

September 7, 2021

System Sensor (A Honeywell Brand) Inflation Surcharge Effective October 7, 2021

Dear Valued Customer:

The robust demand for commodities, electronics, semiconductors, and logistics continues to impact global markets. The team at System Sensor remains committed and is working tirelessly to secure materials and minimize the disruptions across our supply chains. As communicated earlier this quarter, lead times remain extended and demand continues to outpace supply. Based on information known to date, these factors are expected to persist through the remainder of 2021 and at least into 2022. As a result, cost inflation continues to escalate beyond previously anticipated levels.

Please be advised that System Sensor will be adding an incremental 350 basis points (+3.5%) to the current 2.5% inflation surcharge effective **Monday, October 7, 2021**. All orders entered on or after October 7, 2021 will invoice with a total 6.0% inflation surcharge.

We are continuing to closely monitor market inflation and will send separate communications if there are any necessary adjustments to the inflation surcharge including any potential opportunities for relief.

Should you have any questions regarding this announcement, please contact your Regional Sales Manager or Customer Service Representative.

System Sensor remains committed to providing you with superior products, service, and value. We appreciate your business and continued support. Please continue to stay safe and healthy.

Sincerely,

Daraius Patell, Vice President/General Manager Fire Americas