

May 31, 2019

To: Valued Avnet Customers

Re: Huawei-BIS Denial Order

The U.S. Department of Commerce, Bureau of Industry and Security (BIS), added Huawei Technologies Co., Ltd. and certain Huawei affiliates and subsidiaries (collectively "Huawei") to the Entity List, effective May 16, 2019. Please see the notification from BIS (<u>Docket No. 190513445-9445-01</u>).

Additionally, our U.S.-based OEM suppliers have directed Avnet, Inc., along with its subsidiaries and affiliates (collectively "Avnet"), that their respective products may not be resold to Huawei.

Because of these actions, Avnet will no longer sell U.S. products, technology or services ("items") to Huawei without an export license or an equivalent authorization. Similarly, our customers can no longer sell, directly or indirectly, any items purchased from Avnet to Huawei; including components or items integrated into systems and/or modules. These sales without an export license or an equivalent authorization would violate BIS regulations covering re-exports or transfers of such items.

Avnet has implemented measures to satisfy our legal obligations related to the Huawei sanctions. We encourage our customers to consult their respective legal counsel concerning these restrictions.

Thank you for your assistance and cooperation on this important development.