

April 24, 2025

Update on U.S. Tariffs and Invoicing Adjustments on VAT Valve Orders

Dear Valued Customer,

Due to newly implemented U.S. tariffs, which include a 25% duty on imported aluminum and stainless-steel products and 10% reciprocal baseline tariffs, we are now subject to additional costs on VAT products that are imported from VAT's facilities in Switzerland and Malaysia.

We will be passing on this added cost to our customers in the form of a tariff surcharge that will be added to your invoice. This surcharge will appear as a separate line item on your invoice at the time of shipment. Since tariffs are subject to change, the exact surcharge will be calculated based on the applicable tariff rate in effect when the product enters the U.S.

This tariff surcharge will be applied to all VAT purchase orders that ship while the tariffs are in effect, including open purchase orders placed before the tariffs went into effect that have not yet been shipped.

We understand that unexpected cost changes can be challenging, and we are committed to being transparent and fair as we implement this necessary adjustment. We greatly appreciate your understanding and continued partnership as we navigate these changes.

If you have any questions or would like to discuss how this may impact your current orders, please contact us directly at sales@ancorp.com or 352-528-4100. Thank you for your continued business and support.

Sincerely,

A handwritten signature in black ink that reads "Nicholas Wagner".

Nick Wagner

Vice President, Sales & Marketing

ANCORP