

CAPITAL MARKETS DAY 2018

COPENHAGEN, Denmark, 10 April, 2018 – Napatech A/S (“Napatech”, OSE: NAPA) today hosts a Capital Markets Day at Hotel Continental in Oslo, presenting details on Napatech’s markets, technology, operations, strategy and ambitions. Napatech is perfectly positioned to leverage on the market transformation towards reconfigurable computing platforms, and the company sees a long-term revenue potential significantly larger than its current business, as Napatech moves to broader markets and supports more applications.

“The way networks are built, managed and operated have radically changed, creating incredible new opportunities for IT organizations of every size to reimagine their businesses. Napatech pioneered the use of Field Programmable Gate Arrays as an underlying technology in the company’s products and solutions, and has built a solid business based on early adopters of FPGA technology, in specialized segments at tier-1 network and security original equipment makers. As a result of the major market trends, FPGA technology has now become pervasive, and are widely available to more users and applications, in many more network types and locations. Here and now, Napatech is well positioned to seize upon these new, large and fast-growing markets, with the company’s FPGA-based SmartNIC software and hardware solutions,” says Lars Boilesen, Chairman of the Board of Napatech.

Napatech’s strategy is founded on four main pillars providing a firm foundation to win the emerging opportunities:

- **Dominate:** Napatech will continue to dominate the packet capture market and maintain the strategic relationships established with market leading key customers and partners.
- **Expand:** Napatech is engaged with key customers on defining reconfigurable computing solutions that expand beyond packet capture use cases, such as inline cyber security solutions.
- **Establish:** Napatech is establishing a beach-head in the virtualization solutions market based on current engagements with leading telecom carriers and vendors.
- **Explore:** Napatech is exploring the potential for delivering compute offload solutions that leverage FPGA technology deployed by cloud vendors or server ODMs.

“Napatech is perfectly positioned to take advantage of the market shift to reconfigurable computing platforms. We are one of the few companies in the world with the expertise to deliver world-class FPGA-based application-driven solutions. Napatech is focused on managing and growing our existing business in a medium size market with relatively low growth to fund investment in new initiatives, which will drive long-term growth,” says Henrik Brill Jensen, Chief Executive Officer of Napatech.

Napatech is expecting growth in new initiatives through 2022 to be a combination of:

- Cybersecurity solutions for both existing and new customers. Today, this is a large market with medium growth. This market is expected to contribute with up to 60% of future, long-term revenues.
- Virtualization solutions primarily for new customers. Today, this is a small market with massive growth. This market is expected to contribute with up to 60% of future, long-term revenues.
- Compute offload solutions for new customers. Today, this is a small market with massive growth. This market is expected to contribute with up to 20% of future, long-term revenues.

“As a result of the changes that the markets, customers and Napatech are going through, the long-term outlook is promising as Napatech products and services become applicable to not only our current, but also new market segments. We see a long-term potential significantly larger than our current business as we move to broader markets and support more applications,” says Henrik Brill Jensen.

Napatech today hosts its Capital Markets Day 2018 at Hotel Continental in Oslo, with the following agenda:

Registration: 08:45 - 09:00

Presentations and Q&A: 09:00 - 12:00

Optional lunch: 12:00 - 13:00

The Capital Markets Day will include presentations by the Napatech management with insights into Napatech's markets, technology, operations, strategy and ambitions. Presenters include Henrik Brill Jensen, Chief Executive Officer, Jarrod J.S. Siket, Chief Marketing Officer, Ken Way, Chief Sales Officer and Dan Joe Barry, VP of Positioning. The event will be hosted by Lars Boilesen, Chairman of the Board of Directors.

The day will also feature keynote speakers from Intel and Xilinx, the leading manufacturers of Field Programmable Gate Arrays (FPGA) who will share their valuable, independent perspectives on the future of networking and communications, including the use of FPGAs as a key technology in modern datacenter designs.

Jim Dworkin, Data Center Business Unit, Xilinx Jim is a senior leader in the semiconductor industry who has held influential positions at Fortune 100 companies such as Motorola, Freescale, Broadcom and now Xilinx. He has driven revenue growth well over \$100M in market segments including embedded SoC, computing, network security, and cloud computing. His most recent work has been on datacenter acceleration, where he plays a leading role in the wide-scale adoption of FPGA's at strategic attach points in datacenters as well as growing the emerging market of FPGA-as-a-service (FaaS). His presentation will introduce the applications and use cases where leading, global customers have chosen Xilinx for their all programmable FPGA-based computing needs.

Stefano Zammattio, Programmable Solutions Group, Intel Corporation Stefano Zammattio is responsible for marketing Intel FPGA products. Stefano has been a member of Intel since 2004 and has rolled out a diverse range of products across Europe. He has been involved in the computing and electronics industry since 1987 and has held roles in scientific research, systems development, engineering and product marketing/management. He holds a BSc in Physics and an MSc in Medical Electronics. Stefano Zammattio will present on how FPGAs are being used to build a smart and interconnected world.

The CMD presentations are enclosed, and can also be downloaded separately at the investor section of www.napatech.com

For additional information, please contact:

Henrik Brill Jensen, Chief Executive Officer

Phone: +45 2011 1673

E-mail: hbj@napatech.com

Niels Hobolt, Chief Financial Officer

Phone: +45 2045 5441

E-mail: nh@napatech.com

ABOUT NAPATECH

Napatech helps companies to reimagine their business by bringing hyperscale computing benefits to IT organizations of every size. We enhance open and standard virtualized servers to boost innovation and release valuable computing resources that improve services and increase revenue. Our Reconfigurable Computing Platform™ is based on a broad set of FPGA software for leading IT compute, network and security applications that are supported on a wide array of FPGA hardware designs.

Additional information is available at www.napatech.com

This information is subject to the disclosure requirements pursuant to section 5-12 of the Norwegian Securities Trading Act.