

## CONFLICT-MINERAL POLITICS

MF **Trasformatori** supports the fight against violence, human rights violations and environmental degradation in the extraction and marketing of certain minerals (**gold, tin, tantalum and tungsten**, derivatives of cassiterite, coltan and wolframite) from the geographical area defined as "**Conflict Region**", which includes the democratic Republic of Congo (DRC) and neighboring countries.

The "**Securities and Exchange Commission**" (SEC) has applied a legislation on the discovery and publication requirements related to the "**Conflict Minerals**", as indicated by the "Dodd-Frank Wall Street Reform and Consumer Protection Act" of 2010. The rules provide, for producers, information if the created products contain metals extracted in the eastern provinces of the Democratic Republic of Congo (DRC) and neighboring countries, where the extraction of minerals may finance, directly or indirectly, human rights violations or bring benefits to armed groups in those countries.

MF **Trasformatori** does not acquire materials directly from the mines and foundries, however it is committed to:

- not procure consciously specified metals that come from the mines of "Conflict Region" that are not certified as "**Conflict Free**".
- ensure compliance with these requirements, and require to its suppliers to undertake an adequate evaluation process with their supply chains in order to ensure that the specified metals come only from:
  - mines and foundries outside the "**Conflict Region**"
  - mines and foundries that have been certified by an independent third party as "Conflict Free", if located within the "Conflict Region".

MF **Trasformatori** obtained, and is in process of obtain, information from its suppliers about the origin of raw materials used in the production of gold, tin, tantalum and tungsten, adopted for the manufacturing of components and products supplied by MF **Trasformatori** itself.

The goal is to ensure that the products we buy do contain only "**Conflict Free**" materials and components.

In case the use of mineral products should be detected in facilities that are considered "**Non-Conflict Free**", MF **Trasformatori** will undertake for any purchased material, part or component, adequate actions in order to make the product "**Conflict free**".