

Dear Investor/Analyst/Shareholder,

Thank you for your support for Phison (8299TT). Please see the details of our July 2021 revenue below:

KEY TAKEAWAYS

- July 2021 revenue totaled NT\$5.482bn (the third highest in a single month in history), while accumulated revenue for Jan.- July 2021 reached NT\$34.28bn, hit the record high for the same period in history.
- As the production capacity of the semiconductor supply chain is still tight, under the circumstance that the supply of NAND controller is limited, it is expected to push NAND storage products increase in capacity and stabilize prices.

Phison Electronics (8299TT) announced today (8/6) the results of its operations for July 2021. Consolidated revenue was NT\$5.482 billion, an increase of 42% (YoY) from the same period last year, setting the third highest in a single month in history. The cumulative revenue of the year to July reached NT\$34.28 billion, a 24% increase (YoY) compared to the same period last year, setting a new record for the same period in history.

| PHISON 8299 | Sales Revenue (NT\$bn) | ΥοΥ | Remarks |
|-------------------|------------------------|-----|------------------------------------------------|
| July 2021 | 5.482 | 42% | The third highest in a single month in history |
| Jan. to July 2021 | 34.28 | 24% | Record high for the same period in history |

Compared with the same period last year (YoY), the total shipments of PCIe SSD controllers in July grew by more than 82%, and the total shipments of industrial memory modules grew by 5%. In addition, for the annual growth rate (YoY) of total shipments accumulated throughout the year (January to July), the total shipments of PCIe SSD controller grew by nearly 130%, a record high for the same period in history; the total annual growth rate of industrial memory module shipments exceeded 35%, and the annual cumulative total memory bits shipments (Total Bits) also grew by more than 50%, both of which set new historical highs over the same period.

| July 2020 Business Highlights (PHISON 8299) | | Remark |
|----------------------------------------------------------------------|--|-------------------------------------|
| Total shipments of PCIe SSD controller | | |
| Total shipments of industrial memory modules | | |
| Accumulated total shipments of PCIe SSD controller for Jan July | | Record high over the same period |
| Accumulated total shipments of industrial memory module for Jan July | | Record high over the same period |
| Accumulated total memory bits shipments for Jan July | | Record high over the same period |

July has entered the traditional peak season of the third quarter. Due to the gradual unblocking of European and American countries, companies have begun to purchase or



upgrade related computer equipment and server systems, and various factories and stores have also begun to resume operations, which is expected to help the overall storage market demand. However, as the production capacity of the semiconductor supply chain is still tight, under the circumstance that the supply of NAND controller is limited, it is expected to push NAND storage products increase in capacity and stabilize prices. Phison will also continue to communicate and cooperate closely with customers and partners around the world to reduce the impact of tight semiconductor production capacity and help customers meet the storage needs of the global market.



[PHISON IR Distribution List Application Form]

If you would like to receive PHISON press release or announcement, please register our IR distribution application form from the link: <u>Phison IR Distribution List</u>

[PHISON's Quick Facts]

- Over 20 years experiences in NAND controller IC design and module integration.
- Over 2,500 employees globally, and more than 75% are engineers
- Over 2000 memory-related patent globally.
- 3 major focuses: enterprise, embedded, and consumer market.
- 600M average annual controller shipment.
- \$1.63B sales revenue in 2020.
- Confident that our <u>unique business model</u> can produce consistently strong cashflows and profits over the long-term amidst NAND memory market cycles.
- Strongly maintain long-term partnerships with our global NAND flash supply sources and with our downstream module customers.

[About PHISON]

Phison Electronics Corp. (TPEX:8299) is a global leader in NAND Flash controller IC and storage solutions. We provide a variety of services from controller design, system integration, IP licensing to total turnkey solutions, covering applications across SSD (PCIe/SATA/PATA), eMMC, UFS, SD and USB interfaces, reaching out to consumer, industrial and enterprise markets. As an active member of industry associations, Phison is on the Board of Directors for SDA, ONFI, UFSA and a contributor for JEDEC, PCI-SIG, MIPI, NVMe and IEEE-SA.

To know more about Phison, please visit Phison Website or Phison Q&A for details.

PHISON Spokesperson

Antonio Yu TEL: +886-37-586-896 #1019 Mobile: +886-979-105-026 Email: antonioyu@phison.com

PHISON Deputy Spokesperson

Kuo-Ting Lu TEL: +886-37-586-896 #2622 Mobile: +886-979-075-330 Email: kuoting lu@phison.com

[Forward-looking Statements]

Information included in this press release that are not historical in nature are "forward-looking statements". Phison cautions readers that forward-looking statements are based on Phison's reasonable knowledge and current expectations, and are subject to various risks and uncertainties. Actual results may differ materially from those contained in such forward-looking statements for a variety of reasons including without limitation, risks associated with demand and supply change, manufacturing and supply capacity, design-win, time to market, market competition, industrial cyclicality, customer's financial condition, exchange rate fluctuation, legal actions, amendments of the laws and regulations, global economy change, natural disasters, and other unexpected events which may disrupt Phison's business and operations. Accordingly, readers should not place reliance on any forward-looking statements. Except as required by law, Phison undertakes no obligation to update any forward-looking statement, whether as a result of new information, future events, or otherwise.