

Alpek shuts down Textile and Filament facility

Monterrey, N.L., Mexico. August 18, 2023 – Alpek, S.A.B. de C.V. (“Alpek” or the “Company”) announced today the shutdown of its textile and industrial fiber production facility (“filament”) located in Monterrey. The site was built in 1962, has an installed capacity of 100,000 tons of polymer and filament, and has represented minimal contribution to Alpek’s total EBITDA in recent years.

Alpek is continuously looking for opportunities to create value by streamlining its operations to meet the demands of the competitive markets it serves and assure its financial strength. The production oversupply experienced globally in recent years for the filament industry, among other factors, has significantly reduced its profitability, and as this situation is not expected to change in the near future, the Company has made the challenging decision to close its operations at such facility and will not be substituting production.

“The Company will provide a comprehensive separation package for all collaborators and all necessary support as part of the closure,” stated Jorge Young, Alpek’s CEO. “Although efforts were made, unfortunately this is the only option available at the time. I want to express my heartfelt gratitude to each of the employees of this site for their commitment to the company throughout the years.”

***About Alpek:** Alpek is a leading petrochemical company operating two business segments: “Polyester” (PTA, PET, rPET, and polyester fibers), and “Plastics & Chemicals” (polypropylene, expandable styrenics, and other specialty & industrial chemicals). Alpek is a leading producer of PTA, PET resin and PET sheet worldwide, one of the largest rPET producers in the Americas, the third largest expandable polystyrene manufacturer worldwide, and the only producer of polypropylene in Mexico. In 2022, Alpek reported revenues of U.S. \$10.6 billion and Comparable EBITDA of U.S. \$1.4 billion. The Company operates 35 plants across the United States, Mexico, Canada, Brazil, Argentina, Chile, Oman, Saudi Arabia, and the United Kingdom, and employs over 7,000 people. Alpek is a publicly traded company listed on the Mexican Stock Exchange.*