September 18, 2026

Dear Kari-Out & SQP Customers,

Kari-Out & SQP continue to strive to meet our customers' expectations and to be the supplier of choice by offering competitive pricing in the market.

PRICE INCREASE:
Due to the continued escalation in raw materials costs, rising fuel & transportation costs, higher global shipping costs, labor, energy, and other related costs, Kari-Out & SQP must implement an **8%** price increases on the below items for **all orders placed or shipped on or after October 21, 2026.**

- All Boxed and Bundle Shopping Bags
- All Paper Soup Containers
- All HC Microwavable Containers
- All Microwavable Bowls
- All Terrasmart Containers
- All Microwavable Food Pails
- All Cutlery, Chopsticks, Skewers
- All Diner Checks, Placemats, Napkins, Oolong Tea Pot & Deck Brushes
- All Cooking Wines
- All Aluminum Containers, Board Lids & Dome Lids
- All Cushion Foil
- All Minced Garlic, Red Chilies, Peanuts, Cashews, Mushrooms, Rice Sticks, Sesame Seeds, Chicken Base
- All Corn Starch & Potato Starch

FUEL SURCHARGE:
Over the past 6 months, we have experienced sharply rising fuel prices having significantly increased Kari-Out's costs. We have absorbed these additional fuel-related expenses for several months, but we can no longer continue to do so independently.

As such, Kari-Out and SQP will also be implementing a Fuel Surcharge line item of **3%** on **all orders for all products placed or shipped on or after October 1, 2026.**

All contracted pricing will be reviewed and adjusted to accommodate this increase.

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

We would not bring such a price increase to you unless it was necessary. As always, we greatly appreciate your valued business and support.

Thank you for your understanding and your continued support.

Sincerely - Kari-Out Company