



**December 23, 2010**

**Important Announcement**

PPC Industries is pleased to announce our acquisition of Kelcourt Plastics. Kelcourt is the premier custom medical tubing extruder in North America with operations in the western US, Asia and Europe. Kelcourt was founded over 29 years ago and is known for its customer focus, engineering support and consistent quality products. PPC's own tubing capabilities in Costa Rica will be significantly enhanced with addition of the Kelcourt engineering and management team. By combining with Kelcourt Plastics, PPC will greatly strengthen and broaden its medical tubing capabilities as well as obtain valuable expertise in the evolving field of medical grade compounds and materials. At the same time, PPC will provide Kelcourt the opportunity to offer medical thermoforming films, top peelable webs, pouches and over-wrap films to its customer base. We believe this strategic combination of two very customer focused organizations will yield significant benefits of product choice, cost savings potential, worldwide geographic footprint and innovation to our medical customer bases. Kelcourt has become a division of PPC Industries and its management team, led by its President Pat Mickle will continue to focus on new opportunities and expansion plans.

With the merger of PPC and Kelcourt we are also pleased to announce the creation of a medical products division which will be a focused resource for the integration of PPC medical packaging product portfolio with the tubing products of Kelcourt. I am pleased to announce that Joe Dormagen has joined us as VP and General Manager of this new division. Joe has a great understanding of the medical device and product markets, packaging and component requirements and will lead the integration of the combined product offering and coordination of our approach to our valued customers. We are very excited and pleased to have Joe as part of our team.

Please feel free to contact me or our sales group for further information or questions. We are very excited and anxious to get going with this new important chapter in our growth. Thank you for your support over the years!

Sincerely,  
*TS Cowan*

Tom Cowan  
President  
PPC Industries, Inc.