

AEP

INDUSTRIES INC.

September 14, 2011

Dear Valued Customer:

Our resin suppliers have informed AEP that due to continued strong export demand, low inventories, and both planned and unplanned maintenance shut downs the previously announced polyethylene increase will be implemented September 1st. Several grades of polyethylene resin remain under tight supply conditions and the manufacturers have announced a subsequent increase for October that we will monitor closely.

Based on the September 1st PE increase AEP Stretch Film will implement a 6% increase for standard grade products and a 7% increase on premium products (XR, XRP, ADR, EXRW, LFOX, LX, X2, XH, XB) effective with all orders placed on or after October 3rd, 2011. All orders must call for immediate delivery.

Please note that due to limited resin availability and extended lead times AEP will strictly limit our customer's orders to a quantity equal to one month of their average historical six months purchases. Your AEP Sales Representative will inform you of acceptable order quantities and any excess amount must include this increase. In addition, we reserve the right to accept or decline orders for any reason.

AEP Stretch Film values the relationship with each of our customers. We are working diligently to limit the exposure of a volatile resin market and its impact on our mutual business. We will continue to communicate changes within the market as they evolve.

Thank you for your business and continued support of AEP Stretch Film.

Best regards,



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