

Avnet Suspends Section 301 Tariff Recovery Charges for Export Customers

August 24, 2018

Dear Valued Avnet Customer,

Avnet is announcing an important change in how we manage Section 301 tariffs (“tariffs”):

Effective immediately, Avnet is suspending tariff-related charges on products¹ Avnet exports to customers outside of the United States and its territories (“export customers”)

For the purposes of this announcement, Avnet’s tariff recovery suspension applies to export customers where Avnet:

- is not required to pay the tariffs
- or
- can obtain a refund of any tariff paid on products under the duty drawback program

As part of our commitment to serving our customers, Avnet will take the necessary steps to recover the tariffs paid to U.S. Customs for shipments we imported into the US and subsequently exported out of the U.S. Any prior invoiced tariff-related charges qualified under this program will be reversed and/or refunded as applicable.

Avnet’s customer-focused stance on suspending tariff recovery to export customers requires partnership across the entire value chain, including our customers, suppliers, freight forwarders and other logistics partners. We will use a blend of mitigation strategies, including drawback, Foreign Trade Zones, distribution centers outside of the U.S. and In-bond warehouse transfers to serve our export customers.

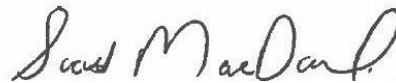
Thank you for your continued trust in Avnet! We hope that this decision to secure your company’s supply chain demonstrates our strong commitment to partnership and mutual success.

Your Avnet representative will contact you to further discuss our plans and next steps.

Sincerely,



Tony Roybal
President
Avnet Americas Electronic Components



Scott MacDonald
President
Avnet Integrated

¹Avnet Integrated customers located in the Americas should contact their sales representative for exceptions to products integrated in the U.S.