



Innovative Vehicle Solutions

PRESS RELEASE

Landskrona October 22, 2019

Haldex set to streamline production in Europe

A move of the production from Germany to Hungary

Haldex will streamline their production in Europe through concentrating the production of EBS and air suspension products to Hungary. This entails that the factory in Heidelberg, Germany will be shut down.

Haldex's European region has not managed to increase profitability to a level that meets the expectations. The expected economic downturn and the cost level in Germany has resulted in the decision to move the production. Through co-locating the production in Heidelberg with the production in Szentlőrincskáta in Hungary, economies of scale can be reached whereas the production costs decrease.

In total, 100 people are affected by the shutdown. Out of these, 17 employees will remain at Haldex since they possess regional and global positions located in Germany. The notices will be distributed successively throughout 2020.

Negotiations with the trade union association was initiated today and are expected to be completed in 2019. The costs of the move are difficult to predict as the levels of compensation are part of the negotiations that have just been initiated. When the negotiations are completed, Haldex will announce the estimated costs. The costs will affect the financial result as a non-recurring cost, most probably in the fourth quarter of 2019. The move is expected to be completed during the first half of 2020.

Earlier in October, Haldex announced a similar co-location, moving production from North America to Mexico. Haldex aims at reaching an operating margin of ten percent by 2022, excluding investments in new technology. With these changes in production structure, the savings are estimated to a total of 75 million SEK annually, after they have been fully implemented.

For further information, visit <http://corporate.haldex.com/en> or contact:

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About Haldex

Over 100 years of powerful innovation gives Haldex unsurpassed expertise when it comes to braking systems and air suspension systems for heavy trucks, trailers and buses. We live and breath our business with the goal to deliver robust and technically superior solutions which is founded in a deep insight in our customer's reality. Through focusing on our core competences and the passion we all share, we achieve the agility and flexibility that the market demands. Innovative collaborations aren't only the core of our products, but our philosophy. Our 2300 employees, spread out across four continents, challenge the conventional on a daily basis in order to secure that the products we deliver create a unique value to our customers and the end users. We are listed on Nasdaq Stockholm and have a turnover of approx. 5 billion SEK.

This information is such that Haldex AB (publ) will publish according to the EUs market abuse regulation. The information was made public by the person that has been assigned as media contact in this press release, Tuesday October 22 2019, 13.15.