

Dear Investor/Analyst/Shareholder,

Thank you for your support for Phison (8299TT). Please see the details of our July 2022 revenue below:

Phison Electronics (8299TT), a leading manufacturer of NAND controllers and NAND storage solutions, announced today (8/5) its operating results for July 2022, with consolidated revenue of NT\$5.342 billion, an annual growth rate of -2% (YoY), the second highest for the same period. The annual cumulative revenue reached NT\$38.734 billion in July, with an annual growth rate of 13% (YoY), a new high for the same period.

PHISON 8299TT	Sales Revenue (NT\$bn)	YoY	Remarks
July 2022	5.342	-2 %	Second highest for the same period
Jan. to July 2022	38.734	13 %	Record high for the same period

Compared with the same period last year (YoY), the total shipments of SATA and PCIe SSD controllers in July increased by over 12%, and the total shipments of industrial-grade controllers increased by nearly 38%, continuing to grow steadily. In addition, the total shipments of PCIe SSD controllers from the year to July increased by nearly 33% year-on-year, and the total memory bits shipments (Total Bits) also increased by over 4%, both hitting new highs for the same period in history.

PHISON July 2022 Business Highlights	YoY	Remark
Total shipments of SATA and PCIe SSD controller	12 %	
Total shipments of industrial-grade controller	38 %	
Jan. to July 2022 of total shipments of PCIe SSD controller	33 %	Record high over the same period
Jan. to July 2022 of total NAND shipments (Total Bits)	4 %	Record high over the same period

K.S.Pua, CEO of Phison, explained that the recent hotly debated situation of the overall high inventory level of the semiconductor industry is mainly caused by the slowdown in market demand (market under demand) and the slowdown in sales, rather than the oversupply in the market. In other words, there are many factors causing inflation at present, but as long as all manufacturers actively reduce their inventories, the problem of high goods prices will also be alleviated, and the inflation situation may also improve due to this. Eventually, the overall market will gradually return to normal levels of supply and demand.

K.S.Pua then emphasized that although the overall inventory level has risen due to slowing demand in the market, this is nothing new for Phison. On the contrary, Phison will continue

to expand R&D expenditure against the trend, and will continue to strengthen the application of product lines and add more strategic partners to strengthen the foundation of Phison. When the economy recovers in the future, Phison will have more growth opportunities than its peers.

[PHISON IR Distribution List Application Form]

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[PHISON's Quick Facts]

- Over 20 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 over NT\$100 billion through the 5+5 growth strategy
- Exceeds 20% of the global market share of SSD controllers
- US\$2.23B sales revenue in 2021.
- [Unique business model](#) that can produce consistently strong cashflow and profits over long-term NAND memory market cycles.
- Committed to maintaining 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.