

PEGAS NONWOVENS SA established a subsidiary in the Republic of South Africa

LUXEMBOURG/ZNOJMO (13 July 2016) – PEGAS NONWOVENS SA (hereinafter "PEGAS NONWOVENS" or "Company") announces that it has established a subsidiary in the Republic of South Africa.

In accordance with the decision of the Board of Directors, announced 16 June 2016, PEGAS has established a subsidiary in the Republic of South Africa under the business name PEGAS NONWOVENS RSA (PTY) LTD. The subsidiary was registered with validity as of 11 July 2016 and is under 100% ownership of the PEGAS Group.

"Through the establishment of the subsidiary, we fulfilled a condition necessary for starting the acquisition process of the identified land parcel. We expect that this process will be formally completed within the next few months," said František Řezáč, CEO and Member of the Board of PEGAS NONWOVENS SA.

On 13 July 2016

Contact for investors and the media:

Jan Židek
Head of External Reporting

PEGAS NONWOVENS
Tel.: +420 515 262 408
GSM: +420 727 964 218
jzidek@pegas.cz

PEGAS NONWOVENS SA, société anonyme, is a holding company based in Luxembourg with operating companies in Znojmo, Czech Republic and in the 6th of October City, Egypt. PEGAS NONWOVENS is a manufacturer of polypropylene / polyethylene nonwoven textiles for the hygiene, industrial, construction, agricultural, medical and other specialized sectors. These textiles are primarily used for the manufacture of baby diapers, feminine hygiene and adult incontinence products. The Company is active in developing new products demanded by the market and thereby maintains its position of technology leader in the European nonwovens market. PEGAS NONWOVENS currently has approximately 570 employees.

PEGAS NONWOVENS SA is a publicly traded company on the Prague and Warsaw stock exchanges.

PEGAS NONWOVENS SA (*société anonyme*) is registered in the registry of commerce and companies R.C.S. in Luxembourg under number B 112.044. The seat of the company is 68-70, boulevard de la Pétrusse, L-2320 Luxembourg, Luxembourg.

Registered at the Commission de Surveillance du Secteur Financier (CSSF) in Luxembourg under number **E-0043**