



**AEP INDUSTRIES INC.'S DISCLOSURE  
UNDER THE CALIFORNIA TRANSPARENCY IN SUPPLY CHAINS ACT  
(Effective January 1, 2012)**

AEP Industries Inc. ("AEP") is committed to ensuring that working conditions in AEP's supply chain are safe and that workers are treated with respect and dignity. In that regard, AEP maintains a Code of Conduct governing its officer and employee conduct, which is available on AEP's website. The California Transparency in Supply Chains Act of 2010 ("the Act"), Section 1714.43 of the California Civil Code, requires AEP to disclose the information below regarding its efforts to monitor human trafficking and the use of slave labor in its supply chains. Accordingly, AEP makes the following disclosures as required by the Act:

1. **Verification of Supply Chain.** AEP does not currently verify its product supply chains to evaluate and address the risks of human trafficking and slavery. Nonetheless, AEP expects its suppliers to comply with all applicable laws, including those pertaining to human trafficking and slavery. If AEP becomes aware that any of its suppliers do not comply with AEP's expectation that no slave labor or labor resulting from human trafficking is used to supply goods or materials, AEP will take appropriate action in accordance with applicable law, ethics, and its Code of Conduct.
2. **Audits.** AEP has not conducted scheduled audits of its suppliers to evaluate compliance with AEP's expectation that no slave labor or labor resulting from human trafficking is used in its supply chains. If AEP becomes aware that any of its suppliers do not comply with AEP's expectation that no slave labor or labor resulting from human trafficking is used to supply goods or materials, AEP will take appropriate action in accordance with applicable law, ethics, and its Code of Conduct.
3. **Supplier Certification.** While its suppliers are expected to comply with all applicable laws, AEP does not currently require its direct suppliers to affirmatively certify that materials incorporated into its products comply with all applicable laws regarding slavery and human trafficking.
4. **Internal Standards.** Through its Code of Conduct, AEP maintains internal accountability standards and procedures regarding employee and officer compliance with applicable laws and AEP's high ethical standards, which includes any laws regarding slavery and human trafficking.
5. **Employee Training.** AEP does not currently provide training regarding slavery and human trafficking to its employees responsible for supply chain management.

A handwritten signature in black ink, appearing to read "John F. Hughes, Jr.", is written over the typed name.

John F. Hughes, Jr.  
Vice President and Secretary  
May 26, 2016

Corporate Headquarters  
95 Chestnut Ridge Road  
Montvale, New Jersey 07645  
201-641-6600 • 800-999-AEPI (2374)  
www.aepinc.com