

CYPRESS, ARROW EXTEND RELATIONSHIP TO ASIA-PACIFIC REGION

SAN JOSE, California...July 6, 1999 -- Cypress Semiconductor Corporation [NYSE: CY] today announced that it will extend its distribution agreement with Arrow Electronics, Inc. [NYSE: ARW] to include the entire Asia-Pacific territory. Arrow is the world's largest distributor of electronic components and computer products.

Under terms of the agreement, Arrow will sell Cypress's entire line of products in Australia, China, Hong Kong, India, South Korea, Malaysia, New Zealand, Singapore, and Taiwan. Cypress sells a wide range of integrated circuits in the Asia-Pacific market, including memory products, computer clocks and microcontrollers, data communications products, Universal Serial Bus microcontrollers, and programmable logic devices (PLDs).

"By expanding our longstanding relationship with Arrow, we aim to both increase our overall percentage of sales through distribution and to maximize growth in the highly strategic Asia-Pacific region," said Dan McCranie, Cypress's executive vice president, sales and marketing. "Arrow's strong customer relationships and excellent resources are an important addition to our sales force."

"Cypress has a broad product portfolio and solid market positioning in the Asia-Pacific with particular strengths in computer products, such as clock chips and microcontrollers, in Taiwan, and specialty memories and point-to-point datacom products in China and South Korea," said Steve Menefee, senior vice president of worldwide marketing for Arrow and president of Arrow Asia. "We are pleased to add the Cypress line in the Asia-Pacific and look forward to strong customer acceptance."

--MORE--

Cypress, Arrow Extend Pact to Asia-Pacific -- Page 2

"Both Cypress and Arrow are committed to rapid growth and to providing increased customer support in the Asia-Pacific," said Rich Parker, Cypress's vice president of distribution. "Arrow's top-notch electronic ordering and EDI capabilities are another big plus that will expand our reach and make it easier for us to do business in the region."

Cypress's sales in the Asia-Pacific region currently account for about 17% of total revenues, making it the company's second-largest revenue base behind North America. Cypress has direct sales offices in Taiwan, Hong Kong, China, and Korea. The sales offices are supported by teams of field applications engineers and by franchised distributors.

Arrow Electronics is the world's largest distributor of electronic components and computer products, with 1998 sales of \$8.3 billion. Headquartered in Melville, New York, Arrow serves as a supply channel partner for more than 600 suppliers and 175,000 original equipment manufacturers and commercial customers through more than 200 sales facilities and 26 distribution centers in 35 countries. Detailed information about Arrow's operations can be found at www.arrow.com.

Cypress Semiconductor Corporation, with international headquarters in San Jose, California, provides a broad range of products for leading computer, networking, and telecommunications companies worldwide. Its shares are listed on the New York Stock Exchange under the symbol CY. The company's web site is <http://www.cypress.com>.

"Safe Harbor" Statement under the Private Securities Litigation Reform Act of 1995: Statements herein that are not historical facts are "forward-looking statements" involving risks and uncertainties. Please refer to Cypress's Securities and Exchange Commission filings for a discussion of such risks.

###