

*extruding, llc***FIRST FILM EXTRUDING, LLC**

1320 Route 9, Champlain, N.Y. 12919

Telephone: (888) 633-0303

Fax: (888) 311-0181

January 19, 2009

DEAR CUSTOMER:

The resin companies are facing tremendous challenges. We, as a plastic film extruder, saw continuous increases in the price of resin in 2007 and the first half of 2008. These increases were followed by a collapse of the price of resin in the fourth quarter of 2008 based on the fall of feedstock prices and the economic meltdown. The net result, for the resin producers, was disastrous. One resin company has closed 20 plants until the economics are restored, one resin company closed permanently while another filed for Chapter 11 bankruptcy resulting in 1700 job losses. All of the resin companies have now implemented a resin increase, originally announced for January 1st, 2009 and have also announced a second increase for February 1st, 2009. These increases are necessary to restore the resin producer margins that deteriorated to critical levels, which resulted in the shutdowns and bankruptcies.

As a result of the January 1st, 2009 resin increase, First Film Extruding will **increase** prices on all plastic films and bags by **10%, on all orders placed on or after February 2nd, 2009**. As in the past, we must limit the amount of pre-buying to one (1) month of normal usage, for immediate delivery.

We will continue to monitor the situation that is extremely volatile, to say the least. We thank you for your continued support.

Very truly yours,

FIRST FILM EXTRUDING, LLC

Louis P. Gouron
Vice-President
Sales & Marketing

LPG/sd