

June 16, 2010

## Position Statement on the "Buy American" provision of the American Recovery and Reinvestment Act (ARRA)

Marathon Electric (headquartered in Wausau, WI (USA)), a division of RBC Manufacturing Corporation, which is a subsidiary of the Regal-Beloit Corporation, is pleased to inform our customers that products manufactured in our US manufacturing facilities comply with the "Buy American" provision of the American Recovery and Reinvestment Act of 2009 (Section 1605).

Marathon Electric US facilities include West Plains, MO, Black River Falls, WI, Springfield, MO, Lebanon, MO, Blytheville, AR, Lincoln, MO, and Wausau, WI. Product lines typically manufactured in these factories include Blue Chip XRI, Blue Chip XRI-SD, Blue Chip XRI-841, Blue Chip Explosion Proof, Blue Chip Explosion Proof XRI-SD, most General Purpose ODP, TEFC and Explosion Proof, Definite Purpose motors, Permanent Magnet DC, XT and SXT-Plus washdown motors, microMAX, Max-Plus, Black Max and Blue Max Vector Duty motors, Modified NEMA and IEC Specials, and Custom Motors. In addition, the "SpinMaster" variable frequency drive line is manufactured at our supplier's factory in Uxbridge, MA.

In addition to the facilities identified above, Regal-Beloit Corporation and its affiliates operate facilities in the NAFTA region and in other parts of the world. Equipment incorporating a Marathon Electric motor from one of these non-US facilities may comply with the "Buy American" provision of ARRA if substantial transformation of the finished equipment (e.g. pump assembly) occurs at your US manufacturing plant or the final construction site. Each of these instances should be evaluated on a case-by-case basis.

This document is intended to support Marathon Electric's customers in evaluating their compliance with the "Buy American" provision of ARRA and related specifications and/or terms & conditions of sale for projects tied to ARRA-based stimulus funding.

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