GLOSSARY OF TECHNICAL TERMS

This glossary contains definitions of certain terms used in this document in connection with our Company and our business. Some of these may not correspond to standard industry definitions.

3C computers, communications and consumer electronics

AI artificial intelligence, the science of researching and

developing theories, methods, technologies, and application

systems that simulate and extend human intelligence

Annual Singles' Day shopping the annual online shopping promotion event in mainland China on November 11

festival

app

other mobile devices

beta testing the second and usually last phase of software or hardware

testing in which a sampling of the intended audience test

a computer program designed to run on smartphones and

the product for its performance in real world exposure

big data large and diverse data sets able to uncover hidden patterns,

> unknown correlations, market trends, customer preferences and other useful information assets under new processing model for greater decision-making power, insight and

processing optimization capabilities

bokeh effect in photography, refers to the aesthetic quality of the blur

produced in the out-of-focus parts of an image

CADR clean air delivery rate, the rate to measure the volume of

filtered air delivered by an air cleaner, in cubic feet per

minute

system of applications, services or resources made cloud-based system

available to users on demand via internet from a cloud

computing provider's server

DRAM dynamic random access memory, a type of random access

memory that stores each bit of data on a separate capacitor

ecosystem partners companies with whom we collaborate in the design and

> development of certain IoT and lifestyle products, as well as companies with whom we collaborate in our provision of

internet services to our users

GMV gross merchandise volume, the total value of merchandise

sold in a specified market or through a specified platform

during a given period

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Infrastructure as a service, a standardized, highly

automated offering, where compute resources, combined with networking and storage capabilities are owned and hosted by a service provider and offered to customers on-

demand

ICP license value-added telecommunications service operating license

for internet information services

in-house products products that we design and develop within our Company

and not in collaboration with our ecosystem partners

IoT internet of things, the network of physical devices with

information-sensing capabilities such as two-dimensional code reading, radio frequency identification (RFID), infrared sensors, global positioning systems and laser scanners to realize intelligent identification, positioning,

tracking, monitoring and management

IP intellectual property

ISMS information security management system, our proprietary

information security system designed to protect user

information

LDS laser distance sensor, sensor with laser technology for

non-contact distance measurement

LED display a flat panel display using an array of light-emitting diodes

as pixels for a video display

MAU monthly active users, the number of devices that activate

the app or operating system at least once during a given calendar month and, in the context of MIUI forum, refers to the number of registered users logging in our MIUI forum

at least once during a given calendar month;

when calculating MAU, for MIUI, the number of days in a given month is a variable depending on the number of days in the particular calendar month; and in all other contexts,

the number of days in a month is set at 30

MIUI our proprietary operating system built on the Android

kernel

NAND NAND flash memory, a type of non-volatile storage

technology that does not require power in order to retain

data

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OLED display organic light emitting diodes display utilizing flat light

emitting technology to reduce the thickness and weight of

the display

PaaS Platform as a service, a category of cloud computing

services that provides a platform allowing customers to develop, run, and manage apps without the complexity of building and maintaining the infrastructure typically

associated with developing and launching an app

PB petabyte, a multiple of the unit byte for digital information

with 1 petabyte equal to 10¹⁵ bytes

RO reverse osmosis, a water purification technology that uses a

semipermeable membrane to remove ions, molecules and

large particles from drinking water

SKU stock keeping unit

SLAM simultaneous localization and mapping, a computational

algorithm of constructing or updating a map of an unknown environment while simultaneously keeping track of an

agent's location within it

System-on-Chip (SoC) a circuit that integrates all components of a computer or

other electronic systems