

Your inquiry concerning the use of Conflict Minerals (Dodd-Frank-Act) by Innovative Sensor Technology IST AG

Dear Customer,

IST AG is committed to provide customers with the highest quality products and strives for the highest standards of social responsibility and ethical conduct.

In 2012, the U.S. Securities and Exchange Commission (SEC), as directed by Section 1502 of the Dodd-Frank Wall Street Reform and Consumer Protection Act (Dodd-Frank-Act), finalized requirements for SEC reporting companies to disclose their use of Conflict Minerals originating from the Democratic Republic of Congo or adjoining countries (DRC).

While IST AG is not required to report to the SEC, we are committed to help our customers comply with their reporting requirements.

We analyze our supply chain to ensure appropriate due-diligence is exercised by our suppliers to determine the origin and custody of conflict minerals. We rely on the information provided by our suppliers regarding their sourcing of these materials. We expect that products and components we receive from our suppliers are not deemed to be conflict minerals originating from the DRC or are *Conflict Free* by the EICC standards. IST AG will continuously evaluate and assess its supply chain accordingly.

Now, our investigation has helped us prepare the conflict minerals reporting template provided by the Responsible Minerals Initiative (RMI). The IST AG RMI reporting template (CMRT) will be updated annually. The CMRT, as updated annually, and any additional information related thereto can be obtained upon request from your local IST AG Sales Office (see www.ist-ag.com for contact information).

Thank you.

With kind regards,

Innovative Sensor Technology IST AG