



Conflict Minerals Policy Statement

Compressor & Machine Supply (“**CMS**”) is committed to sourcing components and materials from companies that share our engrained values associated with human rights, ethics, and our environmental responsibility. We expect all of our suppliers to abide by the requirements of our Professional Service Contract, which prohibits human rights abuses and unethical practices. We also require all suppliers to comply with applicable legal standards and requirements covered by local, state, and federal statutes.

Congress enacted [Section 1502^{\(1\)}](#) of the Dodd-Frank Act, which addresses “the exploitation and trade of conflict minerals by armed groups”. The U.S. Securities and Exchange Commission (“**SEC**”) issued the final ruling of Section 1502 on August 22, 2012, which included the Conflict Minerals Disclosure and Report. This ruling requires publicly traded companies to supply a report⁽¹⁾ annually of the presence of conflict minerals; tin, tungsten, tantalum, and gold, or otherwise known as 3TG. **CMS** supports the goal of ending violence, human rights violations, and environmental devastation in the [Covered Countries^{\(2\)}](#). We will continue to develop our program and take organizations like the Organisation for Economic Co-operation and Development (“[OECD](#)”) and their ideals as guidance when addressing social and economic issues. Our company’s commitment to complying with any requirements under the Conflict Minerals Rule and the procurement of 3TG minerals will be top priority for all involved in our supply chain. As part of our diligent efforts, **CMS** will rely on internationally recognized verification schemes that facilitate all audits of smelters or refiners and validate that smelters or refiners have met all high-level ethical standards. We, as a company, will help guide and cooperate with our customers and supply chain partners in following conflict minerals compliance policies. Failure to comply with this socio-economic responsibility would deter our willingness to partner with any and all suppliers.

(1) Securities and Exchange Commission – Final Rule {Conflict Minerals} **Section 1502**
Pages 346 [thru](#) 355, Section 1 Items 1.01 Conflict Minerals Disclosure [thru](#) 1.02 Exhibit.

(2) U.S Government Accountability Office – GAO Report to Congressional Committees Conflict Minerals
SEC Disclosure Rule for Conflict Minerals Report pages 5 [thru](#) 7.