Bruce Electric Equipment Corporation 131 Akron St Lindenhurst, NY 11757

March 5, 2025

Subject: Upcoming Price Adjustments on Imported Transformers

Dear Valued Customer,

We want to inform you of upcoming price adjustments affecting imported transformers due to newly enacted U.S. tariffs and related supply chain costs.

The U.S. administration has implemented tariffs of 25% on goods from Canada and Mexico and an additional 10% on Chinese-made goods. These tariffs are directly impacting the cost of raw materials and finished transformers sourced from affected regions, necessitating price adjustments across multiple product lines.

To address these increases while minimizing disruptions, a **surcharge** will be applied to affected products instead of an item-by-item adjustment until such time as current inventory is depleted at the factories.

Key Price Adjustment Timeline

- Until March 17st: Orders drawing from existing U.S. inventory will continue at current prices while supplies last.
- March 21st Onward: A tariff surcharge and price adjustment will be applied to all affected stocked products.
- March 31st Onward: Custom and non-stock products shipping after March 28th will require an updated purchase order reflecting the tariff adjustments.

We understand that price increases present challenges, and we remain committed to supporting our customers through this transition. If you have any questions about how these adjustments may impact your orders, please reach out to your account representative or our team.

We appreciate your continued business and partnership.

Best regards,

Erik Angiulo, President