



Weeze, 2 Oct. 2022

We are proud to announce that Kafrit Industries (1993) Ltd ("Kafrit Group"), a global masterbatch and compounds producer, acquired **Delta Kunststoffe AG** of Weeze, Germany, **a leading producer of Conductive and Technical Compounds, Additives and Color Masterbatches in Europe**, on October 2, 2022 from Delta's owners, Mr. Markus Riegler and Mr. Andreas Baessler.

With the acquisition of Delta Kunststoffe AG, Kafrit is significantly expanding its footprint as a global leader in the field of Masterbatch and Compounds, creating significant opportunities, efficiencies, and synergies between Delta Kunststoffe AG and Kafrit Group.

Most importantly, the combined companies will enjoy strategic advantages allowing us to create a robust and technical portfolio that will substantially increase our operating strength.

The addition of Delta Kunststoffe AG to Kafrit Group will also support a sustainable, competitive, technical, and commercial advantage over time to customers globally, particularly in the Conductive and Technical Compounds, Additives and Color Masterbatch.

We are delighted for our mutual customers as we will be offering a stronger and wider portfolio based on Delta Kunststoffe AG's unique know-how and extraordinary level of service. We look forward to continuing to provide all of Delta Kunststoffe AG's customers with state of the art technologies, excellent service, and high quality products.

We will continue to rely on Delta Kunststoffe AG's extraordinary staff, legacy, and capabilities. Their unique market position is a result of a very motivated and dedicated team with in-depth market expertise and an excellent technical approach.

We are pleased that Mr. Baessler will keep his position as the company Managing Director and run it like "business as usual". His experience, knowledge, commitment, and relationships are valuable assets that will help ensure a bright future for all of us.

We would like to thank all our business partners for their long-term relationship, support, and commitment. We trust that it will be kept for many years to come.

Faithfully yours,

On Behalf of Kafrit

Daniel Singer – CEO

Nadav Goldstein – SVP Business Development & Innovation

On Behalf of Delta Kunststoffe AG

Markus Riegler – Owner

Andreas Baessler – Owner and CEO