Techfaith

NASDAQ: CNTF

High Tech Parks & Services
Wireless Mobile Phone Business







Safe Harbor Statement

This presentation contains forward-looking statements. These statements are made under the "safe harbor" provisions of the U.S. Private Securities Litigation Reform Act of 1995. These forward-looking statements can be identified by terminology such as "will," "expects," "anticipates," "future," "intends," "plans," "believes," "estimates," "confident," "outlook" and similar statements. Among other things, the business outlook and strategic and operational plans of TechFaith and management quotations contain forward-looking statements. TechFaith may also make written or oral forward-looking statements in its periodic reports to the U.S. Securities and Exchange Commission on Forms 20-F and 6-K, among others, and in its annual report to shareholders, in press releases and other written materials and in oral statements made by its officers, directors or employees to third parties. Statements that are not historical facts, including statements about TechFaith's beliefs and expectations, are forward-looking statements. Forward-looking statements involve inherent risks and uncertainties. A number of important factors could cause actual results to differ materially from those contained in any forward-looking statement. Potential risks and uncertainties include, but are not limited to, those risks outlined in TechFaith's filings with the U.S. Securities and Exchange Commission, including its annual report on Form 20-F. TechFaith does not undertake any obligation to update any forward-looking statement, except as required under applicable law.

Please note that this presentation was created as of the date listed, and reflects management views as of that date. The Company undertakes no obligation to update information contained herein.



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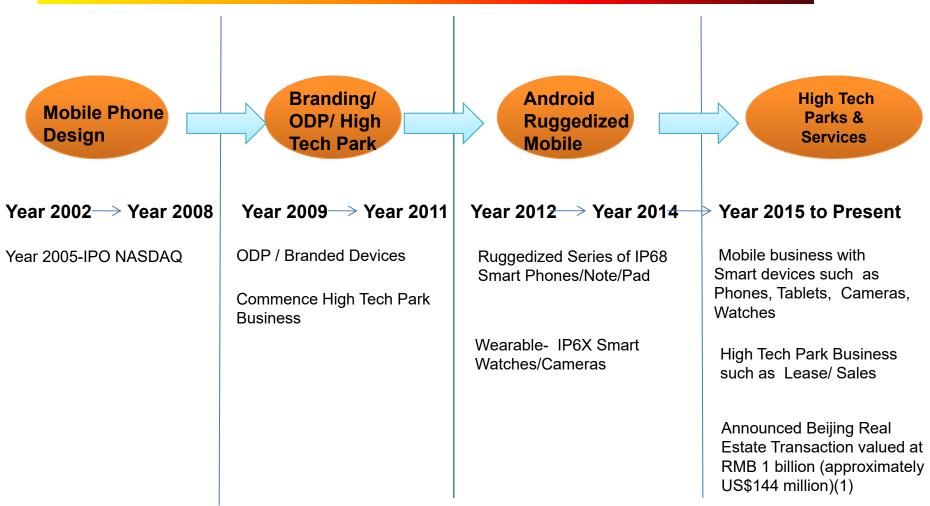


Company Snapshot

Symbol	NASDAQ: CNTF
Closing price August 24, 2017	USD 2.40
Market capitalization	USD 25.44 million
Weighted average diluted American Depositary shares (ADS) in fourth quarter Dec 31 2015	10.6 million
Financial year end	December 31
Net revenues/ Net Income FY 2014 Net revenues/ Net Income FY 2015	USD 98.3 M/ USD (13.4) M USD 63.7 M/ USD (12.8) M
Net revenues/ Net Income FY 2016	USD 60.9 M/ USD 10.1 M
Net revenues/ Net Income First Half 2017	USD 24.6 M/ USD 2.0 M
EPS (ADS) Diluted FY 2014 / 2015/2016	USD (1.27)/ USD (1.21)/USD 0.96



Company Milestones



1. The Company has already received approximately RMB 400 million of the proceeds as of June 30, 2017 and expects to receive approximately RMB 400 million by the end of the third quarter 2017, with the balance of RMB 200 million to be received upon final construction and transfer of relevant ownership certificates.

Pursue your dreams



Transforming Business for Profit Growth

- ◆ Continue to build upon positive operating position, with stabilized gross margin and lower cost structure.
- Ongoing successful development of Company's real estate business.
- ◆ Announced Beijing Real Estate Transaction valued at RMB 1 billion (approximately US\$144 million). The Company has already received approximately RMB 400 million of the proceeds as of June 30, 2017 and expects to receive approximately RMB 400 million by the end of the third quarter 2017, with the balance of RMB 200 million to be received upon final construction and transfer of relevant ownership certificates.
- ◆ Continue to execute on the buildout of Company's other real estate assets in Hangzhou and Shenyang.
- ◆ Mobile Phone Business stabilizing despite softness in broader market.
- Expect continued execution and success to serve as additional catalysts for revenue and profit growth, and to help build greater value for the Company's shareholders.

Pursue your dreams



Strong Portfolio Expansion





Beijing-Jiu Xian Qiao District- sold



Shanghai-Jin Qiao District



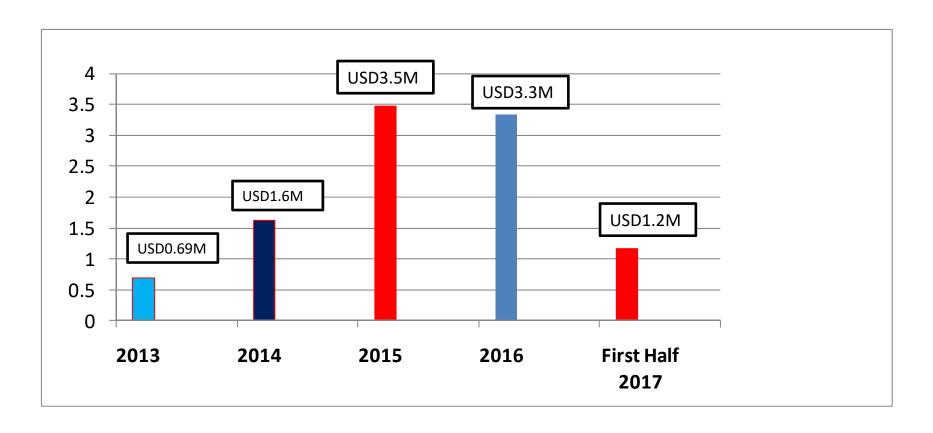
HangZhou Binjiang District



Shenyang-Shen Bei District



Rental Income Adds Stability





Hangzhou Portfolio (Next to Alibaba)



- HangZhou Park- Completed (Phase 1)
 - 3 Buildings with a total of 43,398 square meters
 Invested Approximately
 USD 105.6 Million
- **♦** Current Status:95% Occupancy
- ◆ Future Development : Phase 2 Another 4 Buildings with an estimated usable area of 57,900 square meters under development. All almost finalized the construction work

Shanghai/Shenyang Portfolio





- Shanghai Building
 Purchased in 2012 for USD4.3 Million
 4 Floors with a total of 1,566 square meters
- ◆ Current Status: TechFaith is using this facility as its branch office.



- Shenyang Park Completed (Phase 1)
 2 Buildings with 10,270 square meters
 Invested Approximately USD 10.1 Million
- ◆ Current Status: Fully Leased.
- ◆ Future Development: Phase 2
 Another 3 Buildings with approximately 22,800 square meters.



Wide Range of Ruggedized Smart Devices













Financial Performance

'000 USD	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>First Half</u> <u>Year 2017</u>
Revenue	137,229	120,194	98,300	63,668	60,958	24,604
Mobile Phone Business	137,229	119,507	96,668	60,194	57,631	23,439
Rental Income	N/A	687	1,632	3,474	3,327	1,165

Gross Margin	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>First Half</u> <u>Year 2017</u>
Mobile Phone Business	23%	14%	8%	6%	18%	16%
Rental	N/A	60%	48%	71%	67%	55%
Overall	23%	14%	9%	9%	20%	18%



Experienced Team

Mr. Deyou Dong, Chief Executive Officer

Mr. Deyou Dong currently serves as the Company's Chief Executive Officer and has been a director since August 2009. Prior to being appointed Chief Executive Officer he served as the Company's President and Chief Operating Officer. He joined Techfaith in 2007, acting as general manager of sales department. Prior this, he served as director of marketing department and finance department in Century Legend Technology Beijing Limited in 1998, and general manager of system integration department in China System Integration Technology Beijing Limited in 2003. Mr. Dong received a diploma in accounting from the Jilin University of Agricultural Science and Technology in 1997.

Ms. Yuping Ouyang, Chief Financial Officer

Ms. Yuping Ouyang has been our Chief Financial Officer since August 2008. From September 2004 to August 2008, Ms. Ouyang was in various financial positions in Techfaith, including US GAAP reporting manager and chief accounting officer. Prior to joining Techfaith, she served as an accounting manager at Guangzhou Metro Corporation. Ms. Ouyang received her MBA from the Sun Yatsen University in 2006 and her bachelor's degree in management from the Guangdong University of Foreign Studies in 1996. Ms. Ouyang is also a member of the Association of Chartered Certified Accountants

Mr. Defu Dong, Chairman of the Board

Mr. Defu Dong serves as the Company's Chairman, having previously also served as Chief Executive Officer since the Company's inception. Prior to founding our company in July 2002, Mr. Dong co-founded Beijing Sino-Electronics Future Telecommunication R&D, Ltd., or SEF, a mobile handset design house, in February 2001. He was a director, shareholder and the Chief Executive Officer of SEF from its inception until July 2002. Mr. Dong worked at Motorola (China) as a sales manager from 1997 to 2001.

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Appendix-Location Map:



✦ HangzhouApproximately 150 meters away from Allibaba/ Net Ease



◆ Shang Hai
Located in the Shen Jiang Lu,
City of Elites .



◆ Shen Yang
Located in the Shen Bei New
District Mobile Device Industry
Zone



Thank You

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Website: www.techfaithwireless.com