

Friday March 27, 2020

RE: Coronavirus (COVID-19) Supply Chain Risk - Update

Dear Customer,

K-One Fluid Power wish to provide an update to all our customers on the current condition of our supply chain for the products we represent and support throughout Australia.

Overnight we have received notification from Kawasaki Precision Machinery UK and AMCA Hydraulic Fluid Power B.V.

In regards to Kawasaki the UK Government has imposed strict measures to restrict the transmission of Coronavirus, which KPM UK must follow. Whilst these measures remain in place, it is unfortunately impossible for them to continue normal manufacturing operations in KPM UK, and therefore KPM UK have taken the difficult decision to close the facility from March 30 to April 14. Manufacturing will stop with immediate effect, but the logistics department will remain open until 13:00 GMT on Friday March 27.

K-One are arranging collection of all goods awaiting dispatch at the factory. We will provide direct communication with customers that will likely have a delay on back orders as a result of the shut down period.

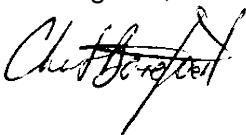
AMCA have advised a reduction in work hours that will result in closure of the factory on Fridays from April 3 through to June 1. This is in addition to National holidays during this period. Production and logistics will continue as normal Monday-Thursday.

K-One anticipate this will not have an impact on current lead times or delay existing back orders for AMCA components.

The status of other manufacturing facilities remains as previously advised until further notice.

K-One along with our manufacturing partners appreciate your continued understanding and cooperation during this time.

Kind regards,

A handwritten signature in black ink, appearing to read 'Clint Barefoot'.

Clint Barefoot - General Manager