



Phone (201) 507-9100 - Fax (201) 507-0447

August 31, 2017

Dear Valued Customer,

The devastation and havoc caused by Hurricane Harvey in the Gulf region has been horrific and heart breaking to watch over the last week as we observed fellow human beings suffering from the effects of Hurricane Harvey.

Information regarding the extent of damage to the petrochemical industry in the region is still emerging, and the magnitude of the disruption has still not been fully quantified. There are reports that over 50% of US polyethylene and 65% of US polypropylene production has been disrupted. Rail carriers out of the region have all issued embargoes, logistical and supply chain bottlenecks are expected to be the longer term issue beyond cracker and reactor re-starts.

The extreme tightening of supply has enabled a previously announced August 1st resin increase to take hold. **Therefore, Sigma Stretch Film has no choice but to implement a short notice increase of 4% effective with all orders placed on or after September 5th.**

All orders must call for immediate delivery. Based on our current lead-times and resin supply, Sigma Stretch Film can only accept a limited number of orders. Your local sales professional will be in contact with you shortly to further explain the situation.

We are monitoring the situation on an hour by hour basis and we are working hard to do whatever we can to lessen the impact on ours as well as your business. Information is still scarce and it will be a few days if not weeks before we have a clear picture of the disruption this will have on the supply of resin.

We will continue to communicate with you as information becomes available. Thank you for your patience and understanding while our industry deals with the damage caused by this historic storm.

Sincerely,

A handwritten signature in blue ink, appearing to read "Bill Lenchinsky".

Bill Lenchinsky
Executive Vice President

BL/ms