KAREL



Corporate Presentation





Company Profile

- Leading designer and supplier of telecommunications equipment and provider of electronic manufacturing services (EMS)
 - ☐ Telecommunications: PBX Systems, Rural Exchanges
 - Security Products: CCTV, Intruder, Apartment & Villa Entry, Access Control
 - Turnkey Projects within Telecom and Defense Industries
 - EMS: Household Appliances, Defense and Security Systems

Company Facts

- □ Founded in 1986; publicly listed in Istanbul Stock Exchange (ISE)
- □ Continuous growth with 2010 revenues %30 up from 2009
- □ Profitable since 1990; maintaining strong cash position
- Over 1,000 employees
- ☐ HQ in Istanbul, Turkey; R&D and Manufacturing centers in Ankara, Turkey







- Karel in Numbers
 - One of the biggest 17 PBX manufacturers, globally
 - More than 9 million consumers worldwide
 - □ 3rd largest PBX / IP PBX manufacturer in Europe
 - 2nd biggest PBX / IP PBX brand in MEA Region
 - □ Number 1 brand in TDM seat license shipments in MEA Region



KAREL

Major Business Activities

- Telecom Products
 - PBX Solutions
 - Public Switching Solutions
 - Military Communications Solutions
 - New offerings introduced in 2011:
 - Security and Surveillance Systems
 - Unified Communications Solutions
 - Communications Enabled Business Applications
- Turnkey Telecom Projects
 - □ HDSL / Fiberoptics / Radiolink Transmission Solutions for major operators
 - □ IVR Projects, Smart and Credit Card Payphone projects for major operators
- Electronic Manufacturing Services (EMS)
 - Electronic control modules for household appliances
 - Board level military-standard compliant electronics cards





Geographical Presence



- (*) In Turkey:
 - 5 Regional offices
 - 325 Authorized dealers
 - 500 Sales and After-Sales Service Points

- Direct sales and sales via authorized dealers in: Turkey*
 - Sales in over 25 countries via local/regional distributors in:
 - Bangladesh Nigeria Poland Egypt
 - Ethiopia Portugal
 - Rep. of South Africa Georgia
 - Ghana Rwanda
 - Russia Greece
 - India Spain
 - Syria
 - Tanzania Iraq
 - Kazakhstan Tunisia
 - Kenya Uganda
 - Malta □ Ukraine
 - Zambia Morocco





Research & Development

- CMMI level 3 approved development processes
- Located at Cyberpark, a prestigious academy-industry collaboration center within the Bilkent University campus outside of Ankara, Turkey
- ▶ Benefiting from significant state-sponsored research incentives in place through 2013
- 11 matrix-managed research and development engineering teams specialized in IT and ECT
- Mechanical and industrial design departments
- Test and integration departments
- Up-to-date software and hardware infrastructure









Manufacturing Capabilities

- ► State-of-the art 20,000 m² facility
- RoHS compliant design and manufacturing
- Planning and control by Oracle ERP
- CAD/CAM/CAT
- Through-hole insertion, surface-mount technology
- Electromechanical mounting
- Semi-automatic manual mounting
- Wave soldering
- ICCT testing
- Automatic placement of 210,000 components per hour









Telecom Products Hierarchy

MS Series

IPV Series

DS Series











SOHO Systems 2-4 lines 6-12 extensions

Medium Sized Systems 4-28 lines 12-124 extensions

SOHO Systems Medium Size IP-PBX 2-20 IP subs

50-100 IP subs 2-16 TDM ports 56 TDM ports

Large Sized Systems 8-96 lines 16-16000 extensions

Rural Switches Class4/5 Features Up to 32,000 ports

PBX Solutions

Public Exchanges

Feature/Digital/IP Phones

Soft Phones

DECT Phones



GSM FMC Gateways









PBX Phones

Wireless Products





Telecom Products Hierarchy

TELEPHONY

TELECOMMUNICATIONS WITHIN ORGANIZATIONS

CONNECTION TO OTHER NETWORKS

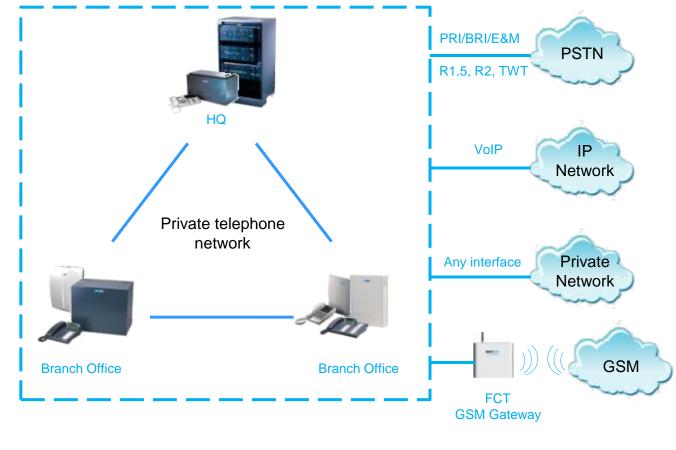








DECT Phones







Telecom Products Portfolio – PBX / IP PBX

MS SERIES



SOHO Systems 2-4 trunk lines 6-8 extensions



Medium Sized Systems 4-28 trunk lines 12-124 extensions

IPV SERIES



SOHO Systems 2-20 IP ports 2-16 TDM ports Medium Size IP-PBX 20-100 IP ports 56 TDM ports

DECT

Phones

DS 200 SERIES



Large Sized Systems 750 IP subs 100 IP trunks 8-256 trunk lines 16-32000 extensions

PBX PHONES & WIRELESS PRODUCTS

Digital/IP Phones



DECT Base Stations



Soft Phones



GSM FMC Gateways



ab/10

KAREL

Telecom Products Portfolio - UC



Online Communication: Voice, Video



Presence: Integration of presence with other apps.



Messaging: IM, Email, Fax, Voice, Video



Conferencing: Voice, Video and Web



Information Exchange: File/Screen Sharing



Workflows: Common Contact Book, Integration with Web apps.



Smart Applications: Desktop applications, smartphone applications, voice recognition, etc.





Security & Surveillance Systems



- Convergence of Video, Audio, Communications and Data
- Convergence of Sectors; Communications, Surveillance, IT, Finance
- Underlying value of IP network
 - Removes boundaries
 - Cost Effective
 - Creates business efficiency





Surveillance Solutions Portfolio

- Security Solutions Portfolio
 - ► CCTV
 - Intruder
 - Apartment & Villa Entry
 - Access Control
- PBX Integrated
 - Unique
 - Offers user advantages













Turnkey Projects with Partners

- ▶ IBM / Dialogic (USA)
 - IVR Systems using SS7 links
 - Automated time telling service (Baku Telecom)
- NEC (Japan)
 - Radio link transceivers and their related management systems (Turkish Telecom, AVEA, Turkcell, Vodafone, Aztelekom)
 - □ 10 years of strong partnership (~10,000 hops of different capacities)
 - Turn-key projects
- ASCOM (France)
 - 10,721 payphones, remote systems and 10,000,000 smart cards (Turkish Telecom)
- Others
 - Cisco, Samsung...





Thank You!

www.karel-electronics.com

