

Dear Valued Customers

On Friday, May 10th, the US Commerce Department announced the implementation of the second phase of Section 301 tariffs, increasing tariffs from 10% to 25% on \$200 Billion worth of Chinese goods. This tariff impacts a wide range of products including a large portion of items offered by Everflow Supplies Inc. This tariff increase will be going into effect June 1th, 2019.

As a result of the impact of these tariffs, we are forced to raise the net and list prices on the products listed below by the % indicated with an effective date of **Monday, June 3rd, 2019**. Over the next 2 weeks we will be updating our Price sheets on our website to reflect these changes.

Product Category	Approx. Increase	Product Category	Approx. Increase
Malleable #150	13.6%	Brass Fittings	13.6%
Cast Iron Fittings	13.6%	Brass Nipples	13.6%
Ductile Iron Fittings	13.6%	Dielectric	13.6%
XH Maleable #300	15%	Steel Plugs & Bushings	13.6%
Merchant Couplings	15%	Brass Pex Fittings	13.6%
Steel Nipple Sch 40	13.6%	Pex Tubing	15%
Steel Nipple Sch 80 & Precut Pipe Sch 40/80	15%	Grooved Fittings	15%
Flanged Fittings (Cast/Ductile)	15%	Pipe Hangers & Fasteners	13.6%
Steel/Copper Manifolds	15%	Tools/Accessories	15%
Teflon Tape	15%	CPVC Transition Fittings	13.6%
Water Supply Lines	15%	Valves	13.6-15%
Faucets & Acc.	13.6%	Push Fittings	15%
Tubular	13.6%	Gas Connectors	13.6%

Please understand that this situation is beyond our control and we have no choice but to pass on these increases in trade tariffs.

If you have any additional questions please contact your Everflow salesperson or representative.

We would like to thank you for your understanding and appreciate your continued support.

Boyd White

Senior Vice President and Head of Product Management

Everflow Supplies Inc.