

The decision to file was a difficult one. But we ultimately felt that a Chapter 11 filing was the best way to facilitate a timely and efficient sale of our assets in Atlanta and to most effectively deal with our real estate situation.

Material processed in Atlanta has been seamlessly transferred to our other facilities.

The Chapter 11 is isolated to QRS of GA. No other QRS facilities or affiliates are negatively affected by the QRS of GA filing.

No material suppliers will be adversely affected.

QRS of GA had two main things going against it:

One, it was heavily reliant on the PET market so was hit hard when the price collapsed.

Two, it was a first generation PRF and was not able to process the volume or add the value to the mixed plastic stream that our other facilities can.

QRS has been in the recycling business for 42 years and we look forward to being around for at least another 42.