

Date: April 3rd, 2025

Subject: Hansol America's Position on U.S. Import Tariff Announcement

Dear Valued Customers,

Yesterday, April 2nd, President Trump announced a 25% tariff on imports from South Korea, effective from April 5th and 9th. Hansol Paper Co., Ltd., headquartered in South Korea with four paper mills, has a subsidiary, Hansol America Inc., which imports and sells products manufactured by its parent company in the United States. Therefore, this tariff imposition will immediately impact Hansol America.

Hansol respects the U.S. government's decision and will diligently pay the imposed tariffs. However, the paper industry is characterized by low profit margins and high volume sales. The 25% tariff poses a substantial burden, making it challenging to maintain our current pricing structure. We are concerned about the difficulty of simultaneously achieving both price stability and tariff compliance.

Hansol has been operating in the U.S. since the 1990s, consistently growing based on long-term trust with our customers, regardless of market fluctuations. We attribute this growth to the unwavering support and trust of our valued customers. While this change presents an unprecedented challenge, Hansol is committed to working together with our customers to overcome these difficulties.

We deeply appreciate your continued trust and support.

Sincerely,



Sang Oh
President
Hansol America