

4 October 2013

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ALTIUM LIMITED

Dear Shareholder,

Reflecting on fiscal 2013, it was a year of significant change and transformation for Altium. We have a new leadership team and a dedicated focus to create long-term shareholder wealth by delivering on-going value for our customers.

As I have discussed with many of you at our investor presentations, I am very heartened that we have had a year of successful delivering of our corporate strategy.

There are a number of key takeaways from fiscal 2013. Altium worldwide sales achieved a second successive year of double-digit growth. We were able to grow our margins and underlying profit increased by 48% from fiscal 2012. We also positioned ourselves for the future in terms of timely product innovation and regular software updates that are driven by our customers' needs.

During the fiscal year, we invested in our core competency as a leading provider of printed circuit board and system-level design automation solutions to developers of electronic products and smart embedded devices. We realigned our resources to support key opportunities, evolved our senior leadership, and strengthened our operational discipline.

The disciplined execution of our corporate strategy has improved shareholder value and, most pleasingly, delivered a financial return to our shareholders to the total amount of AU 11 cents per share over fiscal 2013.

As we enter fiscal 2014, we believe that we are well positioned to maintain momentum. We are confident in our strategy and the resilience of our business model. We intend to continue on the path that we have adopted and will stay the course in fiscal 2014 and beyond.

In fact, Altium is investing to not only maintain its current market leadership position in printed circuit board and system-level design automation solutions but to also expand its market reach. To achieve this, our product development strategy is focused on closing the capability gaps with high-end design tools. At the same time, Altium will focus on the needs of the entry-level market and develop strategic partnerships as part of our strategy to better serve our customers.

Looking ahead, Altium will drive growth in the following key areas:

- Expand our channel capacity through our reseller network to leverage Altium's business momentum, product offering and increase market share within our growing market segment.
- Build the foundation to expand strategic sales through a global key accounts sales team and deliver product customisation services through our R&D.
- Introduce a more sophisticated product delivery by structuring Altium Designer into a suite of software products.
- Leverage our leadership position in embedded software, through our TASKING brand, to drive strategic sales.

Through fiscal 2014 and beyond, Altium has a sharp focus on the execution of our corporate strategy. We will align resources to ensure that we innovate and make investments that are in the best interests of our shareholders, customers and employees. We are focused on the goal of gaining market share, including in areas in which we already lead. Our ambition is to deliver profitable growth and generate sustainable, long-term shareholder value.

Altium is a great company, with a strong culture of innovation and the talent to deliver results. We value your partnership, as shareholders, as we position the company to lead into the future. I believe that this will be an exciting journey and I thank you for your continued interest and support.

Best regards,



Kayvan Oboudiyat
CEO