

Ref: CN/cs
Date: 18 October 2016

Subject: PIR Production Update

Due to an unforeseeable production issue affecting one of our main chemical suppliers, our business of producing PIR insulation boards will currently be operated intermittently.

We understand that this situation has arisen because of a serious production issue affecting a manufacturer in our MDI supplier's chain. This raw material is an essential ingredient in the production of methylene diphenyl diisocyanate ("MDI") and MDI is an essential ingredient in the manufacture of PIR.

The impact of this is that this MDI supplier is only able to operate at reduced capacity and they predict that there will be significant delays for all affected MDI products. At this moment in time our MDI supplier is unable to confidently predict how long this situation will continue.

While we continue to assess the likely impact of these unforeseeable conditions, which are beyond our reasonable control, the lack of supply of MDI will significantly impair our ability to manufacture PIR.

We will be in contact again shortly to discuss the quantities of product that we believe that we will be able to supply in accordance with our usual anticipated lead times.

In the meantime, if you have any questions or concerns regarding this notice, please contact Chris Nicholls, our Sales Director on 07739 790681.

Yours sincerely



Dean O'Sullivan
Managing Director