

Executive Summary



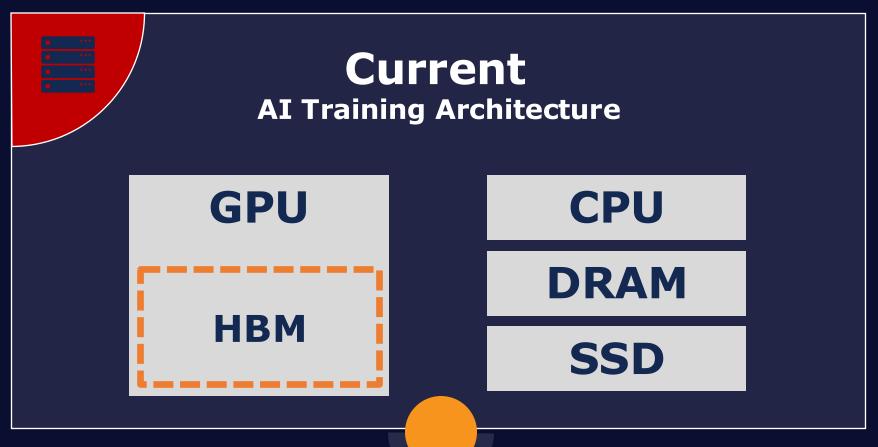
Problem Statement

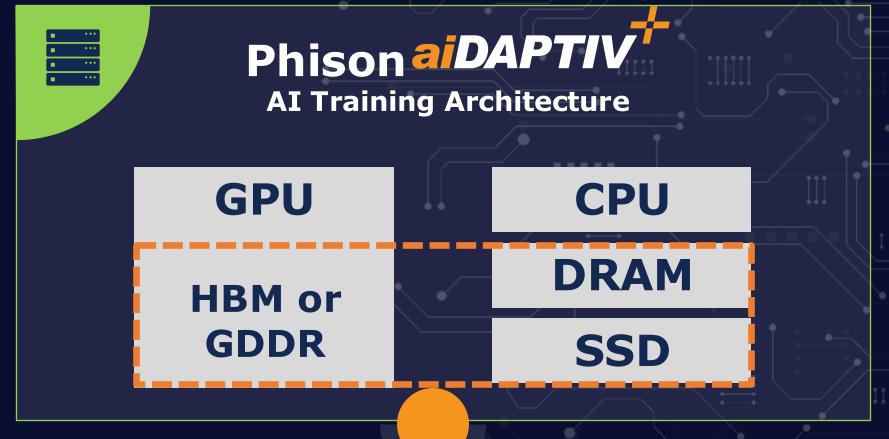
Target Market Phison's aiDAPTIV **Solution Enables...**

- High cost of entry and scaling
- Lack of control and data privacy
- LLM training not widely available

- SMB Small budgets & infrastructure
- Regulated, privacy conscious
- Need domain training of LLMs

- **Up to 405B parameter models on-prem**
- **IoT to PCs to Workstations to Servers**
- **8x Cost and Power Reduction**





Extends GPU Memory

What Phison is Announcing for aiDAPTIV+ at GTC 2025



Demo of World's 1st LLM Training Laptop

Maingear laptop PC built for AI powered by Phison aiDAPTIV+

- Full Model Fine-Tuning
- Enhanced Inferencing



Support for NVIDIA Jetson IoT Devices

Edge computing and robotics powered by Phison aiDAPTIV+

- LoRA Model Fine-Tuning
- Enhanced Inferencing

INFERENCE

Enhanced Inferencing

A better user experience

- Longer Token Lengths delivers more accurate results
- Faster Time to First Token recall for quicker research



Quick Facts About Phison





80% + R&D Expense / OPEX



18%+

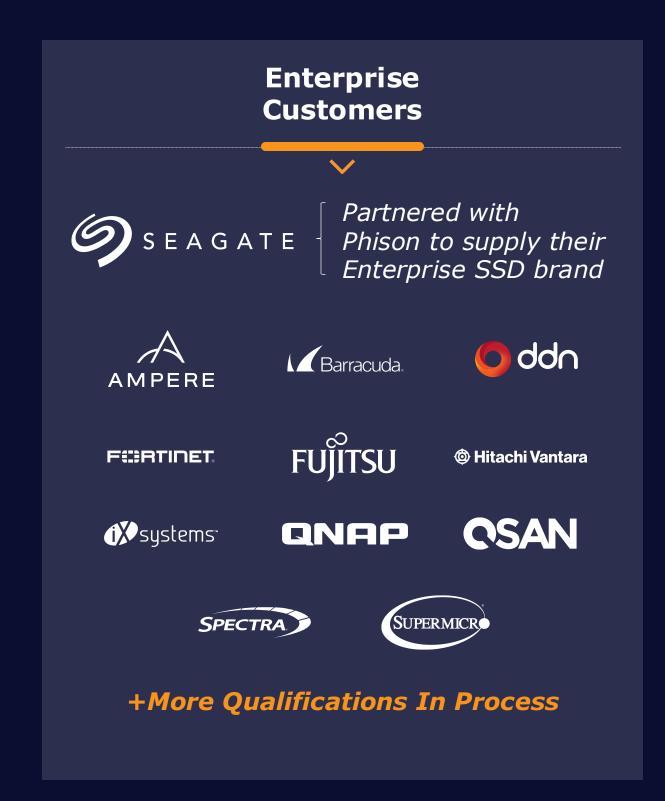
Global SSD Market Share

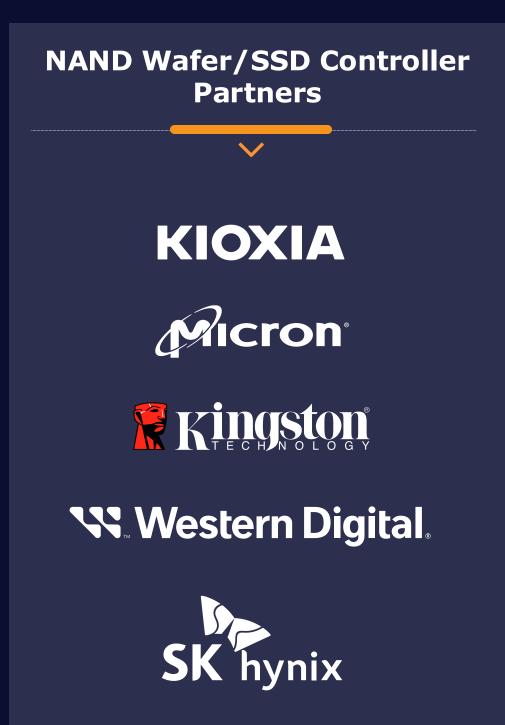
Business Focus

- > Enterprise (SSD, Signal IC)
- > AI
- > Industrial
- Client

1. Phison Technical Marketing Apr 2024 Incl. Enterprise and Client

Phison Trusted by Highly Respected Companies





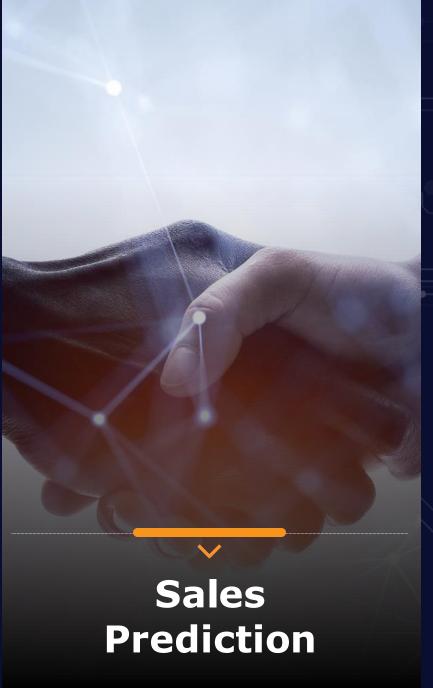


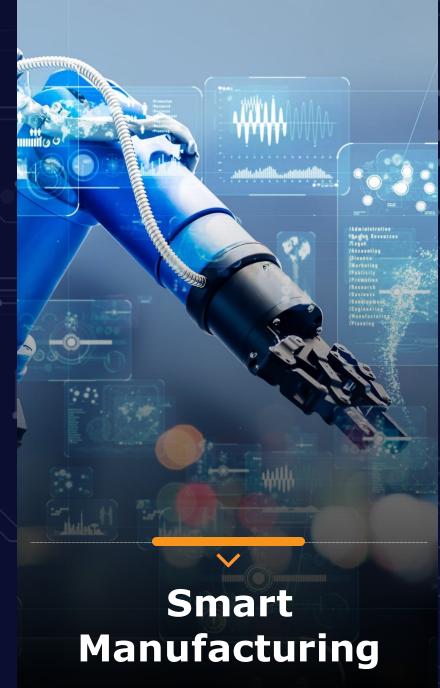
Corporations Need AI

AI isn't just for individuals; more companies are using it to improve processes, marketing predictions, and business operations...











GPU Cards Requirements

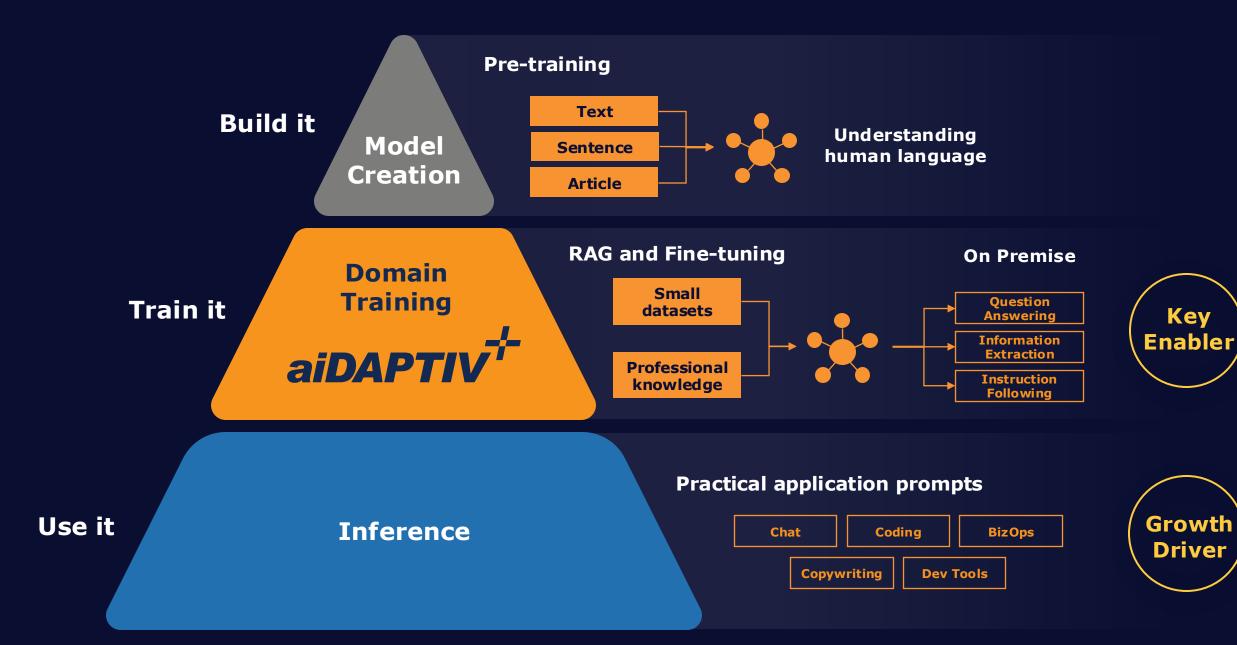
>1000

Massive GPUs for High Computing Power

10~100

Depends on Memory Size (GPU RAM ≥ 20x Model Size)

Minimal requirement



Technical Constraints for Generative AI On-Premises



Fine-Tuning

- Rapid growth in size of models
 - Insufficient memory capacity
 - Difficulty in scaling
- High machine costs slows adoption

Inference

- Insufficient memory for tokens leading to:
 - Limited context for chat and prompt
 - Slow responses hurt user experience

Skills Constraint for AI Adoption On-Premises



Lack of LLM Developers Impacting AI Ecosystem

Demand for LLM developers is growing exponentially, but the pace at which they have been educated has not kept up.

- LLM deployments are limited by the lack of skilled LLM developers.
- These developers lack affordable infrastructure on which to learn.

Challenges for Organizations Who Want to Train LLMs



Phison aiDAPTIV+ Solves this Dilemma



Makes AI Affordable by 8X Reduction in Cost and Power



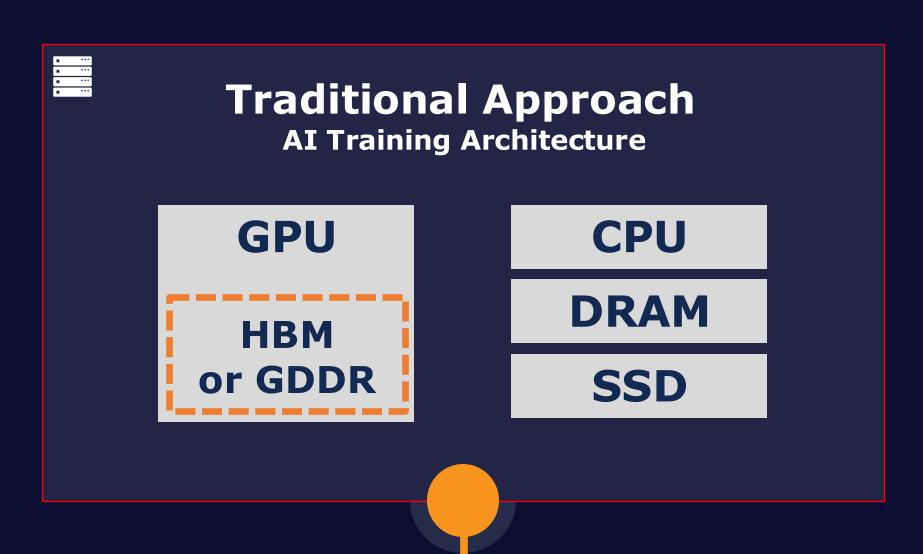
Fits Home, Office or Classroom for Domain Training

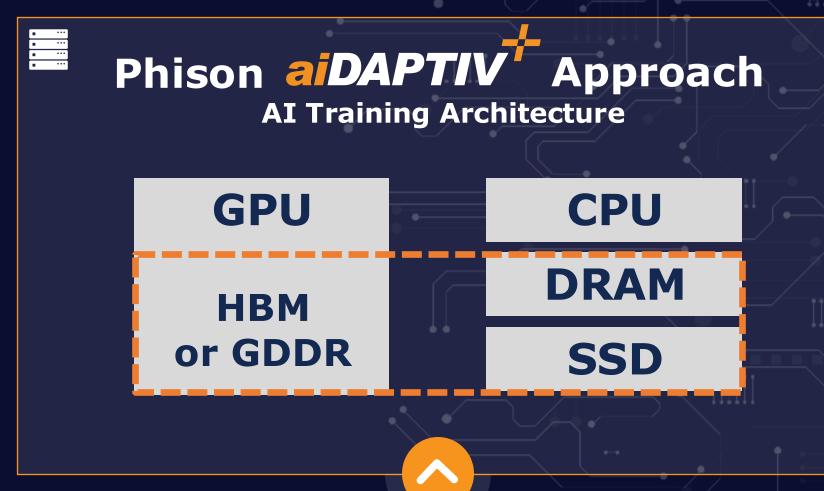


Provides Full Control and Privacy of Your Data & IP

How aiDAPTIV+ Does It

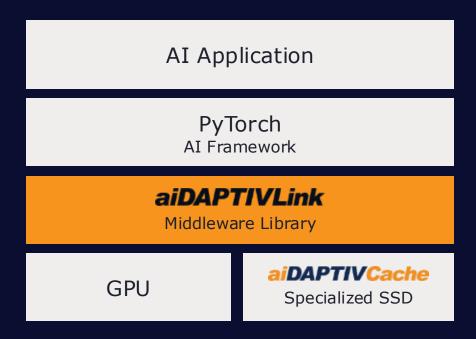
Builds a Larger Memory Pool for LLM Training By Tiering **Expensive** VRAM and **Affordable** Flash Memory





Extends GPU Memory

Phison aiDAPTIV+ LLM Domain Training Solution





Coordinates the swapping between HBM/DRAM and Flash Memory



aiDAPTIVCache

AI-Series SSD Family

Seamless Integration with VRAM/DRAM





Pro Suite UI

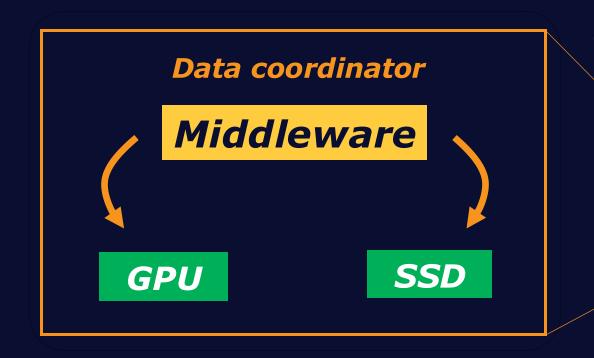
End-to-End User Experience
Spanning Training to Inference

aiDAPTIVLink Memory Management Middleware Expands Capacity to Affordably Fine-Tune Growing Models

aiDAPTIVLink

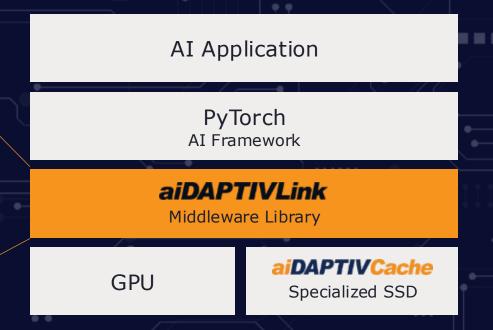
Memory management middleware offloads fine-tuning data to aiDAPTIVCache SSD:

- Expands model size capacity
- Frees up GPU VRAM for handling more complex AI fine-tune processing



BENEFITS

- Transparent drop-in solution
- No need to change your AI application



High-Endurance Specialized SSD for LLM Training





Pascari AI-Series SSD Family @ 100 DWPD* / 5 years

*DWPD = Drive Writes Per Day (The number of times per day an SSD can be filled without wearing out)

24/7 Model Training Demands

Pro GPU	4x 6000 ADA (Workstation)	4x W7900 Pro (Workstation)		8x W7900 Pro (Server)	
24/7 Training DWPD*	15.71	16.96	31.42	33.92	

Enterprise	8x H100	8x MI300	8x Gaudi2	8x Gaudi3
GPU	(Server)	(Server)	(Server)	(Server)
24/7 Training DWPD*	61.39	67.84	30.70	63.29

aiDAPTIVCache's endurance exceeds even the harshest model training demands

>

Ease of Use with aiDAPTIV+ Pro Suite

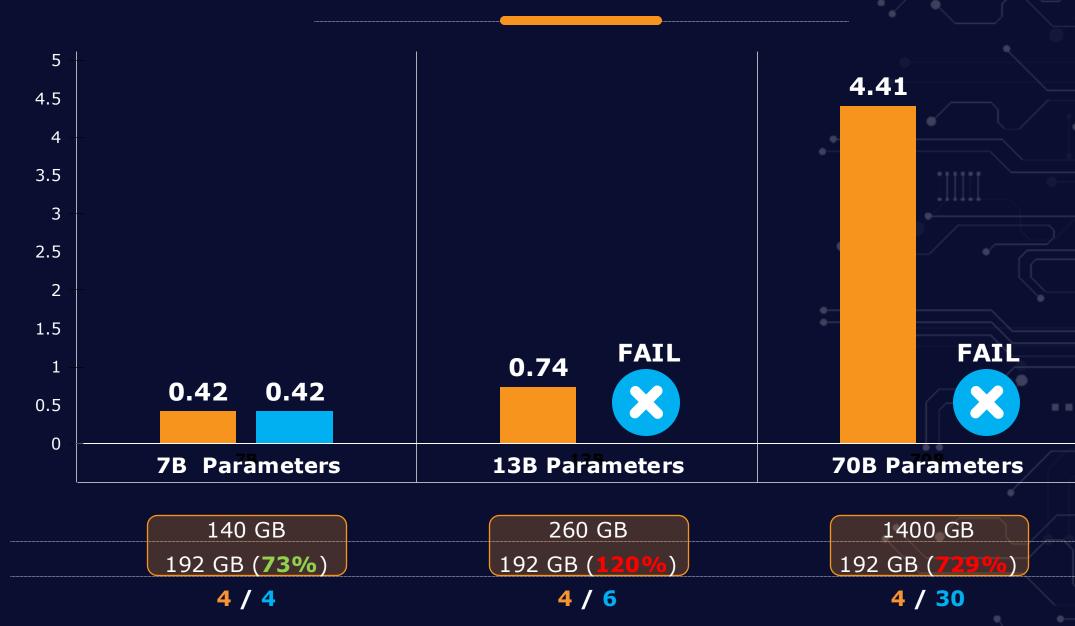
Optimized End-to-End User Experience Spanning Data Ingest to Inference



aiDAPTIV Workstation Scaling

Makes Possible Fine-Tuning Beyond VRAM Capacity

Single node 4x GPU configuration comparing GPU only and GPU with aiDAPTIV



Notes:

1. Scaling is linear based on GPU count and model size

Training Set Size

HBM Pool (Usage%)

Minimum GPU Count

2. Training is based on 10M tokens

System Configuration

- RAM: 512 GB
- GPU: 4x RTX 6000 ADA

with aiDAPTI

GPU Card Only

• GDDR: 192 GB

Makes Possible Fine-Tuning Beyond VRAM Capacity

Single node 8x GPU configuration comparing GPU and GPU with aiDAPTIV



Note: Scaling is linear based on GPU count and model size

System Configuration

with aiDAPTI

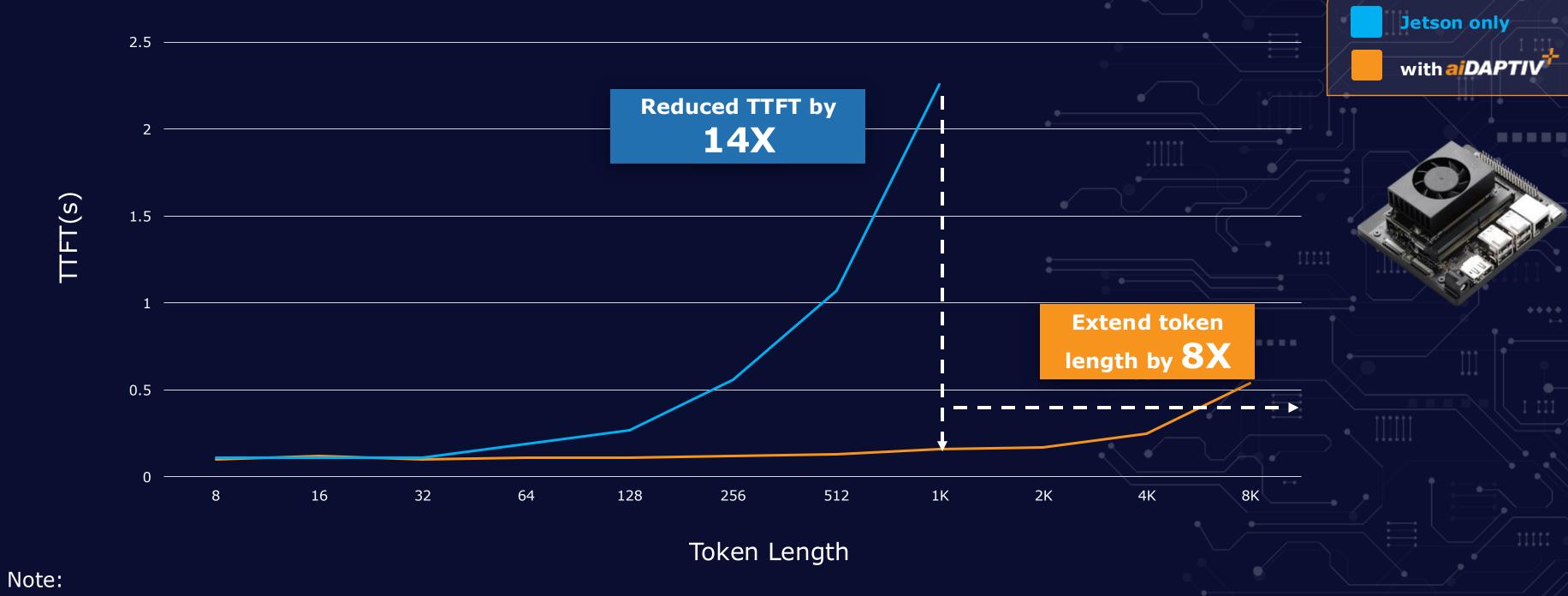
GPU Card Only

• RAM: 512 GB

• GPU: **8x RTX A6000**

• GDDR: 384 GB

Improves Inference Recall Performance with aiDAPTIV



1. Estimated figures are based on Llama 3.1-8B

2. System: NVIDIA Jetson Orin Nano Super 8GB

NVIDIA Jetson Solution



aiDAPTIV "Teaching" PC for LLM Domain Training







aiDAPTIV AI Teaching PC

"Learn how to train an LLM beyond just using an LLM...

...and make your AI PC actually useful"

Universities, Researchers, Students, **Developers and Enthusiasts**

- Universities need available platforms for teaching access
- Researchers and Software Developers need to keep up with the latest AI technology
- Students and Enthusiasts want to learn AI

Train LLMs at Any Budget with aiDAPTIV



IoT Device Up to 64B Parameter **LoRA** Model Training \$500-1,000



Laptop PC Up to 8B Parameter Full Model Training \$2,000-3,000



Desktop PC Up to 13B Parameter Full Model Training \$3,000-4,000



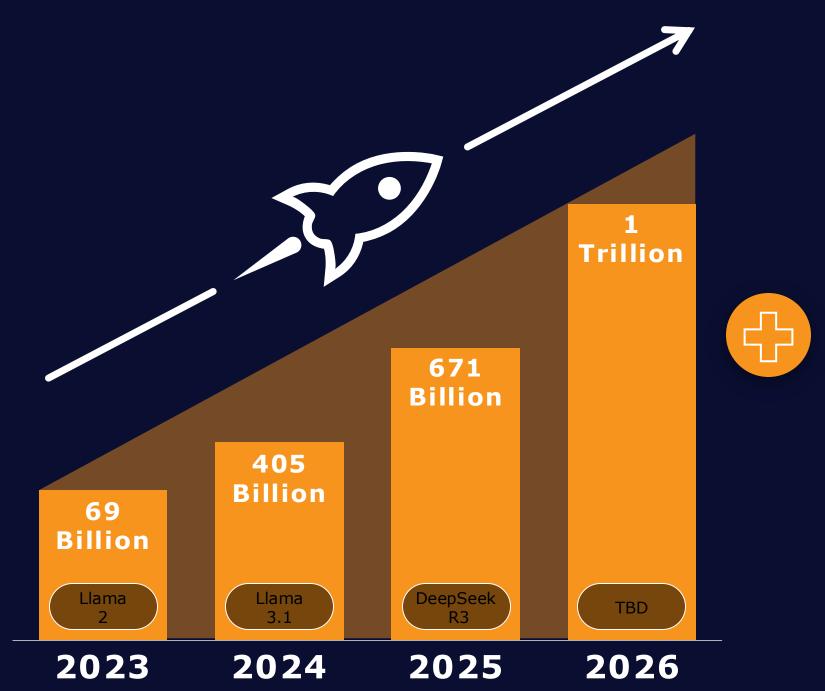
Workstation PC Up to 100B Parameter Full Model Training \$5,000-50,000



Server Up to 405B Parameter Full Model Training \$50,000+

aiDAPTIV The Affordable Path to 1 Trillion Parameter Training

The largest size model training at 1/30 (<4%) of the cost







Two Ways to Fine-Tune AI models



On-Prem/Edge

Challenges
Current All GPU/VRAM AI Equipment
Too Expensive



Cloud-Based

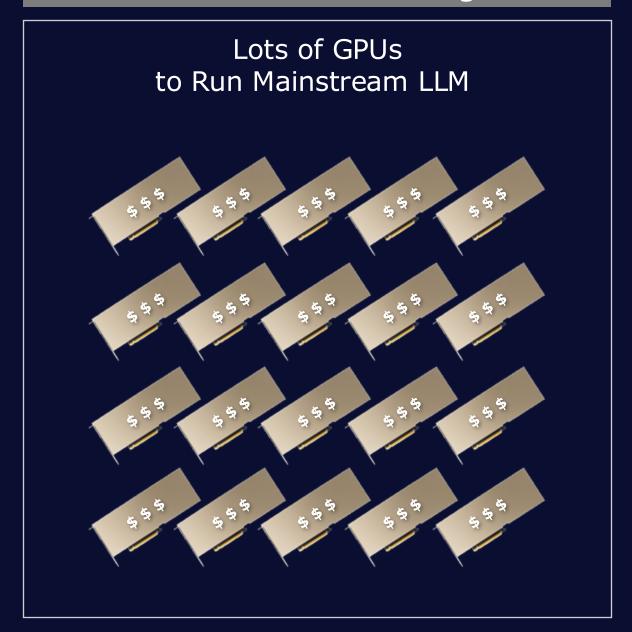
Challenges

Data Privacy
Unpredictable/Unlimited Costs

Phison aiDAPTIV+ Delivers Affordable Memory Scaling

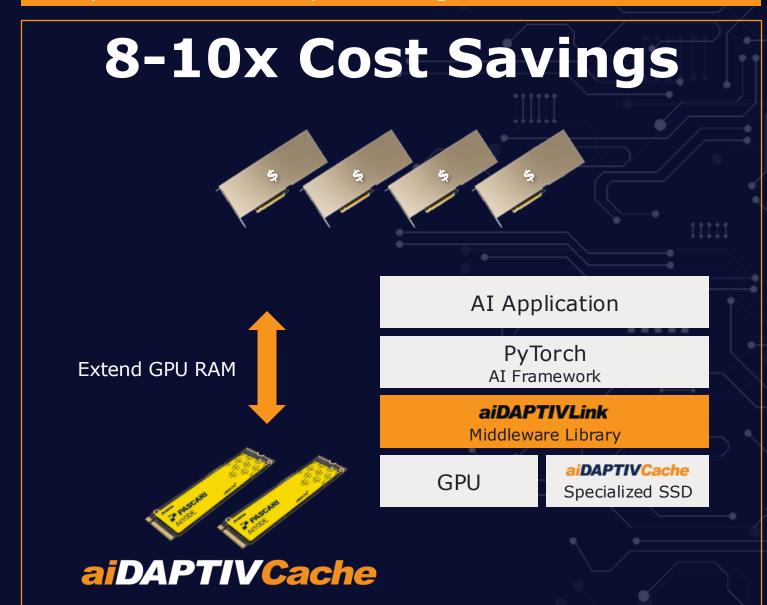
Current AI Algorithm Architecture

GPU + HBM/GDDR Scaling Limits



Phison's aiDAPTIV+ AI Algorithm Architecture

Expands Memory Scaling with NAND Flash



1: Based on NAND capacity

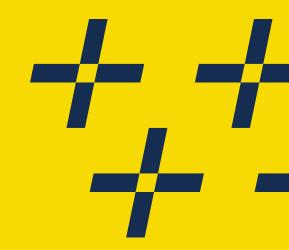
LLM Domain Training Cost: On-Premises vs Cloud

Name (sorted by cost)	GDII	GPU Node @ Cost/hr¹	Duration (hour)	Session Cost	tk/sec	\$/min	\$/Mtk³	5 Year Training Cost		
	GPU							15/month	30/month	120/month
Phison: aiDAPTIV+ v1.03	4x 6000ada	1	4.34	\$6.94 ²	640	\$0.03	\$0.69		\$50,000	
Generic: GPU Only	4x 6000ada	8	0.54	\$6.94 ²	5,120	\$0.21	\$0.69	•	\$400,000	
Azure: ND96isr H100 v5	8x H100	3 @ \$98.32	0.36	\$106	7,630	\$4.92	\$10.62	\$95,567	\$191,134	\$764,536
AWS: p5.48xlarge	8x H100	3 @ \$98.32	0.36	\$106	7,630	\$4.92	\$10.62	\$95,567	\$191,134	\$764,536
Azure: ND96asr A100 v4	8x A100	3 @ \$27.19	0.80	\$65	3,469	\$1.36	\$6.53	\$58,730	\$117,461	\$469,843

Key Points:

- Recommended training sets for high quality fine-tune domain training (10 million tokens)
- The main benefit of higher tier GPU for LLM is faster execution, but at a huge premium
- Cloud Rental is a recurring expense that greatly exceeds the CAPEX
- 1: Online Pricing July 2024, VM only
- 2: Assuming 120 sessions / month over 5 years
- 3: Mtk represents Million tokens





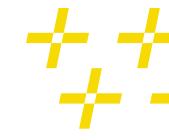


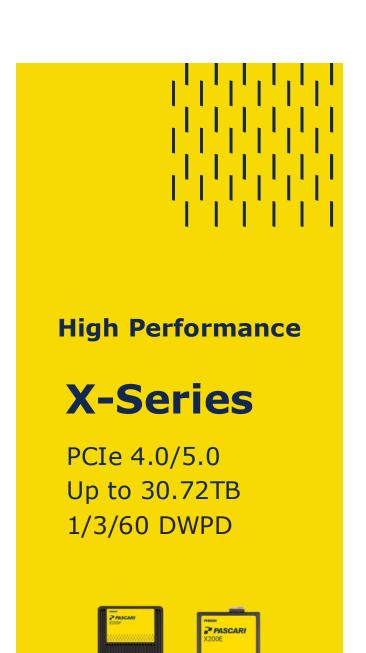
GTC 2025

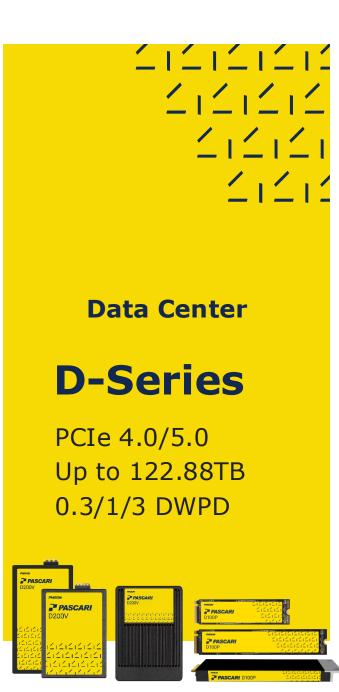
Enterprise SSD



Phison Enterprise SSD Product Line-up

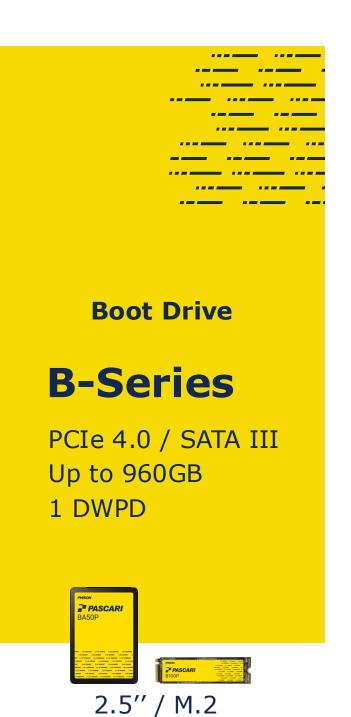


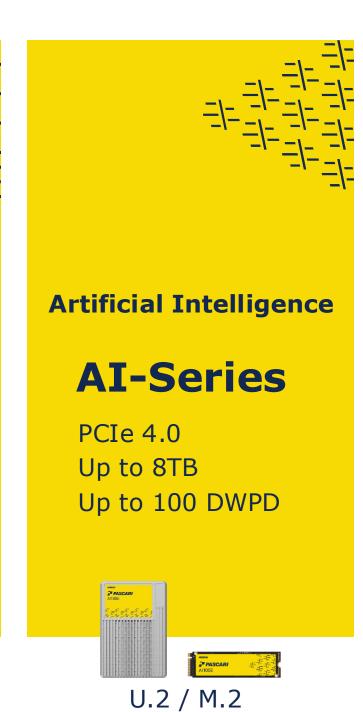




E3.S / E3.L / U.2 / E1.S / M.2





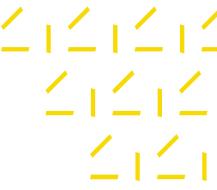




U.2 / U.3 / E3.S



D200V/D205V Series Product Overview





D200V/D205V QLC SSD

Phison's D200V/D205V series utilize QLC technology to meet the high storage density demand driven by AI. With an impressive 122TB per SSD, D205V will help drive the trend of efficient data storage with improved space utilization and reduced power consumption.

Specification

Interface: PCIe 5.0 x 4

Protocol: NVMe 2.0

Form Factor: U.2 / E3.S / E3.L

DWPD: 0.3 DWPD

MTBF: 2.5 million hours

• Warranty: 5 years

Features

• 3D QLC NAND

Dual-port design

Power loss Protection

• Namespaces: 128

Capacity

D200V:

• 30.72TB

• 61.44TB

D205V:

• 122.88TB





X200 Series Product Overview







X200 Series SSD

The best PCIe Gen5 performance, features, endurance, and economics for enterprise applications. The X200 shows Phison's dedication to developing advanced SSD technology to lead the industry in density, performance, and power efficiency for all mass-capacity storage providers.

Specification

• Interface: PCIe 5.0 x 4

Protocol: NVMe 2.0

• Capacity: Up to 30.72TB

• Form Factor: U.2 / E3.S

DWPD: 1 and 3 DWPD

MTBF: 2.5 million hours

Warranty: 5 years

Features

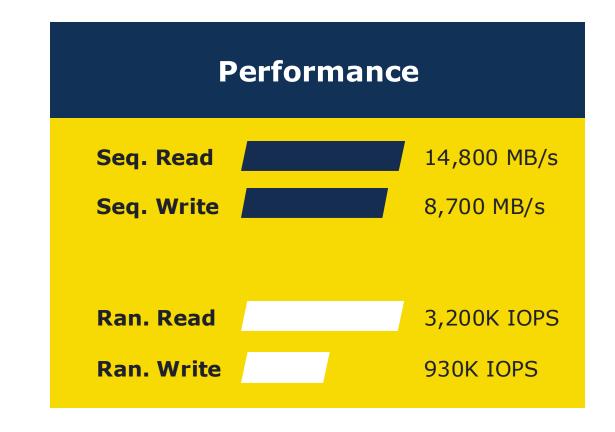
Dual-port design

Ultra-low latency

Power loss Protection

MF-QoS

Namespaces: 128







X100 Series Product Overview







X100 Series SSD

Phison's X100 series SSD is highly customizable and marks the spot for enterprises demanding faster and smarter global infrastructures. Featuring best-in-class performance, the X100 enables enterprises to reduce the total cost of ownership through higher storage density, lower power consumption and higher performance.

Specification

- Interface: PCIe 4.0 x4Protocol: NVMe 1.4
- Capacity: 2TB to 32TB
- Form Factor: U.3/U.2, 2.5" x 15mm
- DWPD: Up to 3 DWPDMTBF: 2.5 million hours
- Warranty: 5 years

Features

- Dual-port design
- Ultra-low latency
- Power loss protection (PLP)
- End-to-end data path protection (E2EDPP)
- Phison 5th Gen LDPC ECC engine
- Self-encrypting drive (SED) & FIPS 140-3¹
- Optimized for 24/7 enterprise workload



¹ Based on customer's requirement.





Industry's Most Advanced PCIe 5.0 Enterprise SSD (7.68TB, 1 DWPD)

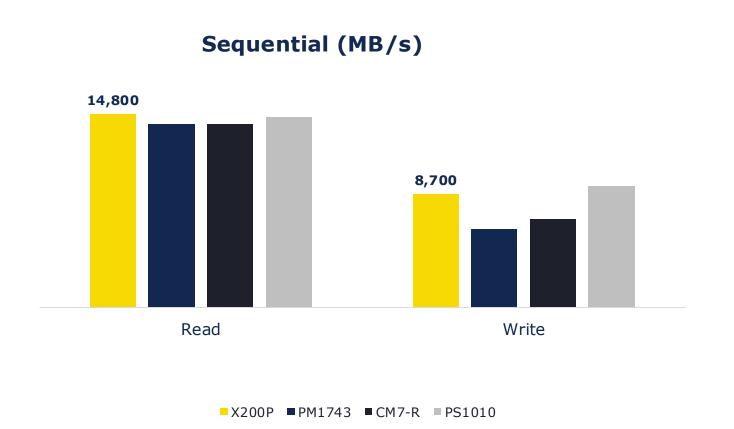


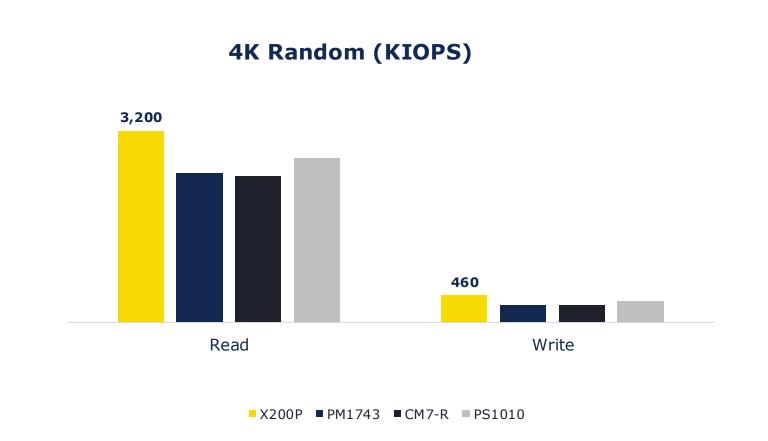












*PS1010 performance is not based on 7.68TB



