



June 9, 2025

To our trusted dealers and friends,

The implementation of the US government levied tariffs on imported goods has forced FRD.USA to raise prices starting <u>Wednesday</u>, <u>July 9</u>, <u>2025</u>. It has always been our goal to provide an exceptional product at a competitive price, and this is an unfortunate reality.

Therefore, to show our appreciation for your business and loyalty, FRD.USA will absorb a portion of the imposed tariff on all Rock Drills, Breakers/Attachments, and Parts. These tariff increases will appear as "surcharges" on all invoices which will be broken down between whole goods and parts.

Rock Drill Division:

A **7% tariff surcharge** will be imposed on all rock drills that were <u>received with tariff charges</u> upon their arrival at US ports. Rock Drill parts will have a **5% surcharge** on all parts <u>ordered</u> after July 9, 2025.

Breaker/Attachment Division:

A **5% tariff surcharge** will be imposed on all breakers/attachments <u>ordered</u> after July 9, 2025. Breakers/attachments ordered between now and July 9 will not have tariffs applied, but will need to be delivered by Tuesday, September 30, 2025. Breaker/Attachment parts will incur a **3% surcharge** on all parts ordered beginning July 9, 2025.

It is our hope that the tariffs are only a temporary measure, and we can return to our original pricing once they are removed. Please don't hesitate to reach out with any questions or concerns.

Sincerely,

Manabu "Max" Masuda

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President

Furukawa Rock Drill USA (FRD.USA)