

SMART Global Holdings



SMART is a proven technology leader in the design, development and deployment of current and next-generation specialty high value memory, storage and compute products and solutions.

1988 Founded

Taken private by Silver Lake

Public on NASDAQ (SGH)

2017

Acquired Penguin Computing

2018

Acquired Artesyn
EC & Inforce
Computing

2019

Specialty Memory Products

(High Mix)

- DRAM Modules
- Flash Products
- Persistent Memory
- Supply Chain Services

Brazil

(High Volume)

- DRAM Packaging/Modules
- Flash Packaging/Modules
- Mobile Memory Products
- Battery and Other Products

Specialty Computing & Storage

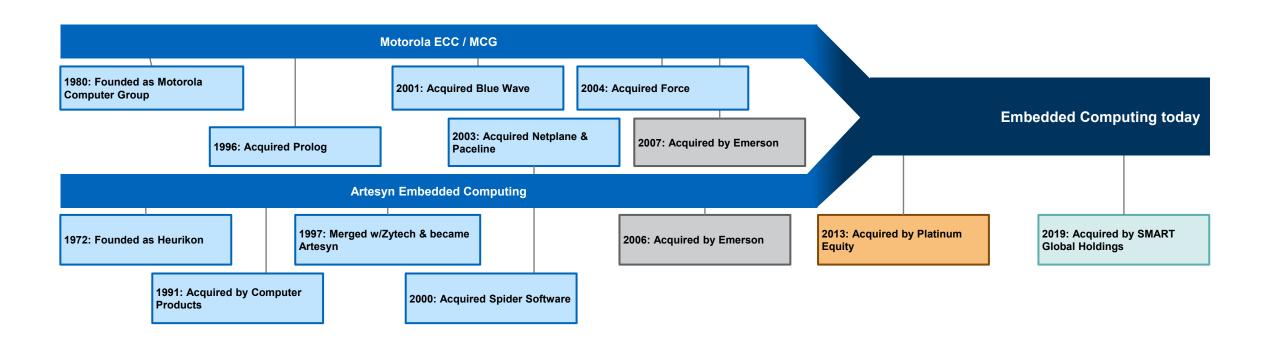
- Al/Machine Learning Systems
- HPC/Commercial and Federal Systems
- Embedded Computing Platform
- System on Module/Single Board Computers



SMART Embedded Computing History

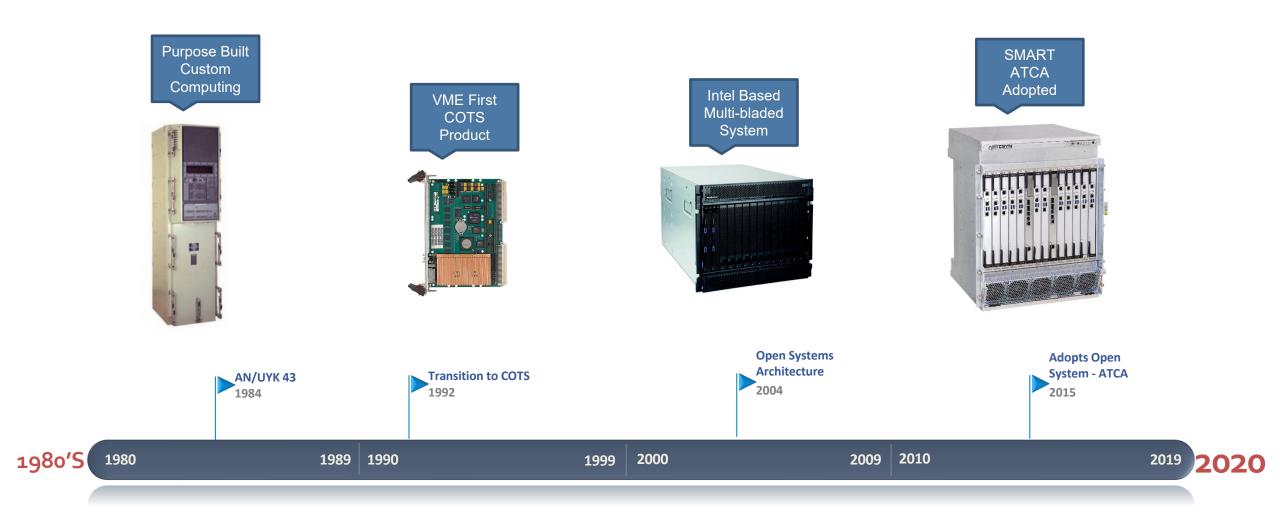


- 35+ years of history in the embedded computing market, beginning as Motorola Computer Group (MCG)
- Working closely with SMART's Penguin Computing similar customer base



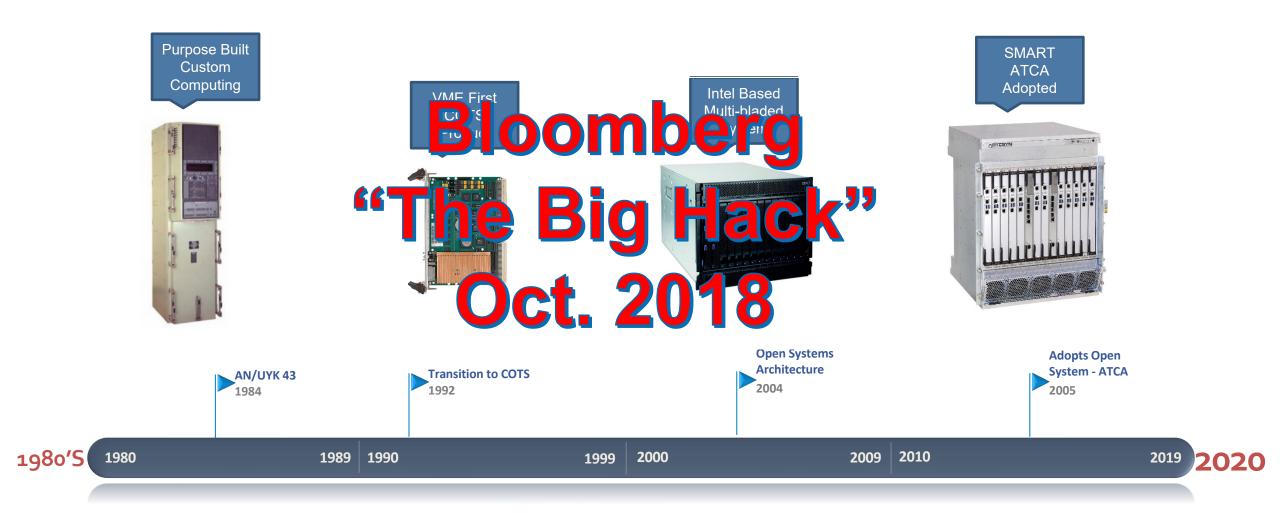
NAVY'S ADOPTION OF COTS





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Major Meeting with Captain that Controls the Weapon System







Major Meeting with Captain that Controls the Weapon System

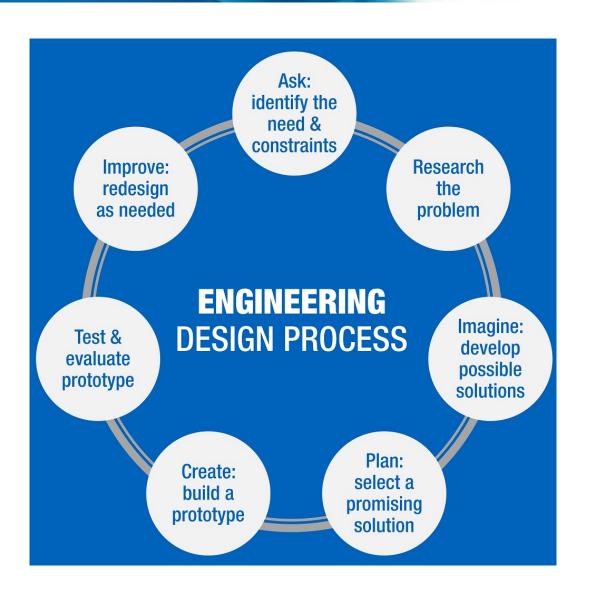
 Detailed SMART's Approach to Maintaining Product Integrity





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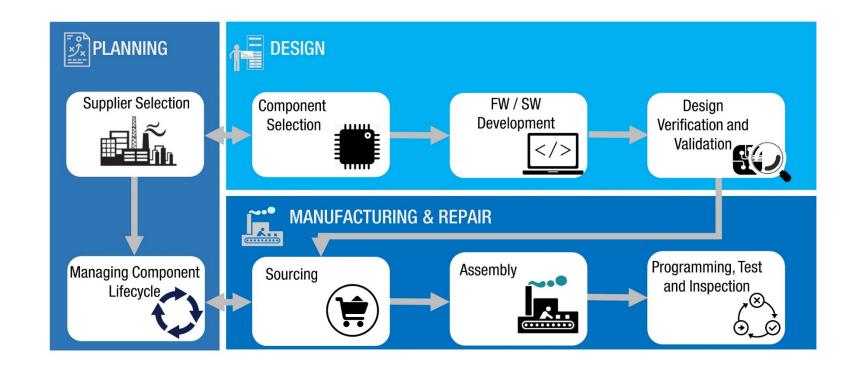
- Detailed SMART's Approach to Maintaining Product Integrity
- Engineering and Design Process to
 Secure Products





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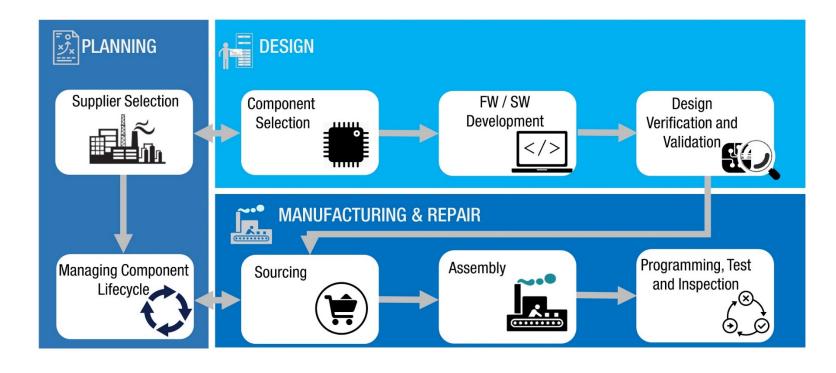
- Detailed SMART's Approach to Maintaining Product Integrity
- Engineering and Design Process to Secure Products
- Supply Chain Security Measures





Major Meeting with Captain that Controls the Weapon System

- Detailed SMART's Approach to Maintaining Product Integrity
- Engineering and Design Process to Secure Products
- Supply Chain Security Measures
- Product Life Cycle and Repair



White Paper - Secure COTS: Ensuring
Embedded Computing Products and Supply
Chains Can Be Trusted

That's Great But





What if we are
Fighting the Country
That is Manufacturing
Our Critical Systems!!"



Repatriation of Hardened ATCA





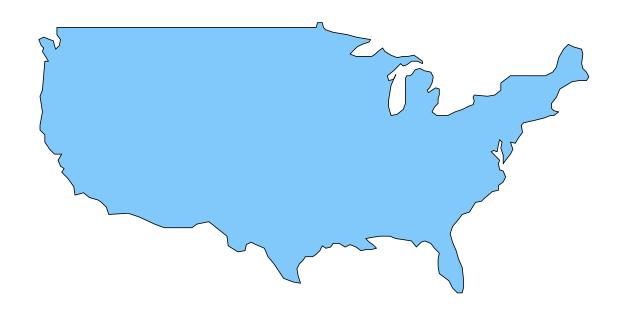
Transitioned ATCA to
US Based ITAR Contract
Manufacturer

Move Completed in Two Quarters



SMART Manufacturing





SMART Acquires Artesyn Embedded Computing July 2019

- Migrate all Artesyn Manufacturing to SMART Owned Facilities
- US Based Products to Freemont
- Remaining Shenzhen Based
 Product Move to SMART Malaysia
 Manufacturing

Next Steps – Protecting Products





ATCA-F145

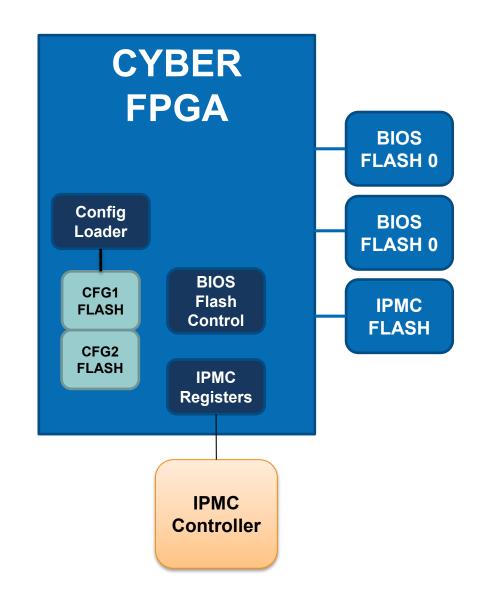


- **New Product Designs**
 - SWITCH
 - ATCA-F145
 - RAID STORAGE BLADE
 - ATCA-2030
- **Improving Security of Blade**
- **Analyze Improving Component Security of New Products**

Improving Cyber Security



- Cyber Security Enhancements
 Unified on Both Designs
- Certificate Based Booting of the Software
- New Security FPGA For
 - IPMC Firmware Security
 - BIOS Firmware Security
 - Protection Against Malicious Activity
 over I2C and SPI Interfaces



Controlling Component Selection



- Focus on Sourcing Parts Not Produced in China
- Mixed Results
- Some Components Have Multiple Production Facilities
- Some Parts Have Limited Sourcing Opportunities
- Mechanical Parts Largest Issue

Real World Sourcing Examples



ATCA-F145

- 1 Part Still being Investigated for Alternate Part Options
- 13 Mechanical Parts can be Sourced Elsewhere for More Cost
- 6 Mechanical Parts can be Sourced Elsewhere with Additional Cost and Risk
- 1 Electro-mechanical Part would Require Special Contract Manufacturing to Move
- Overall Process Item
 - Many Parts are Built in Multiple Countries with China being one Location
 - This will a Require Modified Procurement
 Process to Limited Sources

ATCA-2030

- 6 Parts Still being Investigated for Alternate Part Options
- 27 Mechanical Parts can be Sourced Elsewhere for More Cost
- 6 Mechanical Parts can be Sourced Elsewhere with Additional Cost and Risk
- 1 Electro-mechanical Part would Require Special Contract Manufacturing to Move
- Some China Parts are Specified in the Vendor Reference Design which they asked be copied exact

Part Concerns – Current Design



Dip Switch

Battery Socket

Ethernet NIC

DDR3 RAM

Raid Key

Inductor

Protection Diode

Protection Diode

Backplane Connector

M.2 Connector

U.2 Connector

Dip Switch

Battery Socket

Miscellaneous Mechanical

Conclusion



How to protect our warfighter and tactical systems

- Manage where the product is manufactured
- Focus on securing design
- Comprehensive supply chain process, including managing components for long life
- Analyze what components can be sourced away from China
- But there are Tradeoffs
 - Lack of supplying new products quickly
 - World supply chain most flexible, but with risks
 - US supplies very, very limited
 - Limiting supplies can impact staying on technology curve