



2006 UBS Taiwan Conference

Taipei, June 19, 2006

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

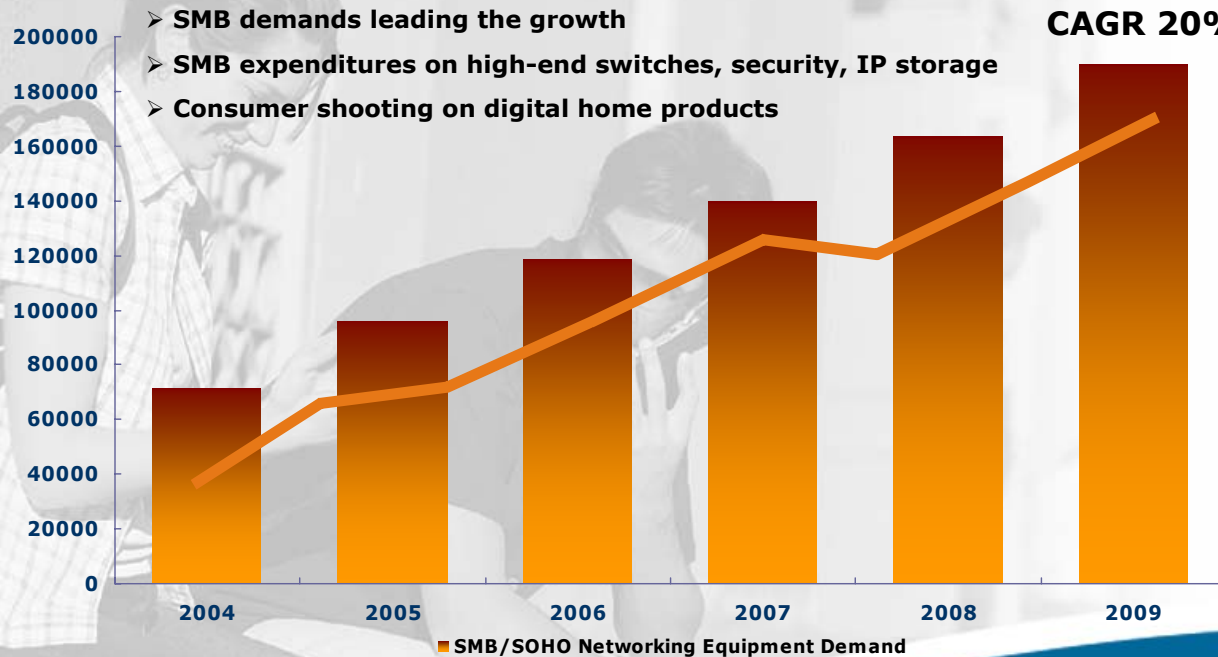
- **Industry Outlook**
- **Global Position**
- **Corporate Updates**

All numbers consolidated except otherwise specified.

Industry Outlook

WW SMB and SOHO Networking Market

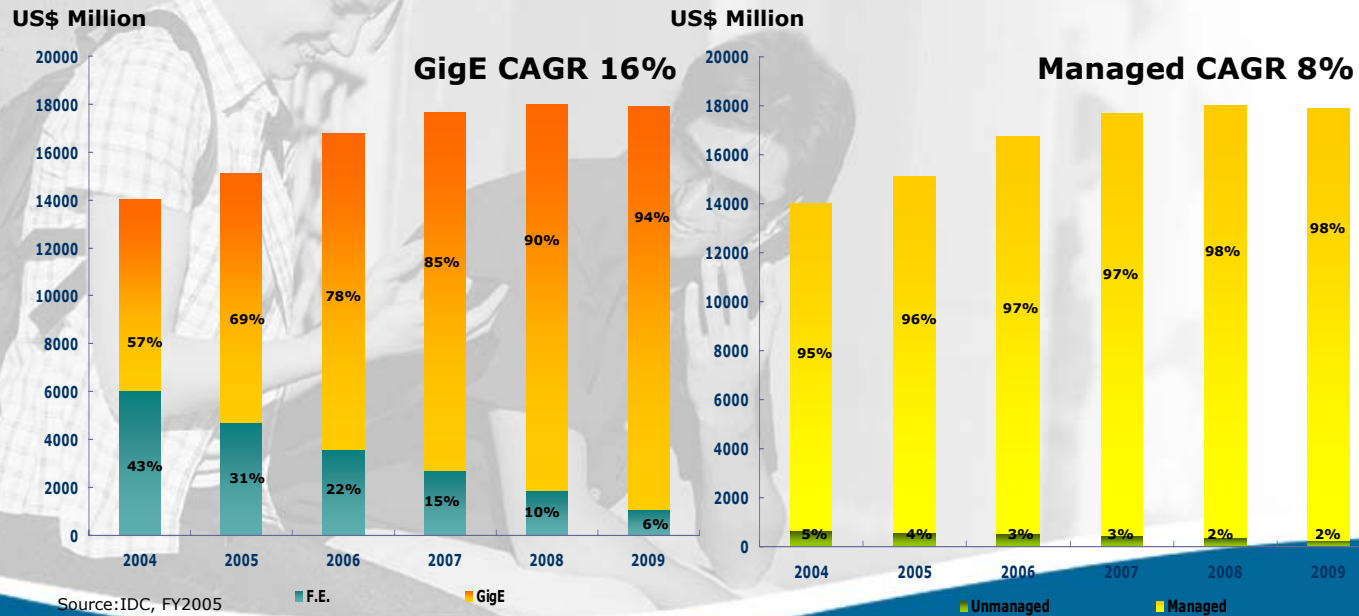
US\$ Million



Source: IDC, FY2005

Switching

- GigE officially crossovers FE
- Intelligent Switches dominates Dump Switches
- Stackable Switches outgrows Chassis/Modular
- Pull-through for Security, IP Storage (SAN)
- More software efforts, higher profitability
- Wireless Switches initiate

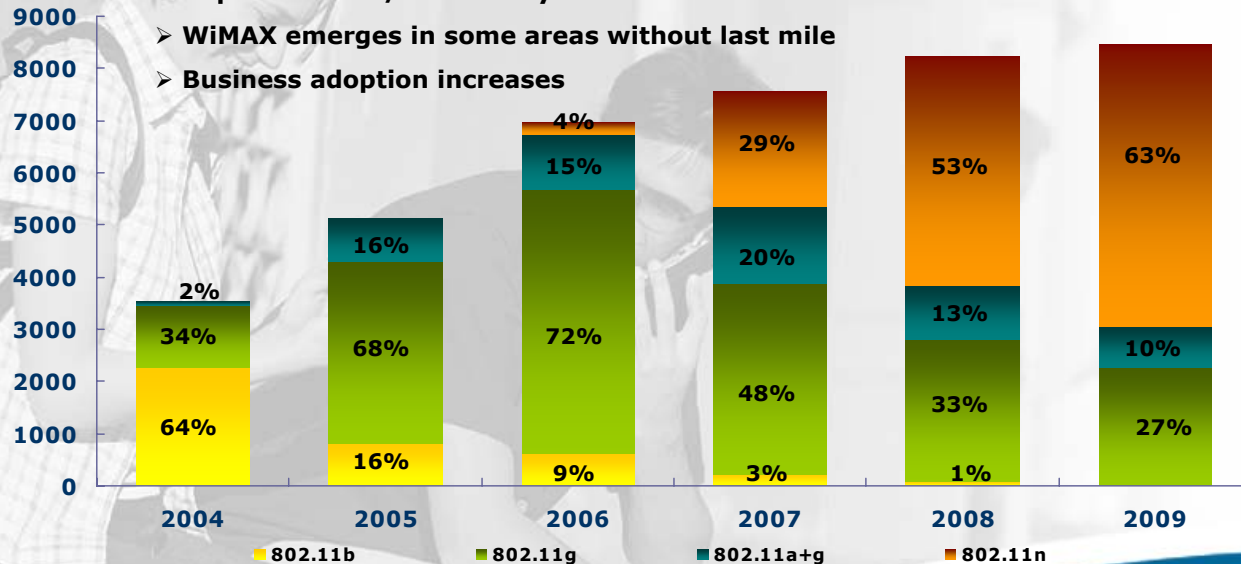


WLAN

US\$ Million

- EWC expedites 802.11n adoption
- Earlier integration of 3G and WLAN
- Super G MIMO / Pre-N only for transition
- WiMAX emerges in some areas without last mile
- Business adoption increases

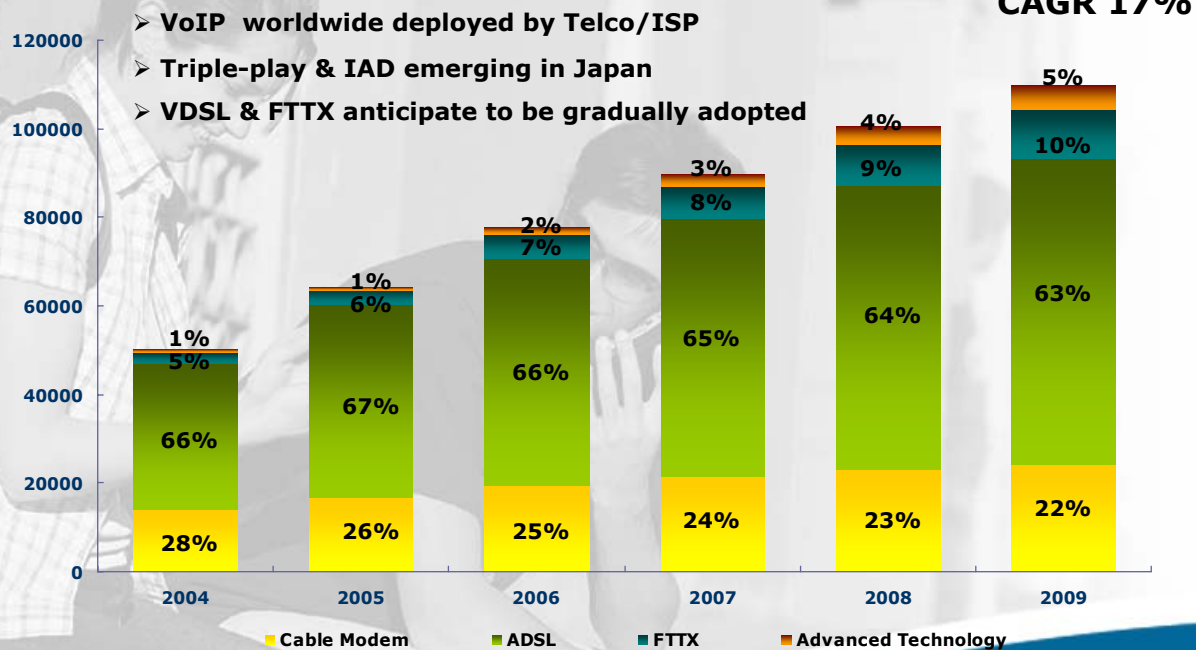
CAGR 15%



Source: IDC, FY2005

Broadband

US\$ Million



Source: IDC, FY2005

Global Position

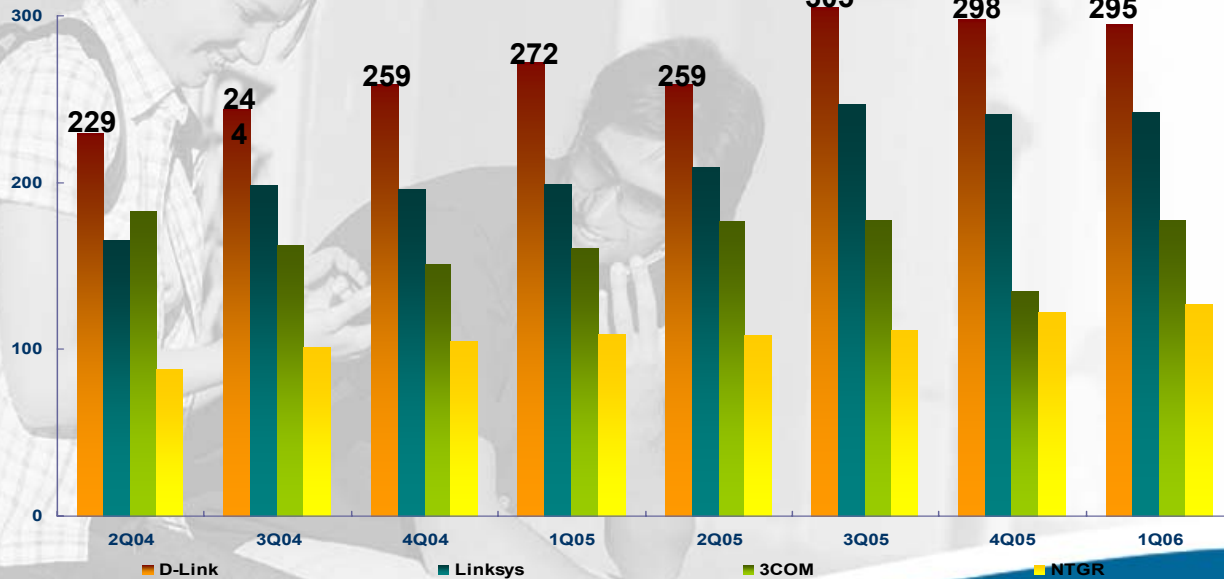
Extensive Channels



1 in Global Revenue

Qtrly Revenue

US\$ Million

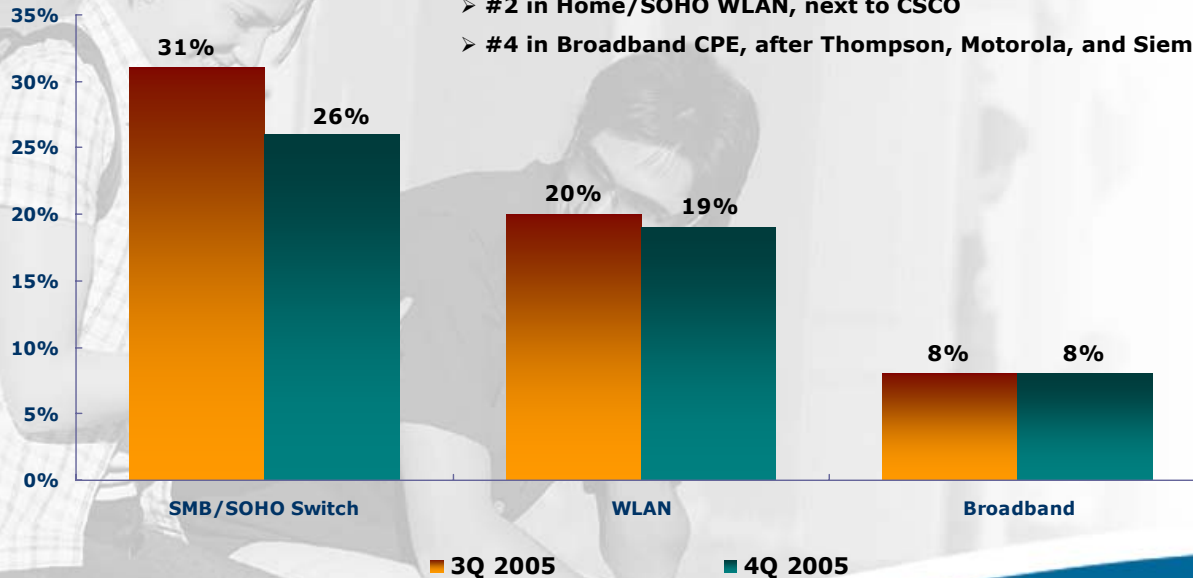


* Linksys's sales are estimated.

Dominance in Key Segments

Market Shares by Products

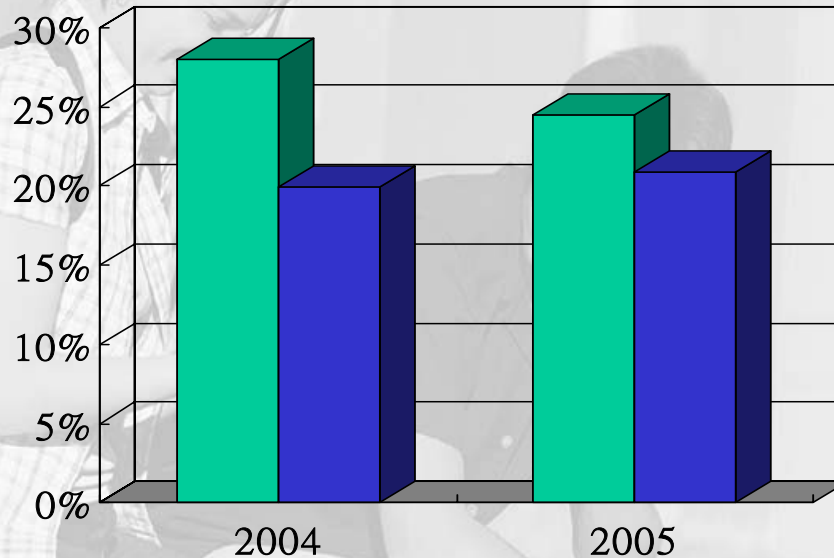
- D-Link is, in unit terms,
- #1 in SOHO/SMB Ethernet LAN Switch
 - #2 in Home/SOHO WLAN, next to CSCO
 - #4 in Broadband CPE, after Thompson, Motorola, and Siemens



Source: In-Stat Research Report, 2005

Market Share

Total Switch port shipments



- All Ethernet switches
- L2/3/4-7
- Managed/smart/dump
- FE/Gig/10G
- No. 1 in unmanaged
- No. 2 in all segments

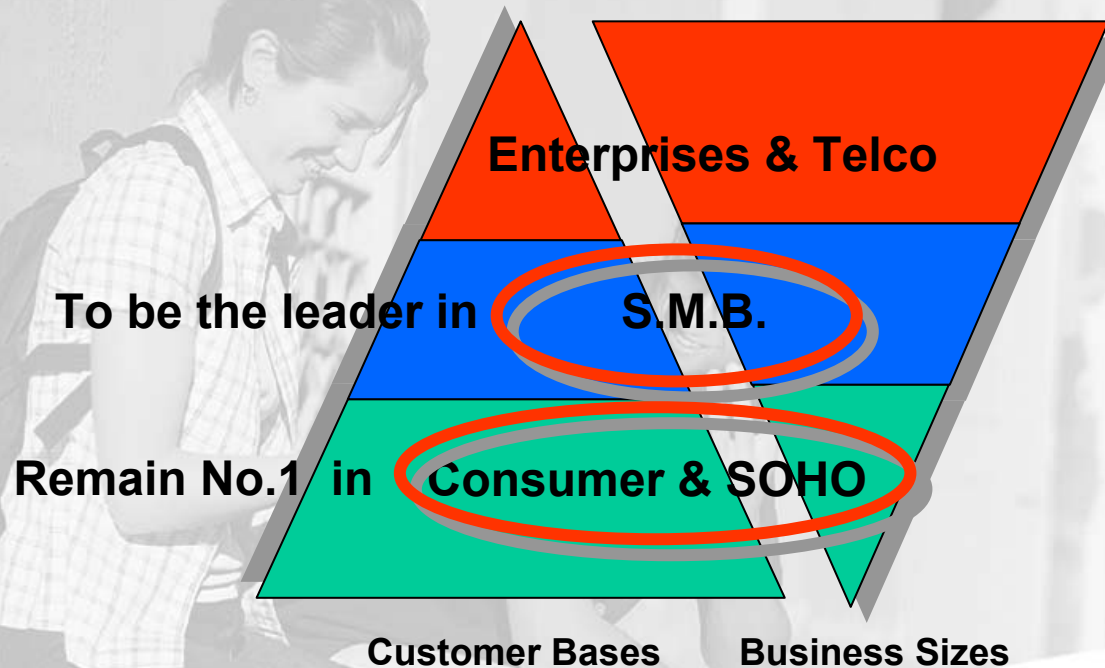
■ CISCO
■ D-LINK

Source: In-Stat Research Report, 2005



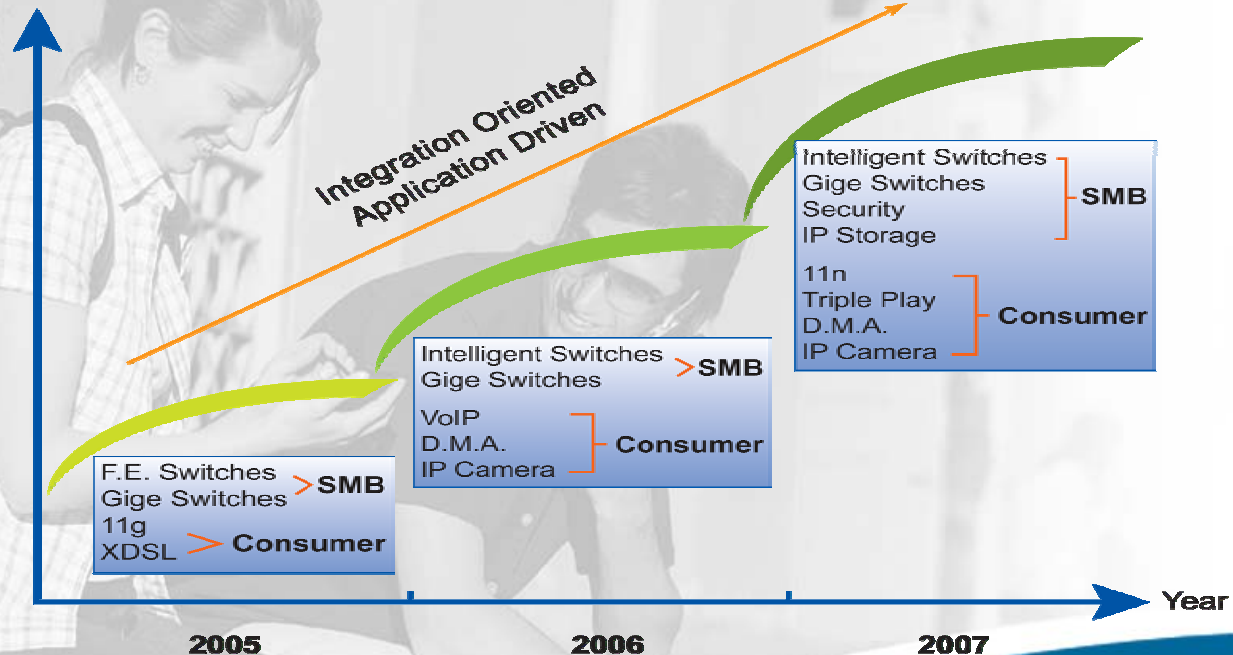
Corporate Updates

Market Strategy



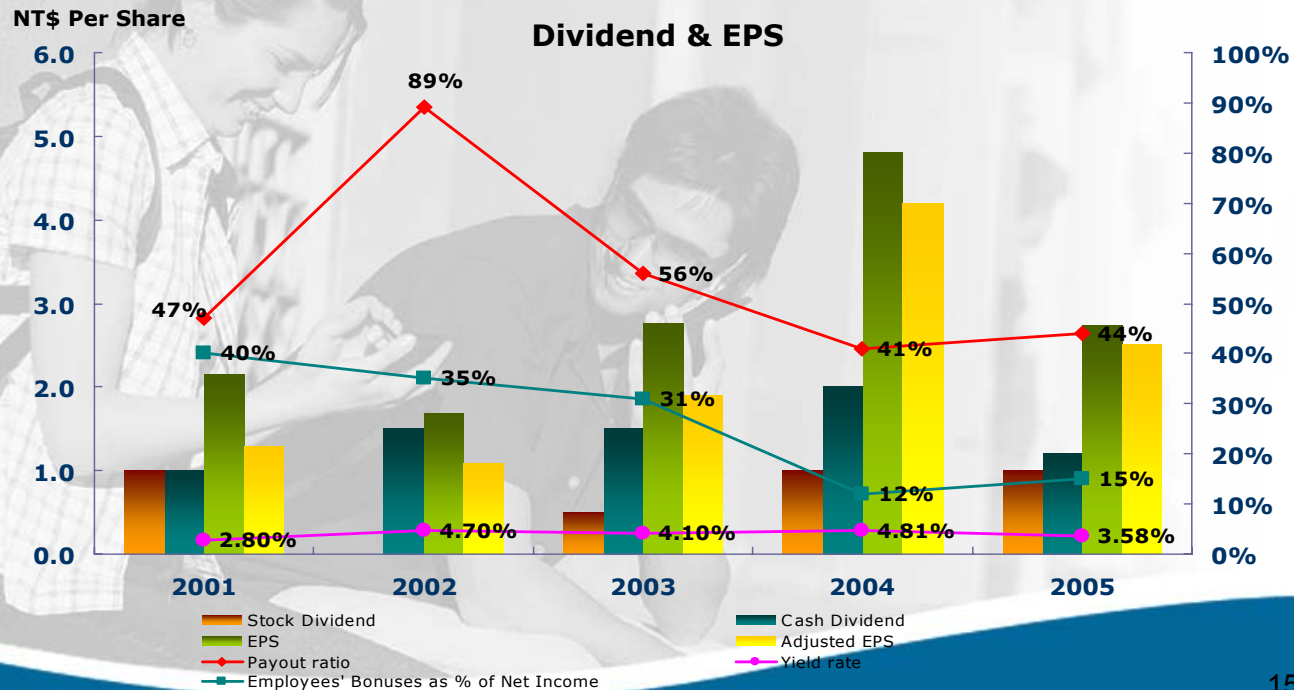
Growth Momentum

Growth Drivers



High Dividend Payout

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



Longer Term Business Model

	<u>FY04</u>	<u>FY05</u>	<u>FY06*</u>	<u>Model**</u>
Sales Growth (%)	29%	13%	15-20%	20%
Gross Margin (%)	33%	31%	31-32%	32%
Operating Margin (%)	8%	7%	7-8%	7%
Tax Exp. (% of PBT)	12%	25%	15-20%	20%
ROE (%)	22%	14%	14-15%	15%

* FY 06 Figures are all estimated & pro forma

** Assuming deconsolidation of Alpha

Q & A

*For complete financial and
press releases, please visit
<http://ir.dlink.com>*