



REX POWER MAGNETICS

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## Rex Power Magnetics Statement Re: Conflict Minerals Regulations USA

The “Conflict Minerals” Regulation legislation in the USA imposes Security and Exchange Commission (“SEC”) reporting requirements upon publicly-traded companies whose products contain materials derived from minerals defined as “Conflict Minerals”, which include **tantalum, tin, tungsten, and gold**.

These new reporting requirements reflect concern that revenues obtained from mining and trade of Conflict Minerals finance and support the ongoing conflict, human rights violations, and labor and environmental abuses in a number of identified countries in Africa referred to as “Covered Countries”, and create a humanitarian crisis.

Rex Power Magnetics is not subject to this USA legislation and is not required to comply with its reporting requirement.

However, many of our customers are subject to these requirements and have asked Rex Power Magnetics to respond on this matter. Furthermore, **Rex is committed to socially responsible sourcing practices that respects human rights and seeks to avoid inadvertently contributing to conflicts or human rights violations through the sourcing of products that may contain “Conflict Minerals”**.

As a manufacturer of dry type transformers Rex Power Magnetics does not source any conflict minerals as raw materials directly. However, we do source processed materials and component parts that contain conflict minerals. To the best of our knowledge this is limited to Tin used by our suppliers to Tin-plate conductors.

Rex Power magnetics is committed to avoiding the sourcing of processed materials and components that contain conflict minerals that originate from facilities in the “Conflict Region” that may not be certified as “Conflict Free”. We have completed the EICC-GeSI “Conflict Minerals Reporting Template” and our Tin-plated conductor supplier has provided us with their completed EICC-GeSI template as declaration of their intent and progress to date to comply with the requirements of the Conflict Minerals legislation.

We will request updates from our supplier as appropriate regarding their progress to comply with the requirements of this legislation.

Rex Power Magnetics

November 20, 2013