

**Epsilon Plastics, Inc.**  
*of Sigma Plastics Group*

June 6, 2008

Dear Valued Customer:

We had recently communicated to you in our letter of May 30, 2008 our intention to increase our pricing by 4% with orders placed on or after June 16, 2008 to cover the \$0.03 May 1<sup>st</sup> price increase that we are currently paying. In this same letter, we also made mention of pending resin increases of \$0.05 for June 1<sup>st</sup> and \$0.07 for July 1<sup>st</sup>. We have now learned that the June 1<sup>st</sup> \$0.05 increase is becoming a reality. The resin manufacturers continue to point to strong export demand and the continuing escalation of energy pricing as justification for these resin increases. In addition to these resin increases, we are seeing unrelenting increases in our utility, packaging, and freight costs that are also being impacted by the rising costs of energy.

In response to the above cited increased costs, Epsilon Plastics will increase pricing to cover the May 1<sup>st</sup> \$0.03 and June 1<sup>st</sup> \$0.05 resin increases as follows:

Epsilon Plastics announces a 12% raw material increase and a 3% general increase. This 15% will be effective with all orders placed on or after June 30<sup>th</sup>. Please note that for simplicity sake, this increase replaces our previously announced 4% increase for June 16<sup>th</sup>.

Cover orders will be accepted based on previous ordering patterns and available resin supply. Epsilon Plastics reserves the right to accept or decline orders for any reason.

As always, we greatly appreciate your business and understand the difficulties created by these rapid escalations in costs. We will continue to do our very best to keep you informed.

Sincerely,



Jay Fein  
Vice President