SAMSUNG SAMSUNG ELECTRO-MECHANICS

Date: 30, March. 2016

Title: EOL Announcement of Manganese Tantalum Capacitor

Dear Sirs,

Thank you for all your support and cooperation that you continue to make for Samsung Electro Mechanics. Your help and efforts have allowed SEMCO to be a market leader in Tantalum Capacitors development and manufacturing. We will do our utmost to help support you and your company's requirements, to continue to succeed.

During these fast changing times, it is imperative that SEMCO continue to make the right decisions to remain lean and ensure we can support our customer needs. Due to this need, we must notify that SEMCO will be ending production of Manganese type Tantalum Capacitors as of End of December 2016.

For the past few years, much effort has been made to maintain a sound portfolio of products, and maintain a healthy financial status. However, stagnant market demand and low pricing competitiveness has forced this decision. SEMCO had tried to maintain Manganese Tantalum capacitors manufacturing even though consecutive shortfall of revenues. Much effort was put into manufacturing conditions and cutting margins. However, current price levels will not allow any margin for this product type.

Understanding our customer support and commitments, we are notifying you as early as possible to allow time for transition. Prior to this end of December 2016 deadline, if there is anything we can help assist with, please do not hesitate to contact us.

[Last time Buy: 31st of May, Last time Shipment: 31st of Aug]

Best wishes.

W.S. Sohn

Vice President,

Samsung Electro Mechanics