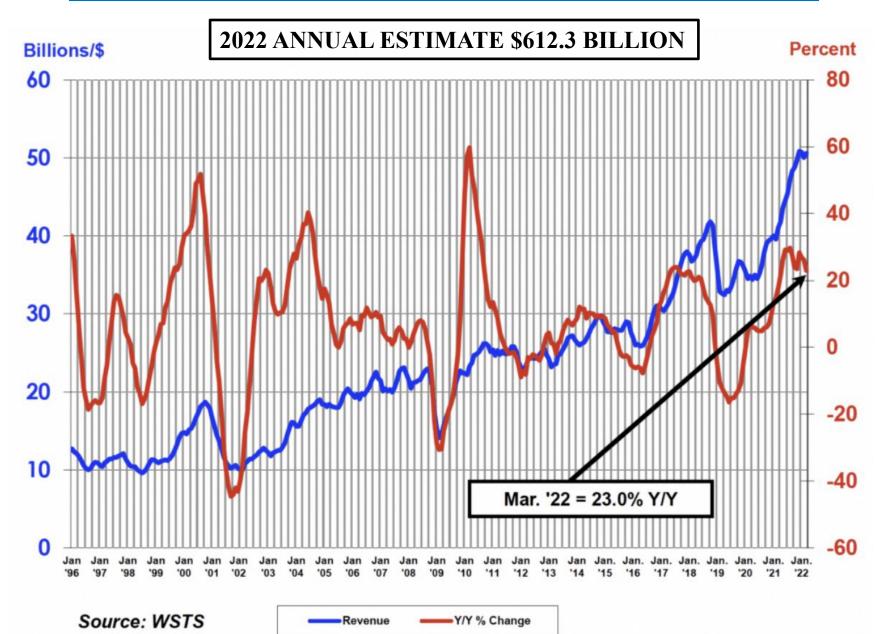
SIGNAKEY e-SEAL

Secure Supply Chain-of-Custody For Obsolete Semiconductors

WHAT IS A SIGNAKEY?

BEFORE REVIEWING THIS PRESENTATION, THE VISTOR IS ENCOURAGED TO CLICK THE RED BUTTON AT THE BOTTOM OF THE "ABOUT US" SECTION OF THE HOME PAGE.

Worldwide Semiconductor Revenues

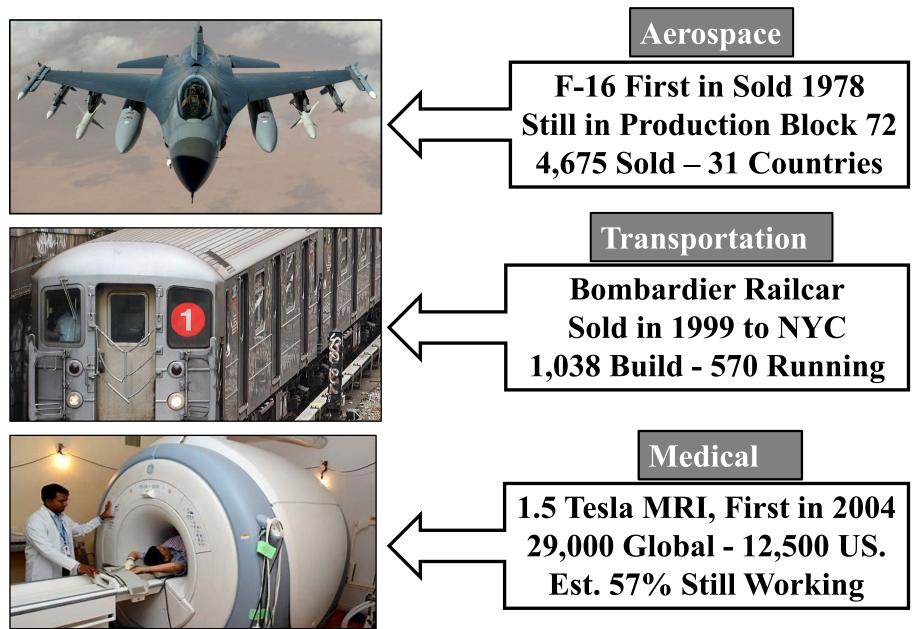


Realities of the 2022 Market

- Record growth over last 24-months..
- Global shortage drives massive equipment spending.
- US self-sufficiency will cost \$1.4 Trillion.
- \$50 Billion part of passed \$2.3 T infrastructure plan
- Biden 2022 military budget of \$779 Billion.
- China/US/Taiwan issue & Russia/Ukraine invasion
- Chinese manufactures sanction fear stockpile chips.
- Lead times now into 2024 no confirmed dates.
- Typical production of part design is only 23 months.

71% OF ALL BOM PARTS ARE OBSOLETE

Life Cycle Mis-Match



Realities as of June 2022 Market

- 13 new 300 mm Wafer Fab plants 2021 & 10 in 2020
- Wafer capacity projected to grow 8.7% in 2022
- INTEL investing \$20 Billion Ohio, 2 new Fab plants.
- Samsung \$151 Billion Capex Non-Memory thru 2030
- Global capacity limit on Fab plant equipment.
- By 2024 Chip sales will rise to over \$700 Billion
- 3 nm MOSFET by TSMC 2022 Intel 1.8 nm by 2024

NONE OF THIS WILL MAKE OBSOLETE PARTS EASIER TO FIND

The OEM's Dilemma

- The OEM's (Lockheed Martin, Bombardier, GE etc.) want only to buy components from OCM's (Xilinx, Intel, Samsung etc.) or their Authorized Distributors (Arrow, Avnet, etc.).
- They see only **RISK** when buying from Independent Distributors (ID's), and include that in their policy statements.
- But when they simply cannot get the obsolete components from anywhere but an ID . . they demand control of the source and the test procedures.

Dealing with ID's is Risky

buse

FOR CUSTOMER ACCEPTANCE - ID SHOULD: - Have an Effective 3rd PartyCertified QMS . - Buy only from their Known "Trusted" sources. - Assume EVERY part is a potential counterfeit -Work only to accredited test methods. -All Inspector Technicians are Third Party Certified -But, Good Parts may sell for 100 x Original Price

How does e-Seal Work

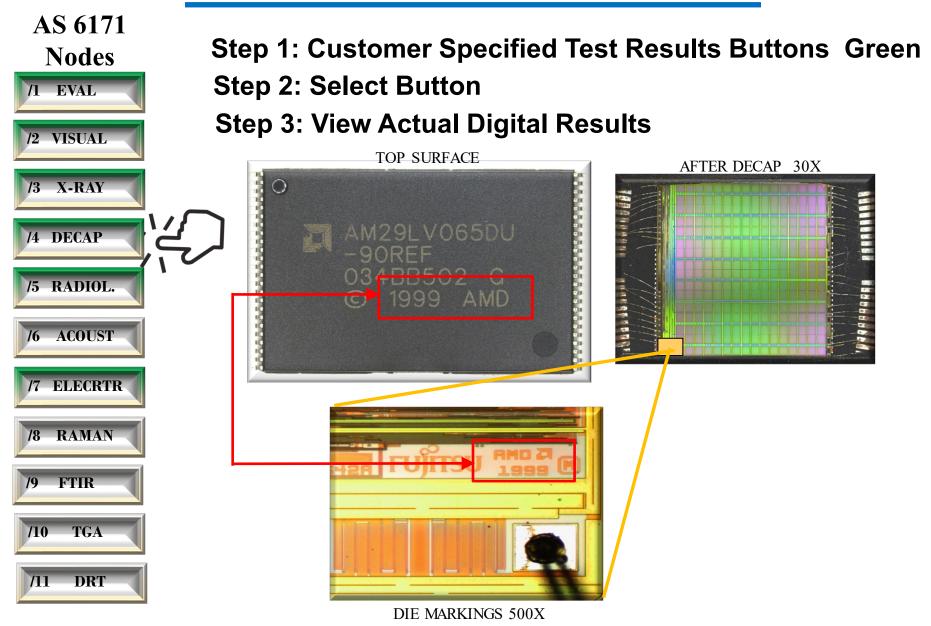
- Customer (OEM) Selects from Menu of AS6171 or AS6081, the tests that ID is contractually required to perform.
- These tests are specified in the Purchase Order to ID, who is required to perform <u>ALL</u> tests on <u>ALL</u> components.
- ID performs the tests and digitally attaches the results to the e-Seal Mark and applies the tamper evident seal.
- ID Delivers the package to OEM who can read the e-Seal and view the Test results – without removing the seal.
- When the Customer removes the Seal after reviewing the test results - they have accepted delivery and own the parts

Latest, Highest Standard

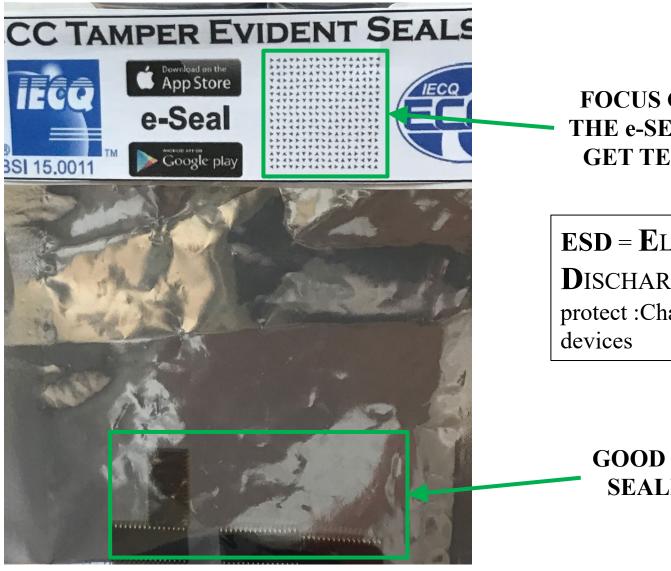
INTERNATIONAL®	AEROSPACE STANDARD	AS6171™	REV. A
		Issued 2016-10 Revised 2018-04 Superseding AS6171	
	Test Methods Standard; General Requirements, Suspect/Counterfeit, Electrical, Electronic, and Electromechanical Parts		

- In US, **AS 6171**:2018 is composed of a Main Document and multiple supporting "Slash Sheets". These contain specific prescriptive test method requirements.
- Each Slash Sheet becomes an e-SEAL node for a digital copy of the actual test data.
- In Europe, AS 6081 is considered the guiding document.

Accessing Digital Results



"Good" Components in Sealed ESD Pouch



FOCUS CAMERA ON THE e-SEAL MARK TO GET TEST RESULTS

ESD = **E**LECTRO**S**TATIC **D**ISCHARGE – Designed to protect :Charge" sensitive devices

> GOOD COMPONENTS SEALED IN POUCH

Removed e-Seal – Tamper Evidence



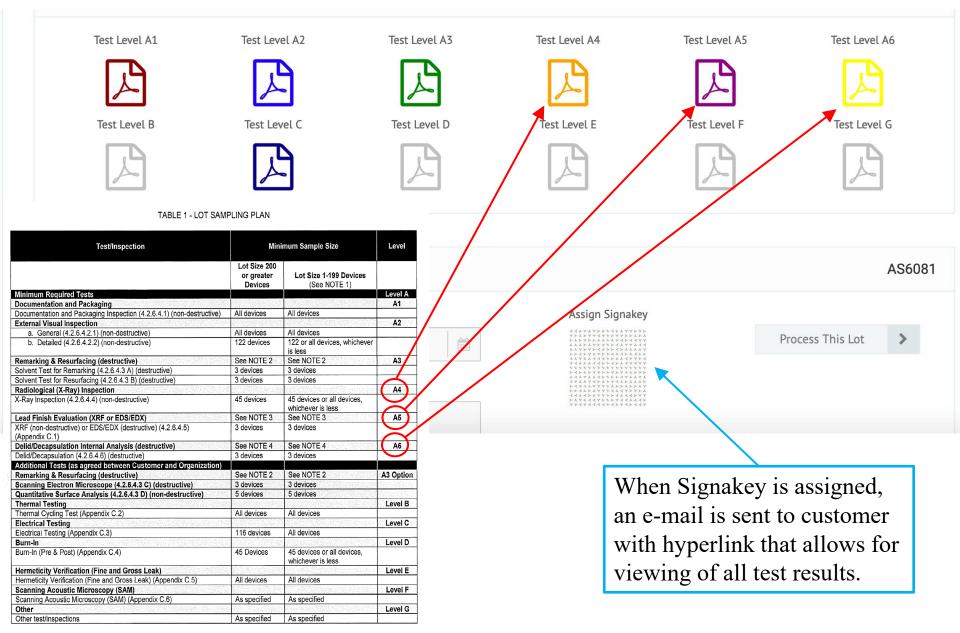
e-Seal Secure Chain-of-Custody

A Counterfeit Avoidance Program for tracking Authenticated Open Market components, down the Supply Chain, with Full Chain-of- Custody History

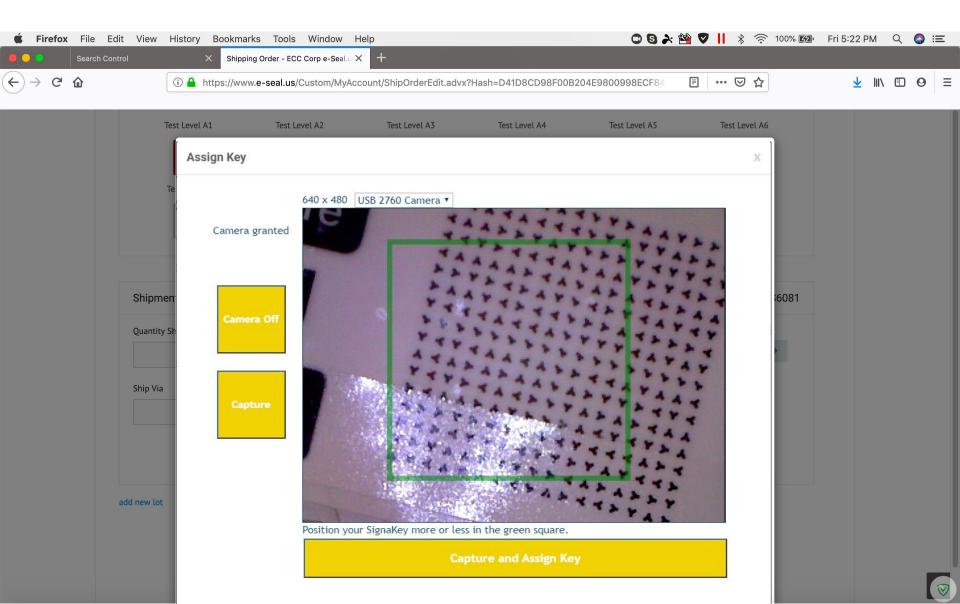
STRONG PROTECTION LAYERS

- 1. Tamper Evident e-Seal on ESD Pouch
- 2. with digitally attached, cybersecure results,
- 3. from Customer Specified tests.
- 4. performed by IECQ Trained & Certified inspectors
- 5. using only Customer approved procedures.

Test Results Upload Page



Linking the Data to the e-Seal



Current Status

- e-Seal Website/Database currently under Beta Test at multiple sites in both Europe and US.
- Beta test Database currently at Version 12. Three more months scheduled.
- Participants already testing with small "best" customers on light version.
- By September, participating ID's should begin trials with major OEM's and DLA who are fully aware of the effort.

• Interested? rmcd@signakey.com

e-Seal



PROVIDES THE FINAL e-Chain of Custody