



November 7, 2014

Dear Valued Customer:

Continued rising price pressure on freight, energy, healthcare, and other non-resin related costs over the past year have been unprecedented. While AEP continues to make huge strides in manufacturing efficiencies to offset these cost increases it is not always possible to achieve when those costs are significant and mount up quickly.

This rapid escalation makes it necessary for AEP Industries, Inc. to announce a general price increase for all products. **AEP will increase pricing by 4% for all orders placed on or after December 1, 2014.** Additionally, all orders must call for immediate delivery and we reserve the right to limit order quantities to a historical six month average.

At AEP we will continue to provide the industry's best cost/value structure for our customers. We value the relationship with each of our customers and are working diligently to limit exposure to volatile raw material and energy markets and their 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 Industries, Inc.

Best regards,

A handwritten signature in blue ink that reads "J. Brendan Barba". The signature is written in a cursive style.

Brendan Barba
Chairman and CEO