

Dermatology, Ltd. 401(k) Profit Sharing Plan
SAFE HARBOR NOTICE

This is an annual notice and only applies to the Plan Year beginning on 01/01/2024.

This notice covers the following points:

- How much you can contribute to the Plan;
- Whether the Plan's Automatic Deferral feature applies to you;
- What amounts will be automatically taken from your pay and contributed to the Plan;
- What other amounts the Employer will contribute to the Plan for you; and
- When your Plan account will be vested (that is, not lost when you leave your job), and when you can receive a distribution of your Plan account.

You can find out more information about the Plan in the Plan's Summary Plan Description (SPD). You can obtain a copy of the SPD from the Administrator.

I. Employee deferral contributions

You are allowed to defer a portion of your compensation to the Plan. These amounts are referred to as deferrals and are held in an account for you. When you are permitted to take a distribution from the Plan, you will be entitled to all of your deferrals, as adjusted for any gains or losses. The type of compensation that may be deferred under the Plan is explained in the Section of the Summary Plan Description entitled "What compensation is used to determine my Plan benefits?" (this is in the Article entitled "COMPENSATION AND ACCOUNT BALANCE").

You may elect to defer not more than 90% of your compensation each year instead of receiving that amount in cash. Such election will also apply to irregular pay unless a separate elective deferral election is made for irregular pay.

Your total deferrals in any taxable year may not exceed a dollar limit which is set by law. The dollar limit may increase each year for cost-of-living adjustments.

If you are at least age 50 or will attain age 50 during a calendar year, then you may elect to defer additional amounts (called "catch-up contributions") to the Plan. These are additional amounts that you may defer, up to an annual limit imposed by law, regardless of any other limits imposed by the Plan.

You may make either Regular 401(k) deferrals (pre-tax) or Roth 401(k) deferrals (after-tax). If you make Regular 401(k) deferrals, your deferrals are not subject to income tax until distributed from the Plan. If you make Roth 401(k) deferrals, your deferrals are subject to income tax at the time of deferral. The Roth 401(k) deferrals, however, are not taxed when you receive a distribution from the Plan. In addition, if the distribution of Roth 401(k) deferrals is considered "qualified," then the earnings on the deferrals will not be subject to income tax when distributed from the Plan. Distributions from your Roth accounts will be considered "qualified" only if the distribution is on account of attainment of age 59 1/2, death or disability, and the distribution must not occur prior to the end of the 5-year participation period that begins with the first taxable year for which you made a Roth 401(k) deferral to the Plan, or if earlier, the first taxable year for which you made a Roth 401(k) deferral to another Roth 401(k) plan or Roth 403(b) plan that you rolled over to this Plan. Both types of deferrals are subject to Social Security taxes at the time of deferral. Your Employer will deduct the Social Security taxes, and in the case of Roth 401(k) deferrals will deduct income taxes, from your remaining compensation. Other tax treatments such as State and local income tax could be different. Whatever information is in this Notice is just information; it is not advice. If you need or want advice or help in understanding how a tax rule applies in your situation, you should ask a lawyer or tax professional.

Automatic Deferrals. The Plan includes an automatic enrollment feature known as an automatic contribution arrangement ("ACA"). Under the ACA provisions of the Plan, **if you do not complete and return a salary deferral agreement**, then the Employer will automatically withhold a portion of your eligible compensation from your pay each payroll period and contribute that amount to the Plan as a Pre-Tax 401(k) deferral (the automatic amount is described below). Before the date you will be eligible to enter the Plan and begin making deferral contributions (your "Plan entry date"), a "welcome letter" explaining how to enroll and make elections under the Plan will be sent to you. You may already have received this welcome letter. You may make an election to contribute (or not to contribute) to the Plan at any time after you receive the welcome letter. If you do not make a salary deferral election to contribute (or to not contribute) to the Plan, you will automatically be enrolled in the Plan. However, you may make a salary deferral election at any time to select an alternative deferral amount or to elect not to contribute any compensation to the Plan. Your election will be effective as soon as the Administrator reasonably can implement your election after receipt.

Automatic Deferral provisions. The following provisions apply to these Automatic Deferrals:

- As specified above, you may complete a salary deferral agreement to elect an alternative deferral amount or to elect not to defer under the Plan in accordance with the deferral procedures of the Plan.
- The amount to be automatically withheld from your pay each payroll period will be equal to 3% of your compensation.

II. Employer safe harbor contribution election

To help you make an informed decision on the level of your own salary deferral contributions, if any, your Employer must inform you about the contributions it will make to the Plan. Your Employer has elected to make the contribution described below.

Safe harbor nonelective contribution. In order to maintain "safe harbor" status, your Employer will make a contribution equal to 3% of your compensation. This contribution is 100% vested.

Special effective date for safe harbor contribution: 01/01/2010

III. Other Employer contributions

In addition to the above, other contributions may be made to the Plan. You should review the Article of the SPD entitled "EMPLOYER CONTRIBUTIONS" for details regarding these other contributions.

IV. Suspension or reduction of safe harbor nonelective contribution.

The Employer retains the right to reduce or suspend the safe harbor nonelective contribution under the Plan. If the Employer chooses to do so, you will receive a supplemental notice explaining the reduction or suspension of the safe harbor nonelective contribution at least 30 days before the change is effective. The Employer will contribute any safe harbor nonelective contribution you have earned up to that point. At this time, the Employer has no such intention to suspend or reduce the safe harbor nonelective contribution.

V. Vesting

The following is a general explanation of the vesting provisions of the Plan. More details can be found in the Article of the SPD entitled "VESTING."

100% vested contributions. You are always 100% vested (which means that you are entitled to all of the amounts) in your accounts attributable to the following contributions:

- salary deferrals including Roth 401(k) deferrals and catch-up contributions
- safe harbor contributions
- "rollover" contributions

Vesting schedules. Your "vested percentage" for certain Employer contributions is based on vesting Period of Service. This means at the time you stop working, your account balance attributable to contributions subject to a vesting schedule is multiplied by your vested percentage. The result, when added to the amounts that are always 100% vested as shown above, is your vested interest in the Plan, which is what you will actually receive from the Plan.

Employer Profit Sharing Contributions

Your "vested percentage" in your account attributable to profit sharing contributions is determined under the following schedule. You will always, however, be 100% vested if you are employed on or after your Normal Retirement Age or if you die or become disabled.

Vesting Schedule

Profit Sharing Contributions

Period of Service	Percentage
Less than 2	0%
2	20%
3	40%
4	60%
5	80%

6 100%

Employer Matching Contributions

Your "vested percentage" in your account attributable to matching contributions (other than additional matching contributions) is determined under the following schedule. You will always, however, be 100% vested if you are employed on or after your Normal Retirement Age or if you die or become disabled.

Vesting Schedule

Matching Contributions

Period of Service	Percentage
Less than 2	0%
2	20%
3	40%
4	60%
5	80%
6	100%

VI. Distribution provisions

The Plan and law impose restrictions on when you may receive a distribution from the Plan. Below is general information on when distributions may be made under the Plan. See the SPD for more details, including details on how benefits are paid. Also, at the time you are entitled to receive a distribution, the Administrator will provide you with a notice explaining the rules regarding the taxation of the distribution.

If your vested account balance exceeds \$5,000, you may elect to have your vested account balance distributed to you as soon as administratively feasible following your termination of employment. However, if the value of your vested account balance does not exceed \$5,000, then a distribution will be made to you regardless of whether you consent to receive it.

If you elect to delay the distribution of your benefit once it is first available for distribution, then you may elect to receive it at a later date. You are not penalized for delaying the distribution and your account will continue to share in earnings and losses.

You may also withdraw money from the Plan from certain accounts if you have reached age 59.5, or However, there are various rules and requirements that you must meet before any withdrawal is permitted. See the Article in the SPD entitled "DISTRIBUTIONS PRIOR TO TERMINATION" for more details.

You may withdraw money at any time from your 'rollover account'.

If you were/are: (i) a reservist or National Guardsman; (ii) called to active duty after September 11, 2001; and (iii) called to duty for at least 180 days or for an indefinite period, you may take a distribution of your elective deferrals under the Plan while you are on active duty, regardless of your age. The 10% premature distribution penalty tax, normally applicable to Plan distributions made before you reach age 59 1/2, will not apply to the distribution. You also may repay the distribution to an IRA, without limiting amounts you otherwise could contribute to the IRA, provided you make the repayment within 2 years following your completion of active duty.

Distributions for deemed severance of employment. If you are on active duty for more than 30 days, then the Plan generally treats you as having severed employment for distribution purposes. This means that you may request a distribution from the Plan. If you request a distribution on account of this deemed severance of employment, then you are not permitted to make any contributions to the Plan for six (6) months after the date of the distribution.

VII. Administrative procedures

You can make or change your deferral election and investment allocations, or opt out of contributing deferrals at any time by completing and filing an election form provided by your Employer, accessing the Plan's participant Website, WWW.MYKPLAN.COM or calling the automated voice response system at 877-299-4091. If you are a newly eligible employee, this information will be explained in detail in the welcome letter described above. You will be able to make a deferral election and select your investment allocations. Your election will become effective as soon as administratively feasible after receipt and processing of your election.

VIII. Investments

Right to direct investment/default investment. You have the right to direct the investment of all of your accounts in any of the investment choices explained in the investment information materials provided to you.

IX. Employer's right to terminate Plan

Pursuant to the terms of the Plan, your Employer has the right, at any time, to terminate the Plan. Termination of the Plan will result in the discontinuance of all contributions to the Plan (including the safe harbor 401(k) contribution) with respect to any compensation you receive after the effective date of the termination. Termination of the Plan will not affect your right to receive any contributions you have accrued as of the effective date of the termination.

X. Additional information

This notice is not a substitute for the Summary Plan Description. The provisions of the Plan are very complex and you should always look at the Summary Plan Description if you have any questions about the Plan. If, after reading the Summary Plan Description, you still have questions, contact the Administrator.

You may contact the Administrator at:

Contact: Dermatology, Ltd.

Address: 101 Chesley Drive Ste 100

Media, PA 19063

Telephone: (610) 566-7846

Annual Notice for Eligible Employees of Dermatology, Ltd. 401(k) Profit Sharing Plan

Dermatology, Ltd. 401(k) Profit Sharing Plan (the "Plan") allows you, as an eligible employee to save for retirement with contributions made through payroll deductions. Under the Plan you automatically had 3% of your compensation withheld from each paycheck and contributed to the Plan on your behalf, unless you affirmatively elected not to contribute, or to contribute a different percentage.

The Plan provides for a Default Investment Fund. Your contributions were and will continue to be invested in a fund within a Target Date Series of funds with a stated retirement age closest to the year in which you would attain age 65 (your "Default Investment Fund") until you elect to invest in other investments offered by the Plan. To determine the Default Investment Fund that applies to you, review the Vanguard Target Date Series provided below.

Please refer to the additional information located in the Default Investment Fund Information, including the fund's objective, risk and return characteristics and the annual operating expenses of the fund (that is, the Default Investment Fund's "expense ratio") in this regard. Information for the funds within the Vanguard Target Date Series is also located in this section.

Default Investment Fund Information

Investment Name	Birth Date Range	Expense Ratio as of 09-30- 2023
Vanguard Target Retirement Income Fund - Investor Class Shares	01-01-1900 - 12-31-1952	0.08%
Vanguard Target Retirement 2020 Fund - Investor Class Shares	01-01-1953 - 12-31-1957	0.08%
Vanguard Target Retirement 2025 Fund - Investor Class Shares	01-01-1958 - 12-31-1962	0.08%
Vanguard Target Retirement 2030 Fund - Investor Class Shares	01-01-1963 - 12-31-1967	0.08%
Vanguard Target Retirement 2035 Fund - Investor Class Shares	01-01-1968 - 12-31-1972	0.08%
Vanguard Target Retirement 2040 Fund - Investor Class Shares	01-01-1973 - 12-31-1977	0.08%
Vanguard Target Retirement 2045 Fund - Investor Class Shares	01-01-1978 - 12-31-1982	0.08%
Vanguard Target Retirement 2050 Fund - Investor Class Shares	01-01-1983 - 12-31-1987	0.08%
Vanguard Target Retirement 2055 Fund - Investor Class Shares	01-01-1988 - 12-31-1992	0.08%
Vanguard Target Retirement 2060 Fund - Investor Class Shares	01-01-1993 - 12-31-2099	0.08%

Fund Objective/Strategy

The Target Date Funds generally seek to provide varying degrees of long-term capital appreciation and current income through a mix of equity and fixed income exposures based on the participant's target retirement date. The Target Date Funds change their respective asset allocation mixes over time with the objective of gradually becoming more conservative.

Expense Ratio

The expense ratios for your Default Investment Fund is provided above.

An expense ratio is a fund's annual operating expenses expressed as a percentage of average net assets and includes management fees, administrative fees, and any marketing and distribution fees. Expense ratios directly reduce returns to investors. For publicly traded mutual funds, the net prospectus expense ratio is collected from the fund's most recent prospectus and provided by Morningstar. Commingled Fund expense ratios are provided by the investment managers.

Risk/Return

The Target Date Funds utilized as the Default Investment Fund by your Plan are subject to the risks associated with their underlying asset categories. Over time, each Target Date Fund gradually shifts its investment allocation emphasis from more aggressive investment categories to more conservative investment categories as the fund approaches or surpasses its designated target date.

Fund objective, risk and return characteristics and strategy information for all publicly-traded mutual funds, excluding Money Market funds, is provided by Morningstar®. Information for Money Market funds and certain other types of funds is provided by

the respective fund manager.

Control your retirement journey

You have the right to direct the investment of assets in your account. You also may change your contribution percentage, transfer your current investment balance, and/or direct your future contributions into a different fund(s) at any time in your retirement plan account by scanning the QR code below or by signing into your online account at myadpresource.com.



You will need your User ID and password to access your account. If you have not established a User ID, you can do this online by clicking the **Create account** link. You can also download the ADP Mobile Solutions App from the app stores to register and gain access to your retirement plan account.

If you want to make changes to your retirement plan account, your election must be made prior to the close of the New York Stock Exchange to be effective on that day. Any elections received after the close of the New York Stock Exchange will be processed the following business day. The New York Stock Exchange closes at 4pm Eastern Time on weekdays (excluding market holidays) and on early-closure days (typically right before or right after a market holiday) it closes at 1pm, Eastern Time.

For complete information about all the Plan's investment options, including their objectives, risks, fees and expenses please see the fund prospectuses (or Fund Fact Sheets, if available) and review them carefully before making investment decisions about your account. You may view investment information by signing into your account online at myadpresource.com or through your ADP Mobile Solutions App and navigating to retirement > investments.

This notice is merely a summary of the pertinent Plan provisions. For more information concerning the administrative rules for contributions and withdrawals, consult your Summary Plan Description. A copy can be found online in the Company Resources tab once you have signed into your retirement plan account.

All investments involve risk, including the loss of principal.

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