

## Anti-Illicit Trade and Counterfeiting Policy

Treofan is well aware of the increasingly complex and global phenomenon of illicit trade and manufacture of tobacco products which causes loss of revenue to governments, tobacco manufacturers and, as the illicit product has not been subject to quality checks, can damage the reputation of the rightful owner of the brand.

As a committed partner Treofan supports all activities of the tobacco industry to combat the illicit trade in tobacco products.

Counterfeiting is a serious issue progressively affecting the tobacco industry. As a reliable supplier Treofan pro-actively supports the prevention of counterfeit production and has implemented an anti-counterfeit process which comprises external, customer-related and internal, preventive measures:

- The avoidance of illicit trade is part of the internal control system.
- Treofan only supplies to customers who prove to be legitimized to produce tobacco products and who can demonstrate legal brands.
- Treofan supports reducing illicit trade by securing its supply chain.
- Treofan's IT operating systems does not allow that any produced tobacco film can be entered and delivered to an unknown non-legitimized customer.
- Internal Audit at Treofan verifies regularly that practice corresponds to policy.

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