# Our Deam Aspirations in Visual Imaging Systems

# Leading the cinema projector industry, paying attention to "sensibilities."

#### Principal related products and fields of business

Digital cinema, 3D, virtual reality (VR)/simulations, monitoring and control systems

#### Fusion of light sources and systems revolutionizes the cinema industry

Christie Digital Systems (Christie), an Ushio group company, holds the leading position\* in the world market for digital cinema projectors. Christie became an Ushio group company in 1992 when Ushio acquired the cinema division of Christie Electronics, an American company which was also a buyer of Ushio's lamps. At the time, Ushio had no plans for building its own projectors. However, the acquisition of Christie, with its long history as a manufacturer of film projectors and its deep ties to the Hollywood film industry served to increase its presence in the industry both domestically and internationally. The synergy born from the fusion of Ushio's lamp technology and Christie's device technology exerted a revolutionary influence on the cinema industry and its associated market. As a leading maker of cinema projectors, Christie joins Ushio in advancing the development of video digitization and 3D images, delivering unending surprise and excitement to the silver screen.

## Innovative management cannot be captured in a video frame

The strengths of Christie are not limited to video, as the company provides solutions in the form of systems and services that give added value to such products. Besides developing, manufacturing, and marketing for its core cinema projector business, Christie works as a comprehensive enterprise, providing a management service through its Network Operations Center (NOC) to deliver timely remote control and software updates for Christie products via the Internet, a Business Products division that provides projection mapping and digital imaging products, and a Virtual Environments division that provides software and hardware solutions for the simulators used in aviation training and product development.

At the root of these endeavors is the company's business stance, which is rooted in its vision of "being the global leader in providing high quality, innovative, shared experiences that our customers love."

#### **Rich and unfettered ideas:**

#### The force that drives dreams and excitement

In businesses that are closer to the end user, the point that should be emphasized is "human sensibilities." The many innovations impacting video history have all originated in the sensibilities of our employees. Communication with people gives birth to ideas. It is free and unfettered individual ideas, along with an awareness of the significance and role of the individual, that gives rise to innovation whatever the situation, and this is the driving force that lends Christie its presence and supports its business of delivering dreams and excitement.



A hand in a wide variety of projectors, including the LED-based simulation projection system, "Matrix SIM WQ."



 $\label{eq:microTiles} \mbox{MicroTiles}^{\mbox{\scriptsize TM}} \mbox{ can freely combine displays, much like building blocks.}$ 



# The trajectory of challenge

#### 2 Systems

The light that drives back darkness has been a wellspring of imagination since ancient times, serving in shadow plays and magic lanterns and giving birth to a infinite range of stories about light. Filmmaking is the apex of this tradition.

As a member of the Ushio group,

Christie Digital Systems continues advancing together with the filmmaking industry

as it revolutionizes the art of cinema expression with leading edge technology.

We asked about its future course and prospects.

### Ushio and Christie join hands for cinematic development

The relationship between Christie Digital Systems (Christie) and Ushio underwent a great transformation when Ushio invited Christie to join it as a member of its corporate group. Says a manager at Christie, "From that moment, Ushio ceased being simply a lamp maker, and became a corporate group with its hand in wide range of cinemarelated businesses." This is from a person who has watched the development of America's filmmaking industry over many years.

Christie is a long-established presence in the industry, having produced its first film projector back in 1929. It was just about that time that the cinema industry was switching from silent movies to "talkies," cinema with synchronized sound. Christie has enjoyed a good relationship with Hollywood industry insiders ever since.



1 Xenon short arc lamp for use in cinema projectors

Photo is of a lamp developed while Ushio was a division of Ushio Kogyo. This lamp enabled images of unprecedented brightness and widness.



in that union, the separate dreams that the two companies shared of "surprising people with ever more wonderful images" were joined into one. Then the move toward digitization accelerated when the digital imaging division of Canada's Electrohome company merged with Christie in

#### The turning point in the digitization of cinema

"During the 1990s, there was a boom in construction of megaplex movie theaters through America which breathed new life into movie-going, a business that was in the doldrums. During this boom, Christie's sales soared to ten times their pre-acquisition level, and Christie became the world's top name in projectors. This was just before movies started the transition from film to digital." Since the 1895 showing of the world's first movie by the Lumière brothers of France, the cinema industry has undergone great revolutions, advancing from silent films to talkies, and from black and white to color. The transition from film to digital is a revolution that is no less monumental. In fact, the digitization of cinema has enabled their distribution over the Internet, done away with the need to develop and duplicate films, eliminated the cost of physical distribution, and solved forever the problem of film deterioration. It has also contributed to reduction of resource waste, as there is no longer any need to dispose of old films. Thus, digitization has been a force that has changed the entire form of the cinema industry.

Before the digitization of movies, Christie was faced with a huge decision. "Undertaking the digitization of projectors ahead of other companies could give it a tremendous advantage, but there is also great risk in such up-front investment. It was only after considering many different possibilities that the company decided to commit itself to going digital." The greatest hurdle to digitization was

licensing the DLP® (Digital Light Processing) chip that had been developed for cinema by Texas Instruments\*.

"Many different makers held licensing negotiations with Texas Instruments, but differences about conditions prevented any of them from concluding contracts. It was only after Christie won out over the competition and succeeded in concluding an exclusive contract for DLP® that it went ahead with development of a digital cinema projector. Currently, there are only a few companies around the world that make digital cinema projectors. Looking back, we can now see that one of the biggest factors behind Christie achieving its position as the world's leading maker of digital cinema projectors lies in the moment that it made that decision."

#### New optical solutions become possible precisely because they are digital

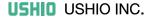
Boasts Christie's manager, "With digital projectors, almost anything can become a screen for images." We asked him to talk about this and other new directions being taken by Christie in its relationship with light.

"Currently, cutting-edge spatial performances are attracting a lot of attention. These are produced using a process called projection mapping, which makes it possible to project images onto objects that occupy three dimensions. Displays that use projection mapping for sporting events, anniversary celebrations, and amusement park attractions are growing in popularity around the world, and the demand for Christie's larger digital projectors has grown accordingly." High brightness projectors are essential for achieving forms of video expression that create a strong impact by taking advantage of objects' shadows to produce images that have depth and a 3-dimensional appearance. The technological advances by Christie paralleling developments in filmmaking play a great role in such displays.





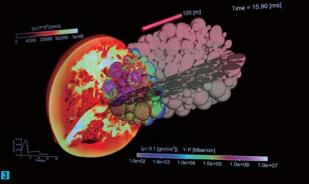
<sup>\*</sup>Texas Instruments Incorporated: The semiconductor maker headquartered in Dallas, Texas.





#### The trajectory of challenge <sup>2</sup> Systems

2 Using projectors for projection mapping, creating designs and productions that make use of structures and space: Now used around the world for advertising, events and business purposes. 3 Image produced by a simulation system introduced at the Los Alamos National Laboratory: Provides clear and vivid color representation of even the finest details.



Besides its use in projection mapping to provide entertainment for large audiences, Christie's technology plays a role in the various sorts of simulators being introduced in professional applications. "For example, rapid response and natural colors are essential requirements of the simulators used to train airline pilots and the operators of marine vessels. Using projectors that are capable of accurately superimposing images and compensating for image distortion makes it possible to accurately reproduce the appearance of the real world. Further, the combination of screen images with goggle-type head tracking systems makes it possible to create virtual reality in three dimensions. The immersive display systems developed by our company are useful not only for training, but are playing a big role in systems used for visualizing natural phenomena, assessing disaster risks, developing products and urban development." Christie has also developed a rear projector system called MicroTiles™ which makes it possible to combine small 20-inch displays into free-form assemblies, just as if they were building blocks.

The steady expansion of its product line-up to meet the needs of users in various roles and scenarios is one of the reasons that Christie enjoys such a good reputation. So, what magic in light can we expect to see from them in the future?

"We regard projectors as nothing more than one of the elements in larger systems. Presently, the growth is in cinema and business projects such as projection mapping. In the future, we foresee growth in applications for screen and software-based virtual environments, and of course we will also be concentrating on management services and content for such applications. We would like to see the light and services we develop become the impetus for innovation, and for making the world a more interesting

Optical content spun of leading technology and the passion of developers will bring wonder and delight to the people of the world. Therein we will discover the future of light and add a new page to our cultural history.

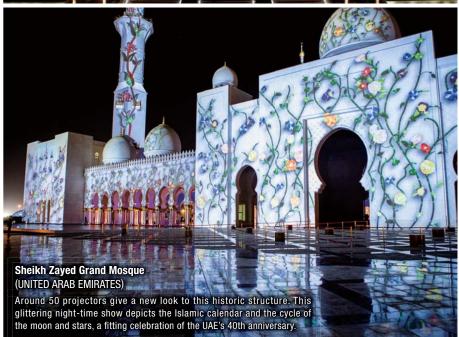
Visual Imaging Showcase

# **Ushio Visual Imaging: Making Cities Glow**

Ushio light enthralls people around the world with illumination of events and landscapes that shine.

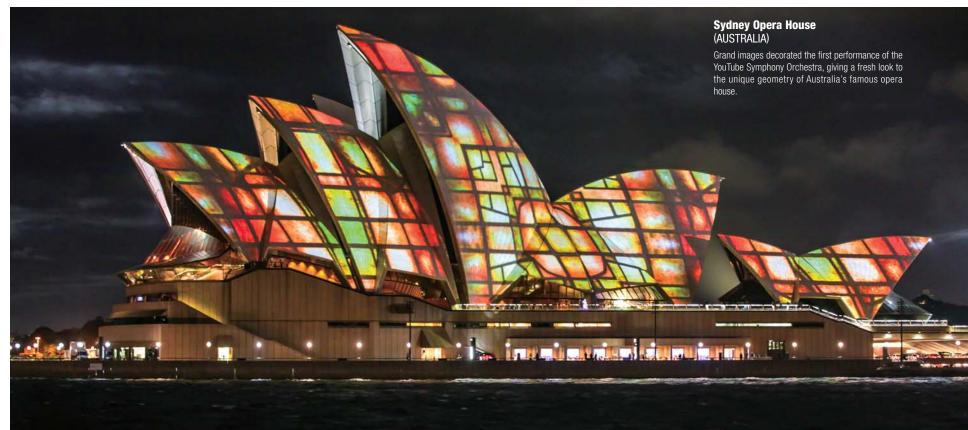


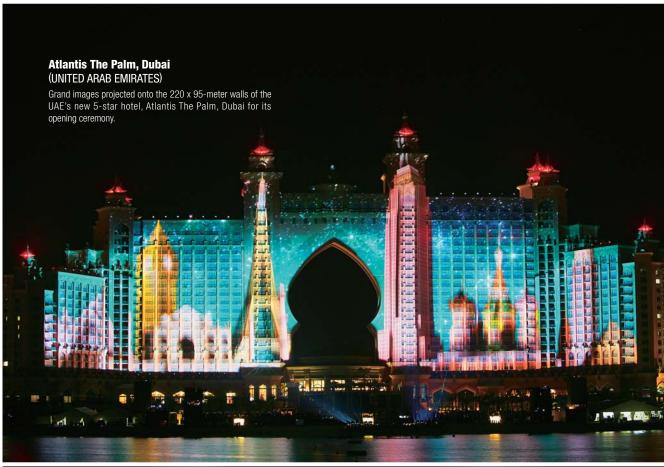




space the medium for imaging using high-brightness lamps in multiple digital projectors. Striking images that conform to irregularities in the structure combine with sound effects in a new form of "light

























**Kobe Harborland Illumination** (JAPAN)

Courtesy lamps illuminate the seaside promenade with playful lighting. "Deck shadows" portray the animals and background of Kobe.

#### Part3

#### Digital signage, virtual reality, sports lighting

Besides its use in the MicroTiles™ used in product advertising and TV program displays, Ushio light plays a part in the virtual reality technology used in flight simulators and research simulations, as well as in illumination of sporting events and the like.

CNCTEMA KOHTPONA CNENBX 30H

### Moscow International Automobile Salon (MIAS) 2012 (RUSSIA)

Forty MicroTiles<sup>TM</sup> installed in a major automobile manufacturer's booth. Featuring superb resolution, beautiful color reproduction, and multi-tap interactive functionality, it drew attention with its representation of innovative concept car images.

