



To: FDH ELECTRONICS Valued Customers

RE: Tariff Policy Update

Date: April 15, 2025

Dear Valued Customer,

Due to the current rapidly evolving tariff environment, FDH Electronics had to update its tariffs' policy on imported goods. The unpredictable and dynamic tariff rates make it difficult for us to fully absorb these additional costs. We hereby notify you that effective as of today, FDH Electronics will apply on all affected goods a Tariff Surcharge as a separate line item on invoices. This Tariff Surcharge is intended to reflect the net increased cost resulting from the applicable tariff rates that our suppliers are passing through to FDH Electronics. As you are aware, applicable tariffs vary depending on the classification and content of goods, country of origin and import date. Since many of our suppliers operate from multiple global locations, the origin—and therefore the applicable tariff—may differ from one shipment to another.

Listing the Tariff Surcharge as a separate line item ensures that FDH Electronics will:

- Pass-through only the current applicable tariff rate assessed by our supplier
- Adjust or remove the Tariff Surcharge promptly in response to changes in trade policy or supplier shipping origin
- Maintain transparency and accuracy in invoicing
- Facilitate improved cost tracking

Notwithstanding the foregoing, in the instances where FDH Electronics' vendors will charge an increased price inclusive of the applicable tariff, FDH Electronics will not apply a Tariff Surcharge as a separate line item on invoices but advise you of updated pricing.

We greatly value your business and remain committed to working with you to navigate this challenging environment.

Sincerely,

Your FDH Electronics Team