

Malmö November 19, 2013

## Duni postpones closure of one of its Rexcell production units

Duni's Rexcell subsidiary has decided to extend production of input materials for the hygiene products industry for another year. The decision will permit profitable operations until the production unit is closed.

Duni announced in February 2013 that it planned to close one of the three production units of its Rexcell Tissue & Airlaid AB subsidiary in Skapafors, Sweden. The unit manufactures and sells input materials for the hygiene products industry. Rexcell expected operations to be fully phased out by the first quarter of 2014.

In collaboration with the trade unions, Rexcell has now decided to extend the operations for another year. As a result, one of the Rexcell production units is expected to be fully phased out by March 2015. Given that the subsidiary will nevertheless cut back on its production volumes, it has issued notices of termination for 23 employees.

"We will continue to manufacture input materials for hygiene products, while maintaining satisfactory profitability at the unit. The primary impact of the extension is that employees who are unaffected in the short run will have more time to retrain or find new jobs. Our decision to phase out production of input materials for the hygiene sector stands. Duni's strategy of focusing on our core business remains in place. Our future growth will stem from products that enhance the atmosphere around the set table. That is the focus that will yield the highest return for our shareholders going forward, says Thomas Gustafsson, President and CEO of Duni AB."

For additional information, please feel free to call: Thomas Gustafsson, President and CEO Tel: +46 40 106475

## About Rexcell

Rexcell Tissue & Airlaid AB is a wholly owned subsidiary of Duni AB. Rexcell manufactures tissue and airlaid material for both Duni and external customers. Operations are conducted at three plants located in Skapafors and Dals Langed in Dalsland. Read more on <a href="https://www.rexcell.se">www.rexcell.se</a>.