

Press Release

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First usage of recycled material from Plastic Bank collection centers

Henkel product packaging with "Social Plastic"

Düsseldorf – Henkel was the first global fast-moving consumer goods company to team up with social enterprise Plastic Bank one year ago. The goal: Collecting plastic waste before it enters the ocean. At the collection centers in Haiti, one of the poorest countries in the world, the local population can return collected plastic waste and exchange it for money, goods, or services. The so called "Social Plastic" is then integrated back into the plastic value chain. Now for the first time, Henkel included this Social Plastic in its packaging.

Experts from Laundry & Home Care's packaging development department successfully integrated the recycled plastic in 25,000 bottles for laundry and cleaning products. "We are very pleased with the initial pilot projects of integrating Social Plastic in our packaging. The packaging fulfilled all quality criteria and thus, the products successfully entered the market," says Vineet Varman, Packaging Manager for Laundry Care. "We want to include even more Social Plastic in our product packaging in the future."

As part of the partnership of Henkel and Plastic Bank, three plastic collection centers in Haiti were opened this year. The collected plastic is sorted, processed and then integrated into recycling value chains as Social Plastic - material that has been verified by the Plastic Bank to indicate that the collectors received an above-market price for the plastic waste. Henkel has set itself the objective to explore ways of incorporating Social Plastic into its own product packaging to further promote a circular economy.

Ambitious targets for sustainable packaging

The pilot projects with Social Plastic are underlining Henkel's long-lasting commitment for sustainability, also in the field of packaging. Recently, Henkel













introduced its <u>new packaging strategy</u>. Together with its partners along the value chain Henkel wants to promote sustainable development. Therefore, the company defined specific initiatives for the three key phases of a circular value chain: Materials from sustainable sources, smart packaging design, closing the loop. Additionally, Henkel has set itself ambitious targets: By 2025, 100 percent of the packaging will be recyclable, reusable or compostable*. Within the same timeframe, Henkel aims to use 35 percent recycled plastic for its consumer goods products in Europe.

Further information on Henkel's strategic framework for sustainable packaging can be found at www.henkel.com/sustainability/positions/packaging.

About Henkel

Henkel operates globally with a well-balanced and diversified portfolio. The company holds leading positions with its three business units in both industrial and consumer businesses thanks to strong brands, innovations and technologies. Henkel Adhesive Technologies is the global leader in the adhesives market – across all industry segments worldwide. In its Laundry & Home Care and Beauty Care businesses, Henkel holds leading positions in many markets and categories around the world. Founded in 1876, Henkel looks back on more than 140 years of success. In 2017, Henkel reported sales of 20 billion euros and adjusted operating profit of around 3.5 billion euros. Combined sales of the respective top brands of the three business units – Loctite, Schwarzkopf and Persil – amounted to 6.4 billion euros. Henkel employs more than 53,000 people globally – a passionate and highly diverse team, united by a strong company culture, a common purpose to create sustainable value, and shared values. As a recognized leader in sustainability, Henkel holds top positions in many international indices and rankings. Henkel's preferred shares are listed in the German stock index DAX. For more information, please visit www.henkel.com.

Photo material is available at www.henkel.com/press

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^{*}excluding adhesive products where residue may affect recyclability



In the pilot projects, Social Plastic was integrated into different bottle types for laundry and home care products available in selected countries in Western Europe.

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