



## N2Power's Conflict Free Statement

On August 22, 2012, U.S. Securities and Exchange Commission (SEC) has issued the final rule on conflict mineral. The final rule requires all US publicly traded companies to file disclosures and reports with the SEC related to the use of Conflict Minerals (tin, tantalum, tungsten and gold) in their products annually.

N2Power, a Division of Qualstar Corp., has proactively taken measures on the sources and origins of the mentioned minerals to ensure a conflict-free supply chain. We expect our suppliers to comply with the Electronic Industry Code of Conduct and to only source materials from environmentally and socially responsible suppliers, and to fulfill this responsibility, we asked our suppliers to:

1. Conduct their operations in a way of social and environmental responsibility;
2. Not use the conflict minerals originated from the Democratic Republic of the Congo (DRC) and its adjoining countries;
3. Trace the origins of the metals used, e.g. Au, Ta, Sn and W. Respond in writing to confirm that no metals provided by them that used on N2Power products originate in the identified conflict zones.
4. Make the same requirements to their upstream suppliers;
5. Continuously monitor both direct and indirect supply chains to avoid procurement of materials from conflict regions.
6. Report the progress on this topic in an annual conflict free report.

*Ying Wu*

Ying Wu

Compliance Engineer

N2Power, Inc.  
1267 Flynn Rd,  
Camarillo, CA 93012  
Tel: 805-416-7064  
e-mail: [ying.wu@n2power.com](mailto:ying.wu@n2power.com)

Phone: 805.583.7744 | Toll Free: 877.886.2758 | Fax: 805.978.5212

1 Jenner, Suite 200 | Irvine, California 92618

[www.N2Power.com](http://www.N2Power.com)