

July 11th, 2025

PRICE INCREASE ANNOUNCEMENT

Dear Valued Customer,

This letter is to inform you of an upcoming price adjustment for our Flame Retardant ABS products. This change is due to significant and sustained increases in global antimony prices, primarily driven by export restrictions imposed by China. These restrictions have disrupted the global antimony supply chain, compelling us to procure alternative materials at substantially higher costs. This issue has persisted since the second half of last year, and market prices for flame retardants have long since escalated. While we had been able to secure a relatively stable supply through strategic sourcing channels, we are now in a situation where it is no longer possible to ensure supply without using significantly more expensive flame retardants. This makes it necessary for us to issue a price increase for these products by the amount listed below:

- **STAREX® FR-ABS Resins:** +\$US 0.45/lb (\$1.00/kg)

The reason of this price increase announcement is only due to antimony price surge and is not related to the new trade tariffs being imposed by the US government or elsewhere.

This price increase will be effective for all shipments made on or after August 1st, 2025. Please adjust your purchase orders to reflect the new pricing. For more information, please contact your Lotte Chemical Account Manager for any questions you may have. Thank you for your business and we look forward to continuing to serve your plastic resin needs.

Sincerely,



Brian Grosser
Executive Vice President
Lotte Chemical California, Inc.

