

To all ARTS Energy customers

Nersac, September 11th 2015

ARTS Energy marking of Product range

Dear Valued Customer,

Following our recent communication and as previously explained, during the creation of ARTS Energy, we continued to use SAFT marking on our cells and battery packs as entitled by our branding license agreement. We would also remind you that the product is produced by the same people, on the same machine, at the same place with the same process, design and components.

This branding agreement was valid for a limited period of time, after which ARTS Energy has to change the branding marking. After an ARTS Energy's recent internal review, we have now taken the decision to implement the switch from SAFT marking to ARTS Energy marking, consequently, the current "SAFT" or "licensed by SAFT" markings will start to be phased out from our cells and battery packs over the next months. We decided to commence this change, starting with our VRE range of cells from October 2015 however, it has become very apparent to be more beneficial to our customers, more efficient internally and more productive for all concerned to the change of marking across our whole range of cells.

We therefore are giving formal notice that we intend to start to implement this change on deliveries as follows:

- All cells 1st January 2016
- All Battery Packs as per agreed commencement with each customer

The first change the customer will see will be in the next issue of the price list for calendar Quarter 4 which will be issued on the 1st October 2015 and all cell part numbers will be suffixed AE, for example 807553 becomes 807553AE. On all orders received where we have customer agreement, these products will be shipped with the new marking from this date. However, we reaffirm that <u>all</u> single cell orders placed for delivery from the 1st January 2016 onwards will be dispatched as ARTS Energy marked cell unless we have agreed a otherwise.

For order processing for the customer, the original (non AE suffix) part number will remain applicable for purchasing of ARTS Energy marked cells after agreement or the 1st January 2016, this is to ensure little or no affect or changes to your ordering systems.

For Battery packs, your ARTS Energy Sales Manager will discuss with you as to when you can accept the ARTS Energy marking before it is implemented.

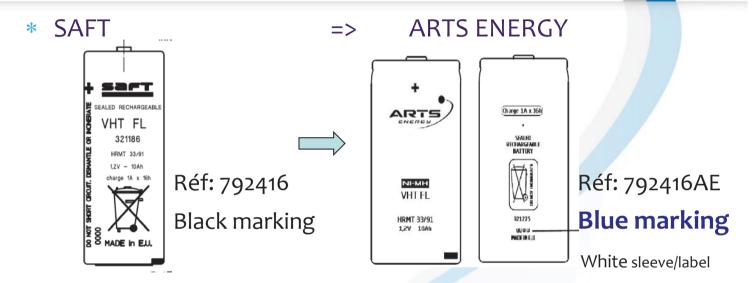
If for any reason, you cannot accept the change of marking on any particular cell type or cell part number, please contact your ARTS Energy Sales Manager immediately and they will then discuss with you when the change can be implemented for both cells and your battery packs, be assured it is our intention to complete this process across all of our range of products as quickly and seamlessly as possible.

Please do not hesitate to get in touch with your sales contacts you want any further details, additionally; all of the ARTS Energy team will be at your disposal.

Best/regard

Phil Holyley 'Y Commercial Director +44 7785 283785

New marking



- Existing part number: All concerned (with SAFT logo)
 - Single cells
 New reference => xxxxxxAE
 - Batteries Same reference

