

July 20, 2010



Dear Valued Customer,

I am very pleased to inform you that PMC-Sierra (Nasdaq:PMCS) has completed the acquisition of Adaptec's channel storage business.

As I mentioned in my earlier letter to you in May, our business operations will remain unchanged and uninterrupted. To maintain continuity, the Adaptec channel business will operate as a new stand-alone business unit of PMC-Sierra, called the Channel Storage Division (CSD), under my direction as Vice President & General Manager. I would like assure you that our commitment to the channel will remain as strong as ever.

As part of the agreement, we will retain our full HBA, RAID controller, and MaxIQ™ SSD Caching product portfolio. In addition, key channel personnel have been hired by PMC-Sierra to work in the newly formed Channel Storage Division. In essence, Adaptec's channel business will exist as a fully operational entity under the PMC-Sierra company umbrella which will now be marketed as "Adaptec by PMC".

I am excited about what this opportunity can do for our current and future channel customers. PMC-Sierra is a well-established, global company with industry-leading enterprise storage expertise and products. In the long-term, our customers will benefit from a roadmap that leverages PMC-Sierra's innovative intellectual property, RAID chip and software development. **Our current product offerings will remain unchanged, and I can assure you that there are no plans to change our short-term roadmap and offerings.**

As we move to quickly integrate our channel storage business, we are working diligently to ensure that you, our valued customer, will continue to receive the high level of service, product quality and support that you have come to expect from us.

Thank you for your continued support and patronage as we begin this exciting new chapter for Adaptec by PMC.

Sincerely,

A handwritten signature in black ink, appearing to read "Jared Peters". The signature is fluid and cursive.

Jared Peters
Vice President and General Manager
Channel Storage Division
PMC-Sierra, Inc.