

socionext™

for better quality of experience

Socionext Inc (6525 JP)

COMPANY DESCRIPTION

Founded in 2015 and headquartered in Yokohama, Japan, Socionext is the consolidation of the former system LSI businesses of Fujitsu Semiconductor and Panasonic. Socionext designs, develops, and sells System-on-Chips (SoC) products. The company specializes in Custom SoCs (ASICs) and Application Specific Standard Products (ASSPs) with focus area in application markets including smart devices, 5G networks and data centers, automotives and imaging (e.g. imaging processors for GoPro action cameras).

BUSINESS MODEL

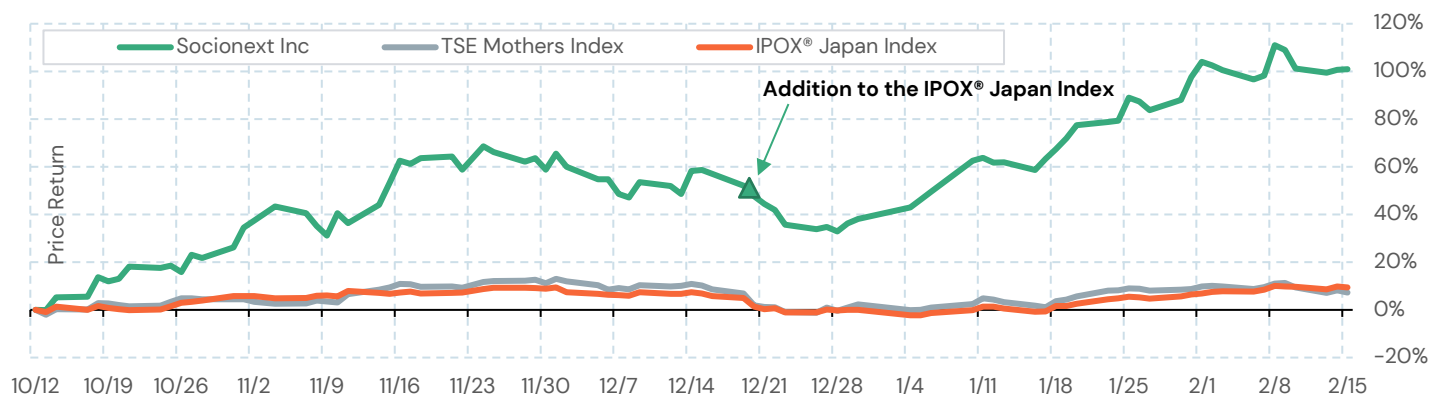
Socionext generates revenue from sales of its SoC solutions and design & development revenue for projects (NRE revenue). As a so-called fabless company, it relies on semiconductor foundries such as TSMC for the assembly and manufacturing of their products, similar to competitors such as Broadcom or Marvell Technology.

IPO HISTORY

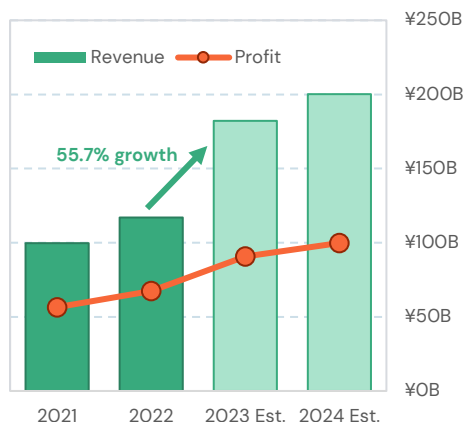
On 10/12/2022, Socionext Inc began trading on the Tokyo Stock Exchange Prime Market led by SMBC Nikko Securities and Nomura Securities. The SoC supplier's offer was upsized by more than 55% to offer 18,297,300 shares, all from existing shareholders (Development Bank of Japan, Fujitsu, and Panasonic) at JP¥3,650.00 per share, high-end of its expected price range (JP¥3,480 to JP¥3,650). Socionext was valued at ca. JP¥122.88 billion at offer, with the 15% over-allotment option fully exercised. The shares opened at JP¥3,835 and surged to close the first day higher at JP¥4,200 (▲15.07%). Socionext Inc was the largest Japanese initial public offering in 2022.

The company was added to the IPOX® Japan Index (IPJP) on 12/19/2022 and has gained ▲31.92% since addition to the index.

HISTORICAL PERFORMANCE



GROWTH OUTLOOK



FACTS ABOUT

socionext™

Est. 2015

OWNS OVER 10,000 Patents and Trademarks

24 Office Locations

2,700 Employees Worldwide

One of the TOP 10 Largest Fabless / IDM Logic IC (ASSP+ASIC) Supplier in the World

CORE TECHNOLOGIES

IMAGING: Achieving Brilliant Image Quality Based on 20+ Years of Experience in Advanced Image Processing

NETWORKING: 100 - 400G Optical Networking SoC Solutions Meeting Growing Bandwidth Demand

COMPUTING: Ultra Low Power and Scalable High-Performance Server Solutions

Specifications System Design Software Design SoC Design QA / SCM Manufacturing

Customers

socionext™

Foundries / OSATs

SELECT CUSTOMERS

Panasonic

FUJITSU

GoPro

INDUSTRY COMPARISON

COMPANY	STOCK SYMBOL	IPO/SPIN-OFF DATE	INITIAL RETURN	OFFER TO DATE (TR)	2023 YTD (PR)	BETA TO BENCHMARK	REVENUE (2023 est.)	GROWTH YoY	EPS
socionext™	6525 JP	10/12/2022	15.07%	130.96%	45.34%	N/A	\$1.40B	55%	3.84
ROHM SEMICONDUCTOR	6963 JP	Rohm Semiconductor went public in 1989			13.22%	1.39	\$4.14B	-2%	6.24
RENESAS	6723 JP	Renesas Electronics went public in 2003			41.19%	1.52	\$11.20B	-2%	1.52
BROADCOM	AVGO US	Broadcom went public in 1998			7.72%	1.11	\$35.17B	6%	40.75
MARVELL	MRVL US	Marvell Technologies went public in 2000			27.46%	1.51	\$5.90B	32%	2.13