

D-Link[®]
Building Networks for People

A low-angle photograph of several flagpoles extending upwards against a clear blue sky. Various national flags are flying from the poles, including the United States flag, the Japanese flag, and the South Korean flag.

Credit Suisse 2007 Asia Investors Conference

March 28-29, 2007

Safe Harbor Statement

All numbers are consolidated. Except for statements in respect of historical matters, the statements contained in this release are "forward-looking statements" within the meaning of Section 27A of the U.S. Securities Act of 1933 and Section 21E of the U.S. Securities Exchange Act of 1934. Such forward-looking statements involve known and unknown risks, uncertainties and other factors, which may cause the actual performance, financial condition or results of operations of D-Link Corporation to be materially different from any future performance, financial condition or results of operations implied by such forward-looking statements.

Agenda

- **Background.....P1**
- **Outlook.....P6**
- **Financials & Regional Thrusts.....P12**
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All numbers consolidated except otherwise specified.
2006 numbers are pro forma ..

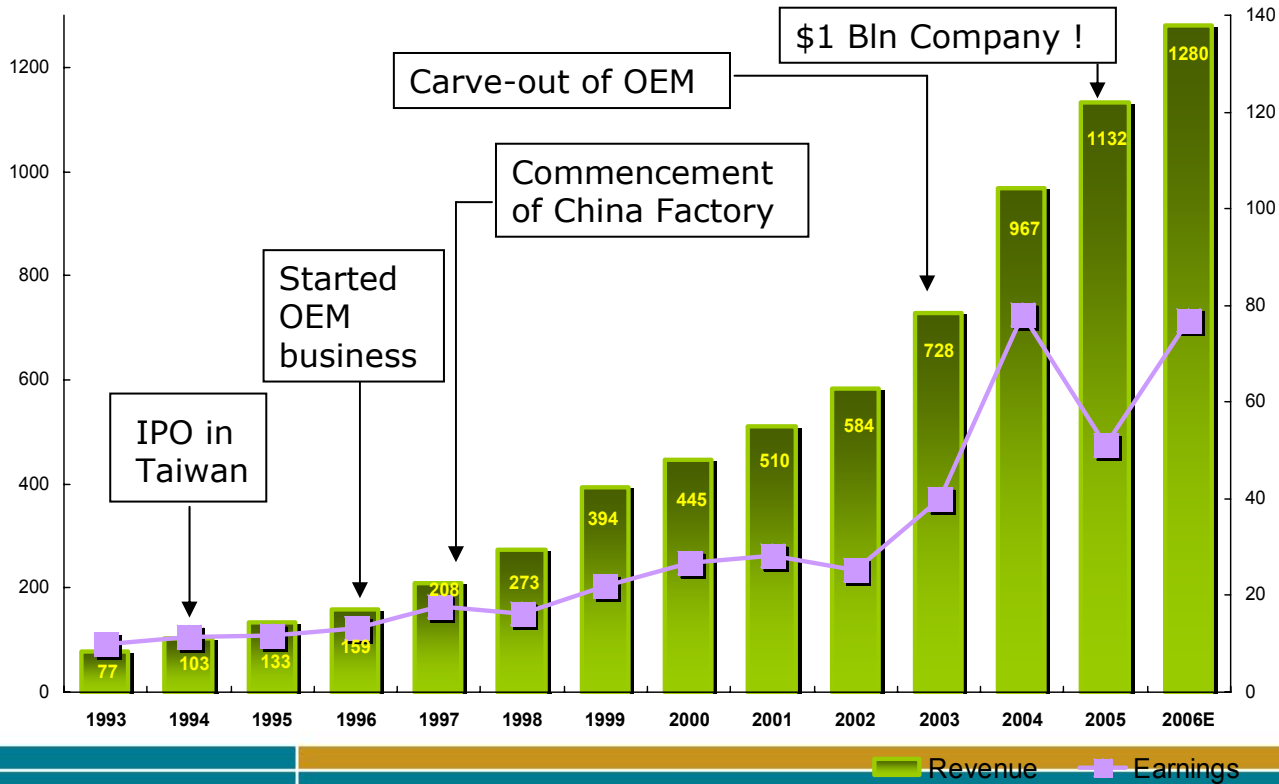
Background

Company Profile

- Founded in 1986
- Publicly listed in 1994 at Taiwan Stock Market
- Spun off OEM/ODM in 2003
- Paid-in Capital: NT\$ 6.634bln (US\$ 202mln)
- Current Market Cap: around US\$ 1.013bln
- Number of employees: over 1,898 worldwide
- Over 103 sales offices serving more than 100 countries

Milestone

US\$M



Healthy Fundamentals

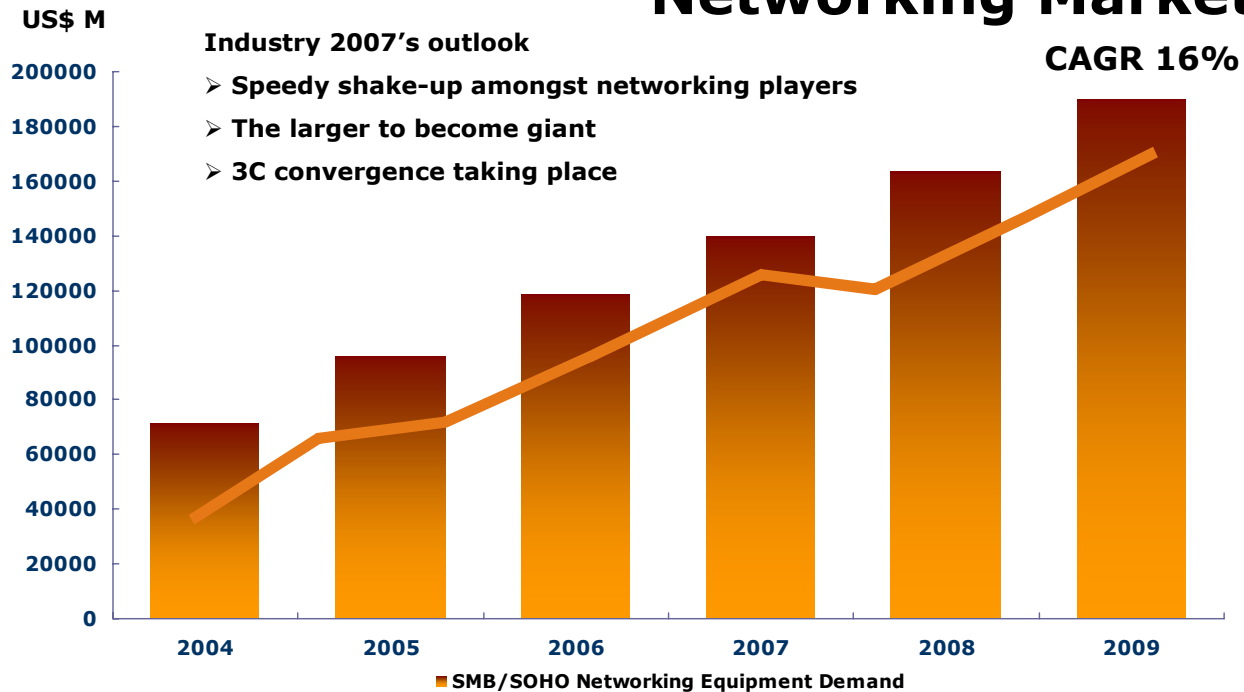
- A full range network solutions offering to consumer, business, and service providers
- Extensive global market coverage via various channels
- Unique brand equity
- Leading position in SOHO/SMB market segments
- Expertise in Switches, WLAN, and Broadband
- Strong partnerships with broad product vendors

Extensive Channels



Outlook

WW SMB and SOHO Networking Market

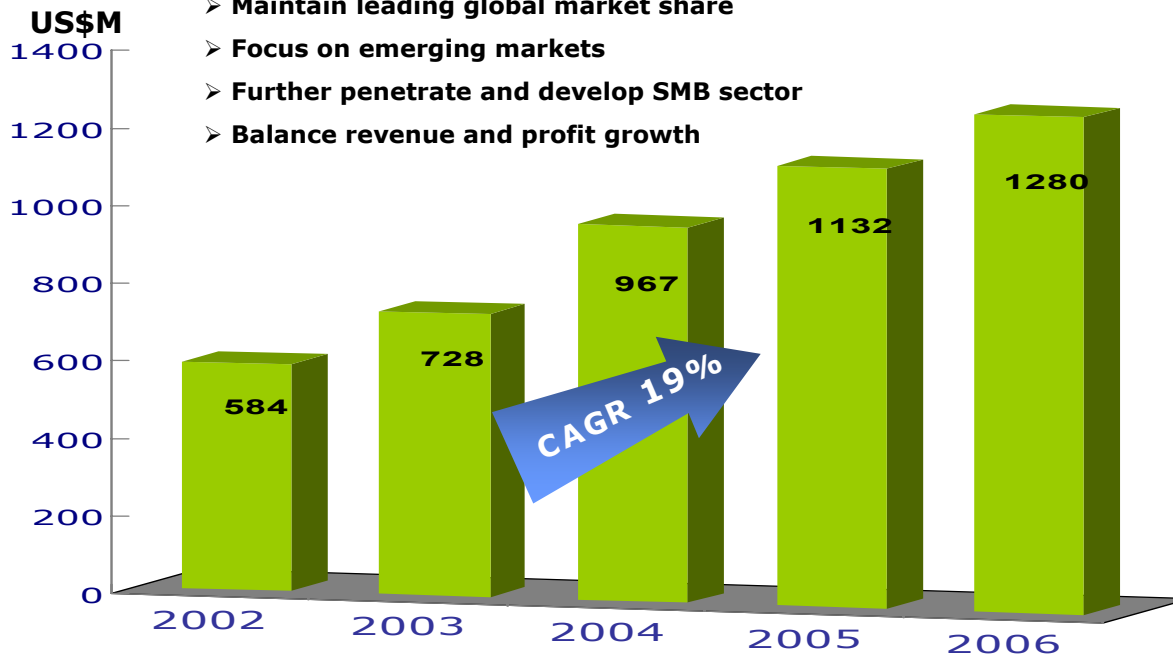


Source: IDC, FY2006

D-Link Growth

D-Link 07's outlook

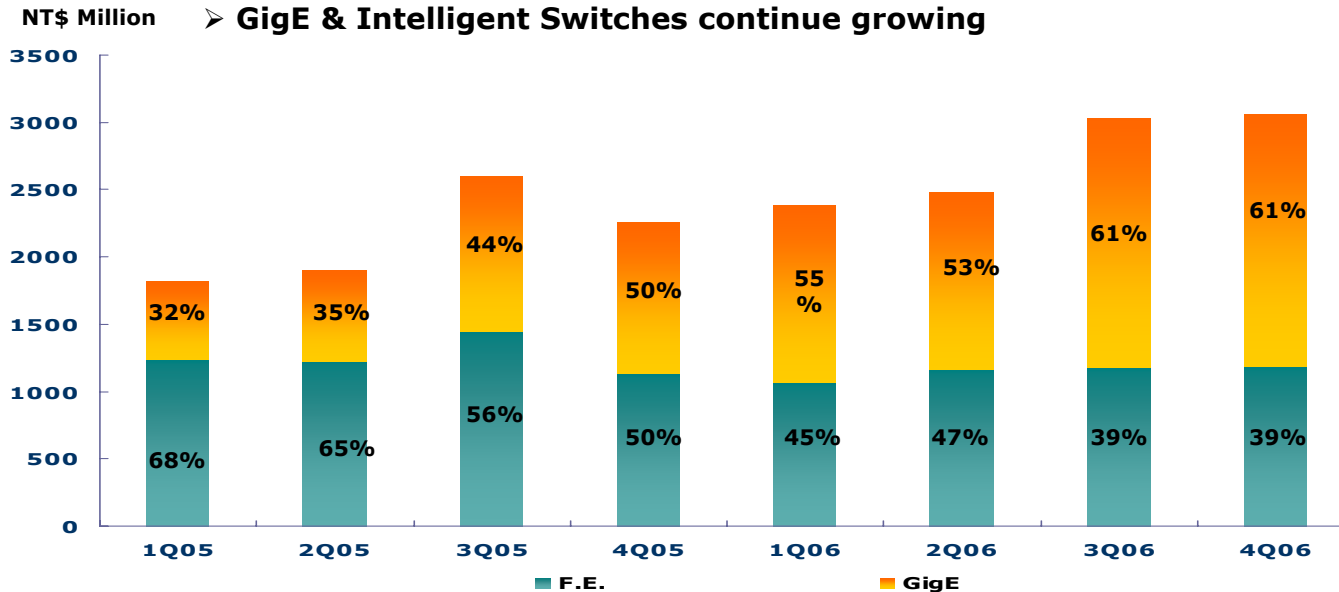
- Maintain leading global market share
- Focus on emerging markets
- Further penetrate and develop SMB sector
- Balance revenue and profit growth



■ Revenue

D-Link Switch

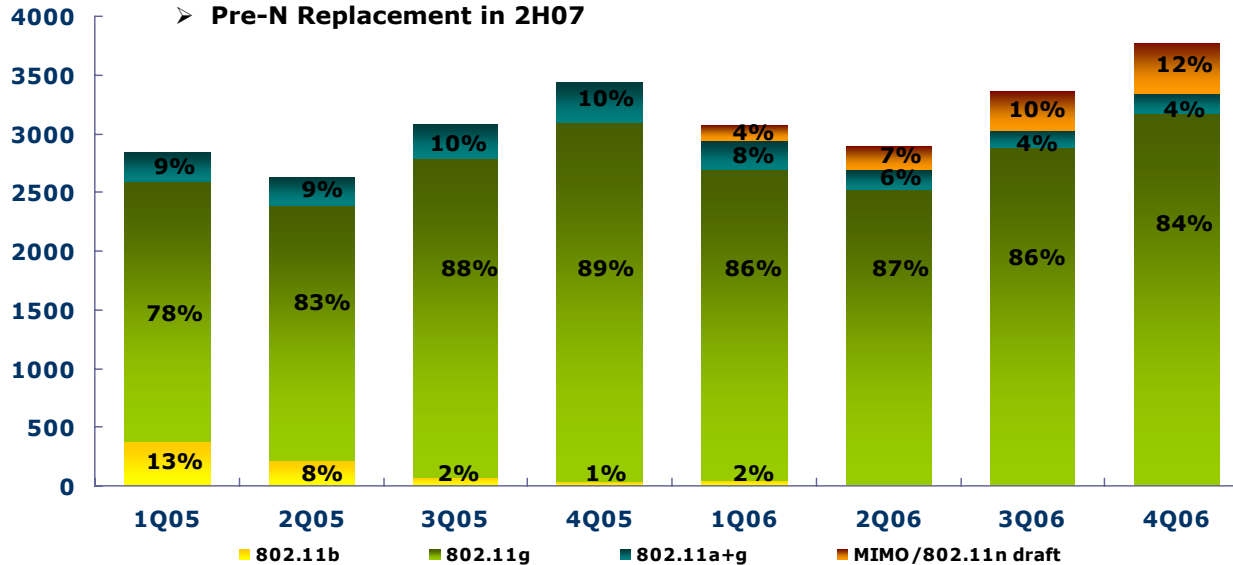
- Highest Gross Margin amongst all product categories
- GigE & Intelligent Switches continue growing



D-Link WLAN

- In N.A., All of New Models with Pre-N Shipped
- Europe increasing Pre-N Shipments
- Pre-N Replacement in 2H07

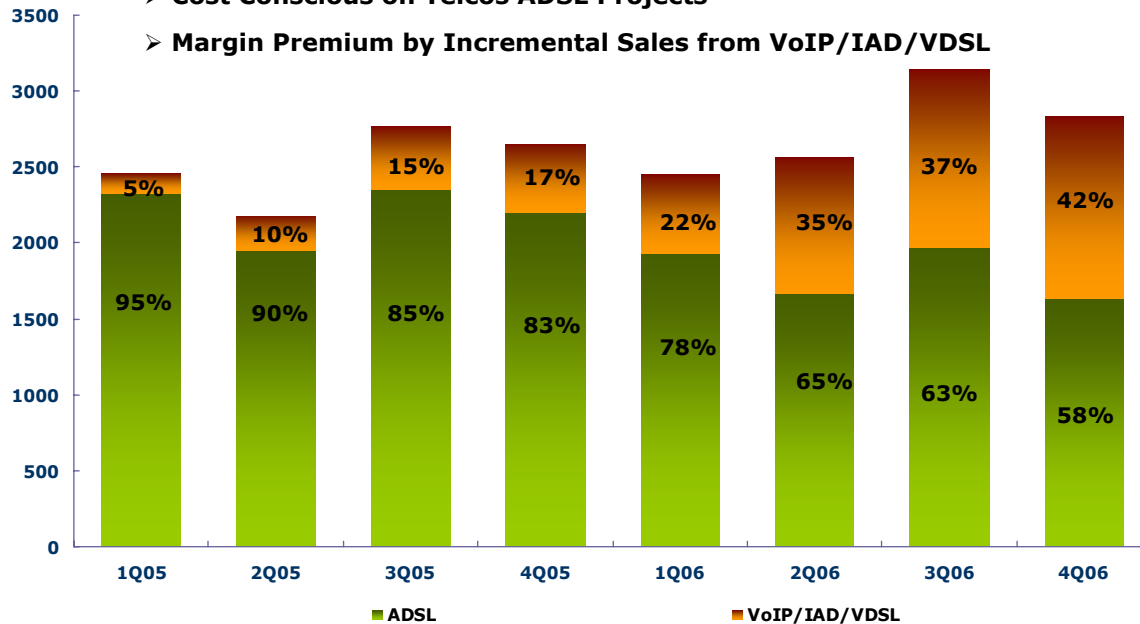
NT\$ Million



D-Link Broadband

NT\$ Million

- Cost Conscious on Telcos ADSL Projects
- Margin Premium by Incremental Sales from VoIP/IAD/VDSL



Financials & Regional Thrusts

2006 YoY Comparison of Income Statement

Unit: NT\$ mln	2006		2005		YoY % Change
	AMT	%	AMT	%	
Net Sales	41,695	100.0	36,381	100.0	14.6
Cost of Goods Sold	28,260	67.8	25,050	68.8	12.8
Gross Profit	13,435	32.2	11,331	31.2	18.6
Operating Expenses	9,608	23.0	8,784	24.1	9.4
Operating Income	3,827	9.2	2,547	7.1	50.2
Total Non-Op. Inc. (Loss)	1	0.0	114	0.2	(99.1)
Income Before Tax	3,828	9.2	2,661	7.3	43.8
Tax Expenses	(779)	(1.9)	(642)	(1.8)	21.3
Net Income	3,049	7.3	2,019	5.5	51.0
Minority Interest	(527)	(1.3)	(382)	(1.0)	37.9
Consolidated Income	2,522	6.0	1,637	4.5	54.1
EPS (NT\$)	3.80		2.47		54.1

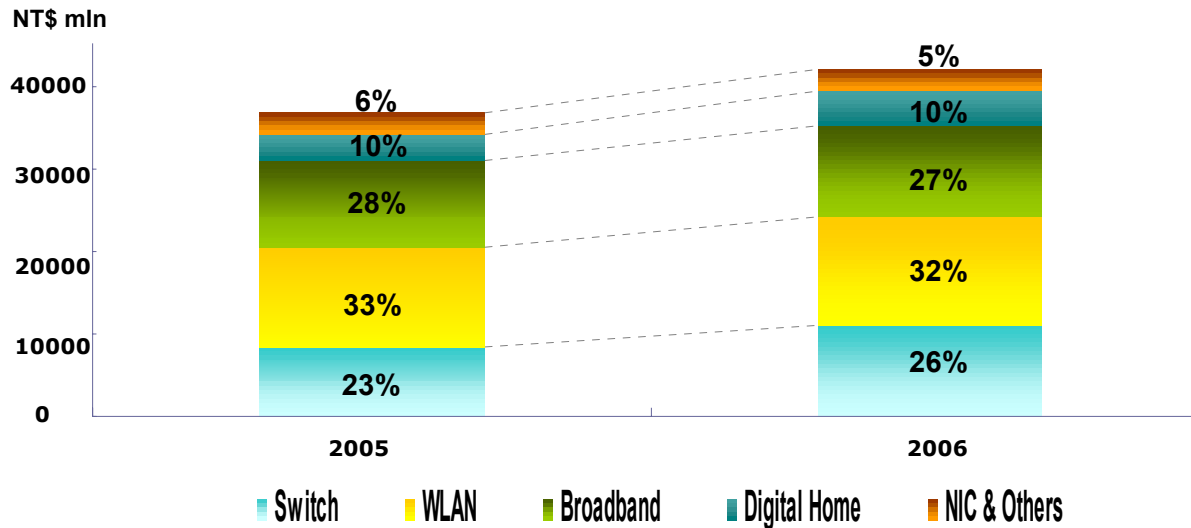
* Calculated by 4Q06 weighted average of 663mln shares.

* 2006 numbers are pro forma

2006 Revenue by Products Consolidated

06 revenue YoY comparison:

- Switch grew 28%
- WLAN increased 10%
- Broadband rose 10%
- Digital Home grew 19%



2007 Regional Thrusts

North America

- Replace 11g by Pre-N
- Balance growth between retail and SMB

Europe

- Improve operational efficiency
- Cost conscious on telcos projects
- Growth in Nordic, Central, Eastern Europe

APac & Other Areas

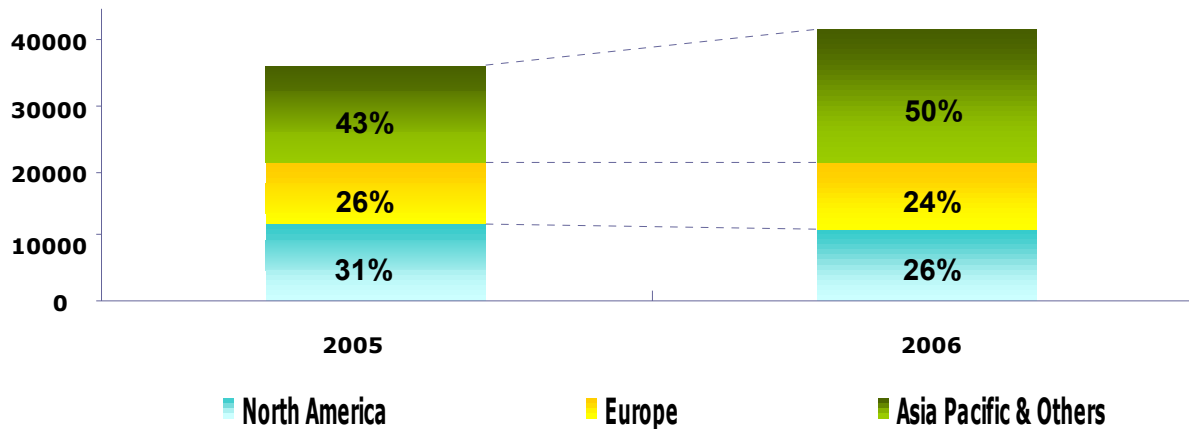
- Penetrate Japan market
- Start to rebound in China
- Reinforce position in emerging markets

2006 Revenue by Regions Consolidated

06 revenue YoY comparison:

- N.A. slightly dropped 5%
- Europe inched 6%
- AsiaPac & Other emerging markets jumped 34%
- In NT\$ terms, WW 06 revenue grew 14%

NT\$ mln



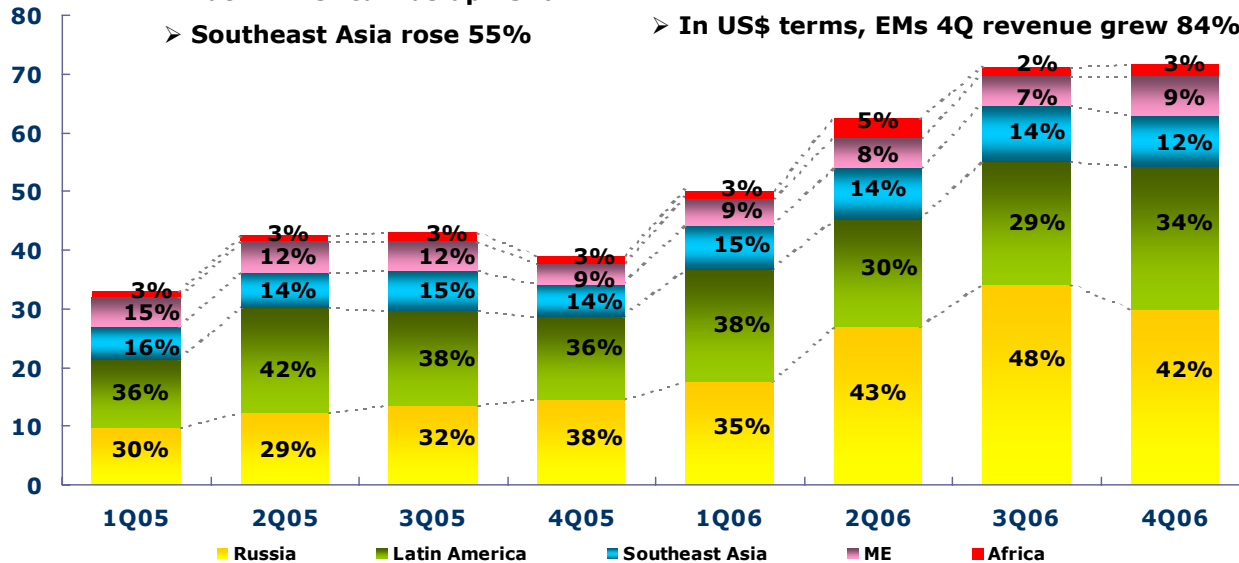
Emerging Markets by Regions (Exclude China)

4Q/06 revenue YoY comparison:

US\$ Million

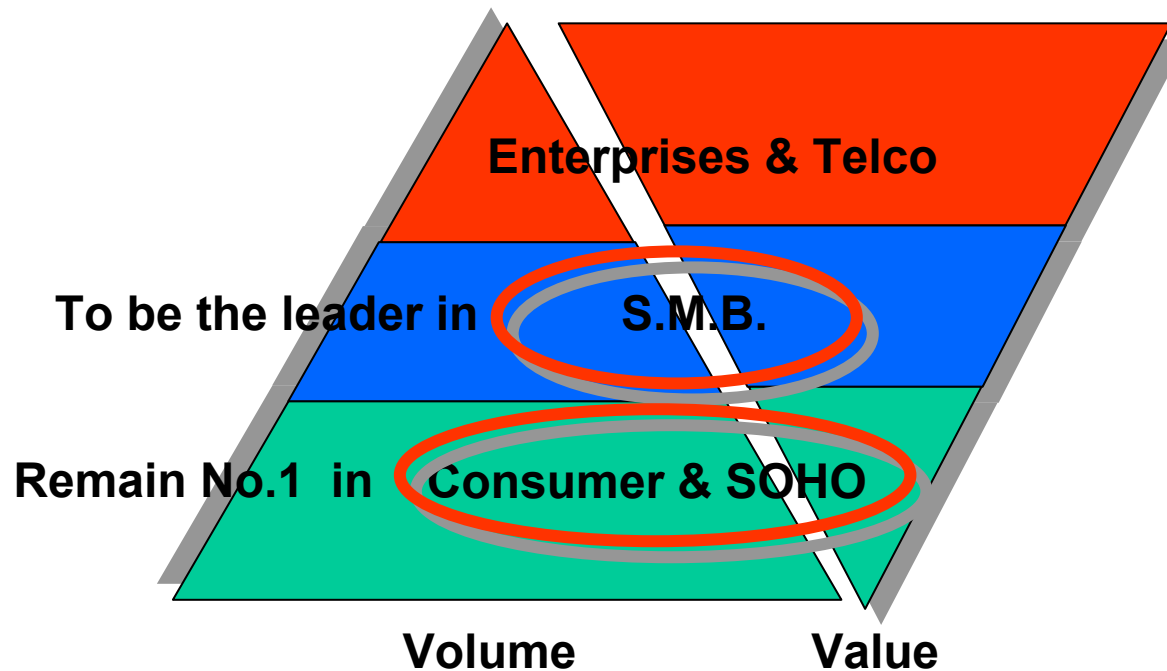
- Russia jumped 103%
- Latin America was up 75%
- Southeast Asia rose 55%

- Middle East went up 88%
- Africa moved up 72%
- In US\$ terms, EMs 4Q revenue grew 84%



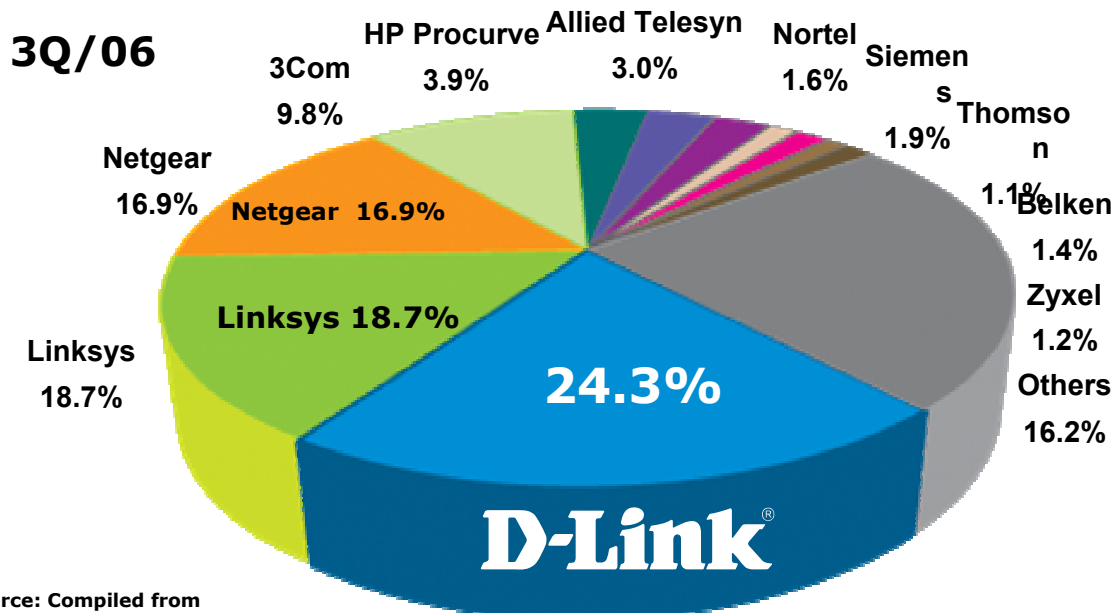
Strategy & Dividend Policy

Market Strategy



#1 in SOHO/SMB Market

- 3Q/06 D-Link Market share rose to 24.3% from 23.8% in 2Q/06



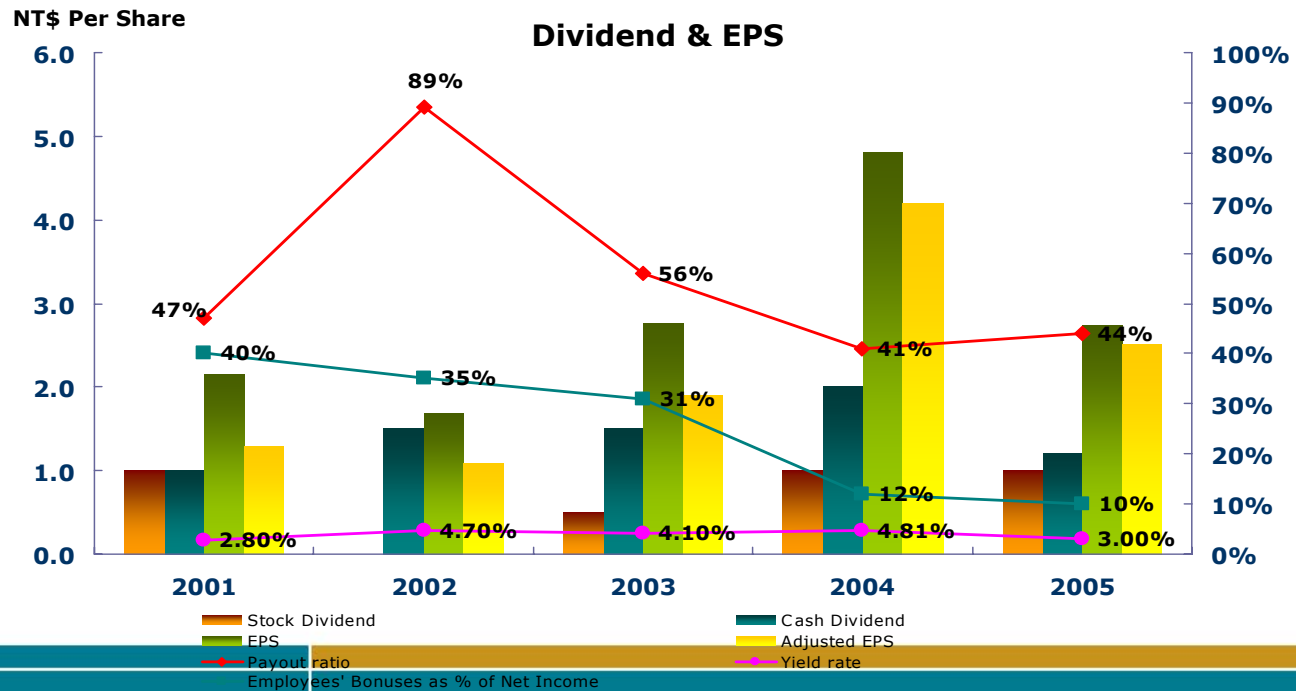
Source: Compiled from
In-Stat 3Q 2006 Wireless LAN Equipment Market Share Report
In-Stat 3Q 2006 Ethernet LAN Switch Market Share Report
In-Stat 3Q 2006 Broadband Equipment Market Share Report

Strength in Emerging Markets

- **Localization**
 - **In Country Operation**
- **Products Differentiation**
 - **Optimal Customization**
- **Technical Supports**
 - **Real-time after Service & RMA**

High Dividend Payout

- Payout more cash over stock
- Limited employees' bonuses dilution
- High yield rate



Employees' Bonuses as % of Net Income

Q & A

*For complete financial and
press releases, please visit
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