

Forward-Looking Statements

Information in this presentation regarding MagnaChip's forecasts, business outlook, expectations and beliefs are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 that involve risks and uncertainties. All forward-looking statements included or incorporated by reference in this presentation, including expectations about estimated historical or future operating results, business strategies and plans, future growth and revenue opportunities from new and existing products and customers, expectations on capital expenditures, the timing and extent of future revenue contributions by our products and businesses, and on our the expected timing and adequacy of improvements to, and remediation of material weaknesses in, the Company's internal control environment and corporate culture, are based upon information available to MagnaChip as of the date of this report, which may change, and we assume no obligation to update any such forward-looking statements. These statements are not guarantees of future performance and actual results could differ materially from our current expectations. Factors that could cause or contribute to such differences include general economic conditions, the impact of competitive products and pricing, timely design acceptance by our customers, timely introduction of new products and technologies, ability to ramp new products into volume production, industry wide shifts in supply and demand for semiconductor products, industry and/or company overcapacity, effective and cost efficient utilization of manufacturing capacity, financial stability in foreign markets and the impact of foreign exchange rates, unanticipated costs and expenses or the inability to identify expenses which can be eliminated, compliance with U.S. and international trade and export laws and regulations by us and our distributors, and other risks detailed from time to time in MagnaChip's filings with the SEC, including our Form 10-K filed on February 22, 2018 and subsequent registration statements, amendments or other reports that we may file from time to time with the SEC and/or make available on our website. MagnaChip assumes no obligation and does not intend to update the forward-looking statements provided, whether as a result of new information, future events or otherwise.

This presentation also includes references to certain non-GAAP financial measures. Management believes that non-GAAP financial measures, when viewed in conjunction with GAAP results, can provide a meaningful understanding of the factors and trends affecting MagnaChip's business and operations and assist in evaluating our core operating performance. However, such non-GAAP financial measures have limitations and should not be considered as a substitute for net income or as a better indicator of our operating performance than measures that are presented in accordance with GAAP. A reconciliation of GAAP results to non-GAAP results is included in this presentation.



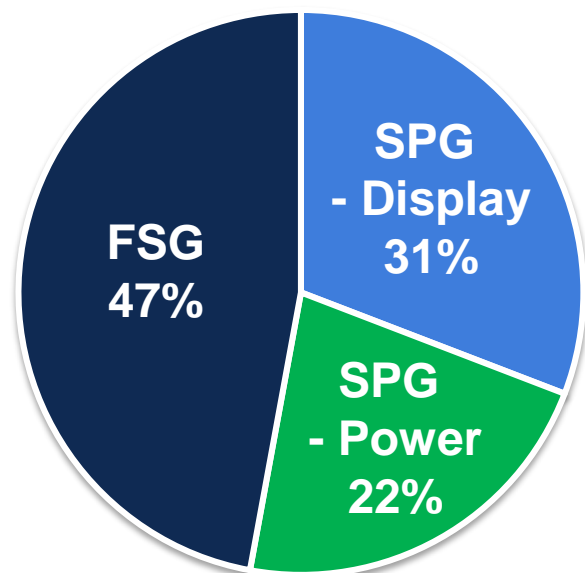
MagnaChip 2.0: Growth through OLED Leadership, Power and Foundry

May 2018

MagnaChip 

A Balanced Portfolio of Products and Services with Growth Opportunities in Diversified Markets

2017 Revenue (\$680M)



Product Breadth

- Over 2,000 products

Intellectual Property

- Approximately 3,200 patents
- Leading OLED design capabilities

Business Lines



• Display Solutions: 31%

- Largest independent supplier of OLED display drivers for mobile devices and VR headsets
- Leading player in UHD 4K TVs



• Power Solutions: 22%

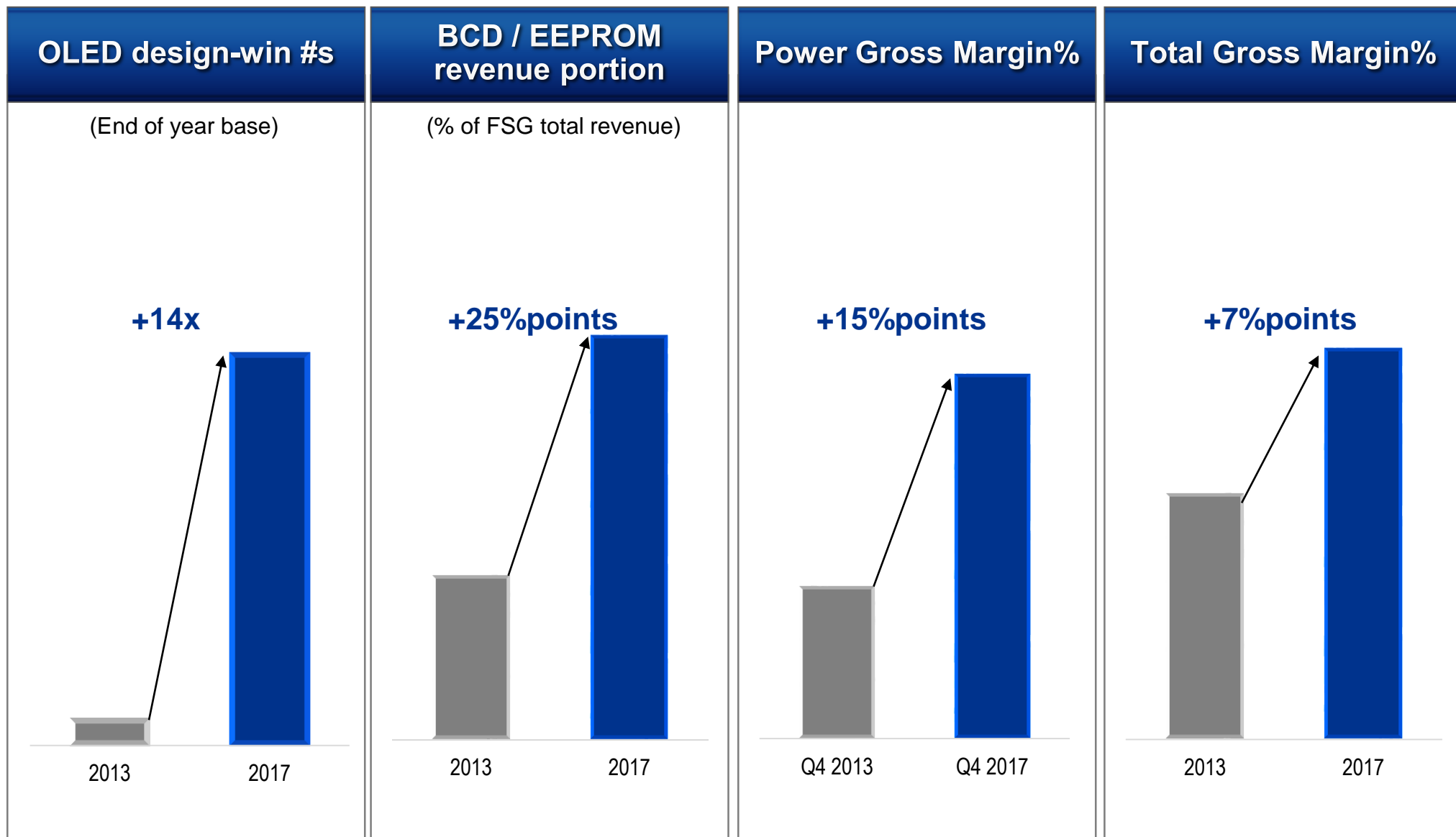
- Power IC and discretes for mobile, consumer electronics and industrial applications
- Leading provider of battery protection discretes for a global smartphone maker



• Specialized Foundry: 47%

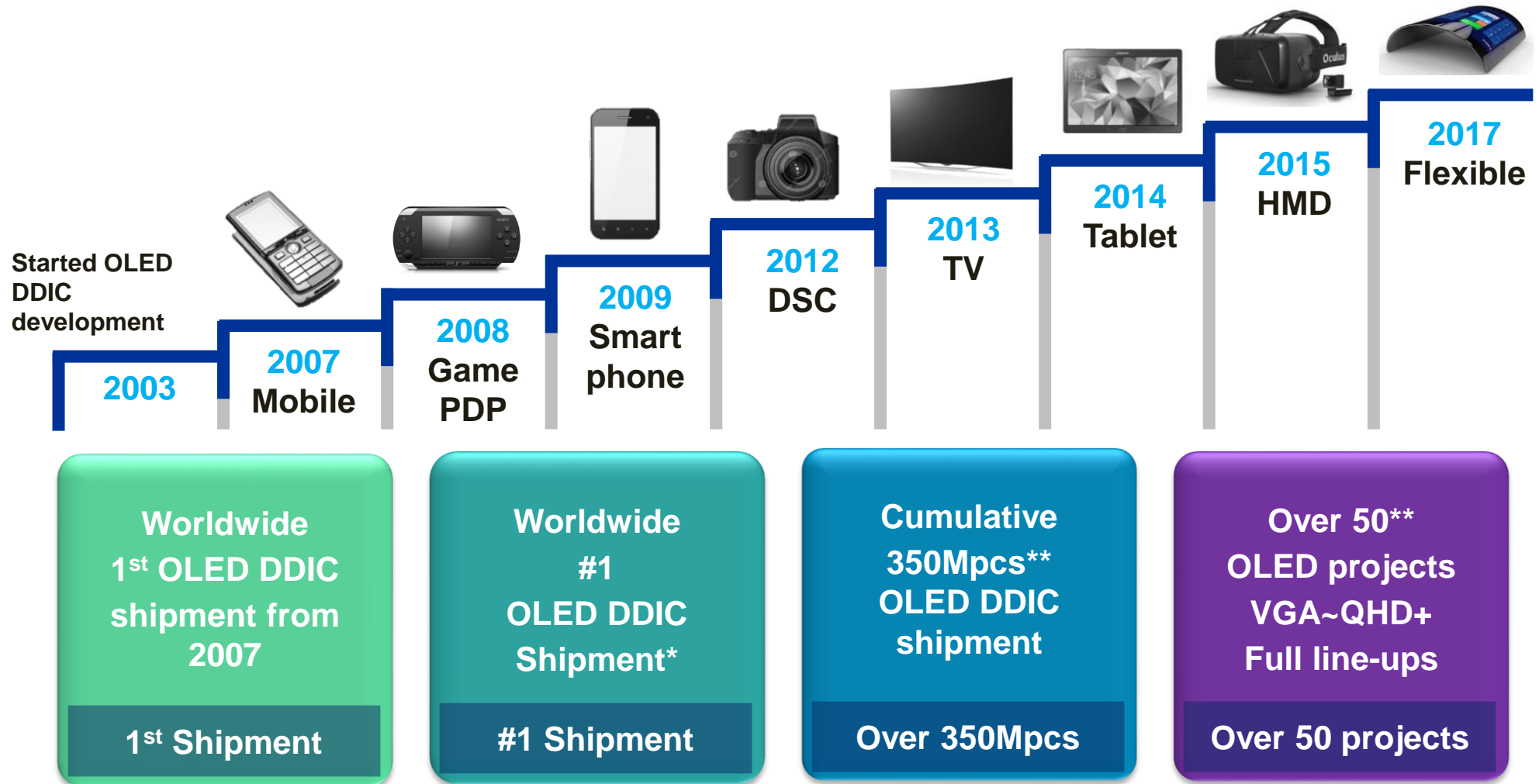
- High voltage, embedded memory and hybrid technology offerings, including BCD with high-density EEPROM in a single process node at 0.13 micron

New Product and Business Strategies Drive Improvement in Business Indicators and Financial Results



A long track record of success in OLED

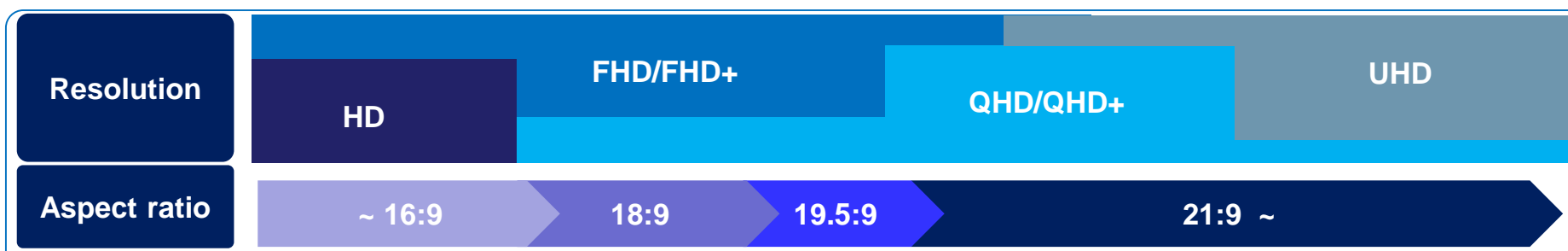
MagnaChip is the first mover of the OLED Display Driver IC in various applications.



* Non captive

** Number by end of 2017

OLED Is Everywhere and Evolves Over Time; MX Has Rigid, Rigid Bezel-Less and Flexible DDICs

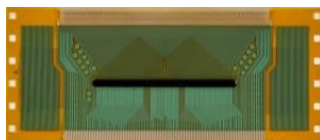


Advantages of OLED

Parameters	OLED	LCD
Contrast ratio	Excellent	Good
Response time	Fast	Slow
Color Gamut	Excellent	Good
Flexibility	Excellent	Bad
Power consumption	Very Good	Good
Thickness	Excellent	Good
Weight	Excellent	Good

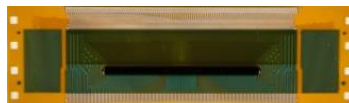
Three samples of MX OLED DDICs; Full portfolio has six rigid, rigid bezel-less and flexible OLED drivers

FHD+ (18:9 ~ 19:9)
Rigid Bezel-less



1 Layer COF

FHD+ (18:9 ~ 21:9)
Rigid Bezel-less Trench



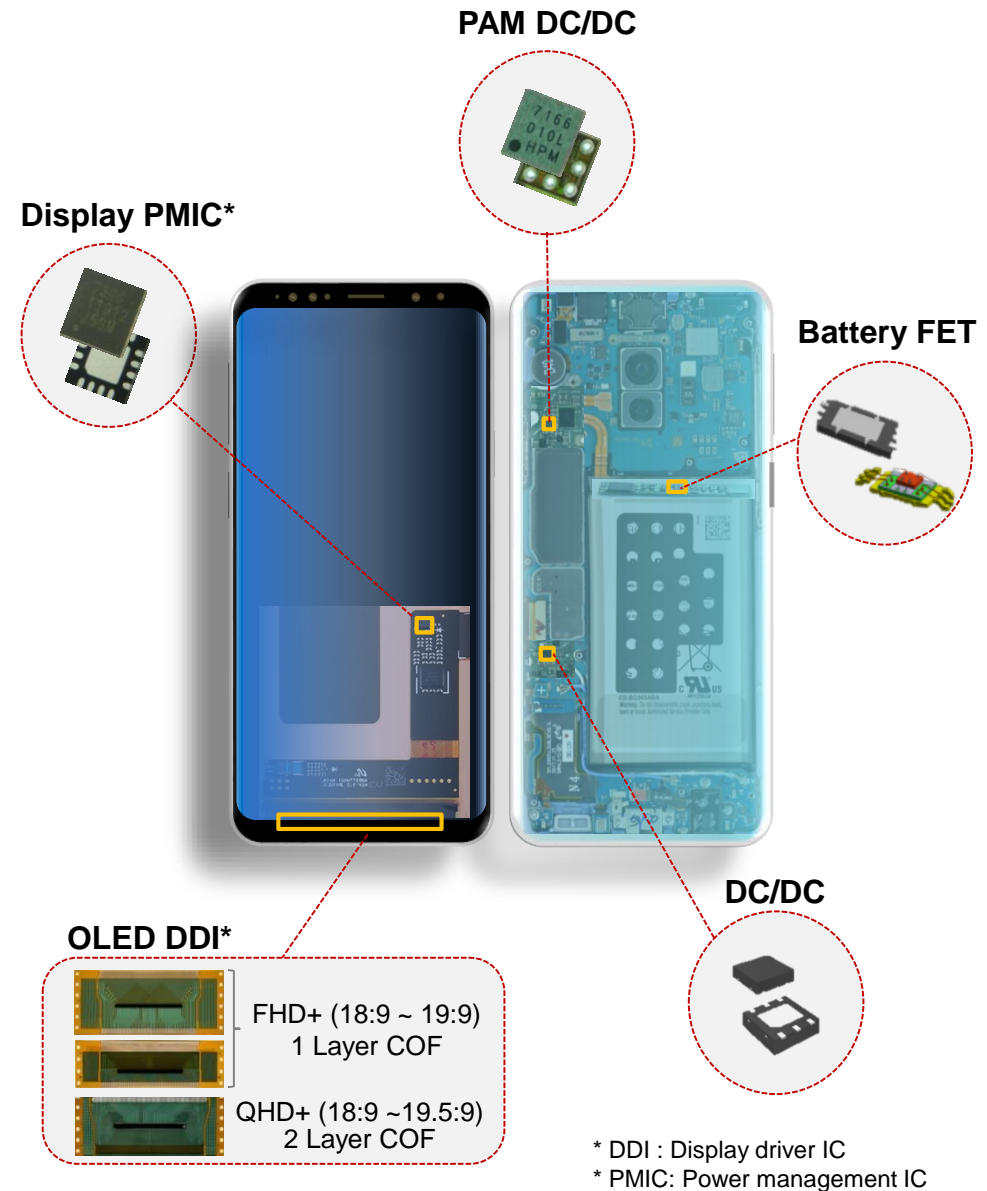
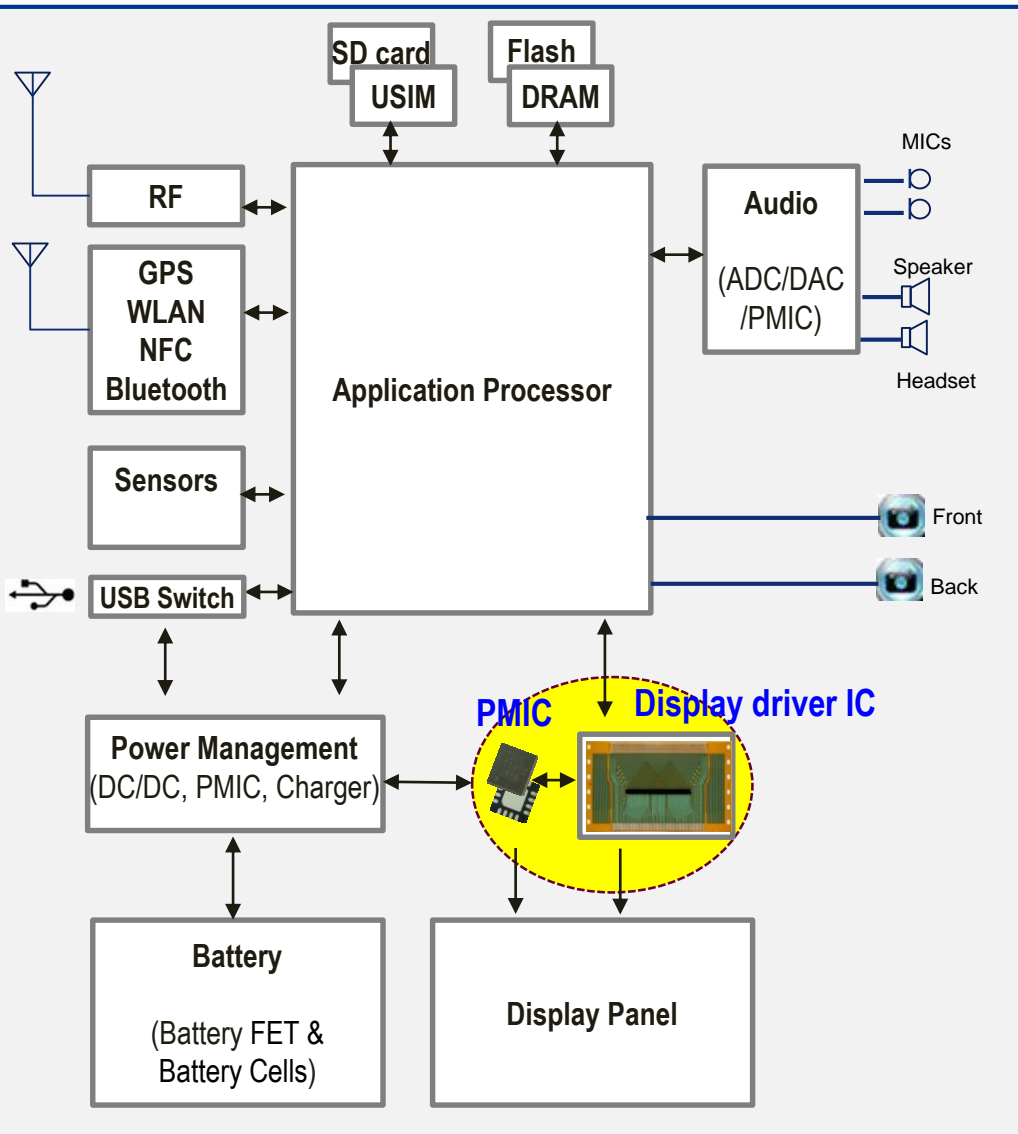
1 Layer COF

QHD+ (18:9 ~ 19.5:9)
Flexible Bezel-less Dual Edge



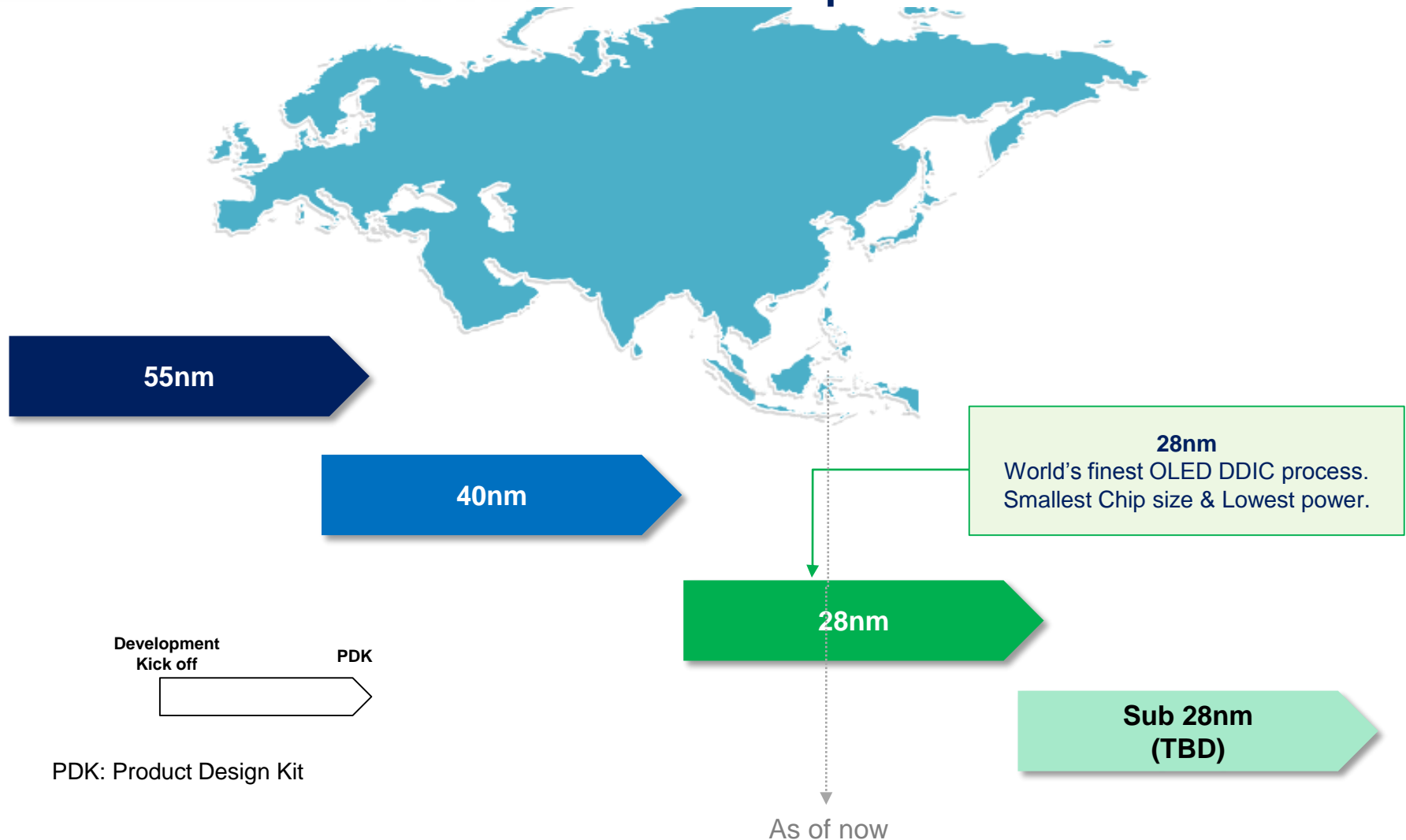
2 Layer COF

MagnaChip products for smartphones

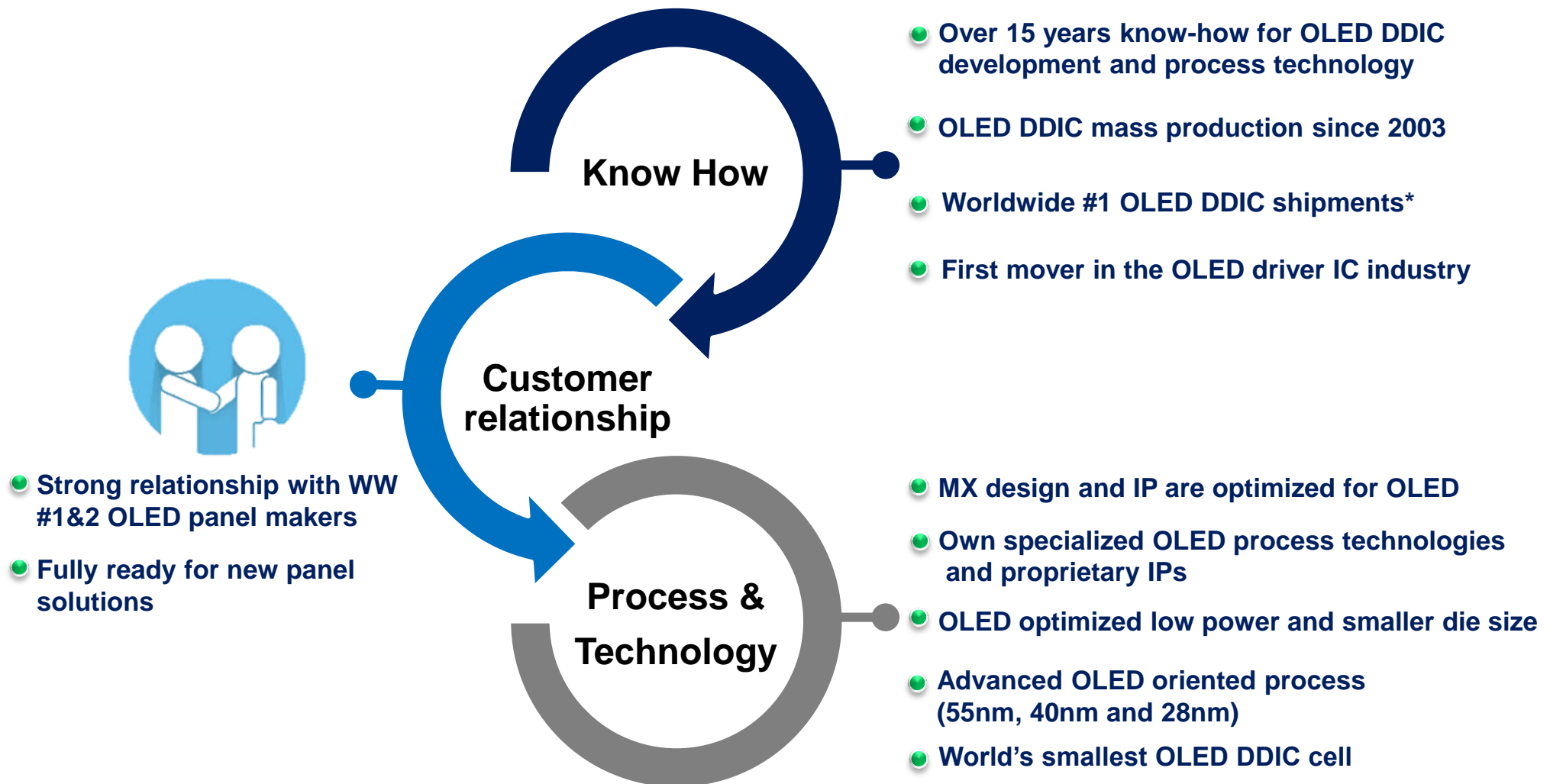


Pioneer in advanced OLED process technology

Leader and pioneer in development of OLED process in collaboration with worldwide top-tier foundries



Key OLED takeaways

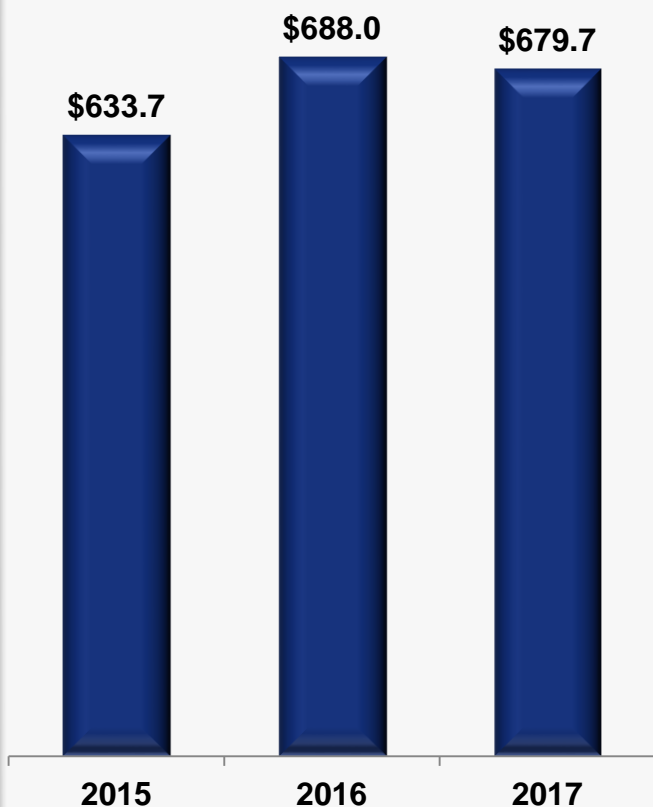


* Non Captive

Recent Financial Results - Yearly

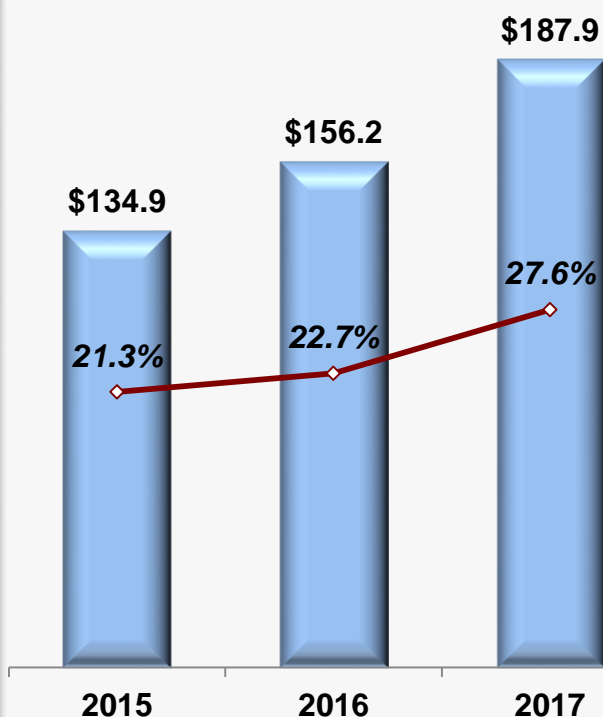
Total Revenue

(\$M)



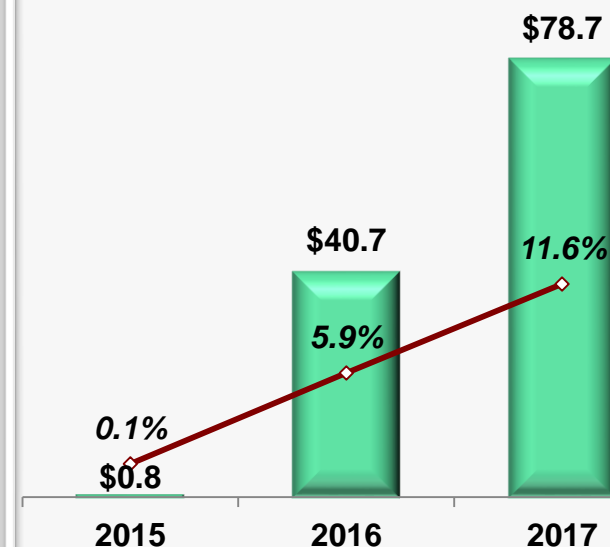
Gross Profit

(\$M)



Adj. EBITDA (1)

(\$M)



(1) A reconciliation of Adjusted EBITDA, a non-GAAP measure, to net income (loss) can be found in the Appendix to this presentation.

Q1 2018 Financial Highlights

- Revenue of \$165.8 million exceeded the high-end of \$158-164 million guidance range
 - OLED display driver revenue of \$34.3 million increased 112% YoY and 141% from Q4 2017; achieved 10 new design wins
- Gross profit margin of 26.9% in line with 26-28% guidance; gross profit dollars increased 7.2% YoY
- Operating income of 7.4 million increased 15.9% YoY
- Adjusted EBITDA of \$15.5 million increased 18.4% YoY

Thank You