



February 4, 2025

Dear valued customer,

Effective February 4, 2025, the United States confirmed a 10% tariff on ALL goods originating from China that enter the U.S. This tariff is in addition to any existing tariffs and is not dependent on HTS code.

To the best of our knowledge at this point, the tariff will be issued based on the country of origin, as is usual. However, the Executive Order references "products originating from" China and indicates that a definition will be issued in a forthcoming Federal Register notice.

The tariff is being imposed under a U.S. emergency order and not through the Section 301 process, but instead via the International Emergency Economics Powers Act. The nature of this act does not allow recovery of the duty through drawbacks nor mitigate duty via free trade agreements. As a result, the only option for Arrow to recover these tariffs is to pass them through to the customer.

Given the quick nature of these developments, there is not enough information at this time to determine whether the tariff will be clearly identified on invoices as a separate line item or be passed on from manufacturers as increased cost to Arrow. Arrow will begin passing along the tariff effective February 5, 2025.

Arrow Global Trade Management & Compliance