



May 28, 2026

RE: Price Increase Announcement

Dear Valued Customer:

Due to the continued escalation of Paper Material Costs, Novolex will increase prices 8% on the below products sold in the United States and all international and export markets.

- Paper Containers & Trays
- Paper Drink Cups & Sleeves
- Paper Soup Cups
- Paper Sacks
- Paper Wraps & Rolls
- Paper Bags
- Windowed Bags
- Paper Sheets
- Freezer/Butcher Paper
- Specialty Paper

This increase will take effect with all purchase orders Shipped on or after **July 1, 2026** for all Pactiv customers. For all other legacy Novolex customers' pricing will take effect with all purchase orders received on or after **July 1, 2026**. All contract prices that were not guaranteed for a specified period will be subject to the above increase. Your specific post-increase prices will be sent to you shortly and you may reach out to your sales representative with any questions.

Novolex will not accommodate any advanced buys and will reserve the right to restrict any orders which exceed normal ordering patterns or previously submitted forecasts.

Suppliers are citing multiple factors for these cost increases:

- Pulp costs have become more expensive
- New state regulations aimed at fostering sustainable packaging solutions are increasing demand and constraining supplies
- Elevated freight costs and expensive, energy-intensive manufacturing processes
- Mill closures and reduced mill capacity have led to tighter inventories

We appreciate your ongoing support for our packaging products. Thank you for your business.

Sincerely,

A handwritten signature in black ink, appearing to read "Tim Levenda", with a long horizontal flourish extending to the right.

Tim Levenda
President, Distribution