SMG Pricing Authority Policy (SPP)

1. Background

- a. Exception Pricing. Exception Pricing (i.e., discounted pricing) is any price that differs from the Customer Authorized Price (CAP) or the Standard Disti Cost (SDC). Exception Pricing is used when a price below the customer's current CAP or SDC is required to meet competitive pricing in order to win a sales opportunity. For purposes of this policy, Exception Pricing includes price discounts, Market Development Funds (MDF), Non-recurring Engineering Funds (NRE) and any other contrarevenue payment offered to a customer.
- b. SPP. The SPP is SMG's policy that describes the approvals required to offer Exception Pricing.
- c. **All SMG employees must comply with the SPP**. Non-compliance may lead to corrective action, up to and including termination of employment.
- d. **Scope**. The SPP applies to all price discounts, MDF, NRE and any other contra-revenue agreements for all products sold by Intel or its subsidiaries.
- e. **Exceptions**. Any exception to the SPP must be approved in advance by the GM of the Business Management Group.

2. General Requirements

a. **Pricing Operations Decision-Makers**. The Pricing Operations Decision-Makers are as follows:

BU	Product	Pricing Operations Decision-Maker	
		Title	Name of
			Person
AXG	Discrete Graphics Products and autonomous	Director, AXG	Shahzad Baqai
	driving pricing	Operations	
CCG	CPUs, chipsets, wireless products (e.g., WiFi,	Director,	David McCloskey
	modems), Thunderbolt	CCG Operations	
DCAI	CPUs, chipsets, Optane PMEM, Optane SSD,	Director,	Ryan Mcmanama
	PCSD Boards & Components, PSS Systems	DCG Operations	
NEX – CG	EPG, SPPD, XfG (Barefoot), IPU	For direction, please reach out to Brian	
		Page	
NEX – IOTG	CPU, Chipsets, Movidius, Wifi	IOTG Pricing	Mark Gessner
		Manager	
NEX – NPG	CPU, eASICs, Axxia, chipsets	Director, NPG	L John Johnson
		operations	
PSG	All products, including FPGA, CPLD,	Director, PSG	Noel Nevin
	PAC, Enpirion Power, eASICs	Operations	

- b. **Pricing Operations Decision-Maker must Approve all Exception Pricing**. All Exception Pricing must be approved by the appropriate Pricing Operations Decision-Maker or his or her delegate <u>before</u> it is communicated to the customer.
- c. **Exception Pricing Process**. If you do not know how to obtain Exception Pricing through existing products-specific processes, submit your Exception Pricing request to your regional pricing operations representative. The regional pricing operations representatives will route your request through the approval process or provide you with information on how to get your Exception Pricing request approved by the appropriate Pricing Operations Decision-Maker. The regional pricing operations representatives are:
 - i. Americas Bob Piper;
 - ii. APJ Sandra Ng;
 - iii. **EMEA** Colin Dutnall;
 - iv. **PRC** Ma, Li (DCAI requests), Stephanie Wong (CCG requests).