional



Geographical





Intellectual Property Division

Operational Highlights



- > First nine months of FY06
 - Revenues of \$30.7 million
 - Segment profit of \$16.8 million
- > Semi IP Business
 - Three main Semi IP product lines now available in 90nm
 - Licensed DDR controller solution to first customer
 - Integration of Virtual Silicon progressing as planned



Intellectual Property Division

Operational Highlights



> Patent Licensing Business

- 14 companies on notice for infringement
- Assessing variety of patent acquisition opportunities
- Infineon litigation in California
 - Filed Notice of Appeal in November 2005
 - Retained Donald Dunner of Finnegan, Henderson for appeal process
- Infineon litigation in Texas
 - February 16, 2006 – Court ordered mediation held
 - April 6, 2006 – Markman Hearing
 - October 10, 2006 – Trial date



Systems Division Operational Highlights



- > First nine months of FY06
 - Revenues of \$16.3 million
 - Segment profit of \$2 million
- > Began shipping latest sixth generation MS5205 Test System in Q3
- > Systems quality management successfully achieved ISO9001:2000 certification



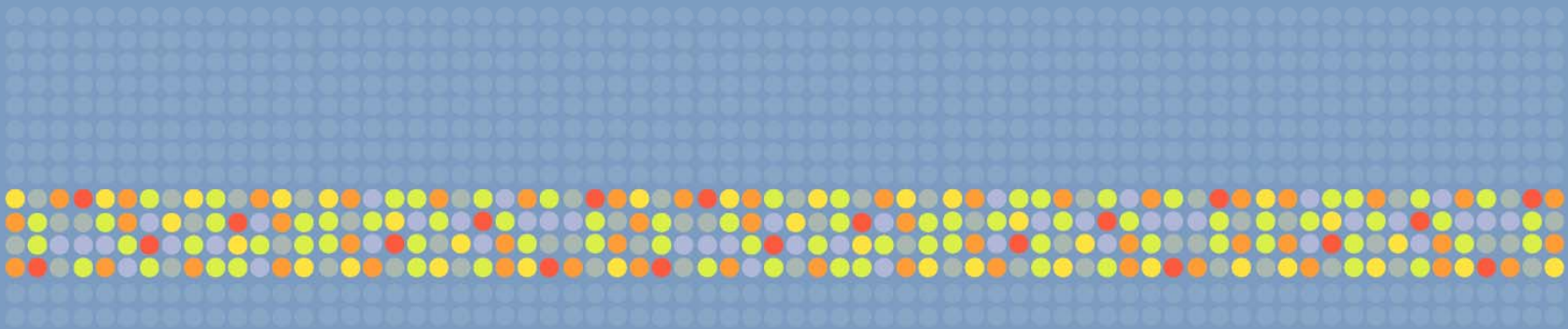


Summary



- > NCIB in progress
- > Increased quarterly dividend by 60%
- > Progress in licensing discussions
- > Rolling out new Test Systems and Semi IP products
- > Overall, profitable and growing business

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