



October 31, 2008

Mr. Ken Farrington
N.S. Farrington & Company
2355 Farrington Point Drive
Winston-Salem, NC 27107

Dear Ken,

We have been experiencing a great deal of volatility over the past several months with the raw materials used for our garment covers and foam covers. Due to these increases and availability we are forced to adjust our pricing. Please review your enclosed updated price list effective 11/17/08 and call with any questions.

Also, we now find it necessary to charge a plate fee of \$80.00. This is a one-time charge for new orders or changes to previously run covers. The minimum for new jobs will remain 10 cases and for previously run covers, with no changes, the minimum will remain 6 cases

We apologize for this inconvenience but find it necessary to insure the quality of paper and service you expect from CTS. Please contact me with any questions you may have.

Thanks again for your valued relationship and we wish you and your family a wonderful Holiday Season.

Best regards,

CTS PACKAGING, INC.

A handwritten signature in blue ink that reads 'Mark'.

Mark O' Bryan
President

MPO/lr