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### VISUALIZE THE FUTURE



# **IR Seminar for Personal Investors**

December 10, 2022
Digital Media Professionals Inc.
Securities Code: 3652

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Please be aware of the possibility that actual performance and results may differ considerably due to a variety of factors.



- 1. Outline of DMP
- 2. Medium-term Business Plan





# 1. Outline of DMP

2. Medium-term Business Plan



# **Company Profile**



In recent years, leveraging the experience and knowledge as one of the world's leading Graphics IP vendors since the foundation, DMP is contributing to solving customer and social issues by providing end-to-end integrated AI services from algorithm/software to hardware and from the edge to the cloud.

Company name	Digital Media Professionals Inc. (DMP)
Foundation	July 2002 (Listed on the Mothers Market, TSE in June 2011, Moved to the Growth Market in April 2022)
Location	Nakano-ku, Tokyo, Japan
Representative	Chairman and CEO: Tatsuo Yamamoto President and COO: Tsuyoshi Osawa
Capital	1,838 million yen
Number of consolidated employees	69 (as of April 1, 2022)
Number of patents	35 cases
Consolidated subsidiary	Digital Media Professionals Vietnam Company Limited

#### IP core license business

- ·AI/GPU IP core license
- Al software license



#### Product business

- Graphics processing LSI for amusement market
- ·AI FPGA module ·Vision system for collaborative robot

#### Professional service business

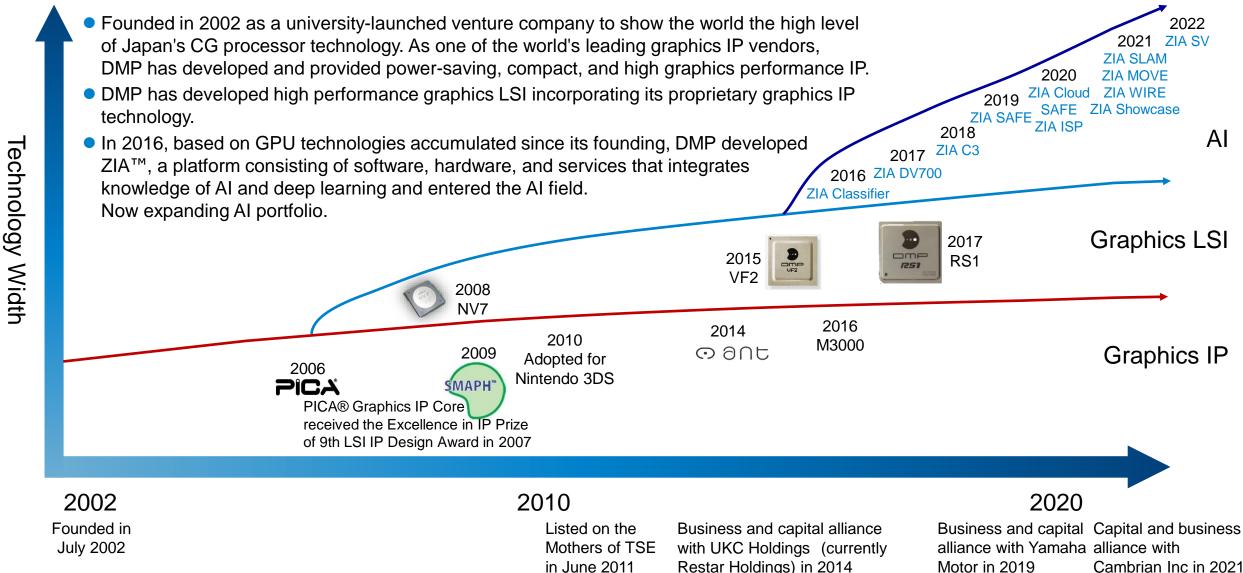
- •Al algorithm, computer-vision software contracted development
- FPGA/board contracted development
- Customer product/service development support in safety and robotics fields





# **DMP's History and Technology Evolution**

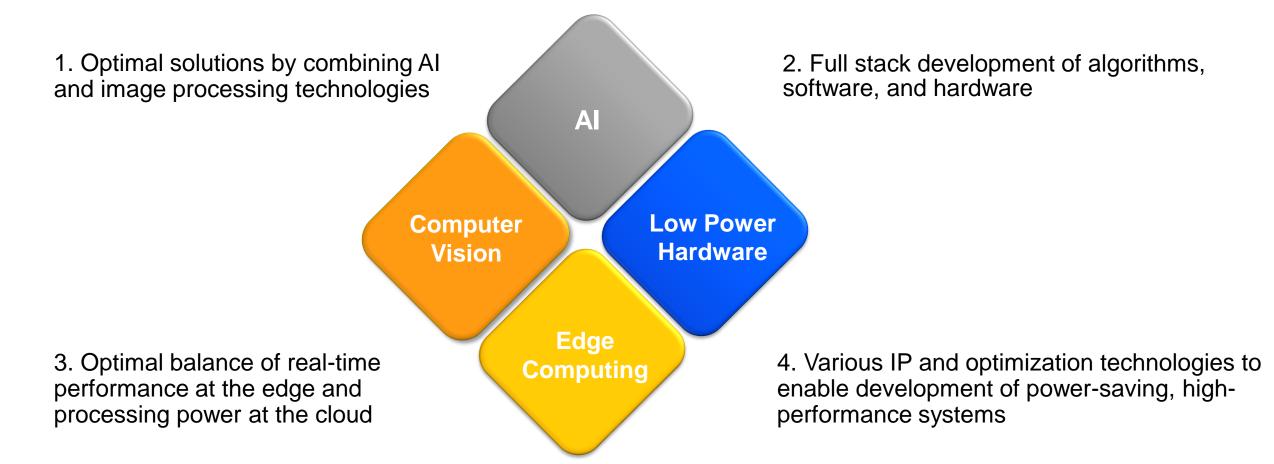




# DMP's Strengths - Technology Enabling Domain optimization



# Domain optimization through AI and image processing technologies backed by GPU development and a wide range of products and services



#### **DMP's Focused Fields**



Focus on fields where differentiation can be achieved by leveraging the strengths of DMP, where the market is large in absolute terms and/or market growth is expected, and where DMP can contribute to solving serious social and environmental issues such as worker shortage due to the aging population and declining birthrate

# **Amusement**



# **Robotics**



# Safety







**Edge & Cloud** Computing

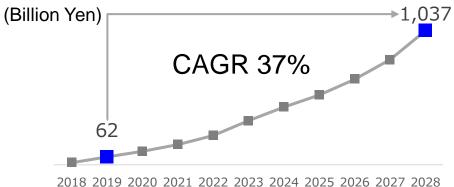
Computer **Vision** 

### **Market Trend**

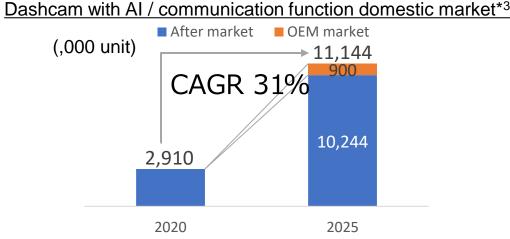


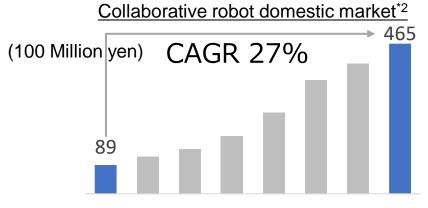
- Robotics, safe driving assistance-related markets show high growth rates
- Amusement market still exceeds 1 million units

#### Robotic vehicle Al-related computing hardware global market\*1

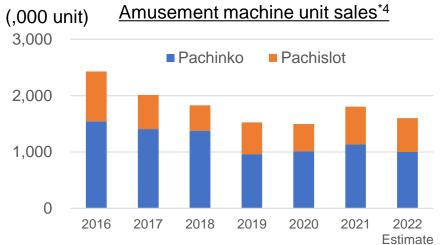


2010 2019 2020 2021 2022 2023 2021 2023 2020 2027 2020





2020 2021 2022 2023 2024 2025 2026 2027



Sources: \*1 Yole Développement, \*2 Nomura Research Institute, "IT Navigator 2022 Edition," \*3 DMP's estimates based on various statistics, \*4 Yano Research Institute, the estimate based on machine manufacturers' forecasts

# Safety Field

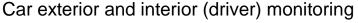


- Provide a seamless development platform from the edge to the cloud and flexible licensing including running royalties and subscription services
- Expand business from safe driving assistance to broader safety fields

# ZIA" SAFE EdgeAl (Inference) · Realtime · Privacy & Security Data size **6**









**Smart City** 

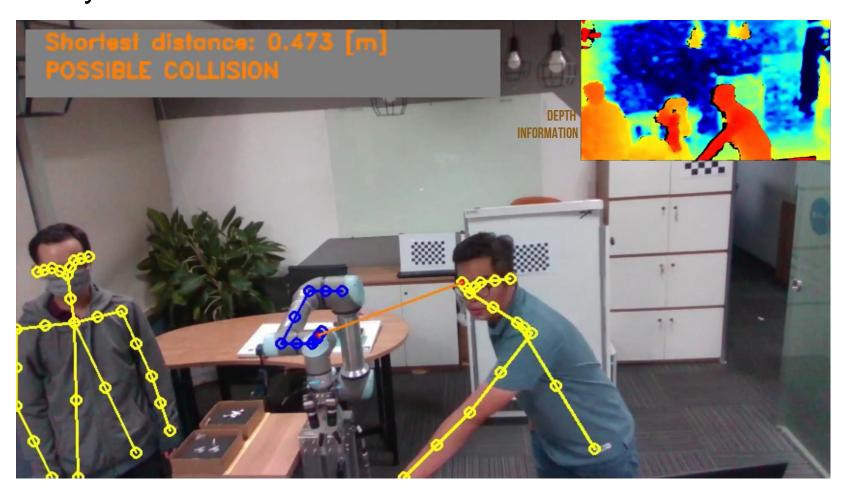
**Public Safety** 



Local Government Public Transportation



Digital safety fence to enable collaboration between robots and humans

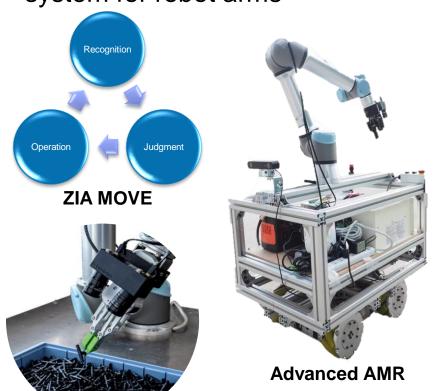


### **Robotics Field**

**Cambrian Vision System** 



- Provide a seamless development platform (ZIA MOVE) for self-position estimation (ZIA SLAM), recognition, judgment, and operation necessary for autonomous driving
- Accuracy and speed of target recognition and robustness against ambient light of the vision system for robot arms











Construction

Agriculture

# **Bringing Together DMP's Technologies - Advanced AMR**



### See

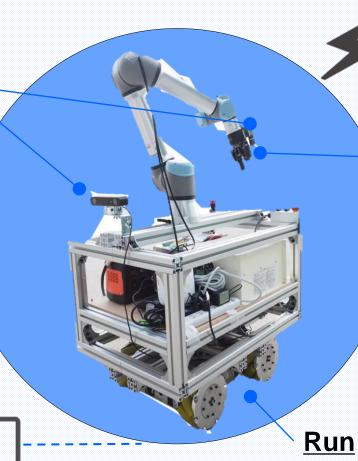
**Image Processing** technologies

- Camera
- Al recognition
- ISP/Stereo IP

# Reproduce

3D technologies

Digital Twin



#### **Connect**

Collaboration with Softbank

• 5G

#### Grab

**Picking solutions** 

Cambrian Vision System



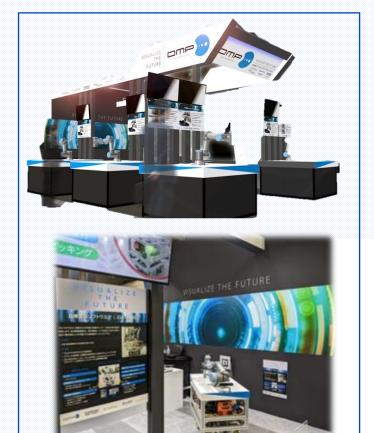
# **Safely**

Safety technologies

- ZIA SAFE
- Digital safety fence

#### **Autonomous driving technologies**

- ZIA MOVE
- ZIA SLAM



RoboDEX NAGOYA in October 2022 Demonstration at DMP booth





# **Cambrian Vision System**

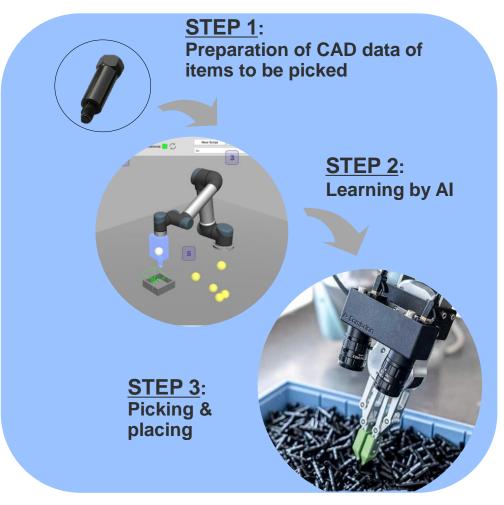


Bin picking



**Cable insertion** 





Setup time 2-3 days total (less than one-fifth the time of conventional systems)

**Kitting** 



**Assembly/Welding/Inspection** 



#### **Amusement Field**



- Real-time 3D engine and high-performance, high-compression video engine on a single chip (industry's first), enabling both beautiful video expression and reduction of machine chassis cost
- Sales of ZEEG chassis equipped with RS1 exceeded 10 models and 100,000 units.













# Other Field (Digital Equipment)



- Provide small size, low power consumption, and high-performance IP optimized for customers' digital equipment applications and embedded SoCs
- Cumulative shipments of our AI/GPU IPs in our customers' digital equipment reached 150 million units





















# Al Opens a New Era in TV Expression





# DMP AI Processor DV720 adopted for REGZA's new processor ZRα

Enabling real-time high bit-accuracy signal processing and state-of-the-art super-resolution





Focus by determining scene perspective



**Beautiful skin effect** 



Image enhancement for the Net bandwidth



**Noise reduction** 

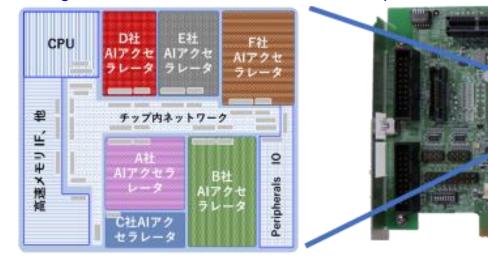
<sup>\*</sup> Images from TVS REGZA material



# Mount DMP AI processor DV720 on the demonstration chip, Al-One

- Help the joint project led by NEDO (New Energy and Industrial Technology Development Organization), AIST (National Institute of Advanced Industrial Science and Technology), and the University of Tokyo to build an evaluation platform for the development of AI accelerators used in AI chips
- Mounted DV720 on AI-One, a demonstration chip for the platform, and verified the operation of AI applications on the evaluation board

#### Mounting six different AI accelerators in one chip





b. Evaluation board equipped with Al-One

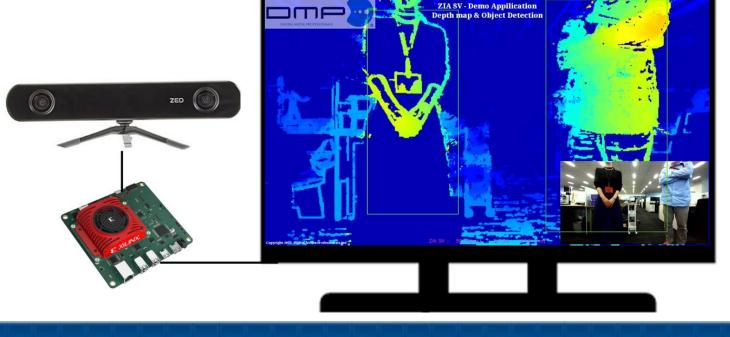
<sup>\*</sup> Image from NEDO material

# Other Field (Digital Equipment) Launched Stereo Vision IP "ZIA SV"



- ZIA SV in combination with AMD Xilinx adaptive computing devices enables stereo vision capable
  of high-performance, high-accuracy range estimation for general robotics (autonomous mobile
  robots and collaborative robots)
- Features of ZIA SV
- 1 High-performance, high-accuracy range-finding
- 2 Industry's top-class compact IP core
- 3 No software development required







# 1. Outline of DMP

2. Medium-term Business Plan



# **Priority Measures for Focused Field**



#### **Safety**

# Realize a safe and secure society

- Expand business by deeply cultivating existing customers and acquiring new customers
- Expand recurring business by utilizing OTA\* as well
- Expand business from safe driving assistance to broader safety field

\* OTA (Over-the-Air): Technology to send and receive data (software) via wireless communication

Realize both beautiful video expression

#### **Amusement**







Differentiation and highadded value by leveraging strengths

#### **Robotics**

# Contribute to labor saving in the manufacturing and transportation industries

- Refine and focus on proprietary technologies
- Collaborate with other companies, build ecosystem
- **Expand Cambrian Vision System business**
- Pursue high-added value



#### AI/GPU IP

Provide small size, low power, and high-performance IPs optimized for customer SoCs

- Develop next-generation AI processor IP
- Stable running royalties from existing IP/ customers and acquisition of new customers

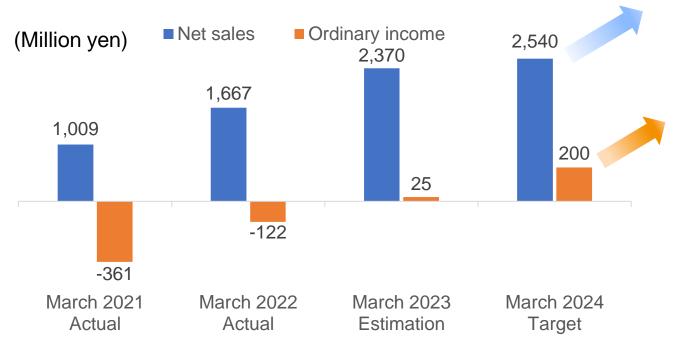


- Expect market stimulation through extended gaming performance
- Expand our share and acquire new customers in the market segment where we can demonstrate the superiority of our unique 2D/3D integrated chip

### Results and Estimation of Consolidated Business Performance



- Fiscal year ending March 2023: Return to profitability by increasing market share among customers and expanding sales through the acquisition of new customers in the amusement field and steadily harvesting the fruits of the efforts in focused fields
- Fiscal year ending March 2024: Aim for net sales of over 2.5 billion yen and operating (ordinary)
  income of 200 million yen by expanding and adding value to businesses in focused fields and reducing
  costs in the product business





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- Forward-looking statements contained within this document are based on currently available information and involve risks and uncertainties, including macroeconomic conditions and trends in the industries in which we are engaged. As such, actual results may differ materially from those anticipated.
- The purpose of this document is to provide information for the purpose of understanding our company and is not to solicit investment in securities issued by our company. Please refrain from making any investment decisions based entirely on this document.



# **Appendix**

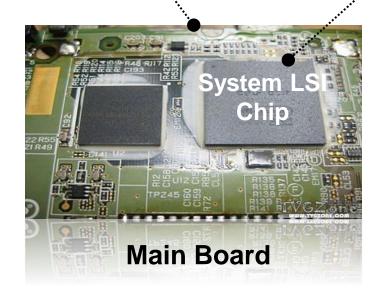


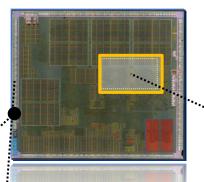






**Customer Products** 





Silicon image in System LSI

# IP Core (DMP K3000, DV740, etc.)

- Circuit elements for graphics and Al functions in LSIs
- DMP provides set manufacturers or semiconductor vendors with IP, including HW circuit schematics and SW driver

# **Graphics Use Cases**



<u>Digital Still Camera</u> Operation menus, Photo thumbnails display





**Digital TV**Various menus, Graphical contents display

Printer
Operation menus,
Maintenance, Print
image display

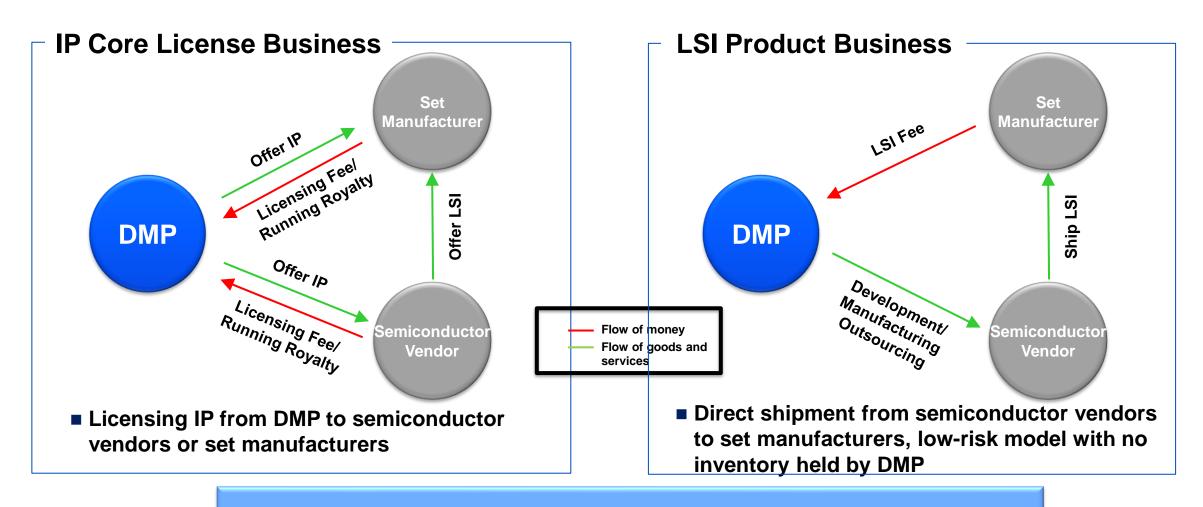




Game console /
Amusement machine
Realistic 3D image
expression

# **Business Model**





IP licensing and fabless LSI business using our own IPs