



March 25, 2008

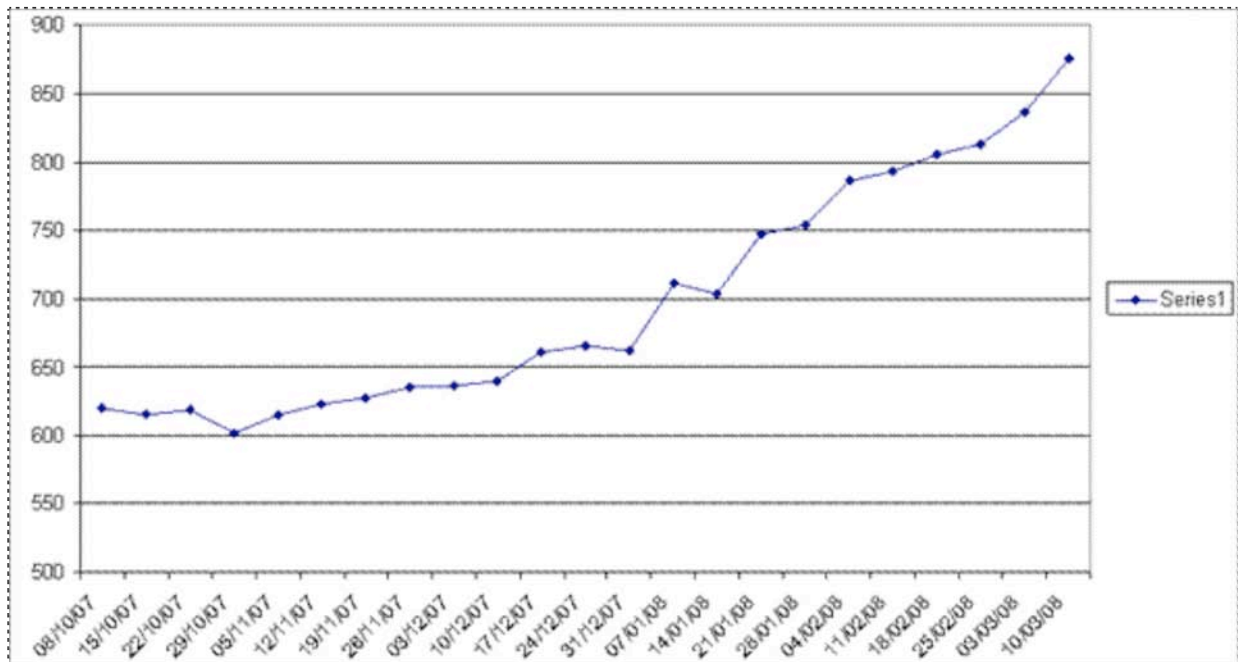
Dear Valued Customer,

Effective April 1, 2008 U.S. Container will raise our delivery charges by \$10.00 per delivery zone.

Effective April 21, 2008 U.S. Container will increase pricing on all steel drums by approximately 18%. Manufacturers are citing dramatic increases in steel pricing and supply shortages as the reasons for this increase. The following link will keep you up-to-date on the latest news and pricing on the steel market:

<http://www.steelonthenet.com/feeds/pricing.php>

The below chart shows the increase in steel pricing from October 8, 2007 through March 10, 2008.



We are being told to expect further increases in steel pricing and we will keep you informed of any changes as soon as they come to our attention. Our customer service and sales teams will have your new pricing available during the first week of April.

The increase in the cost of steel is also causing a shortage in the reconditioned drum market. We have not seen an increase in the cost of reconditioned steel drums to date but we are anticipating

an increase as well as a shortage of supply. Reconditioned Intermediate Bulk Containers (IBC's) are also being affected as customers move to find more economical ways of shipping their products. We suggest reviewing your requirements for the upcoming months and that you place your orders as soon as possible. If you have any drums or IBC's that you would like to have removed from your facility for reconditioning, please contact your sales representative for arrangements.

We appreciate your business and continued support. Please contact your sales representative for any additional information you may need on the pending increases in steel drums or our delivery charges.

Thank you,

Sincerely,

Gary Walker
VP Sales & Marketing