



February 15, 2018

Dear Valued Customers:

In August 2012, the U.S. Securities and Exchange Commission (SEC) issued final rules implementing the Conflict Minerals Provision (Section 1502) of the Dodd-Frank Act of 2010 (H.R. 4173). This provision requires all publicly traded companies to disclose and report their use of "Conflict Minerals," identified in the legislation as cassiterite, columbite-tantalite, gold, and wolframite, and derivatives thereof, limited to tin, tantalum, gold and tungsten.

Harbor Steel & Supply Corporation is not subject to the final rules of the conflict minerals provision because the company is privately held and not subject to SEC regulation. However, we understand that our customers (and their customers) may be subject to the final rules; and we share the concerns of our nation and the international business community regarding the profits from mining these conflict minerals in the Democratic Republic of Congo (DRC) or adjoining countries that may be aiding human rights abuses.

Harbor Steel is committed to a socially responsible supply chain that, among other requirements, is Conflict Free. Since Harbor Steel is not a producing mill, (we are a premier steel distributor and processor), we have relied on the statements of our vendors. Our steel suppliers have declared to us that they either do not use "Conflict Minerals" in their process or that they have not used "Conflict Minerals" sourced from the DRC or adjoining countries.

We want to assure you that, with respect to the requirements for conflict minerals reporting, we intend to comply with the SEC requirements. At this time we are not aware of the inclusion of any of the covered conflict minerals in our products that we supply to you.

Thank you for the opportunity to be your supplier. We appreciate your business.

Sincerely,

Harbor Steel & Supply Corporation