

Conflict Minerals Disclosure

As required by Rule 13p-1 of the Securities Exchange Act of 1934, CTI Industries Corporation (“the Company”) conducted a review of its products to determine whether conflict minerals are necessary to the functionality or production of those products. The Company contracts to have vacuum sealing machines manufactured in China by two different manufacturers. The conflict mineral cassiterite and gold are used in the manufacture of the vacuum sealing machines necessary to the functionality of the product. The gold is used to ensure better connectivity between the power module and the printer control board assembly.

Incident to conducting a Reasonable Country of Origin Inquiry (“RCOI”), each manufacturer was contacted by the Company and asked:

1. Are any of the four conflict minerals (gold, tin, tantalum and tungsten) used in the manufacture of the vacuum sealing machines we contract to have manufactured,
2. Are the conflict minerals necessary to the functionality of the vacuum sealing machines and,
3. Are the conflict minerals sourced from the Democratic Republic of the Congo (“DRC”) or an adjoining country (“covered country”)?

As a result of our RCOI, we have concluded we do not manufacture or cause to have manufactured anything using conflict minerals sourced from the DRC or covered country.

The Company does not manufacture or contract to have manufactured any products other than the vacuum sealing machines referenced above which require conflict minerals for either functionality or production.