ISGA Presentation

August 2012

Agenda

- Inline Plastics Overview
- DPET Material Advantages
- New Container Advantages / ROI
- Packaging Business Review
- Inline Plastics Awards
- Automation
- Q & A

Inline Plastics Overview

- ➤ Top Quality Thermoformer of Plastic Clamshell Packaging for over 40 years
- ➤ 3 Plants Shelton, CT / Atlanta, GA / Salt Lake City, UT
- ➤ Size / Depth of Line
- ➤ Heavy Concentration on Innovation for the Mass Markets - Safe-T-Fresh® — Tamper Resistant
- > Automation Solutions

Environmental Advantages of DPET Material

- Traditional sheet forming processes start with resin pellets that are fed into large dryers to eliminate water in the melting process. These dryers require tremendous amounts of energy to operate.
- The PET resin will then go into a screw drive that melts the material into liquid form before it goes into the extruder rolls. More energy is used in this phase.
- The DPET sheet forming process is a Direct to Sheet technology, which creates the resin from the raw materials suitable to go directly into the extruder, eliminating the drying and melting process.

Environmental Advantages of DPET Material

- Result -- With the elimination of the drying/melting process, DPET sheet can be formed with a much as 30% less energy than the traditional process.
- <u>Conclusion</u>: DPET has a carbon footprint 27.6% lower than PET with no recycled content, mainly due to energy savings in the production process.
- Conclusion: DPET has the same carbon footprint as 50% post-consumer recycled content rPET (very rare in the market); in most cases DPET is superior to recycled materials

New Container Advantages

- Tamper Resistant Safe-T-Fresh Feature
- Stands on it's own or has hang tab feature
- Easy to close
- Product stays closed
- Made from DPET material
- Automation solutions available
- Container is the Industry Standard for Tamper Evident Packaging

Packaging Business Review

- The new Safe-T-Fresh container has a tighter perimeter seal design that provides increased shelf life, freshness, and better protection of the products.
- The container has strategically positioned vents on the sides that ensure that water or moisture from misting will not leak into the container and cause wilting.
- The container also features an integrated hang-tab to enable better merchandising of Sprouts on racks and pegboard displays throughout the store. The hang-tab pops up out of the hinge area as the container is closed, and the container is ready for hanging.
- The Safe-T-Fresh containers incorporate a tamper-resistant locking mechanism and a tear-strip hinge that the consumer removes to gain access to the contents of the container. The design eliminates the need for shrink-bands or wrap-around labels to prevent product tampering, as well as protecting the sprouts better than many types of flexible packaging.
- Besides reducing wasteful packaging, the vented container is manufactured from a low carbon, 100% recyclable #1 DPET plastic.

How this Container will benefit your customers and you!!!!!

- Eliminates unnecessary costs (2 3 cents)
 - Label currently used to keep product closed
 - Labor associated with applying label
 - Reduces SKU, orders, inventory etc.
- Automation Solutions
 - Will help reduce your labor costs and increase profits (ROI)
- Better Sell Through
 - Shrink will be reduced as customers are currently losing
 2% 3% due to product opening unnecessarily

Increasing ROI

- ROI will increase for your customers and you!
 - If Sell Through is currently 85% and we are able to reduce the shrink to 1% with this container you will be able to increase Sell Through by 1% or 2%
 - Increasing your Sell Through will decrease your chances of losing business with your current customers and will improve your chances of picking up additional business with new customers

Inline Plastics Corp.

Good Things Come In Our Packages

INNOVATION and **SUCCESS**

Inline Plastics Corp.

R&D and Marketing

PNA Award - 2008

"Best in Food Safety"



supply Chain Efficiencies Award



PMA FRESH SUMMIT

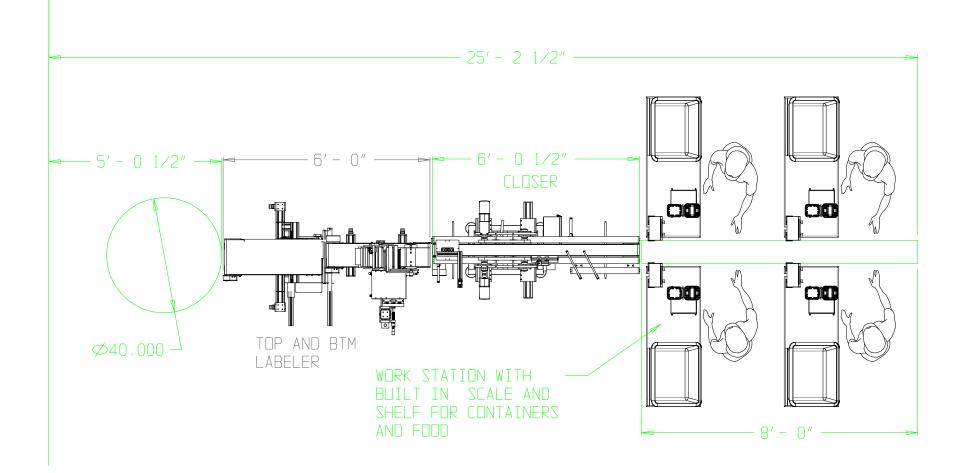
- Displayed in the New Product Showcase Shelf
- PMA Impact Award Nomination
 - Made it to the finals!
 - 1 of 28 Finalists

What Can Automation Do For You

- We generally can supply equipment to our customers cheaper than they can get on their own
- We can do floor plan layouts, head counts and ROI calculations to make you feel confident about the purchase
- We will provide a service call with any new equipment installation and provide onsite training
- Most small to medium processors need labor savings with low investment.
 Your business is not always guaranteed and you need fast payback. We are generally under \$100K for a complete line
- We will support the equipment for the life of ownership



Sample Floor Plan



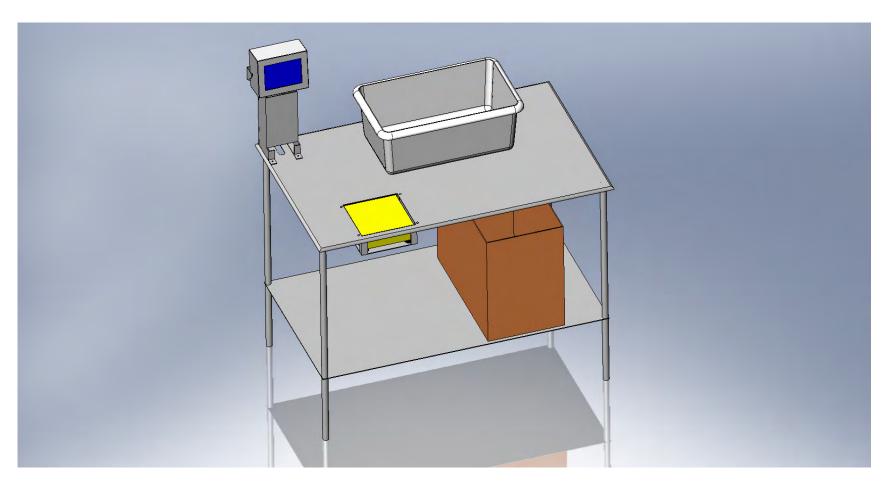
STF CLOSER

\$15,000 UP TO 200 PER MINUTE EASY TO ADJUST WASHDOWN CONSTRUCTION – NO COMPRESSED AIR, STANDARD 110 VOLT ELECTRICITY, OPTION TO ADD A 10 FT LONG CONVEYOR FOR PACKING



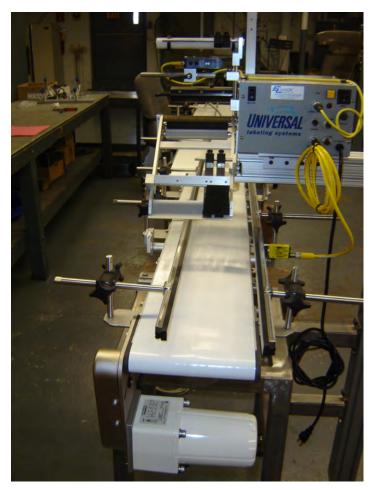
WORK STATION

BUDGET MODELS START AT \$1500 S.S. TOP / GALVANIZED LEGGS AND LOWER SHELF, WE INCORPORATED FEATURES TO ADD ASCALE WITH A FLUSH MOUNT WEIGH PAD AND ELEVATED DISPLAY LIKE THE WEIGHTRONIX MODEL THIS WAS DESIGNED FOR



LABELING

TOP LABELER - \$12,500



TOP & BOTTOM LABELER - \$35,000

