Dear Customers,

To address your concern on the impact of Wuhan Coronavirus that has taken place in Asia Pacific region, we would like summarize PDC’s capacity situation so that you can have a clear understanding of the current situation and its potential impacts to the operations.

Production Capacity:
Coil
Due to the working days in Feb is further restricted by China government (re-open on Feb.10), hence some delivery will be re-scheduled.
We do not see any significant impact on our delivery to customers’ demand as manufacturing utilization stay at 75%, which can be resumed normal in April.

MLCC & Resistor
As PDC factories located in Taiwan, no impact on our side and shipment will be delivered in time.

Raw Material:
-PDC can produce powder materials of MLCC on our own.
So, our raw material supply to our production remains stable

Goods Delivery:
-No further change to any export good delivery.
-No issue to China local delivery unless being specifically restricted by China local governments

We will keep you informed about the situation.
Any specific request from individual customer, our sales team will contact and respond to the customers separately and hence will not be included in this announcement

Jeff Lin
AVP of Marketing & Sales Division
Prosperity Dielectrics Co., Ltd. Date: 2020.02.04