Furuno Electric Co., Ltd.

FEC　TCS2023　Ver1

9-52 Ashihara-cho, Nishinomiya, Hyogo

Japan

To: Mr. Yukio Furuno

Trade Compliance Statement

Date:

Company name:

Name and Title (Capitals):

Signature:

□This statement covers our subsidiaries too (suggested)

□This statement covers our company only

I, above sighed, hereby declare that I comply with the following orders from Furuno Electric Co., Ltd (FEC).

1. **Transaction restrictions**

None of items and services and technologies provided from FEC or FEC group company or developed jointly by my company and any of FEC group company (hereinafter referred to as Item(s)) will be used or acquired for, shipped, transferred, or re-exported, directly or indirectly, for the following countries, end uses, end users unless FEC gives prior consent for the transaction.

1.　Strictly Prohibited Country

-Democratic People’s Republic of Korea (North Korea)

2.　Countries/region which prior approval by FEC is necessary to deal with

　　-Iran, Iraq, Syria, Cuba, and Crimea region of Ukraine

3.　End Uses

Development, production, use or storage of:

Chemical agents for chemical weapons, bacterial agents for biological weapons, and nuclear weapons including but not limited to

a) Nuclear explosive activities, b) non-safeguarded nuclear activities (including but not limited to nuclear power applications), c) safeguarded or non-safeguarded nuclear fuel cycle activities including chemical processing or irradiated special nuclear or source material, production of heavy water, separation of isotopes of source and special nuclear material, the fabrication of fuel containing plutonium.

Development, production, use or storage of equipment for dispersal of chemical agents for chemical weapons or bacterial agents for biological weapons.

Development, production, use or storage of:

missile that has a transport range of at least 300km and unmanned aircraft that have a transport range of at least 300km.

4.　End users

1) End users who are covered by Restricted Party List on FEC’s “Export Control” in FREXS Plus (Following listsare included).

・“End User List” issued by METI (Ministry of Economy, Trade and Industry) of Japan

・”Originally designated Parties in FURUNO” which are specially designated by the Japanese authority

・”US Consolidated Screening List”

・Others（”Russian embargo” by Japan Gov, “Unreliable Entity List” by China Gov, etc.）

2) Military user (‘Military user’ means the national armed services (army, navy, marine, air force, or coast guard), as well as the national guard and national police, government intelligence or reconnaissance organizations or any person or entity whose actions or functions are intended to support ‘military end uses’. Military end uses mean application for arms or munitions list items.)

2a) Strictly prohibited: Any Military User of countries and region below are totally prohibited: North Korea (DPRK), Iran, Iraq, Syria, Crimea Region of Ukraine, Cuba, China, Russia, and countries listed in Japan Export Order Supp 3·2

2b) To be approved by SECO on case-by-case basis: Any Military User of other countries than 2a (Sales to military users located in Japan Export Order Supp 3 (except for South Korea) from sales companies located in Japan Export Order Supp 3 are exempt, if having compliance programs accredited by FEC\*)

\*In order to rely on sales companies’ compliance with local export laws and regulations FEC shall verify the sales companies’ compliance program or equivalent by audit or equivalent.

2c) South Korea: FEC’s prior consent is surely required for any transactions with any Military User of South Korea. Some territorial issues between Japan and South Korea still remain, although South Korea is in Japan Export Order Supp 3 countries.

“Originally designated Parties in FURUNO”:

China People’s Liberation Army　（中国人民解放军）

China People’s Armed Police Force　（中国人民武装警察部队）

China Coast Guard　（中国海警局）

China Maritime Safety Administration　（交通运输部海事局 - 海巡）

China Ministry of Natural Resources　（自然资源部）

Taiwan Royal Team Corporation

Japan Export Order Supp 3:

Argentina, Australia, Austria, Belgium, Bulgaria, Canada, Czech Republic, Denmark, Finland, France, Germany, Greece, Hungary, Ireland, Italy, South Korea (Republic of Korea), Luxemburg, Netherlands, New Zealand, Norway, Poland, Portugal, Spain, Sweden, Switzerland, United Kingdom, United States of America

Japan Export Order Supp 3-2:

Afghanistan, Central Africa, Democratic Republic of Congo, Iraq, Lebanon, Libya, North Korea (DPRK), Somalia, South Sudan, Sudan

\*Parties and counties/regions which are listed as above might be revised by FEC’s Export Control Circular.

1. **Inventory management of Controlled goods on Japanese dual-use list (dual-use controlled goods)**

Dual-use controlled goods will be treated as follows when having dual-use controlled goods in stock.

1. Warehousing

Warehousing dual-use controlled goods separately from others

2.Recordkeeping and reporting

1)Keeping sales records (with competent government’s authorization when re-exporting), stock disposal records, and reporting them to FEC at all such time

2)Sending month-end inventory list of dual-use controlled goods in first week of following month.

1. **Dealer/Customer management**

In order to secure FEC's safety export control, our dealers and customers are managed as follows.

1.Dealer declaration

Collecting the dealer declaration from our dealers who received Items for their general inventory (not for specific customers, not for particular region).

2.Updating status of our dealers

Regular basis (once in a year at least), screening our existing dealers and customers by updated Restricted Party List posted on “Export Control” in FREXS Plus, or submitting dealer/customer list to FEC (FEC will screen it)

I, hereby certify that I have read these terms and conditions and accept periodic audit by FEC. Warranty claim or after service requests may not be accepted if the product to be serviced was sold illegally or in the way contrary to this Trade Compliance Statement. I also certify that I have performed all inquiries and to my knowledge, have not and will not engage in any transactions that may pose a risk as defied under the U.S.A and national exports regulations. This acknowledgement of liability pertains to all matters relating to our customers.