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Tungsten carbide tools manufacturer & exporter

<b>TO</b>	<b>KORLOY Distributors</b>		
<b>ATTN.</b>	<b>To whom it may concern</b>	<b>REF No.</b>	<b>2018032601</b>
<b>FROM</b>	<b>Purchase Part 2</b>	<b>DATE</b>	<b>26 Mar. 2018</b>
<b>SUBJECT</b>	<b>Conflict Minerals Statement</b>		

Dear Madam / Sir,

In response to violence and human rights violations in the mining of certain minerals from the "Conflict Region", which is situated in the eastern part of the Democratic Republic of the Congo (DRC) and surrounding countries, the U.S. Securities and Exchange Commission (SEC) has adopted rules to implement reporting and disclosure requirements related to "conflict minerals," as directed by the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010. The rules require manufacturers who file certain reports with the SEC to disclose whether the products they manufacture or contract to manufacture contain "conflict minerals" that are "necessary to the functionality or production" of those products.

The definition of "conflict minerals" refers to gold, as well as tin, tantalum, and tungsten, etc. (3TG), regardless of where they are sourced, processed or sold. We support the humanitarian goal of ending violent conflict in the DRC and surrounding countries.

As part of the KORLOY manufacturing process for the implementation of our suppliers, sustainability questionnaires requests direct confirmation that materials we purchase do not contain "conflict minerals". We are committed to the responsible sourcing of "conflict minerals" throughout our supply chain and continuing to comply with the SEC rules and regulations.

Yours sincerely,

KORLOY Inc. / Part Manager / Purchase Part 2