UPDATE

As previously communicated, ON Semiconductor will be migrating Fairchild business to the ON Semiconductor systems and processes the last week of October, thus completing the final phase of the integration. In order to migrate order management data from Fairchild systems to the ON Semiconductor systems, we will be closing the shipping window from Monday, October 23rd to Friday October 27th for Fairchild products only.

In consideration of the physical inventory transfers required to move product to the correct distribution centers as well as the week-long system shutdown, ON Semiconductor will be making a temporary change to the shipping window. The change is being made to ensure material does not become stranded in the wrong location or require multiple moves which may inadvertently impact delivery dates. ON Semiconductor will be adding an additional 7 days to the ship ahead window and this change will only be applicable for shipments made during the first 3 weeks of October. This temporary change will not impact any quarter end activity. Our goal is to ensure the most seamless delivery schedules during the transition activities.

ON Semiconductor to Integrate Fairchild Semiconductor Business Systems and Processes

Changes will become effective on Monday, October 30, 2017

CHANGE DETAILS

ON Semiconductor closed on the acquisition of Fairchild Semiconductor in September of 2016. We have been working diligently over the past nine months to plan the integration of Fairchild Semiconductor into the ON Semiconductor order fulfillment processes. **The integration is on schedule for October 30, 2017.**

ON Semiconductor's customer-facing teams – including our sales force, quality service staff, customer service representatives (CSR), distribution channel teams, and supply chain managers – will continue to work closely with you to ensure a smooth transition, providing timely answers to any questions as well as supporting continued uninterrupted product delivery.

Please note, information on upcoming changes is located on the navigation column on the left side of this webpage. These changes include:

Ordering and Invoicing

- Existing backlog will be automatically converted to the ON Semiconductor system the week prior to October 30th, 2017.
- Orders received at Fairchild Semiconductor from October 24th to October 29th will be held, and entered into ON Semiconductor systems on October 30, 2017.
- <u>Please do not update your vendor code</u> prior to October 23rd unless advised by your CSR.

- After October 30th, your customer service representative will work with you to make changes to your Purchase Order number or any other changes needed to support your new vendor code.
- Beginning October 30, 2017, all invoices from that date onward will be from ON Semiconductor. This will help ensure your remittance for accounts payable are directed to ON Semiconductor. For invoice remittance contacts, please see the document in the navigation column on the left side of this webpage.
- Beginning October 30, 2017, all Purchase Orders should be made to ON Semiconductor. Your Sales and Customer Service contact will continue to work with you on these changes.

Shipping

- Due to the inventory movement and data conversion integration activities, the week prior to integration, there will be 4 to 5 business day "no ship" window of Fairchild Semiconductor products the week prior to integration. Your customer service representative will work with you to plan accordingly.
- THE "NO SHIP" WINDOW DOES NOT IMPACT ON SEMICONDUCTOR LEGACY PRODUCTS
- Please note that there is an **emergency ship process** for those orders that are available to ship during the "no ship" window. Our intention is to use this process only for exception shipments where product is not available until the week of the no ship window.

Packaging and Labeling

Product labeling and packing configurations will be changing. Please see the document in the navigation column on the left side of this webpage.