

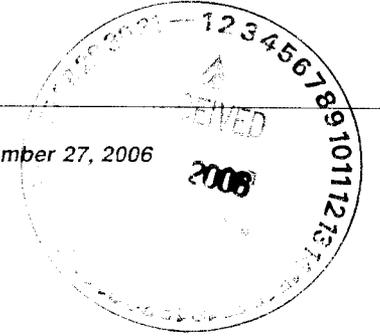
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Philips Semiconductors

Notification Only

Date: September 27, 2006



Dear Supplier,

Re: Transfer of Philips Semiconductors business

Following the recent announcement that Koninklijke Philips N.V. ("**Philips**") intends to sell 80.1 % of its shares in its world wide Philips Semiconductors business ("Semiconductors") to a consortium of private investors consisting of Kohlberg Kravis Roberts & Co , Silver Lake Partners and Alpinvest (the "**Transaction**"), we hereby inform you as follows.

In advance of the Closing of the Transaction and prior to October 1, Philips will complete a disentanglement of its semiconductors business with the result that Philips Semiconductors International B.V will directly or indirectly own all Semiconductors legal entities.

As part of the disentanglement, the Philips entity that is a party to the contract(s) mentioned above will transfer all Semiconductors assets and liabilities per October 1, 2006 to a new Semiconductors entity called Philips Semiconductors USA, Inc. This company will assume all rights and obligations under such contract(s) in every way, whether arising on, prior to, or after the disentanglement date as if it had at all times been a party to such contract(s) in lieu of the original Philips legal entity. Accordingly, invoices for deliveries of commodities or services on or after October 1, 2006 should be issued to Philips Semiconductors USA, Inc. Philips Semiconductors USA, Inc. will be responsible for making payments for such products or services delivered.

Furthermore, as a result of our separation we want to share the following. As of the above date, Philips Semiconductors will begin to use the new name of NXP Semiconductors in some marketing communications. In December, we will fully implement the new corporate identity for all purposes and we will inform you more completely at that time.

Semiconductors desires to continue the mutually beneficial relationship with your company. We stress that the envisaged transaction will not impact your existing relationship with Semiconductors.

Semiconductors will continue to perform all its obligations under its contracts. The commitment to support these contracts is also the highest priority of both Philips and the Investors. The Eligible Buying Location list, available via www.philips.com/suppliers will be updated accordingly.

We trust we have provided you with sufficient information and we look forward to continuing our business relationship with you without interruption.

Should you have any queries, please feel free to contact the undersigned

Yours faithfully,
Bob Hamilton
Director Business Risk Management



Philips Semiconductors
8375 S. River Parkway
Tempe, AZ 85284

Tel: (480) 752-6777
www.semiconductors.philips.com