

ASX Release

15 February 2021

Response to media speculation

In response to a speculative article in today's media, Asaleo Care Limited ("Asaleo" or the "Company") confirms that it is engaged in ongoing discussions with the ultimate parent of its major shareholder, Essity Aktiebolag (publ) ("Essity"), in respect of a potential proposal to acquire the outstanding ordinary shares in Asaleo (excluding shares already owned by the Essity Group).

The discussions follow Essity's initial proposal announced to the market on 10 December 2020 and Asaleo's subsequent response to the proposal on 27 January 2021. As part of these discussions, Asaleo has granted limited due diligence to Essity. There is no certainty that this process will result in a transaction.

Asaleo Care shareholders do not need to take any action and Asaleo will provide a further update with its results announcement on 17 February 2021.

Issued by authority of Harry Boon, Chairman of Asaleo Care Limited

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About Asaleo Care (ASX:AHY) Asaleo Care is a leading personal care and hygiene company that manufactures, markets, distributes and sells personal care and hygiene products. Our portfolio of market-leading brands includes Libra, TENA, Tork, Viti and Orchid. The Purex, Sorbent and Handee Ultra brands are not owned in Australia. The Company has 14 manufacturing and distribution facilities throughout Australia, New Zealand and the Pacific Islands. Asaleo Care employs about 650 people who work together to offer products and services which provide care, comfort and confidence every day. For more information visit www.asaleocare.com

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