



COUNTERFEIT MATERIALS AVOIDANCE POLICY

The company over the years had always a robust procedure to prevent COUNTERFEIT MATERIALS. This has been implemented by ensuring that all purchases of commodities and components used in enclosures and components for electronics, basic systems and rotary switches, are sourced only through OEMs or authorized distributors.

The same policy is also pushed down the supply chain on all the purchase orders released by the Materials Department. The valid push down rules are as follows:

- The procurement of materials from a non-approved supplier, distributor or broker is not allowed, due to the possibility of counterfeit material.

During extreme situations such as manufacturer's allocation of product which causes material shortages and material is only available through a non-approved supplier, distributor or broker, the customer must be notified prior to purchase of any material.

The customer must be notified, if the source of material supplied becomes the subject of a legal or counterfeit issue.

Any applicable flow down requirements specified on the Purchase Order, including Customer requirements, shall flow down the supply chain.

All pertinent records must be retained for a minimum of three (3) years unless otherwise specified on the purchase order.

Signature:.....

Date:.....

Name:

Position: Company Director