



SUITE 2425
30 N. LASALLE STREET
CHICAGO, IL 60602
TEL 518.561.1812
MRPCAP.COM

Mold-Rite is investing big for the future!

Dear Valued Customer,

Our mission remains to be the most responsive and flexible supplier in the industry. Our factories have responded incredibly well to the increased levels of demand, resulting in production being up by 32%. We expect that to rise to 40% in June. Given these phenomenal numbers and increases in demand, we have inevitably experienced challenges in delighting our customers. However, although our lead times are extended, we ARE still the fastest, most flexible and responsive supplier in the industry and we are committed to getting lead times back to industry-leading levels as quickly as possible. We will accomplish this by doing two things: first by maximizing our output and efficiencies on existing assets and secondly, by quickly investing in the necessary assets which will enable us to service this level of business with the same short lead times and flexibility you expect from Mold-Rite.

Mold-Rite has historically invested capital at a rate substantially higher than the industry average in order to stay ahead of demand and maximize flexibility. This year, we have doubled that level to address the major surge we are seeing. It will take some time to receive and install these assets, but we want you to know we are taking aggressive action to address this situation.

The following is a re-cap of assets recently installed and what we have on order:

- 11 additional growth injection molding machines (4 already installed, 2 will be available in 3Q, the remainder in Q4 timeframe). This will provide relief (40 – 65MM additional capacity/machine) and is double our usual press investment in a year.
- Tooling – total of seven new growth tools and many custom lite plates between now and the end of the year.
- Lining – not as big of a constraint now, however, we did make significant investment to address the need in the future. This is a longer lead item, so will come online early 2021.
- Facility expansions and necessary infrastructure enhancements underway in all three facilities.

We share this to reassure you that Mold-Rite is committed now more than ever to be the most responsive and flexible supplier in the industry! We are investing significantly to recover as quickly as possible. Our factories continue to run extremely well and we are no longer experiencing any COVID impact within our workforce. Our suppliers are ramping back up to full production after COVID slowdowns and shut downs and we worked very hard to ensure stability of supply to minimize the impact on our customers.

We appreciate your ongoing partnership as we continue to grow and invest in the future to ensure sustainable growth together with you our customer.

We are Mold-Rite!