



March 16, 2011

Dear Valued Customer:

After the tragic events in Japan, we have assessed and are continuing to assess the supply of material from our vendors and subsequently their source of raw material.

As you can imagine, many of the suppliers are not able to provide us a comprehensive update due to the uncertainties with respect to utilities, infrastructure and logistics. We have completed an initial impact survey at each of our factories and determined that, with the current material inventory on hand at our direct suppliers, there are no immediate material supply concerns that would keep us from continuing to support current production loading.

Exar is actively working with each of our supplier partners, who are either based in Japan or have raw materials sourced in Japan, to determine if there will be any long term impact on materials supplied to our factories.

We will provide ongoing updates in order to keep you abreast of any potential delays or issues. Exar's goal is to ensure that you are provided information in the timeliest fashion to prepare accordingly.

In these difficult times, our thoughts are with the entire Japanese nation.

Regards,
Lisa Bedard
Customer Support Manager
Exar Corporation