

May 29, 2026

Dear Valued Customer,

**Subject: Notice of Product Price Increase**

First of all, we sincerely appreciate your continued support and partnership.

Due to the recent geopolitical situation in the Middle East, prices for petroleum-related raw materials, including naphtha-based materials, have continued to rise globally. In addition, fuel costs, electricity costs, logistics expenses, and auxiliary material costs have also increased significantly, resulting in a substantial impact on our overall manufacturing costs.

Furthermore, increasing labor costs associated with global inflationary pressures are also affecting our manufacturing operations and supply structure, making it increasingly difficult to maintain stable production and supply systems under the current cost environment.

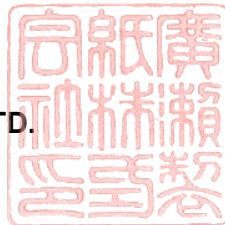
Hirose Paper has continuously implemented productivity improvements and cost reduction initiatives. However, the recent and ongoing escalation of overall costs has reached a level that is becoming increasingly difficult to absorb solely through our internal efforts.

Under these circumstances, we regret to inform you that we will need to implement product price increases as outlined below.

We sincerely ask for your understanding and cooperation, and we remain fully committed to maintaining product quality and stable supply.

Sincerely yours,

**HIROSE PAPER MFG. CO., LTD.**



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**Price Adjustment:**

Up to approximately 20% on all products

**Effective Timing:**

Applicable to shipments from July 2026 onward

Further details will be separately communicated and discussed.