

VENUS CONCEPT, INC.

ANTI-CORRUPTION POLICY

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1. Introduction

Venus Concept, Inc., its subsidiaries and its affiliates (collectively, “**Venus Concept**”) are committed to conducting its business ethically and in compliance with all applicable laws and regulations, including the U.S. Foreign Corrupt Practices Act, the U.K. Bribery Act and other laws that combat corruption (collectively the “**Anti-Corruption Laws**”). This Anti-Corruption Policy (the “**Policy**”) reflects Venus Concept’s commitment to the highest prevailing international anti-corruption standards.

2. Scope of Policy

This Policy applies without exception and without regard to conflicting regional customs, local practices or competitive conditions to all Company Personnel and Agents (each as defined below). Upon commencement of employment or service (as appropriate) and from time to time thereafter (as requested by Venus Concept), all Company Personnel and Agents must acknowledge their being bound by, and agreement to comply with, this Policy by executing the attached Certification of Compliance ([Appendix A](#)).

Where appropriate and at the Venus Concept’s sole discretion, this Policy and the related certification requirement may also apply to a Customer Representative (as defined below).

Guidance regarding this Policy should be sought from the General Counsel as necessary and appropriate.

3. Definitions

“**Agent**” means any provider of services to Venus Concept, such as a customs broker or a consultant and any of Venus Concept’s contractors, suppliers, joint venture partners, distributors and anyone who is engaged in a similar relationship with Venus Concept.

“**Company Personnel**” means the directors, officers and employees of Venus Concept.

“**Customer Representative**” means an individual employed by or otherwise associated with purchasers of Venus Concept’s products (whether a direct or indirect customer, or a business or channel partner).

“**Government Official**” is broadly defined to include any individual who holds a legislative, administrative or judicial position of any kind, whether appointed or elected or under a contract; who exercises a public function; or who is an official or agent of a public international organization (such as the United Nations, the World Bank or the International Monetary Fund). A Government Official also includes any official of a political party and any candidate for political office, no matter how low-ranking or high-ranking. In addition, a Government Official includes any executive, officer, agent or employee of a government-owned or government-controlled directly or indirectly business (such as a state-owned bank or utility, a sovereign wealth fund or a public university). Finally, a Government Official is any person who is acting in an official capacity for the entities described above, including a private consultant who also holds a position with, or acts on behalf of, a government or with a public international organization, or with an enterprise owned or controlled directly or indirectly by a government. A Governmental Official may also include any executive, officer, agent or employee acting in a business (even if privately owned) providing a service to the public.

“**Improper Advantage**” means obtaining something to which the person or entity giving an Item of Value was not entitled or would not have received but for giving the Item of Value.

“**Item of Value**” is broadly defined to include both financial and other non-financial advantages. Items of value include, for example, gifts, entertainment, favors, services, loans and loan guarantees, rebates, in-kind contributions, contractual rights or interests, the use of property or equipment, job offers, transportation, the payment of expenses or debts, or anything to which economic value could attach.

4. Policy

A. Prohibition of Bribery

Venus Concept strictly prohibits Company Personnel and Agents from offering, promising or giving an Item of Value to a Government Official or a Customer Representative, or their respective family members, directly or indirectly, with the intention of influencing him or her to obtain or retain an Improper Advantage, including business, for Venus Concept. This is the case even if the Government Official rejects the Item of Value or it fails to bring about the desired outcome.

Bribery concerns do not arise solely in the context of trying to win a contract or business. By way of example, giving an Item of Value to a Government Official or a Customer Representative is prohibited:

- to prevent some governmental action, such as the imposition of a tax or fine;
- to obtain confidential information about business opportunities, bids or the activities of competitors;
- to obtain a permit, license or accreditation, other than to cover appropriate application fees;
- to influence the rate of taxes that would be levied on Venus Concept's business;
- to obtain relief or exemption from government controls, inspections or regulations of any kind; or
- to affect the nature of regulations or the application of regulatory provisions.

B. "Speed," "Grease" or "Facilitation" Payments

Giving an Item of Value to a Government Official to expedite or to secure the performance of a routine governmental action is strictly prohibited. These are often referred to as "speed," "grease" or "facilitation" payments and they may include payments to obtain permits, licenses or visas, or to obtain police protection, or facilitate importation of goods.

C. Gifts, Meals, Entertainment, Travel and Accommodation

General rule. Neither Company Personnel or Agents may, on behalf of Venus Concept, provide or receive any gifts (including cash or cash equivalents), meals, entertainment, travel or accommodation directly or indirectly, to or from, a Government Official, a Customer Representative or a supplier including a service provider to Venus Concept, or their respective family members if the transaction might improperly induce (or appear to induce) the recipient to use his or her influence to secure an Improper Advantage for the giver. This includes gifts to charities or other organizations in which the recipient or a family member of a Government Official is or might be involved.

Useful tests for determining a gift's inappropriateness are: (1) if the gift would create embarrassment or obligation for the giver or receiver, or (2) if the action could not stand up to public scrutiny. In receiving gifts, Company Personnel and Agents must ask themselves whether one purpose of a gift is intended to influence, or appear to influence, business decisions and would thereby compromise their ability to act in the best interests of Venus Concept.

Gifts. Each of Company Personnel and Agents may never give a gift, even of nominal value, to a Government Official.

Subject to the above, Company Personnel and/or Agents may give or receive a gift of nominal value to or from a Customer Representative. A gift is considered of nominal value if its retail value is less than \$100 or its equivalent. Even if the gift is less than nominal value, Company Personnel and Agents should only accept it if it is consistent with common business practice. Any offer to Company Personnel or Agents of a gift or other business courtesy that exceeds nominal value, or that seems inconsistent with common business practices, should be immediately reported to the General Counsel.

Meals and Entertainment. Company Personnel and/or Agents may offer or receive infrequent, reasonable and appropriate business meals or entertainment, provided that business is discussed at those events and that the activity has a clear business purpose. An example would be the promotion, demonstration or explanation of Venus Concept's products or services, or the execution or performance of a contract. Such activity shall not involve excessive expenditures. The guidelines for reasonable and appropriate activities shall be normal industry practice in the relevant locality consistent with local legal requirements. While the gift value described above does not strictly apply in the case of meals and entertainment, that limitation is an indication of the reasonableness of the meals or entertainment.

D. Political Contributions

Neither Company Personnel or Agents shall, on behalf of Venus Concept, make any political contributions to political parties, candidates, or campaigns without pre-approval by the Chief Executive Officer and Chief Financial Officer. Contributions to political parties or candidates by Company Personnel or Agents, acting solely in their personal capacities during their private time, may not involve the use of any Venus Concept funds, time, equipment, supplies or facilities.

Direct corporate contributions to political campaigns are prohibited by U.S. law, and therefore any such contributions for, or on behalf of, Venus Concept are expressly prohibited.

E. Charitable Donations

Venus Concept needs to be certain that donations to charities and other recipients are not disguised illegal payments to Government Officials or Customer Representatives in violation of applicable Anti-Corruption Laws. Therefore, before making a donation to a charitable entity the following guidelines should be followed:

- A written request describing the charity, including the name of persons contacted, and attaching any supporting documentation, should be submitted to and kept by the Chief Financial Officer.
- Before authorizing any donation to a charity, the Accounting Department shall confirm that the relevant charity is in fact a bona fide organization and not an entity controlled by or for the benefit of a Government Official or a conduit to fund terrorism.
- Documentation that substantiates the donation must be forwarded to the Accounting Department to be retained and recorded properly in Venus Concept's books and records.

F. Solicitation, Extortion, Health and Safety

This Policy prohibits payment even where they have been requested or demanded by a Government Official or if the Government Official threatens adverse action against Venus Concept unless a payment is made. Any demand, request, suggestion, expectation, or invitation by a Government Official or any other person for any improper payment of money or anything of value shall be promptly reported by Personnel to the General Counsel. Where a Government Official demands payment in writing relating to proper administration of the law, such demands shall be reported to the General Counsel to confirm their validity under local law.

If a payment is made to protect an individual's health and safety, it should be immediately reported to the General Counsel and must be accurately recorded in Venus Concept's books and records to reflect the amount and purpose of the payment. If at all practicable, contact should be made with the General Counsel before such a payment is made. If prior consultation is not practicable, the fact of payment and the circumstances should be reported as soon as is practicable thereafter.

G. Written Agreements

No oral agreements or arrangements are to be made with any party on Venus Concept's behalf. Contracts and agreements on behalf of Venus Concept must be in writing and be approved in advance by the General Counsel. Agreements with Agents or customers must include the terms of engagement of the Agent or customer, compensation structure, requirements

that the Agent or customer will remain in compliance with all applicable Anti-Corruption Laws and regulations, and the means to terminate the relationship if violations occur. In addition, unless specifically approved otherwise by the General Counsel in advance, agreements with Agents or customers will not be approved if the terms of this Policy, including, but not limited to, the due diligence steps set forth below, are not strictly adhered to.

H. Maintenance of Accurate Books and Records

Company Personnel and Agents responsible for incurring any gift, meals, entertainment, travel or accommodation expense must submit supporting documentation to the Accounting Department so that the payment or expense is accurately described and reflected in Venus Concept's books and records. Misleading or false entries that conceal the source or nature of expenditures or receipts are prohibited. No payment or receipt on behalf of Venus Concept may be approved or made with the intent or understanding that any part of that payment or receipt is to be used for a purpose other than that described in the relevant books and records.

I. Relationships with Third Parties

The actions of customers that are channel/business partners or Agents ("**Third Parties**") present particular risks, because in certain circumstances Venus Concept and its employees can be held liable for improper payments made even if Venus Concept did not have actual knowledge of the payment. Accordingly, this Policy provides for strict due diligence and controls when dealing with Third Parties who may interact with a Government Official for or on behalf of Venus Concept.

(1) Payments and Fees

All payments made to a Third Party must be reasonable in relation to the products sold to, or bona fide services rendered by, the Third Party to or on behalf of Venus Concept. Payments to a Third Party should never be made in cash and should be made to the Third Party's bank account in the country where the services are performed or where the Third Party's offices are located. No payments shall be made to a Third Party without detailed invoices that fully and accurately describe the services and expenses incurred.

(2) Due Diligence

(a) Due Diligence Overview

Due diligence must be performed to ensure that a Third Party is a bona fide and legitimate entity, is qualified for the purpose of its engagement, and maintains standards consistent with the ethical and reputational standards of Venus Concept.

Venus Concept recognizes that corruption risks can vary by location, type of transaction and customer, and, accordingly, this Policy requires enhanced due diligence procedures for engaging with Third Parties in circumstances that present a higher perceived risk of corruption.

- Basic Due Diligence is required for screening all potential Third Parties.
- Enhanced Due Diligence is required for all potential Third Parties who may be involved in sales, business development, regulatory approvals or other capacity in the following regions, even if Basic Due Diligence does not identify any "red flags" or issues of concern: **Russia, CIS, Eastern Europe, the Middle East (excluding Israel), Central and South America, China, Southeast Asia and Africa.**
- Enhanced Due Diligence is required for all potential Third Parties who may **deal with Government Officials** on behalf of Venus Concept.
- Enhanced Due Diligence is required if any **issues of concern or "red flags"** are identified in the Basic Due Diligence. Inability or difficulty to verify the corporate history of an entity or the background and expertise of an

individual should be considered a “red flag” that requires Enhanced Due Diligence. Negative reports in the media or in the local business community are also “red flags” requiring Enhanced Due Diligence. [Appendix B](#) contains a list of red flags. You should discuss any “red flags” concerning a particular potential Agent with the General Counsel.

[Appendix C](#) to this Policy provides a flow chart to aid Company Personnel and Agents in conducting these due diligence procedures.¹

(b) Basic Due Diligence Steps

The required Basic Due Diligence includes:

- (i) completion of a credit application form (if applicable);
- (ii) verification of the corporate registration of the entity, or the expertise of a person, the business address, corporate history, etc.; and
- (iii) media search to identify any negative publicity (i.e., conducting reasonable key word searches using public Internet search engines).
- (iv) Screening against the list of persons and entities that are restricted by U.S. law including, among other reasons, for corrupt activities in non-U.S. jurisdictions.

Information regarding items (ii) and (iii) generally can be confirmed through a third party credit report and desktop media searches. Information identified during the background screening will be reviewed by the Accounting Department and should be maintained in a due diligence file regarding the potential Customer Representative or business partner. Screening under item (iv) can be done using the link provided in [Appendix D](#).

(c) Enhanced Due Diligence Steps

The following steps should be taken in connection with Enhanced Due Diligence of a potential Third Party:

- (i) External research and verification of the Third Party’s experience and expertise. Publicly available information regarding the potential Third Party should be verified through independent sources. [Appendix D](#) to this Policy identifies sources that should be considered in conducting background checks of potential Third Parties, and lists factors demonstrating relevant experience and expertise that should be used in evaluating potential Third Parties. A copy of all research and background checks should be maintained in the due diligence file regarding the potential Third Party.
- (ii) Completion of a Due Diligence Questionnaire. In most cases, it will be appropriate to have the prospective Third Party submit responses to the Due Diligence Questionnaire, attached to this Policy as [Appendix E](#). The Due Diligence Questionnaire should be supplemented with additional questions depending on the particular facts and circumstances. A copy of the completed Due Diligence Questionnaire should be maintained in the due diligence file regarding the potential Third Party.

In addition to the foregoing, in-person meetings are a useful means of verifying business qualifications, experience and expertise of Third Parties. Where an in-person meeting or meetings has occurred, Company Personnel and/or Agents involved in such meeting(s) should document, in the form of written notes or a brief memorandum, the date(s) of the

¹ [Appendix C](#) serves only as a guide and does not reflect all facts and circumstances that may arise in the course of due diligence. Company Personnel and/or Agents should contact the General Counsel with any questions or for additional guidance.

meeting(s), location(s), participants and the discussion that took place. Such documentation should then be provided to the General Counsel for review and should ultimately be maintained in the due diligence file regarding the potential Third Party.

J. Reporting and Disciplinary Action

(1) Failure to Comply and Disciplinary Action

All persons subject to this Policy shall comply with the Policy and promptly report any known or suspected violations of this Policy, as well as any other illegal, improper or unethical conduct, pursuant to the procedures described below.² Venus Concept will view any violation of this Policy or failure to report a violation as a significant matter that warrants disciplinary action and may impose such sanctions as it deems appropriate, including, among other things, a letter of censure or suspension or termination of the employment or services of the violator.

Violations may also result in significant criminal and civil penalties in the United States or abroad.

(2) Reporting Violations and Anonymous Complaints

Any transaction, no matter how seemingly insignificant, that might give rise to a violation of the Policy and/or applicable anti-corruption laws and regulations must be reported promptly to a supervisor or manager.

If you wish to remain anonymous, you may report a violation of this Policy by contacting our Legal Department at:

Venus Concept, Inc.
Attn: General Counsel
235 Yorkland Boulevard, 9th Floor
Toronto, Ontario M5B 1J3
Canada

Telephone: (888) 907-0115
Email: legal@venusconcept.com

All such reports may be made in person or by letter, telephone, e-mail, or other means and will be treated as confidential, to be used only for the purpose of addressing the specific problem(s) the reports concern. Such reports will be shared with Venus Concept's management and other authorized individuals only on a need-to-know basis. All persons subject to this Policy shall cooperate fully, truthfully, and candidly with any inquiry conducted by or on behalf of Venus Concept. Failure to provide such cooperation may result in discipline, including termination of employment.

(3) No Retaliation

Retaliation against any individual who honestly and in good faith reports misconduct or who participates in an investigation of alleged illegal conduct is strictly prohibited.

(4) Review and Remediation

Venus Concept shall take reasonable steps to ensure that this Policy is followed, including monitoring and auditing to detect non-compliance, and to evaluate periodically the effectiveness of this Policy. Venus Concept shall review and revise the Policy as necessary and as required by any changes to any applicable Anti-Corruption Laws. Company Personnel and

² Company Personnel and/or Agents should refer to [Appendix B](#) to this Policy for examples of conduct and transactions that may raise concerns about potential violations.

Agents should direct any suggestions for improvements to the Policy to the General Counsel.

APPENDIX A

**VENUS CONCEPT ANTI-CORRUPTION POLICY
CERTIFICATION OF COMPLIANCE**

I, _____, have received a copy of, read, and am familiar with Venus Concept’s Anti-Corruption Policy (the “**Policy**”). I hereby agree to comply with the specific requirements of the Policy in all respects during my employment, my service on the Board of Directors, or other service relationship for or with Venus Concept, and thereafter to the extent required by the Policy. I understand that any activity in violation of the Foreign Corrupt Practices Act or other applicable anticorruption laws and regulations is prohibited, and I understand the possible consequences of a violation. I am presently in full compliance with the Policy, and I know of no clear violations of the Policy by any other entity or person subject to the Policy, except as previously reported to Venus Concept. I recognize that failure to comply in all respects with the Policy may be a basis for termination for cause of my employment or termination of my service relationship with Venus Concept.

Signature

Date

APPENDIX B

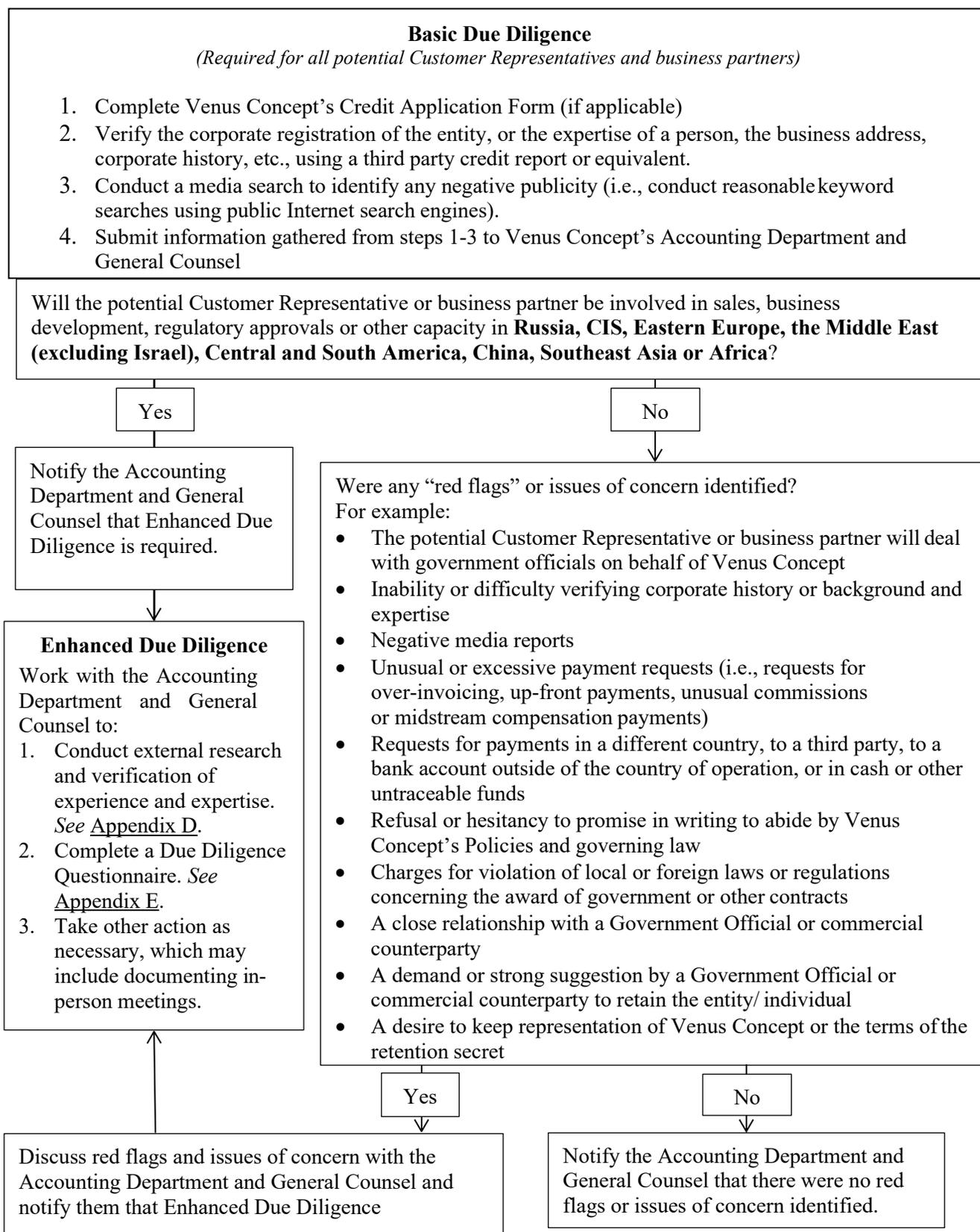
RED FLAGS

All Company Personnel and Agents should be aware of “red flags” that may indicate questionable transactions that expose Venus Concept to legal, financial, or reputational harm. “Red flags” include, without limitation:

1. Unusual payments or financial arrangements such as:
 - a. Payments to a bank account without the disclosure of the person’s or organization’s name associated with the account, and/or to a bank account in a different name than the person or organization entitled to payment from Venus Concept;
 - b. Payments to accounts in countries other than where the agent is located or business is to be performed;
or
 - c. Cash or non-cash in-kind payments.
2. Unusually high commissions in net value or in comparison to the value of the contract achieved.
3. Unusual or excessive gift, entertainment, meal or travel expenses.
4. History of corruption in the country.
5. The person or organization has a reputation for paying bribes, or requiring that bribes be paid to, or has a reputation for having a “special relationship” with, Government Officials.
6. The person or organization insists on the use of side letters or refuses to put the agreed terms in a written document.
7. The person or organization insists on receiving a commission or fee before committing to sign a contract with Venus Concept or carrying out a government function or process for Venus Concept.
8. Use of a person or organization for the purpose of avoiding knowledge of how interactions with Government Officials occur or how problems are resolved.
9. Refusal by a person or organization to certify or agree to contract language that they will not take action that would violate the applicable Anti-Corruption Laws and regulations.
10. “Recommendations” of a person or organization that come from a Government Official.
11. A Government Official requesting that a payment be made to a specified charitable organization.
12. A request from a Public Official for a small fee to “oil the wheels” (e.g., to make a governmental permission/act occur more quickly).

APPENDIX C

DUE DILIGENCE FLOW CHART³



³ This flow chart is for guidance purposes only and does not address all facts and circumstances that may arise in the course of due diligence. Contact the General Counsel with any questions or for additional guidance.

APPENDIX D

EXTERNAL RESEARCH AND VERIFICATION GUIDE

Background Investigation Checklist

Resources for external verification of a Customer Representative or business partner's reputation, experience and qualifications could include:

- (1) A report on candidate's character and reputation by those employees who have met him
- (2) A report on candidate's character and reputation based on outside sources:
 - (a) Third party business intelligence providers
 - (b) U.S. State Department country desk or similar source
 - (c) U.S. Commerce Department country or business desk or similar source
 - (d) Commercial Attaché at U.S. Embassy in local country or similar source
 - (e) Commercial office of the foreign embassy in the United States or similar source
 - (f) Chamber of Commerce office
- (3) Bank References
- (4) Screening against databases of restricted parties and politically exposed persons. The U.S. Government maintains a consolidated list of restricted parties, which is available here: <https://legacy.export.gov/csl-search>
- (5) A report on family or business ties to government officials
- (6) A report on prior government service
- (7) Verification that candidate has experience in the area for which he or she is being hired
- (8) Assessment of reasonableness and comparability of proposed compensation or profit arrangement
- (9) Opinion of local counsel on possible issues of local law

Evidence of Customer Representative Experience and Expertise

Factors that indicate relevant experience and expertise that should be used in evaluating potential Customer Representatives or business partners include:

- (1) A good reputation for ethical behavior, business competence, and reliability
- (2) Financial stability (i.e., adequate resources necessary to accomplish the objectives of the agreement)

- (3) Knowledge of applicable legal procedures and laws
- (4) Adequate facilities for providing service and, as necessary, goods
- (5) The ability to keep pace with expanding business opportunities
- (6) Good access to information within the industry and financial sectors
- (7) An established presence in the local business community

APPENDIX E

DUE DILIGENCE QUESTIONNAIRE

[to be completed by potential Customer Representative or business partner, as instructed by Venus Concept]

1. Company Name _____
2. Previous Names (if any) _____
3. Country Where Work Will Be Performed _____
4. Address _____
Telephone _____ Fax _____
5. Entity type and jurisdiction (e.g., limited liability company, partnership, etc.) _____

6. Date & Place of Incorporation _____
7. Management Information:
Chairman/President _____
Managing Director _____
Sales Director _____
8. Owners/Principals:
Name _____ % Ownership _____
Name _____ % Ownership _____
Name _____ % Ownership _____
Name _____ % Ownership _____
9. Members of the Board of Directors:
Name _____
Name _____
Name _____
Name _____
10. Parent Company(ies) _____

Subsidiary Companies _____

Jointly Owned Companies _____

11. Business References:

(a) _____

(b) _____

(c) _____

12. Banking/Credit References:

(a) _____

(b) _____

(c) _____

13. Percentage of your time which will be devoted to Venus Concept business: _____%

14. Historical Background:

(a) Years company has been in business _____

(b) How long have you been involved in the business of _____?

(c) Briefly describe the establishment of your business, the primary areas of business activity, changes in ownership, changes in areas of concentration, growth plans, potential new markets, etc.

15. Briefly describe the experience and qualifications of the management personnel of your business and how this relates to this position.

16. Please use this space to provide any additional information which you feel may be relevant to your qualifications for the position:

17. (a) (i) Does any current or former government official, political party official, candidate for political office, or relative of such a person, have an ownership interest, direct or indirect, in your company?

Yes _____ No _____

(ii) Is any former or current government official, political party official, candidate for political office, or relative of such a person, an employee, officer or director of your company?

Yes _____ No _____

a. If the answer to either (a)(i) or (a)(ii) above is yes, please state:

i. The name and official position of the government or political party official or candidate:

ii. The official duties and responsibilities of the government or political party official or duties related to the office for which such person is a candidate:

iii. (a) Indicate the type and extent of the ownership interest in your company of the government or political party official or candidate:

(b) Indicate the position of the government or political party official or candidate, or the relative of such person, with your company:

(c) If the government or political party official or candidate in question is a relative of an owner, employee, officer or director of your company, state the relationship of that official to your owner, employee, officer or director:

SIGNATURE

DATE

TYPED NAME AND TITLE

COMPANY