



August 24, 2007

Dear Valued USA Customers:

This letter is to advise you that effective November 05, 2007, Kruger Products Limited, Away From Home Division will be increasing Into-stock pricing up to ten (10) percent on towels, tissue and napkins. End-User contracts will also increase accordingly. The increase may vary depending on the SKU and category. This increase is a result of major cost increases in raw materials as well as other costs.

Claims for Distributor shipments to End-Users in October will be based on current Into-Stock pricing. November shipments will be based on prices effective November 05, 2007.

Orders placed by October 24, 2007 calling for arrival prior to November 02, 2007 will receive current pricing. October purchases above your monthly average will be billed at new prices.

Price details will follow, including new price lists.

If you have questions, please contact your local Kruger Products Representative.

Thank you for your continued support of Kruger Products Limited.

Sincerely,

Tom Olsen

Tom Olsen
Vice President - USA Business
Away From Home Division