Chiptronics Conflict Minerals Policy

"Conflict Minerals" refers to minerals or other derivatives mined in the eastern provinces of the Democratic Republic of the Congo (DRC) and in the adjoining countries where revenues may be directly or indirectly financing armed groups engaged in civil war resulting in serious social and environmental abuses. In July 2010, the United States passes HR4173, the Dodd-Frank Financial Reform Bill section 1502(b) requiring all US stock listed companies and their suppliers to disclose the chain of custody usage of conflict minerals.(Tin,Tantalum, Tungnbsten and Gold).

Chiptronics fully supports this legislation and the Electronic Industry Citizenship Coalition (EICC) Global e-Sustainability Initiative position to assure that specified minerals are not being sourced from mines in the "Conflict Region", which is controlled by non-government military groups. Furthermore, Chiptronics intends to adopt the EICC Due Diligence reporting process and obtain chain of custody declarations from all Chiptronics sourced suppliers ensuring transparency in our supply chain.

- -Chiptronics expects our suppliers to source materials from socially responsible suppliers.
- -Chiptronics expects our suppliers to comply with the Dodd-Frank regulation and provide necessary declarations.
- -Suppliers must pass this requirement on to their supply chain if they don't source directly from smelters and determine the source of the specified materials.
- -Non-Compliant Suppliers shall be reviewed and potentially removed from approved supplier list