October 29, 2026

Re: Transportation Fuel & Freight Capacity Surcharge

Dear Valued Customer,

We greatly appreciate your continued business, partnership, and trust in our team.

As part of our ongoing review of the costs associated with delivering our products, we continually monitor changes in transportation expenses. These costs continue to be impacted by fuel prices, the availability and cost of qualified truck drivers, and freight capacity.

Since the beginning of 2026, the national average price of on-highway diesel fuel has increased approximately 83%, from $3.48 per gallon in early January to $6.35 per gallon in late October, while the trucking industry continues to face significant constraints in the availability of qualified drivers and reliable freight capacity. Additionally, truckload line haul rates have increased 35% over this same time as the average rate per mile has increased from $1.67/mile to $2.36/mile.

After careful consideration, a **3.3% transportation fuel and freight capacity surcharge** will be applied to orders placed on or after **November 12, 2026,** on the following product lines:

- **Tape (includes stencil)**
- **Stretch Film**
- **Shrink Film**
- **PaperSpace® & AirSpace® Void Fill, Cushioning and Wrapping Products**

The surcharge will be implemented as a line-item adjustment designed to offset a portion of these increased transportation costs. All orders must specify immediate shipment and be limited to one month's normal average purchases.

We will **review the surcharge on a quarterly basis**, taking into account changes in national diesel fuel prices and truckload line-haul rates.

We believe this approach provides a transparent way to address a portion of these transportation-related cost increases while continuing to support our customers' ongoing needs. This decision was made only after careful evaluation of current transportation market conditions and their impact on our industry. We appreciate your understanding as we navigate these external cost pressures.

Thank you for your continued partnership and business. We greatly value our relationship and look forward to continuing to serve you.

Sincerely,

Shawn Nelson
Senior Vice President, Sales & Marketing
IPG