ANNOUNCEMENT RE: ACRA AEROSPACE PLANS FOR CONTINUING OPERATIONS IN RESPONSE TO COVID-19

In this time of national crisis, there has been some confusion about which businesses may continue to operate in response to advice, requests and/or orders from various federal, state and local authorities designed to curb the spread of COVID-19. We are continuing to monitor the situation, and are keeping apprised of relevant guidance on a daily basis.

As of this writing, ACRA Aerospace has not been requested, ordered or advised to halt its operations, and we intend to continue operating, in accordance with recommended best practices designed to ensure the safety of our employees, customers, suppliers and the community at large.

ACRA Aerospace is NOT required to halt its operations under California's statewide "Shelter in Place" order, as its work has been deemed important to Californians' health and well-being.

Executive Order N-33-20, signed by California Governor Gavin Newsom on March 19, 2020 (the "Shelter in Place" order, available online at https://covid19.ca.gov/img/N-33-20.pdf), orders that, subject to certain limited exceptions, all individuals living in the State of California "stay home or at their place of residence except as needed to maintain continuity of operations of the federal critical infrastructure sectors, as outlined at https://www.cisa.gov/critical-infrastructure-sectors."

The Shelter in Place order further clarifies that the 16 critical infrastructure sectors identified by the federal government "are considered so vital to the United States that their incapacitation or destruction would have a debilitating effect on security, economic security, public health or safety, or any combination thereof." Accordingly, the Shelter in Place order directs that "Californians working in these 16 critical infrastructure sectors may continue their work because of the importance of these sectors to Californians' health and well-being."

Acra Aerospace's operations fall within those 16 critical infrastructure sectors, specifically including the "Critical Manufacturing Sector," which is defined to include "Aerospace Products and Parts Manufacturing" (see https://www.cisa.gov/critical-manufacturing-sector) and the "Defense Industrial Base Sector" which is defined as "the worldwide industrial complex that enables research and development, as well as design, production, delivery, and maintenance of military weapons systems, subsystems, and components or parts, to meet U.S. military requirements. The Defense Industrial Base partnership consists of Department of Defense components, more than 100,000 Defense Industrial Base companies and their subcontractors who perform under contract to the Department of Defense, companies providing incidental materials and services to the Department of Defense, and government-owned/contractor-operated and government-owned/government-operated facilities (see https://www.cisa.gov/defense-industrial-base-sector).

As such, ACRA Aerospace may continue to operate under the "Shelter in Place" order.

The Orange County Department of Health Order Of March 18, 2020 Does Not Call For ACRA Aerospace To Halt Its Operations

In addition, ACRA Aerospace has reviewed and will operate in compliance with the Orange County Department of Health's March 18, 2020 County Health Officer's Order (the "OC" order), which orders that Orange County employers "should operate in accordance with social distancing guidelines issued by the California Department of Public Health." With certain limited exceptions not applicable to ACRA Aerospace (including bars, movie theatres, gyms, and health clubs) the OC order does not require that any businesses halt their operations, and the OC order makes no distinction between "essential" and "non-essential" businesses.

If you have any questions about any of the above, please contact the General Manager immediately.