

CH-9475 Sevelen, February 25, 2020

Notification of Corona-Virus and its effects

Dear valued Customer

We are all concerned about the possible impact of the Coronavirus outbreak in China. Concerns about supply chain disruptions that occur worldwide due to the corona virus impact in China are increasingly felt. For this reason, we would like to inform you about the current situation and possible effects upon our supply chain.

Due to the quite large backward integration of our production, we have been able to maintain our customer deliveries without any major problems. No bottlenecks have yet occurred in the area of specialty chemicals and textile auxiliaries. This is mainly due to the fact that with the right inventory control we have been able to avoid negative effects on our production so far. We also have alternative raw material suppliers, which can be used to bridge a possible raw material shortage.

For dyes and their precursors which are produced in China, there are currently significant delivery problems. However, this is not related to the Corona virus, but to increased environmental protection requirements in China. Our partners have delivered to us flawlessly to date, which is why we were able to maintain our usual, fast delivery service.

Work has now resumed in most parts of China, which has led to a slight improvement in supply. We are glad that so far there are no signs of serious problems in production or in the supply chain inside or outside of our company.

Please be assured that we will do our best to prevent any possible negative effects of the Corona virus on our supply chain. We are of course also happy to receive additional orders from you in order to solve possible problems in your supply chain.

We will keep you up to date should anything change in this situation.

Please do not hesitate to contact your regular contact at Textilcolor AG if you have any further questions. Thank you for your support and continued good cooperation.

Detlef Fischer
CEO / Geschäftsführer



TEXTILCOLOR AG