

Supplement to 2020 Annual Report September 1, 2021

To provide more current financial information to our Shareholders and Employees, management is submitting the Company's unaudited summary financial operating information for the first six months of 2021 and comparable figures for the same period in 2020.

During the first six months of 2021, U.S. recovered paper prices reached some of the highest pricing points in history. This is largely due to global demand and the decrease in both newspaper production and lack of sorted office paper ("SOP"). Mills that consume SOP turned to lower grades of wastepaper which are the grades the Company utilizes. This shortage caused prices to increase in five of the six months. In turn the Company announced two price increases during the period and a third was announced in early July. The lack of paper, and the across the board increases of other raw material costs, resulted in the inability to fill orders and left the Company with a significantly large backorder position along with a six month loss.

Net sales for the three months ended June 30, 2021 were \$4,900,757, compared to \$3,799,328 for 2020, an increase of \$1,101,429. Net loss for the three months ended June 30, 2021 was \$(71,441), or \$(0.20) per share, compared to net income of \$775,620, or \$2.15 per share, for the year earlier period.

Net sales for the six months ended June 30, 2021 were \$9,375,504, compared to \$8,807,795 for 2020, an increase of \$567,709. Net loss for the six months ended June 30, 2021 was \$(286,721), or \$(0.79) per share, versus net income of \$922,886, or \$2.56 per share, in 2020.

Unaudited comparative summarized operational information for the periods ended June 30, 2021 and 2020 are as follows:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2021	2020	2021	2020
Net sales	\$ 4,900,757	\$ 3,799,328	\$ 9,375,504	\$ 8,807,795
Operating loss	\$ (34,611)	\$ (686,999)	\$ (208,559)	\$ (473,395)
*Net (loss) income	\$ (71,441)	\$ 775,621	\$ (286,721)	\$ 922,886
Net (loss) income per common share	\$ (0.20)	\$ 2.15	\$ (0.79)	\$ 2.56
Weighted average common shares outstanding	361,419	361,019	361,419	361,019

*On April 21, 2020, the Company entered into a term note agreement as part of the United States Small Business Administration's (the "SBA") Paycheck Protection Program. The funds are to be used to retain employees, as well as for rent and utilities. The loan is for a principal sum of approximately \$1.6 million, and bears interest at a rate of 1% per annum payable over a five-year period after a six-month interest and principal deferral period. The SBA loan may be forgiven if certain criteria are met. Beginning on the date of the loan through the six-month anniversary of the loan, interest on the principal balance will accrue, but no payments of interest will be due. On the sixth month anniversary of the loan, all principal that is not otherwise forgiven will convert to an amortizing term loan. In June 2020, the American Institute of Certified Public Accountants (AICPA) issued Technical Question and Answer (TQA) No. 3200.18, *Borrower Accounting for a Forgivable Loan Received under the Small Business Administration Paycheck Protection Program*. The TQA was prepared after consultation with the staff of the FASB and the Securities and Exchange Commission. Pursuant to TQA 3200.18, the Company has elected to treat the SBA Paycheck Protection Program funds as a government grant since the Company 1) expects to meet the PPP's eligibility criteria, and 2) considers the substance of the transaction a grant expected to be forgiven. The government assistance is recognized as income when there is reasonable assurance that a) any conditions tied to the assistance are satisfied, and b) the Company will receive the assistance. The Company currently is in the process of submitting for forgiveness, however, based upon the Company achieving the requisite expenditure and other requirements, management believes the PPP funds of approximately \$1.6 million will be forgiven. As a result, the Company recorded \$1.6 million of forgiveness income as a component of other income for the year ended December 31, 2020. The Company has been notified that PNC has received the loan forgiveness payment equal to \$1,547,268.04 on the PPP Loan 1886 from the SBA.

The summarized financial data above for the six month periods ended June 30, 2021 and 2020 are derived from unaudited financial information. The historical results are not necessarily indicative of the results of operations to be expected in the future. Results for the six months ended June 30, 2021 may not be indicative of the results for the full fiscal year or for any other future period. You should read the summary financial data together with the financial statements and related notes of the Company contained in the accompanying 2020 Annual Report.

Forward-Looking Statements

Some statements in this supplement may be "forward-looking statements" for the purposes of the Private Securities Litigation Reform Act of 1995. In some cases, forward-looking statements can be identified by words such as "believe," "expect," "anticipate," "plan," "potential," "continue" or similar expressions. Such forward-looking statements are based upon current expectations and beliefs and are subject to a number of factors. These forward-looking statements are subject to risks and uncertainties that may cause actual results to differ materially from those indicated in the forward-looking statements, including but not limited to: events or conditions that affect the building and manufacturing industries in general and the Company in particular, such as general economic conditions, employment levels, the ongoing effects of the current pandemic, interest rates, inflation, costs of energy, weather, strikes, international unrest, terrorist acts and other factors; competitive, regulatory and market conditions, such as changes in choices regarding building materials by architects and builders and packing products by industrial firms; the performance of new products and the continued acceptance of current products in the marketplace; the execution of strategic initiatives and alliances; and other important factors disclosed previously and from time to time in the Company's Annual Report and accompanying material. Therefore, the reader is cautioned not to rely on these forward-looking statements. The Company disclaims any intent or obligation to update these forward-looking statements.