

Counterfeit Parts Risk Mitigation Policy – 1.0 - 10/18/16

Jackson Labs Technologies, Inc. recognizes that the counterfeiting of components is a serious problem and affects the worldwide economy. There has been an increasingly growing threat and negative impact on supply chains. The impact of counterfeit parts cannot be understated – these parts adversely affect the U.S. supply chain by greater costs to companies having to mitigate the risk, replace failed parts, lost sales and lost brand value, as well as damage to the business image. To customers, it means failed products, lower reliability and safety concerns.

Jackson Labs Technologies is committed to provide high quality products on which our customers may rely. In that endeavor, it is the policy and commitment of Jackson Labs Technologies, Inc. to ensure that counterfeit parts are not used in the manufacture of our products.

We require that our contract manufacturers purchase components directly from:

- Manufacturer Direct (OCM)
- Manufacturers Authorized Distributor
- Manufacturers Approved Agent/Rep
- OEM Bonded Inventories

The performance of our contract manufacturers is continuously monitored by Jackson Labs Technologies, in addition to the contract manufacturers having audits conducted by outside agencies in accordance with the ISO 9001 standards. We continuously update ourselves on the latest secure trends the market has to offer in our ongoing efforts to ensure that counterfeit parts are not used in the manufacture of Jackson Labs Technologies, Inc. products.