



December 1, 2020

RE: PRICE INCREASE ANNOUNCEMENT FOR TAPE PRODUCTS

Dear Distributors,

The QSPAC family hopes that the challenges evolving around COVID-19 have kept you all safe and healthy. This has been a very difficult year. As entering the last month of 2020, we are hoping that 2021 will bring a normal daily routine for you, family, and fellow employees.

The pandemic has brought havoc to the global supply chain. This has resulted in all-time high costs of ocean and domestic freight. All the raw material costs concerning our products, such as plastic resins, paper, and adhesives, have also gone up steadily since August. At QSPAC, we have been absorbing the rising costs, with hope that this was just a temporary adjustment. Unfortunately, with the trend that we observe, the high costs are very likely to stay for an extended period of time. Therefore, we find it necessary to implement price increases on the below product segments, effective **January 4, 2021**.

Product Line	% Increase
Premium Acrylic BOPP Tape (PA series)	6%
Mighty Tac Acrylic BOPP Tape (AP series)	8%
AG Acrylic BOPP Tape	6%
Premium Hot Melt BOPP Tape (PH series)	6%
Natural Rubber BOPP Tape (PN series)	6%
Custom Printed Acrylic BOPP Tape	6%
Label Protection Tape (SA816)	6%
Stationery Tape (SA818)	6%
UPVC & Bag Sealing Tape	6%
Color Vinyl Tape	8%

Should you have any question regarding this increase, please feel free to contact your sales representatives. Wish you and your families safe and happy holidays!

Sincerely,

Joe Tang
President