

This is the addendum to Client's income tax engagement letter with Lang Allan & Company, CPAs PC related to any financial interest in, or signature or other authority in a foreign country.

"Client" references the named individual or company explicitly stated in the income tax engagement letter issued by Lang Allan & Company, CPAs PC ("us", "we"). This addendum alone does not infer we have been engaged by Client to prepare Client's income tax return(s), rather it is an addendum to an engagement letter we have previously issued to Client for the current year.

Please note any person or entity subject to the jurisdiction of the United States (includes individuals, corporations, partnerships, trusts, and estates) having a financial interest in, or signature or other authority over, bank accounts, securities, or other financial accounts having a value exceeding \$10,000 in a foreign country, shall report such a relationship. Although there are some limited exceptions, filing requirements also apply to taxpayers that have direct or indirect control over a foreign or domestic entity with foreign financial accounts, even if the taxpayer does not have foreign account(s). For example, a corporate-owned foreign account would require filings by the corporation and by the individual corporate officers with signature authority. Failure to disclose the required information to the U.S. Department of the Treasury may result in substantial civil and/or criminal penalties.

If Client has a financial interest in, or signature authority over, any foreign accounts, Client are responsible for providing our firm with all the information necessary to prepare the Report of Foreign Bank and Financial Accounts (FBAR) required by the U.S. Department of the Treasury in order for the FBAR to be received by the Department on or before the due date. In 2015, a new law was passed that, among other tax deadline changes, also impacted the FBAR due date for the FBARs required to be annually. As such, if Client have an FBAR filing requirement, the new FBAR filing deadline is now April 15th. However, an extension can be requested for a maximum period of 6 months ending on October 15th of each tax year. Therefore, Client will need to provide us with the necessary information if Client would like us to request an extension on Client's behalf. If Client does not provide us with information regarding any interest Client may have in a foreign account, or if we do not timely receive Client's signed authorization to file Client's foreign reporting form, we will not be able to prepare and file any of the required disclosure statements.

In addition, the Internal Revenue Service also requires information reporting under applicable Internal Revenue Code sections and related regulations, and the respective IRS tax forms are due when Client's income tax return is due, including extensions. The IRS reporting requirements are in addition to the U.S. Department of the Treasury reporting requirements stated above. **Therefore, if Client fall into one of the below categories, or if Client has any direct or indirect foreign interests, Client may be required to file applicable IRS forms.**

- Client are an individual or entity with ownership of foreign financial assets and meet the specified criteria (Form 8938);
- Client are an officer, director or shareholder with respect to certain foreign corporations (Form 5471);
- Client are a foreign-owned U.S. corporation or foreign corporation engaged in a U.S. trade or business (Form 5472);
- Client are a U.S. transferor of property to a foreign corporation (Form 926);
- Client are a U.S. person with an interest in a foreign trust (Forms 3520 and 3520-A); or
- Client are a U.S. person with interests in a foreign partnership (Form 8865).

Failure to timely file the appropriate forms with the U.S. Department of the Treasury and the Internal Revenue Service may result in substantial monetary penalties. By Client's agreement of Client's engagement letter, Client accepts responsibility for informing us if Client believes Client may have foreign reporting requirements with the U.S. Department of the Treasury and/or Internal Revenue Service and Client agree to timely provide us with the information necessary to prepare the appropriate form(s). **We assume no liability for penalties associated with the failure or untimely filing of any of these forms.**