CALIFORNIA PAPER BAG, INC.

1829 DANA STREET UNIT A GLENDALE, CA 91201

OFFICE: (818) 240-6717 FAX: (818) 240-7367

E-MAIL: CALPAPERBAG@EARTHLINK.NET

October 12, 2026

To Our Valued Customers:

Since our last increase in May of 2025, we have seen a steady increase in the cost of materials and fuel, as well as other operating costs. Recently the closing of mills has caused an increase in price and shortage of materials. We were hoping it would be temporary however we are seeing a continuous increase across the board. While we have done our best to hold off on any increases it is no longer possible to do so. In an effort to maintain the quality, service, and reliability our customers expect we will be increasing our prices on foil lined bags by 3%, all white bags by 5%, yellow, natural, wax coated and custom paper bags by 6%.

Only 1 stock order of regular volume will be accepted at current prices, and all custom orders will be billed at the new cost. Stock orders should be placed at least 14 days in advance.

Please update your records accordingly. Thank you for your understanding. We hope to continue serving you in the future.

Cordially,

Tony Perez
Vice President
California Paper Bag, Inc.