20 March 2020

To all customers of sensor IC’s and Modules (ProxSense and ProxFusion family of products):

Update: The impact of the COVID-19 on Azoteq business:

On 15 March 2020 South Africa declared the COVID-19 outbreak as a national state of disaster. This local and other international restrictions by countries directly impact Azoteq IC and Module business.

As of today:

- Azoteq Hong Kong warehouses are currently not experiencing any issues.
- ANST (backend assembly for QFN and all leaded parts) currently no issues.
- UNISEM (backend assembly for CSP parts) running well but due to surge after delayed CNY the plant is running at high capacity. Please enquire at your sales interface for a report on the status of open orders.
- PXM Modules: The China CM shipments mostly returned to normal.
  - Full production capacity is expected by end of March 2020.
  - Procurement of incoming components are still being impacted due to internationally wider impact of COVID-19. Azoteq Production team are working on limiting the impact.
- The Azoteq offices in South Africa have followed government guidelines to increase social distancing by reducing office personnel and requiring more people to work from home.
  - This could have a negative impact on certain hardware intensive support issues.
  - General administration with respect to order processing and planning is not impacted.
- Travel bans (International and Local) will for an unforeseen time limit travel for sales and support purposes.

The above information is correct as of today, but further measures to counter the spread of the virus may impact the current planning, please check back frequently for updates.

Pieter Pretorius

COO