

ASX - For immediate release

13 May 2022

Pro-Pac Trading Update

Pro-Pac Packaging Limited (ASX: PPG) (Pro-Pac) would like to provide an update to the market on trading conditions.

In early April 2022, Pro-Pac confirmed that it was on track to meet guidance for FY22. Since then, April actual results were below expectations, and we expect this performance to continue into May and June as a result of the following headwinds;

- Raw material supply has continued to be constrained as a result of global sea freight restrictions and unreliability arising from bottle necks in Asia and Europe.
- Costs have been moving faster than a recovery can be achieved in the marketplace, particularly influenced by persistent resin inflation, foreign exchange, and sea freight.
- Production capacity continues to be restricted by the shortages of labour and the ongoing impacts of COVID-19.

As a consequence of these factors, Pro-Pac expects its FY22 underlying PBT result to be circa \$5.0m. This assumes that the divestment of Rigid completes on 30 June 2022, however this may occur earlier.

This announcement has been authorised for release by the Board of Directors.

For further information, please contact:

Investors:

Tim Welsh
Chief Executive Officer & Managing Director
Email: investors@ppgaust.com.au
Tel: + 61 3 9474 4222

Darren Brown
Acting Chief Financial Officer
Email: investors@ppgaust.com.au
Tel: +61 3 9474 4222

Media:

Hayley Morris
MorrisBrown Communications
Email: hayley@morris-brown.com.au
Tel: +61 407 789 018

Olivia Brown
MorrisBrown Communications
Email: olivia@morris-brown.com.au
Tel: +61 409 524 960

About Pro-Pac:

Pro-Pac Packaging Limited (ASX: PPG) is an innovative Flexibles, Industrial Specialty Packaging and Rigid packaging company with a diversified distribution and manufacturing network throughout Australia and New Zealand. Headquartered in Melbourne, Pro-Pac delivers bespoke packaging solutions for a broad group of blue-chip and SME clients in the industrial, food and beverage, health, agriculture and manufacturing sectors. For further information, please visit www.ppgaust.com.au

Forward-Looking Statements:

Some of the statements in this document constitute “forward-looking statements”. These forward-looking statements reflect Pro-Pac’s current intentions, plans, expectations, assumptions and beliefs about future events and are subject to risks, uncertainties and other factors, many of which are outside Pro-Pac’s control. Important factors that could cause actual results to differ materially from the expectations expressed or implied in the forward-looking statements include known and unknown risks. Because actual results could differ materially from Pro-Pac’s current intentions, plans, expectations, assumptions and beliefs about the future, you are urged to view all forward-looking statements contained in this document with caution.