

04 November, 2016

Dear Partners,

In response to the Internet attack by Mirai botnet, which comprised mainly digital video recorders (DVRs) and IP cameras made by a Chinese company named <u>Hangzhou Xiongmai Technology Co. Ltd.</u>, VIVOTEK, a global IP surveillance solution provider, today announced that <u>none of our existing products have, nor will, adopt any componentry from Hangzhou Xiongmai Technology.</u>

With 16-year experience in IP surveillance, VIVOTEK always makes security a priority to protect our partners' assets and minimize any risk of exposure to events such as described above. We will shortly release the Hardening Guide, which instructs how to set up and better secure your network with our products. Providing safety and security to customers is always paramount to VIVOTEK.

Sincerely,

Owen Chen

Chairman & CEO, VIVOTEK INC.

Owen Chan