



Corporate Headquarters
2000 Technology Parkway
Newark, New York 14513

May 1, 2025

Dear Valued Customer:

We want to inform you of an important update regarding your open and future orders.

In response to evolving global trade policies and recently imposed tariffs on specific imported components used in our manufacturing process, we will begin applying a **tariff-related surcharge** to products that include affected components. The magnitude and nature of these increases have made it necessary to adjust our invoicing structure accordingly at this time, while reserving the right to make future adjustments to the surcharge as tariff policies evolve.

Effective May 1, 2025, the following changes will take effect:

- A tariff-related surcharge of **6.5%** will be applied to all open and future orders that include impacted SKUs, which percentage may be adjusted over time in connection with governmental tariff policy changes. For products manufactured in our China facility (e.g., 9V, ER, Thin Cell), the then-current government tariff will be applied in lieu of the 6.5% surcharge, and you will be informed by our sales representative.
- This tariff-related surcharge will appear on your order acknowledgments and final invoices as a separate line item.
- Only SKUs directly affected by applicable tariffs will be subject to this surcharge.

We are committed to handling this necessary change with transparency and fairness. Our goal is to minimize any disruption to your business while maintaining the high level of product quality, service and support you expect from us. We will modify or discontinue this surcharge promptly in line with our government's tariff policies as they evolve.

Thank you.

The Management Team of Ultralife Corporation

Philip A. Fain

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Ultralife Corporation
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