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To: All Respected Business Partners of TeraHop Pte. Ltd.

From: TeraHop Pte. Ltd.

**RE: Trade Compliance Letter to Business Partners** 

TeraHop Pte. Ltd. and its majority owned or controlled subsidiaries and affiliates (collectively "TeraHop" or the "WE") are committed to conducting business with the standards of integrity and compliance. As part of this commitment, we have established a Global Trade Compliance Policy (hereinafter referred to as "the policy") that applies to every aspect of our operations—and to all relationships with customers, suppliers, and other business partners (collectively referred to as "Business Partners"). By aligning with these standards, we aim to mitigate risks, enhance operational resilience, and create long-term value for all stakeholders.

The Policy requires strict adherence to all applicable export control and economic sanctions laws and regulations around the world, including China, the United States (U.S.), and the European Union (EU), and implementing all applicable requirements related to the export, reexport and transfer (incountry) of commodity, software (including source code), and technology (collectively referred to as "Items").

The laws and regulations referred to above include but are not limited to the U.S. Export Administration Regulations ("EAR"), the U.S. Export Control Reform Act of 2018 ("ECRA"), the Regulation (EU) 2021/821 ("EU Dual-Use Regulation"), the Council Regulation (EU) No 833/2014 ("EU Russia Sanctions Regulation"), the Council Regulation (EC) No 765/2006 ("EU Belarus Sanctions Regulation"), the UK Export Control Order and retained Council Regulation (EC) No 428/2009, Export Control Law of the PRC and other applicable laws and regulations in relation to export control and economic sanctions, each as amended supplemented or substituted from time to time (collectively as "Applicable Trade Control Laws").

Compliance is not just our obligation—it is a shared responsibility that strengthens trust and fosters sustainable growth for all Business Partners involved. We expect and call upon our respected



business partners to fully understand and strictly comply with the Applicable Trade Control Laws. This includes but is not limited to:

- 1. Shall not in any manner, directly or indirectly, export, re-export, transfer, sell, lease, deliver or otherwise divert TeraHop's Items to any party located in Cuba, Iran, North Korea, Syria, Crimea region, Donetsk People's Republic region, Luhansk People's Republic region, the Russian Federation or Belarus.
- 2. Shall not in any manner, directly or indirectly, export, re-export, transfer, sell, lease, deliver or otherwise divert TeraHop's Items to any party listed in: (1) the Denied Person List ("DPL"), Entity List ("EL"), Unverified List ("UVL") and Military End User List ("MEU") of the Bureau of Industry and Security of U.S. Commerce Department ("BIS"); (2) the Specially Designated Nationals and Blocked Persons List ("SDN"), Foreign Sanctions Evaders List, Non-SDN Menu-Based Sanctions List the Foreign Sanctions Evaders List ("FSE"), the Non-SDN Menu-Based ("NS-MBS") Sanctions List, the Sectoral Sanctions Identifications ("SSI") of the Office of Foreign Asset Control of U.S. Treasury Department ("OFAC"), as well as any party owned (50% or more), directly or indirectly, individually or in the aggregate by any party listed in SDN and SSI; (3) the European Union Consolidated List of Financial Sanctions published by the European Commission, Annex IV and Annex XIX of the Council Regulation (EU) No 833/2014, Annex V of the Council Regulation (EC) No 765/2006, any list of sanctioned persons issued by EU Member States, and any party owned (50% or more) or controlled by, directly or indirectly, individually or in the aggregate, or acting for the interest of any of entities or individuals listed thereof; (4) the Consolidated List of Financial Sanctions Targets in the UK published by the Office of Financial Sanctions Implementation HM Treasury, and any party owned (50% or more) or controlled by, directly or indirectly, individually or in the aggregate, or acting for the interest of any of entities or individuals listed thereof; (5) the Export Control Controlled Parties List and the Unreliable Entity List maintained by the Ministry of Commerce of the PRC, and the Anti-Sanctions List maintained by the Ministry of Foreign Affairs of the PRC; (6) any party listed in the other Restricted Party List as applicable, amended, supplemented or substituted from time to time pursuant to the Applicable Trade Control Laws.



- 3. TeraHop's Items are only used for civilian end-use, and not used for any military or terrorist purposes and/or any other end-use prohibited under Applicable Trade Control Laws, including but not limited to the use in weapons of mass destruction, such as nuclear, chemical, or biological weapons or missiles, or in any activities supporting such weapons or missile technology, rocket systems and unmanned aerial vehicles (UAVs), military end-use and military intelligence end-use.
- 4. Maintain complete records of the destination, end-user, and end-use of TeraHop's Items in compliance with Applicable Trade Control Laws.
- 5. If you know or should have known that any of the above restricted situations occur, you shall immediately notify us in writing, and both parties shall use our best effort to undertake remedial measures.

By working together, we can ensure a compliant, ethical, and mutually beneficial partnership.