

April 3, 2025,

Re : DGI Supply Tariff Update

DGI Supply is closely monitoring the ongoing announcements regarding tariffs on certain imported goods and taking proactive steps to mitigate costs and minimize the impact to our customers. The recent tariffs became effective March 13th. The products affected include Cutting Tools, Abrasives, Hand & Power Tools, Machine Tools & Accessories and several others.

What we are doing for Transparency

We have contacted all suppliers to provide us tariff codes, countries of origin and all relevant tax and surcharge information. The North American trade situation is very fluid, with changes to tax code and changes to supplier global sourcing happening EVERY day. We will continue to send out communications to our customers as we become aware of them.

What we are doing to mitigate tariffs and minimize the impact to customers

Partnering with our supplier community, DGI Supply is actively looking for global sourcing alternatives and compiling a list of recommended strategies by product group to either avoid the tariffs, or, in some cases, deliver enough productivity and savings to offset the tariff costs. Many products and categories will incur unavoidable increases.

What YOU can do to mitigate the impact of tariffs

Contact your local DGI Supply representative to recommend alternative products that either deliver cost savings to offset tariffs or that are not subject to tariffs in the first place.

Contact DGI Supply today to investigate supply chain services which have been proven to reduce total cost of ownership between 20-40%.

Given the evolving nature of tariff announcements, we will continue to monitor and communicate the changes that may affect pricing.

If you have any questions or concerns regarding the above, please do not hesitate to contact your sales representative.

Sincerely

Jim Hobbs
President & CEO