

Dear Investor/Analyst/Shareholder,

Thank you for your support for Phison (8299TT). Please see the details of our consolidated earnings of 1Q22 and Apr.22 revenue below:

KEY TAKEAWAYS

- Consolidated revenue in the first quarter was NT\$17.105 billion, an increase of 33% compared to the same period last year (YoY)
- EPS in the first quarter reached NT\$11.09, a record high for the same period.
- Phison is actively responding to the market impact of wars, epidemic lockdowns and inflation, and will work closely with global partners and customers to meet the next wave of market demand recovery.

Phison Electronics (8299TT), a leading provider of NAND controller and NAND storage solutions, announced today (5/6, Taiwan) its consolidated financial results for the first quarter of 2022 and revenue for April 2022. Consolidated revenue in the first quarter was NT\$17.105 billion, an increase of 33% compared to the same period last year (YoY annual growth rate); gross profit was NT\$5.395 billion, a year-on-year increase of 42% (YoY); gross profit margin reached 31.54%, a record high for the same period in history; in addition, the net profit after tax and EPS in the first quarter also reached NT\$2.185 billion and NT\$11.09 respectively, both hitting new highs for the same period in history.

1Q22 Earnings	NT\$	Growth Rate	Remarks
Consolidated Revenue	17.105 bn	33% YoY	A record high over the same period in history
Gross Profit	5.395 bn	42% YoY	A record high over the same period in history
Net profit after tax	2.185 bn	30% YoY	A record high over the same period in history
EPS (NT\$)	11.09	/	Second highest over the same period in history

Compared with the same period last year (YoY annual growth rate), the total shipments of SATA and PCIe controllers in the first quarter of 2022 increased by more than 25%, of which the total shipments of PCIe SSD controllers increased by nearly 77%. In addition, the total shipments of memory bits (Total Bits) in the first quarter increased by nearly 25%, setting a new record for the same period in history.

1Q22 Business Highlights	YoY	Remarks
Total shipment of SATA and PCIe SSD controller	25 %	Historical single-season high
Total shipment of PCIe SSD controller	77 %	Historical single-season high
Total shipment of memory bit	25 %	A record high over the same period in history

K.S.Pua, CEO of Phison, said that the first quarter of 2022 is a special one. Due to the contamination of NAND makers such as KIOXIA and WD in mid-January, the market expects that there may be a short supply gap during the traditional peak season. Phison is working closely with partners and customers around the world to reduce the impact.

K.S.Pua went on to explain that the recent wars, epidemic lockdowns, and inflation have mainly affected consumer products and markets. Phison is also actively responding, including rolling inventory level adjustments, continuous expansion of non-consumer/retail revenue contributions, active efforts in the enterprise SSD and automotive storage markets, and strengthening the product line of Phison in high-speed transmission solutions (such as ReDriver and ReTimer IC), consolidating the foundation of Phison's growth. Phison will work closely with global partners and customers to meet the next wave of market demand prosperity.

In addition, for the part of revenue in April 2022, the consolidated revenue was NT\$5.902 billion, an increase of 16% over the same period last year (YoY annual growth rate); the annual cumulative revenue to April 2020 reached NT\$23.008 billion, an increase of 28% (YoY) compared with the same period last year, setting a new record for the same period in history.

Apr.22 Revenue	Sales Revenue (NT\$bn)	YoY	Remarks
Apr. 2022	5.902	16%	A record high over the same period in history
Jan. to Apr. 2022	23.008	28%	A record high over the same period in history

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[PHISON's Quick Facts]

- Over 21 years experiences in NAND controller IC design and module integration.
- Over 3,400 employees globally, and more than 70% are engineers
- Nearly 2,000 memory-related patents globally.
- Target long-term revenue of NT\$100 billion through the 5+5 growth strategy
- The global market share of SSD controller exceeds 20%
- \$2.23B USD sales revenue in 2021.
- Confident that our [unique business model](#) 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.

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[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.