

## REGULATORY ANNOUNCEMENT

### PEGAS NONWOVENS SA announces management transactions

#### 1. Regulated information

This announcement contains regulated information pursuant to (i) Regulation (EU) No 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse (market abuse regulation) and repealing Directive 2003/6/EC of the European Parliament and of the Council and Commission Directives 2003/124/EC, 2003/125/EC and 2004/72/EC and (ii) Directive 2004/109/EC of the European Parliament and of the Council of 15 December 2004 on the harmonisation of transparency requirements in relation to information about issuers whose securities are admitted to trading on a regulated market and amending Directive 2001/34/EC. The announcement is issued in accordance with article 19 of Regulation (EU) No 596/2014.

#### 2. Information about the issuer of shares

PEGAS NONWOVENS SA, as a joint stock company established pursuant to Luxembourg law (*société anonyme*), reference number CSSF E-0043, with seat at 68-70, boulevard de la Pétrusse, L-2320 Luxembourg and registered with the Luxembourg trade and companies register under number B 112 044 (hereinafter "Company").

#### 3. Announcement about management transactions

On 17 October 2016, the Company received an announcement from persons discharging managerial responsibilities within the issuer ("Announcer") about transactions with financial instruments, the value of which is derived from the share price of the Company.

The subject of the transaction of the Announcers listed below was the exercise of warrants awarded based on the contract dated 22 September 2014 with a strike price of CZK 588.16.

By exercising the warrants the Announcers became entitled to a cash payment in the amount corresponding to the closing price of one share of the Company at the Prague Stock Exchange on the business day preceding the exercise date increased by the amount of the dividends per share, which have been validly declared by PEGAS for the financial year 2014 with respect to the warrants vested in 2014 and the financial years 2014 and 2015 with respect to the warrants vested in 2015, less the strike price of the warrant.

#### 4. Details about management transactions

First name and surname of the Announcer	František Řezáč
Function or other relationship to the issuer:	Member of the Board of Directors
Name of securities issuer:	PEGAS NONWOVENS S.A.
Underlying instrument / ISIN:	Share/LU0275164910
Description of the financial instrument:	Warrant with a right to a cash payout in an amount equivalent to the difference between the closing price of the underlying instrument on the day preceding the exercise increased by the dividends declared for 2014 and the strike price of the warrant
Nature of transaction:	Exercise of warrant
Date of transaction:	13 October 2016
Settlement date:	21 October 2016
Place of transaction:	OTC (off market)
Closing price of the underlying instrument:	CZK 792.00
Dividend declared for 2014:	CZK 30.56 Kč
Warrant strike price:	CZK 588.16
Transaction volume (number of warrants):	19,820 pieces

First name and surname of the Announcer	František Řezáč
Function or other relationship to the issuer:	Member of the Board of Directors
Name of securities issuer:	PEGAS NONWOVENS S.A.
Underlying instrument / ISIN:	Share/LU0275164910
Description of the financial instrument:	Warrant with a right to a cash payout in an amount equivalent to the difference between the closing price of the underlying instrument on the day preceding the exercise increased by the dividends declared for 2014 and 2015 and the strike price of the warrant
Nature of transaction:	Exercise of warrant
Date of transaction:	13 October 2016
Settlement date:	21 October 2016
Place of transaction:	OTC (off market)
Closing price of the underlying instrument:	CZK 792.00
Dividend declared for 2014:	CZK 30.56 Kč
Dividend declared for 2015:	CZK 31.18 Kč
Warrant strike price:	CZK 588.16
Transaction volume (number of warrants):	19,820 pieces

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**

First name and surname of the Announcer	František Klaška
Function or other relationship to the issuer:	Member of the Board of Directors
Name of securities issuer:	PEGAS NONWOVENS S.A.
Underlying instrument / ISIN:	Share/LU0275164910
Description of the financial instrument:	Warrant with a right to a cash payout in an amount equivalent to the difference between the closing price of the underlying instrument on the day preceding the exercise increased by the dividends declared for 2014 and the strike price of the warrant
Nature of transaction:	Exercise of warrant
Date of transaction:	13 October 2016
Settlement date:	21 October 2016
Place of transaction:	OTC (off market)
Closing price of the underlying instrument:	CZK 792.00
Dividend declared for 2014:	CZK 30.56 Kč
Warrant strike price:	CZK 588.16
Transaction volume (number of warrants):	16,805 pieces

First name and surname of the Announcer	František Klaška
Function or other relationship to the issuer:	Member of the Board of Directors
Name of securities issuer:	PEGAS NONWOVENS S.A.
Underlying instrument / ISIN:	Share/LU0275164910
Description of the financial instrument:	Warrant with a right to a cash payout in an amount equivalent to the difference between the closing price of the underlying instrument on the day preceding the exercise increased by the dividends declared for 2014 and 2015 and the strike price of the warrant
Nature of transaction:	Exercise of warrant
Date of transaction:	13 October 2016
Settlement date:	21 October 2016
Place of transaction:	OTC (off market)
Closing price of the underlying instrument:	CZK 792.00
Dividend declared for 2014:	CZK 30.56 Kč
Dividend declared for 2015:	CZK 31.18 Kč
Warrant strike price:	CZK 588.16
Transaction volume (number of warrants):	16,805 pieces

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**

First name and surname of the Announcer	Marian Rašík
Function or other relationship to the issuer:	Member of the Board of Directors
Name of securities issuer:	PEGAS NONWOVENS S.A.
Underlying instrument / ISIN:	Share/LU0275164910
Description of the financial instrument:	Warrant with a right to a cash payout in an amount equivalent to the difference between the closing price of the underlying instrument on the day preceding the exercise increased by the dividends declared for 2014 and the strike price of the warrant
Nature of transaction:	Exercise of warrant
Date of transaction:	13 October 2016
Settlement date:	21 October 2016
Place of transaction:	OTC (off market)
Closing price of the underlying instrument:	CZK 792.00
Dividend declared for 2014:	CZK 30.56 Kč
Warrant strike price:	CZK 588.16
Transaction volume (number of warrants):	15,512 pieces

First name and surname of the Announcer	Marian Rašík
Function or other relationship to the issuer:	Member of the Board of Directors
Name of securities issuer:	PEGAS NONWOVENS S.A.
Underlying instrument / ISIN:	Share/LU0275164910
Description of the financial instrument:	Warrant with a right to a cash payout in an amount equivalent to the difference between the closing price of the underlying instrument on the day preceding the exercise increased by the dividends declared for 2014 and 2015 and the strike price of the warrant
Nature of transaction:	Exercise of warrant
Date of transaction:	13 October 2016
Settlement date:	21 October 2016
Place of transaction:	OTC (off market)
Closing price of the underlying instrument:	CZK 792.00
Dividend declared for 2014:	CZK 30.56 Kč
Dividend declared for 2015:	CZK 31.18 Kč
Warrant strike price:	CZK 588.16
Transaction volume (number of warrants):	15,512 pieces

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**

First name and surname of the Announcer	Jan Sýkora
Function or other relationship to the issuer:	Member of the Board of Directors
Name of securities issuer:	PEGAS NONWOVENS S.A.
Underlying instrument / ISIN:	Share/LU0275164910
Description of the financial instrument:	Warrant with a right to a cash payout in an amount equivalent to the difference between the closing price of the underlying instrument on the day preceding the exercise increased by the dividends declared for 2014 and the strike price of the warrant
Nature of transaction:	Exercise of warrant
Date of transaction:	13 October 2016
Settlement date:	21 October 2016
Place of transaction:	OTC (off market)
Closing price of the underlying instrument:	CZK 792.00
Dividend declared for 2014:	CZK 30.56 Kč
Warrant strike price:	CZK 588.16
Transaction volume (number of warrants):	12,388 pieces

First name and surname of the Announcer	Jan Sýkora
Function or other relationship to the issuer:	Member of the Board of Directors
Name of securities issuer:	PEGAS NONWOVENS S.A.
Underlying instrument / ISIN:	Share/LU0275164910
Description of the financial instrument:	Warrant with a right to a cash payout in an amount equivalent to the difference between the closing price of the underlying instrument on the day preceding the exercise increased by the dividends declared for 2014 and 2015 and the strike price of the warrant
Nature of transaction:	Exercise of warrant
Date of transaction:	13 October 2016
Settlement date:	21 October 2016
Place of transaction:	OTC (off market)
Closing price of the underlying instrument:	CZK 792.00
Dividend declared for 2014:	CZK 30.56 Kč
Dividend declared for 2015:	CZK 31.18 Kč
Warrant strike price:	CZK 588.16
Transaction volume (number of warrants):	12,387 pieces

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**

First name and surname of the Announcer	Marek Modecki
Function or other relationship to the issuer:	Member of the Board of Directors
Name of securities issuer:	PEGAS NONWOVENS S.A.
Underlying instrument / ISIN:	Share/LU0275164910
Description of the financial instrument:	Warrant with a right to a cash payout in an amount equivalent to the difference between the closing price of the underlying instrument on the day preceding the exercise increased by the dividends declared for 2014 and the strike price of the warrant
Nature of transaction:	Exercise of warrant
Date of transaction:	13 October 2016
Settlement date:	21 October 2016
Place of transaction:	OTC (off market)
Closing price of the underlying instrument:	CZK 792.00
Dividend declared for 2014:	CZK 30.56 Kč
Warrant strike price:	CZK 588.16
Transaction volume (number of warrants):	12,388 pieces

First name and surname of the Announcer	Marek Modecki
Function or other relationship to the issuer:	Member of the Board of Directors
Name of securities issuer:	PEGAS NONWOVENS S.A.
Underlying instrument / ISIN:	Share/LU0275164910
Description of the financial instrument:	Warrant with a right to a cash payout in an amount equivalent to the difference between the closing price of the underlying instrument on the day preceding the exercise increased by the dividends declared for 2014 and 2015 and the strike price of the warrant
Nature of transaction:	Exercise of warrant
Date of transaction:	13 October 2016
Settlement date:	21 October 2016
Place of transaction:	OTC (off market)
Closing price of the underlying instrument:	CZK 792.00
Dividend declared for 2014:	CZK 30.56 Kč
Dividend declared for 2015:	CZK 31.18 Kč
Warrant strike price:	CZK 588.16
Transaction volume (number of warrants):	12,387 pieces

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**



18 October 2016

**Jan Židek**

Head of External Reporting

PEGAS NONWOVENS

Tel.: +420 515 262 408

GSM: +420 727 964 218

[jzidek@pegas.cz](mailto:jzidek@pegas.cz)

PEGAS NONWOVENS SA, société anonyme, is a holding company based in Luxembourg with operating companies in Znojmo and Bučovice, 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**