## **ON Semiconductor Order Management Policies**

**To: Valued Cypress Image Sensor Product Customers Re: ON Semiconductor Order Management Policies** 

## **Integration Date: 8/1/11**

The transition of the newly acquired CMOS Image and Sensor Business Unit (CISP) from Cypress to ON Semiconductor was completed on 8/1/11. As a result of integrating CISP products into ON Semiconductor systems and business processes the following Order Management Policies apply.

**Minimum Package Quantity (MPQ)** – Open orders have been converted into ON Semiconductor's order management system in the exact quantity found in Cypress backlog. Converted orders will ship in non-MPQ increments. New orders must be placed in increments of minimum package quantity. Full package quantity is required for <u>each</u> shipment or delivery within an order (i.e. if there are five schedule dates, each scheduled line item must be in increments of MPQ). Minimum package quantity information by part can be found in the ISBU to ON Semiconductor part number cross reference document on the external transitions <u>site</u>.

**Non Cancelable – Non Returnable (NCNR)** – Products labeled NCNR may not be cancelled, decreased or rescheduled. Buyer agrees that all purchases pertaining to the NCNR part and quantities are final. The seller has no obligation to accept return of NCNR parts, with the exception of when product is found to be damaged or defective at the time of receipt.

**Cancellations:** Buyer may cancel standard product at no charge with thirty (30) days written notice prior to ON Semiconductor's shipment date. Non-standard, application specific integrated circuits, any product unique to the customer ("Custom Product") may be cancelled at no charge with ninety (90) days written notice prior to ON Semiconductor's shipment date, except that Buyer shall remain liable for all non-transferable and non-cancellable raw materials and work in process as of the date that ON Semiconductor receives the notice. ON Semiconductor reserves the right to cancel all or any part of an order, without any liability to Buyer, if inaccurate information is supplied by Buyer on ON Semiconductor's required OEM Certification Form, or if the Buyer is in default under any of the terms and conditions of the order.

**Reschedules:** Buyer may reschedule orders placed in accordance with the provisions of the purchase order subject to the following restrictions:

- (a) STANDARD PRODUCT. Written notice shall be given to ON Semiconductor thirty (30) days or more prior to the scheduled ship date. Only one (1) reschedule is allowed and it may not exceed six (6) months from original scheduled ship date.
- (b) CUSTOM PRODUCT. Written notice shall be given to ON Semiconductor forty-five (45) days or more prior to the scheduled ship date. Only one (1) reschedule is allowed and it may not exceed six (6) months from original scheduled ship date.

**General Questions:** Please refer to the external transitions <u>site</u> that contains links to our standard terms and conditions and additional reference documents from the integration. Please send your additional questions to <u>ISBU Transition@onsemi.com</u>.