

## **NXP** Response to Coronavirus

Updated 13 March 2020

The World Health Organization (WHO) has declared the 2019 coronavirus disease (COVID-19) outbreak a public health emergency of international concern (PHEIS). China and other impacted regions have responded quickly to contain the virus, limiting travel and imposing quarantines in the affected areas.

NXP has implemented safeguards at its facilities to reduce or stop the spread of the virus as recommended by the WHO including employee travel restrictions and limitation on visitors. NXP has emphasized the importance of good flu prevention practices to employees, including social distancing, and work from home solutions. We continue to put a priority on employee health the safety while continuing to do whatever is reasonably possible under these circumstances to minimize productivity loss.

## **NXP Updated Response**

All NXP manufacturing facilities are currently in production. We are also in daily communication with our external manufacturing sites and suppliers in those regions suffering the COVID-19 outbreak. NXP continues to experience constraints with two burn-in subcontractors supporting a subset of NXP products manufactured in NXP's Tianjin facility. These constraints are caused by a slower than planned ramp-up of production from the Lunar New Year holiday resulting from travel restrictions and quarantines imposed by authorities in response to the virus.

NXP continues to monitor its logistics network daily. Global Parcel Network is operating with minimal delay. UPS, FedEx and DHLE are experiencing intermittent 1-2-day delays. Delays of 3-5 days should be expected for larger heavyweight air shipments due to a reduction in commercial airfreight capacity, the expanding list airlines canceling flights to a growing list of countries and freight backlog at key hubs. NXP continues to work diligently to find alternative logistics routes and other solutions to minimize disruption.

Customers affected by these supply disruptions are being informed by the NXP Customer Supply Team and counter-measures will be discussed if available and as needed.

## **Contacts**

We will continue to provide updates as necessary as the situation continues to evolve. Please contact your Customer Supply Chain Representative or Sales Account Manager for additional clarification at any time, and refrain from contacting NXP factories with questions regarding COVID-19.

Please refer to the NXP COVID-19 FAQ or send inquiries to BCM@NXP.com