



ATTENTION: PLEASE READ

Date: June 10, 2022

Bulletin #: Bul-Pri-0622-007

Subject: Neapco Materials and Transportation Surcharge Communication

This is NOT a Price Increase

To: All Neapco Drivelines Aftermarket Group Customers

To Our Valued Customers,

On December 2, 2021 we sent Bulletin # Bul-Pri-1221-006 informing you a of a 15.1% Materials and Transportation surcharge showing as a separate line item on invoices. Click the link: <https://neapcoparts.com/content/bulletins/Bul-Pri-1221-006.pdf>. The economic factors of inflation, currency, wages, fuel, freight, raw materials, and aggressive commercial terms to maintain supply chains continue to have a significant impact to our cost.

Following the December bulletin, we received feedback from many customers asking to consider incorporating any type of surcharge into the piece price as the surcharge complicates pricing actions for our customers. To honor the overwhelming customer requests, we will be incorporating the Material and Transportation surcharge into your part price **effective 7/1/2022**. Please note **this is not a price increase**. As requested, we are simply combining them to show a total cost by part number.

Any orders dated 6/30/22 or earlier, will continue to show the separate Material and Transportation surcharge line and will phase out once all backorders are shipped.

An updated price file will be available for download from www.NeapcoParts.com no later than June 15, 2022. Instructions will be sent in an e-mail from your Neapco sales representative next week.

As stated in our # Bul-Pri-1221-006, we continue to aggressively navigate the ever-changing and unprecedented market disruptions facing the entire global supply chain. We optimistically accepted these challenges by continuing to drive improvements and efficiencies within our business so we can minimize these impacts and continue to provide the current levels of quality and service our partners expect.

Please contact your Neapco sales representative with any questions you may have. As always, we thank you for your continued support of genuine Neapco products.

Kindest regards,

Tim Goode
Vice President Sales and Marketing
Neapco Driveline Aftermarket Group