

About Darfon

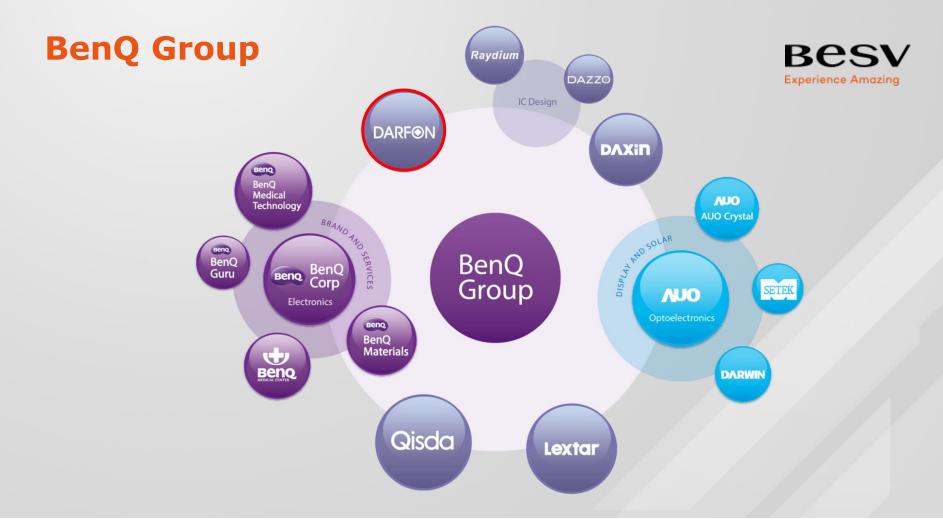


Darfon is the mother company of BESV. Darfon is an IPO company in Taiwan. The Chairman is Andy Su.

Darfon's total capital is 89 million US dollars. Revenue for the year 2015 was about 62.4 million US dollars.

Darfon is also the world's no.1 notebook keyboard manufacturer, which means one out of three notebook keyboards is made by Darfon.

	Established :	Мау, 1997
	Total Capital :	USD\$88.8 Million
	Chairman & President:	Andy Su
	Employees :	12,088 (Jan., 2016)
	Global Patents:	1,039 (Jan., 2016)
	Major Products:	World's Top 1 NB Keyboard Manufacturer
		Taiwan's Top 3 MLCC/MLCI Manufacturer



Darfon belongs to the BenQ group. The revenue of this group is about 20 billion US dollars. There are a lot of technologies and resources in this group. AUO is a leading display panel and solar company. BenQ is a leader in electronic consumer products, and also the world's no. 2 projector brand. We leverage and share the technologies and resources within BenQ Group.

The BenQ Group is currently comprised of **16** companies that operate independently while sharing resources and leveraging synergies.

Product Lines

Darfon has 3 major product lines.

HID (Human Interface Devices) such as notebook keyboards, input devices,

ICM (Integrated Components & Materials Devices),

Green Devices such as energy storage for solar power. E-bikes belong to Green Devices. We have our own energy technologies to develop our power kits for e-bike products.



- NB & Desktop Keyboards
- Smart Phone Keyboard
- RF & BT Companion
- Laser & Optical Mice
- Accessories
- Tooling & Housing

- MLCC
- MLCI
- Power Inductor
- Energy Storage
- LED Lighting Power
- LED TV Power & Converter

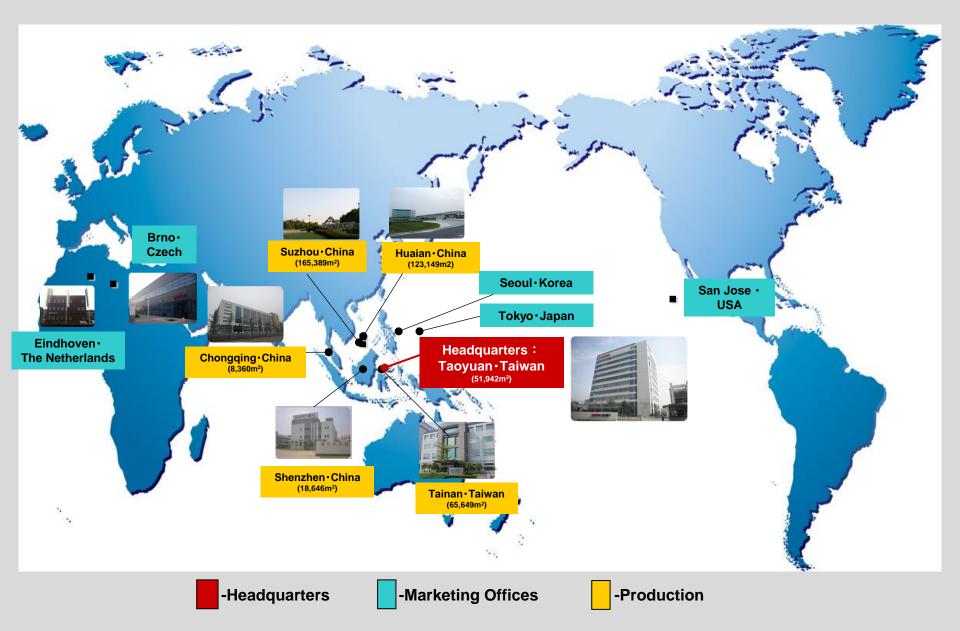
Res

Experience Amazing

- PV Inverter
- Pastes
- E-Bike & Power Drive System

Darfon's Global Offices





Darfon's Worldwide Customers



Experience Amazing



These are all major first tier global IT companies



Biking Culture of BESV

The leader in this picture is BESV's founder, Chairman & CEO Andy Su. Andy leads our colleagues in our annual Campo Vivo activity. Some colleagues found it difficult to peddle a bike up hills and some stop in exhaustion before reaching the end of the ride

Andy thought it would be perfect if we could invent a product that helps people both ride easily and enjoy the beautiful scenery.

This was one of the major reasons why we started BESV e-bikes.

Traffic Jams & Air Pollution

A La Auckland

As a green vehicle, e-bikes are better than other petro; and electric vehicles such as cars, motorbikes, and scooters. The advantage an e-bike has is that when the battery is out of power, people can still ride back home without any worries. Protecting the environment is another of the reasons why we started the BESV e-bike business.

IT Technologies Becomes Mature

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The IT industry is meturing, no matter if it is computers or smaltphones. Computing is getting smaller and more powerful. ost importantly, we can integrate out core competencies and techno iies into e-bikes, and compete with companies in the traditional bike sports industries

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We have also integrated these reasons into our brand value and vision.



BESV : Beautiful

Beauty is a universal value. At BESV, we are driven to create products that capture people's imaginations, so our products must be as Beautiful as they are functional. We have a strong design team and have won 18 design awards globally in just three years, which makes BESV the world's No.1 winner in awards for e-bike design.

We choose to make products that are Ecofriendly, so our products must contribute to an improving environment

Environment

Eco-friendly

Nowadays, people live convenient lives, but are getting lazier than ever.

We wanted to create a products that can encourage people to do light exercise and to live healthier live Many researchers have shown that too much exercise may be a bad thing and that it might endanger your health. Light exercise is good for your health and an e-bike is good for doing light exercise.



Smarter

We are committed to applying advances in technology to make products that are Smarter, so our products must be intelligent enough to respond intuitively to different users and changing conditions. Bringing IT and AI technologies into people's lives has become our value and responsibility.

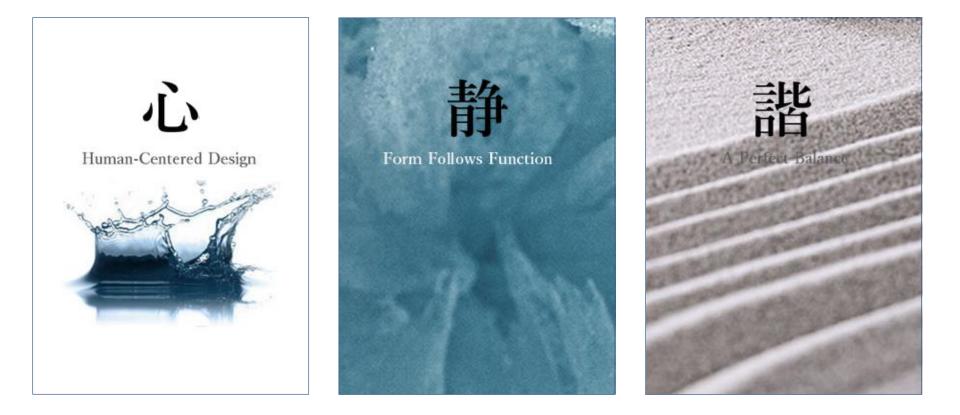
We hope our e-bikes can and will change people's lives, dramatically,

Beautiful x Eco-friendly x Smarter = Vision

Amazing Experience!

Together, the three principles above form a Vision for everything we do. Together, they create our name—BESV. And together, these principles have guided the development of our BESV e-bikes. We hope our products and services can bring an amazing experience

Design Philosophy-



We believe that our design should inspire, so we develop beautifully designed products that capture people's imagination.

Our design philosophy can be summed in this translation of a Chinese poem: Originate from the heart, Develop in tranquility,

Achieve a harmonious balance.



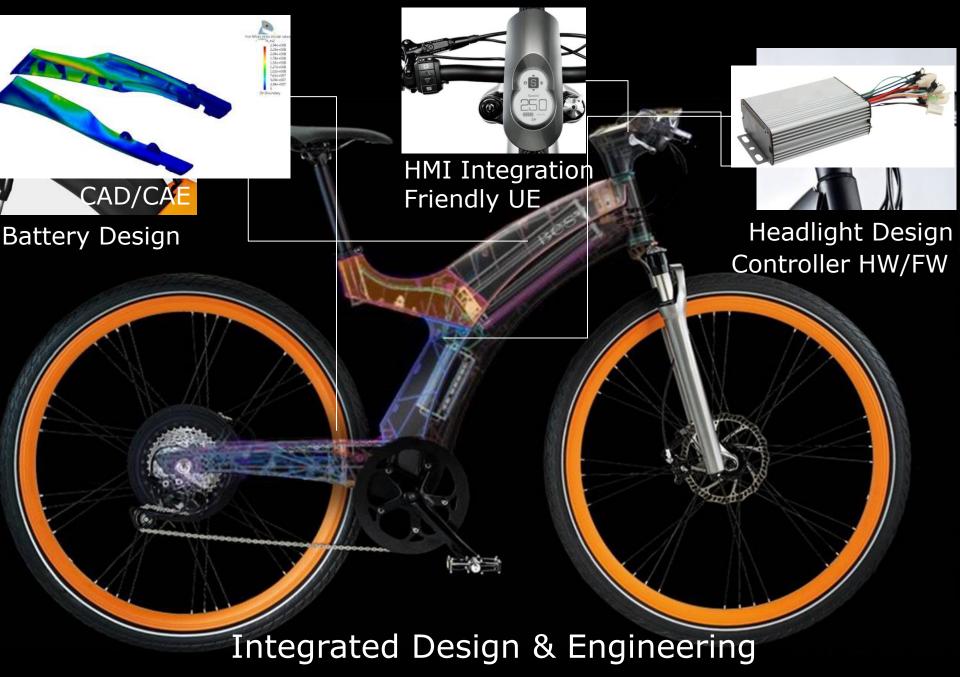
BESV we define our product lines by lifestyle, not by function.

-The LX1 is our flagship e-bike. This product line plays an important role in the technology evolution of our e-bikes.

-The PS1 is all of these things, and more. Extremely lightweight, the PS1 is the perfect choice for urban riders.

-The JS1 features a sporty, strong frame, for long-lasting performance. It's also a good choice for hipsters.

-The CF1 is especially easy to ride and good for daily commuting. It's affordable, green, and stylish.



181 EE Components/330 ME Components



<u>CAD/CAE</u>: We do this analysis by ourselves to implement any possible design or shape. Our BESV e-bike frames are unlike anything in the e-bike industry. We had to utilize technology not used by traditional bike companies to design and develop our unique bike frames. Incorporating CAD/CAE capabilities from the automobile industry, we design innovative bike frames that aren't just stylish. They also deliver on safety and durability. Of course, all EN criteria must be met.

<u>Controller Hardware and Firmware</u>: This is our core competence. We can define our own riding pattern. This is very important for an e-bike brand.

Battery Design: We have the capability to do battery design and production by ourselves at Darfon.

<u>HMI Integration and Friendly User Experience</u>: We are in the IT industry. So we have a lot of engineers and designers from a smartphone brand. We have the capability to do this design and integration.

Headlight Design: We leverage our lighting team for this design.

Our BESV motor controller provides the essence of a great e-bike experience. We have spent a lot of time perfecting this challenging technology. In addition to offering the rider smooth and timely power assistance, we also wanted to provide a good pedaling experience. Algorhythm, a combination of the words algorithm and rhythm, was the result. Algorhythm is a unique power assistance system that uses "algorithms" to describe motor control's smooth and timely power assistance, and "rhythms" for powerful pedaling patterns. Our "Algorhythm" technology is integrated into every BESV e-bike to give riders an amazing riding experience.

Algorithm + Rhythm = Algorhythm

smooth and timely power assistance

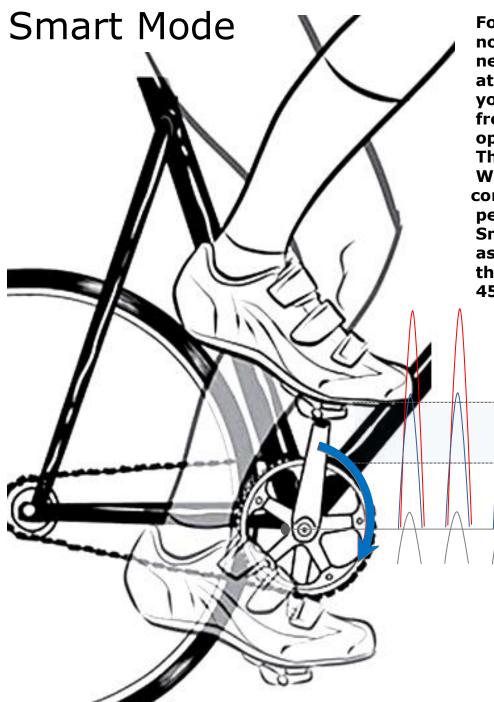
Smart Tech Development for Smart Lifestyle



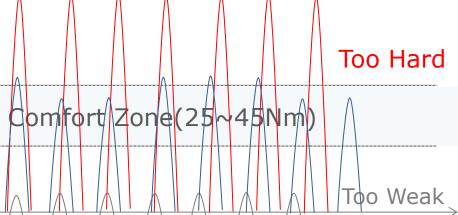
This is a trend in IT technology development. We try to use all kinds of sensors to sense the rider, machine and the environment, and actively provide this information to the main system. Once the system gets this information from sensors, an embedded artificial intelligence module or APP processes this information and provides the right information for expert decisions or control according to a specific user scenario. The following smart modes and app development is part of the smart tech development.

- A.I. (Artificial Intelligence), allows a computer to think like a human, such as:
- -Expert System: a computer thinks and makes judgments like an expert.
- -Pattern Recognition: a computer recognizes patterns and shapes.

-Fuzzy Logic: a computer makes rough decisions and judgments without preciseness -Neural Network: a computer learns by itself. Just give the computer some samples and it can do the convergence by itself.



For existing e-bikes on the market, they provide non-instinctive power assistance choices. Riders need to change gears and power assistance levels at the same time for a suitable ride. You might feel you are pedaling too hard or pedaling too weak from time to time. We believe this kind of operation is not very smart and too complicated. This is why we have created BESV's Smart Mode. We have gathered the right pedaling patterns for comfortable rides. According to sensor information, pedaling force, and fuzzy control system, BESV's Smart Mode automatically adjusts the power assistance level to keep people's pedaling force in the comfort zone—at an optimal torque of 25-45Nm.



E-bike—Centric Smart Lifestyle



We have created our own BESV Smart APP. Producing the first fully-connected e-bike, BESV's Smart App connects your smartphone with your BESV e-bike, which allows you to control your e-bike directly through your smartphone. It features the following functions:

- Dashboard: Your smartphone can replace the BESV interface, allowing you to control your e-bike directly through your smartphone.

- My Journey: Plan your trip with the highlighted route, and record your ride to review and share with others.

- Anti-theft System: This handy feature enables you to quickly and conveniently locate your e-bike via GSM and GPS.

- History: Review the trip by route, time and altitude, and share the trip with your friends via social media.

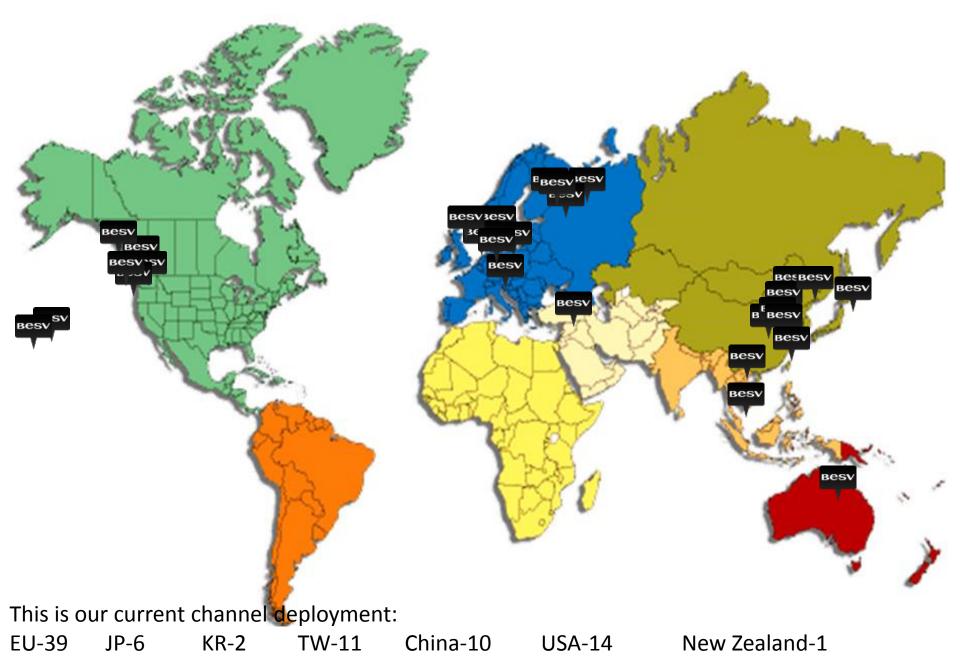
- Record Parking Location: When you are away from your BESV e-bike, the App will automatically record your parking location, and then inform when you are near your e-bike.

- Real-time Weather Notice: Setting your preferred weather conditions informs you automatically if the weather is OK for you to ride your e-bike. It also shows the wind speed for your convenience.

- Nearby Popular Places: The App shows nearby popular spots as you ride your e-bike.

Besides the functions above, we are continuously developing different types of apps to fulfill an e-bike-centric smart lifestyle.

Current Channel Deployment



Brand Promotion Strategy

TRUSSARDI

"You can't see the engineering inside but you can feel the engineering."



BESV PS1 is the most wanted fashion product.

Los Angeles Tîmes

BESV LX1 is the Two-Wheel Maserati

Marketing from product plan & design Won a high reputation

Something different, new, good and beneficial to say Good for organic communication(WOM) & cost-effective exposures



For our brand promotion strategy, we think the BESV story is very important in such a competitive market saturated with messages. The unique message and story placed in brand drivers such as product and packaging must be created at the stage of product planning and design. These unique messages or story must be something different, new, and beneficial to say. This is good for organic communication or word of mouth, and is also more cost-effective.

Because of our outstanding designs, BESV has earned much praise.

Brand Promotion Strategy



BESV is world's No.1 winner in awards for e-bike design



Won a high reputation

As a new brand, BESV has already received 18 global design awards. BESV is the world's no.1 winner in design awards. BESV has been recognized as a valuable, innovative brand worldwide.

We also have a unique partnership with Knaus Tabbert GmbH, the German market leader in motor homes and number two in caravans

