

April 1st, 2026

Subject: New Price Adjustment – Effective June 1st, 2026

Dear Valued Customer,

As you may be aware, despite our previously announced price adjustment for May, ongoing developments in the Middle East continue to have a direct and increasing impact on the global supply of polyethylene resin, transportation costs, and other raw materials used in the production of flexible packaging materials.

We understand you may require supporting information to help communicate these increases to your customers. A supporting document is attached, providing additional details and data on the disruption and its impact on the global economy.

Based on the impacts observed in March and the notifications received for the coming months, Polykar has no alternative but to implement a further price adjustment. This adjustment will apply to all orders received after May 22nd, for deliveries on or after **June 1st, 2026**. **For all garbage bags, compostable bags, food bags, and industrial packaging, list prices will increase by 15%.**

To help us continue providing reliable, ongoing supply over the next two months, we ask that you limit monthly orders at current prices to no more than 1/12 of your purchases over the most recent rolling 12-month period. If this limit is exceeded, you may be asked to adjust pricing on certain orders to reflect the following month's prices.

Please note that the above-mentioned increase includes any fuel surcharges currently being applied to Polykar by its suppliers and transportation providers.

Our team will share revised price lists as soon as possible. If you have any questions or would like to review upcoming orders, please contact your sales representative at any time.

Thank you for your understanding and continued support as we work together to manage this situation. Please be assured that if any of the anticipated increases do not materialize (as tracked via the IHS/CMA Chemical Index), Polykar will adjust this increase accordingly.

Warm regards,



Eric Paul
Vice-President Sales and Business Development