



**Ad-hoc announcement in accordance with § 15 WpHG: Dialog Semiconductor revises down its revenue and gross margin outlook for the full year**

**London, UK, 27 July 2016** - [Dialog Semiconductor plc](#) (XETRA: [DLG](#)), a provider of highly integrated power management, AC/DC power conversion, solid state lighting and Bluetooth® Smart wireless technology, today revises down its outlook for the full year 2016.

On 5 May 2016, Dialog indicated that it expected revenue for the full year 2016 to decline high single digit percentage year-on-year. However, as a result of the continuing softness in smartphone market demand, the company now anticipates revenue for the full year 2016 to decline approximately 15% year-on-year. We expect growth momentum in our Connectivity and Power Conversion products to remain strong through 2016.

In line with the revenue performance, we expect underlying gross margin percentage for the full year to be slightly below the level achieved in 2015. The effect of the lower anticipated revenue in the full year 2016 will be partially offset by rigorous control of operating expenses in the period.

Based on our current visibility, we anticipate revenue for Q3 2016 to improve sequentially from Q2 2016 and to be in the range of \$290 to \$320 million. On the basis of this revenue guidance, gross margin in Q3 2016 will be marginally above H1 2016.

**For further information please contact:**

**Dialog Semiconductor**

**Jose Cano**

Head of Investor Relations

T: +44 (0)1793 756 961

[jose.cano@diasemi.com](mailto:jose.cano@diasemi.com)

**FTI Consulting London**

**Matt Dixon**

T: +44 (0)2037 271 137

[matt.dixon@fticonsulting.com](mailto:matt.dixon@fticonsulting.com)

**FTI Consulting Frankfurt**

**Anja Meusel**

T: +49 (0) 69 9203 7120

[Anja.Meusel@fticonsulting.com](mailto:Anja.Meusel@fticonsulting.com)

**Note to editors**

Dialog Semiconductor provides highly integrated standard (ASSP) and custom (ASIC) mixed-signal integrated circuits (ICs), optimised for smartphone, tablet, IoT, LED Solid State Lighting (SSL) and Smart Home applications. Dialog brings decades of experience to the rapid development of ICs while providing flexible and dynamic support, world-class innovation and the assurance of dealing with an established business partner. With world-class manufacturing partners, Dialog operates a fabless business model and is a socially responsible employer pursuing many programs to benefit the employees, community, other stakeholders and the environment we operate in.

Dialog's power saving technologies including DC-DC configurable system power management deliver high efficiency and enhance the consumer's user experience by extending battery lifetime and enabling faster charging of their portable devices. Its technology portfolio also includes audio, Bluetooth® Smart, Rapid Charge™ AC/DC power conversion and multi-touch.

Dialog Semiconductor plc is headquartered in London with a global sales, R&D and marketing organisation. In 2015, it had \$1.35 billion in revenue and was one of the fastest growing European public semiconductor companies. It currently has approximately 1,660 employees worldwide. The company is listed on the Frankfurt (FWB: DLG) stock exchange (Regulated Market, Prime Standard, ISIN GB0059822006) and is a member of the German TecDax index.

**Forward Looking Statements**



This press release contains "forward-looking statements" that reflect management's current views with respect to future events. The words "anticipate," "believe," "estimate," "expect," "intend," "may," "plan," "project" and "should" and similar expressions identify forward-looking statements. Such statements are subject to risks and uncertainties, including, but not limited to: an economic downturn in the semiconductor and telecommunications markets; changes in currency exchange rates and interest rates, the timing of customer orders and manufacturing lead times, insufficient, excess or obsolete inventory, the impact of competing products and their pricing, political risks in the countries in which we operate or sale and supply constraints. If any of these or other risks and uncertainties occur (some of which are described under the heading "Risks and their management" in Dialog Semiconductor's most recent Annual Report) or if the assumptions underlying any of these statements prove incorrect, then actual results may be materially different from those expressed or implied by such statements. We do not intend or assume any obligation to update any forward-looking statement which speaks only as of the date on which it is made, however, any subsequent statement will supersede any previous statement.