



May 10, 2019

RE: USTR Section 301 China Tariff Update:

Effective September 24, 2018, the US government began collecting an additional 10% tariff on items included in USTR Section 301 List 3. While some Mechatronics products are subjected to the tariff, it is important to note that more than 85% of Mechatronics products are not manufactured in China and will not be subject to the USTR Section 301 tariffs. *For products subjected to the additional 10% tariff, Mechatronics will apply an 8% tariff surcharge to customer line items that have been impacted by the tariff.*

**On May 9, 2019 the US government announced that import tariffs applied to China made products listed in Section 301 List 3 will increase from 10% to 25%. All product included in Section 301 List 3 that arrive in the US after May 31, 2019 will be subjected to a 25% tariff per USTR Section 301. *For products subjected to the additional 25% tariff, Mechatronics will apply a 20% tariff surcharge to customer line items that have been impacted by the tariff.***

Most Mechatronics products are made in countries other than China. A list of Mechatronics product series indicating country of origin and tariff impact is included on the following page for reference. Mechatronics will only apply tariff surcharge to China products imported after the above tariff implementation dates.

For those customers affected by the changing terms in Chinese trade regulations, Mechatronics has product alternatives we can offer to mitigate tariff impact and stabilize your supply chain. If you have any questions about potential tariff impacts, please contact us.

Sincerely,

Shawn Psachos  
Vice President  
Mechatronics Electrical Group





Mechatronics Series Prefix	Country of Origin	Tariff Impact
UF	Taiwan	None
G	Indonesia	None
F	Indonesia	None
E	Indonesia	None
B	Indonesia	None
LPT	Taiwan	None
IR	Taiwan	None
A	Indonesia	None
071xx	China	Included in list 3
09xxx	China	Included in list 3
PFG	China	Included in list 3
UX	China	Included in list 3
UM	China	Included in list 3
UH	China	Included in list 3
SGR	China	Included in list 3
M	China	Included in list 3
LPH	China	Included in list 3
D	China	Included in list 3

