

## Augustan is proud of its commitment to responsible manufacturing

Augustan monitors suppliers that adhere to our rigorous Social Compliance Standards and Global Operating Principles. These Principles are based on labor standards established by the International Labor Organization.

### Supply Chain Disclosure

Augustan is committed to conducting business in a socially responsible manner. This includes recognizing that we have a responsibility towards ensuring that slavery and trafficking do not occur in our supply chain. We seek to operate in compliance with the highest standard and all applicable national laws and support international principles aimed at preventing and eradicating trafficking and slavery, as described in the 2000 United Nations “Palermo Protocol” and the 1926 Slavery Convention.

The 2010 California Transparency in Supply Chains Act (the Act), which became effective January 1, 2012, requires companies such as Augustan to disclose our efforts to eradicate slavery and human trafficking from our supply chain. Our Global Operating Principles addresses forced labor, child labor, harassment or abuse, discrimination, wages, freedom of association, and more to protect against the risks associated with the trafficking and slavery of workers.

Augustan Corporation is committed to sourcing components and materials from companies that share our values around human rights, ethics and environmental responsibility. We expect all of our suppliers to abide by the requirements of our Supplier Code of Conduct, which prohibits human rights abuses and unethical practices. We also require all suppliers to comply with applicable legal standards and requirements. On August 22, 2012, the U.S. Securities and Exchange Commission (“SEC”) issued the final conflict minerals rule under Section 1502 the Dodd-Frank Wall Street Reform and Consumer Protection Act (the “Conflict Minerals Rule”). The Conflict Minerals Rule requires publicly traded companies to report annually the presence of conflict minerals (tin, tungsten, tantalum and gold, or “3TG”) originating in the Democratic Republic of the Congo or adjoining countries (“Covered Countries”). Augustan supports the goal of ending violence, human rights violations and environmental devastation in the Covered Countries.

We are committed to complying with any requirements applicable to our Company under the Conflict Minerals Rule.

Augustan Corporation expects our suppliers to source from socially responsible sources. We request that suppliers and vendors review their sources for compliance to the Conflict Minerals requirements. Augustan expects all its suppliers to comply with the Dodd-Frank regulation and provide all necessary declarations. Suppliers must pass this requirement on to their supply chain if they do not source directly from smelters and determine the source of specified minerals. Suppliers who are non-compliant with these requirements shall be reviewed by Augustan and evaluated for future business consideration.

This Policy applies to Augustan Corporation, its subsidiaries or affiliates in which Augustan Corporation directly or indirectly owns an interest (collectively, “Augustan”), as well as any entity within the supply chain that produces consumer items for and to the specifications of Augustan. In certain circumstances, Augustan has adopted measures that are more restrictive than required by law because of its commitment to company values and its business reputation worldwide