

## **Coronavirus – update China**

April 14, 2022

### **Event**

The number of Covid cases in China is still increasing rapidly. Nearly all major cities have some level of Covid restrictions in place. Most strict measures are in Shanghai, where the authorities have extended the lockdown to the entire city until further notice. Residents will be required to stay home and offices and all businesses not considered essential will be closed and public transport suspended.

### **Nexperia Response**

#### Nexperia facilities

The ongoing and increasing lockdown measures in China are causing disruptions in the supply chain.

We continue to monitor the situation closely and are anticipating on required actions to ensure continuity in our operations and find alternatives for transportation where possible.

The production in Nexperia's Frontend factories in Europe and Backend factories in Cabuyao (Philippines) and Seremban (Malaysia) is running without impact on customer supply, still in compliance with local required protective measures.

We continue to strictly follow the COVID-19 advice across all our sites, as well as the recommendations of local governments and health authorities. Local response teams remain in place to monitor the situation closely and all necessary measures are taken to maintain a safe working environment for our employees.

#### External Suppliers

Given latest Covid lockdown measures in China, our local response teams continue to observe the situation of suppliers in the affected area very closely. At the moment, our external foundry and subcon partners are facing a delay in the delivery of material and shipment of products.

Following the extended lockdown measures, Nexperia expects several days of delay in the planned shipments from China based Subcontractors to our customers due to continued traffic restrictions.

We are continuously scanning our supplier base to make sure we can respond in a timely manner if this situation would change.

The supply chain team is currently updating the planning and the related customer orderbook will be adapted throughout next week to reflect the latest view on this dynamic situation.

## **Contacts**

Our customer supply chain team is in close contact with our customers. Any follow-up information will be shared, based on any significant changes in the situation.

Customers that are impacted by a delay will be notified by our customer supply chain team.