sustainability

leading the change towards a sustainable fashion future

Disclaimer

THIS PRESENTATION IS NOT AN OFFER OR SOLICITATION OF AN OFFER TO BUY OR SELL SECURITIES, IT IS SOLELY FOR USE AT A CAPITAL MARKETS EVENT AND IS PROVIDED AS INFORMATION ONLY, THIS PRESENTATION DOES NOT CONTAIN ALL OF THE INFORMATION THAT IS MATERIAL TO AN INVESTOR, THIS PRESENTATION IN AND OF ITSELF SHOULD NOT FORM THE BASIS OF ANY INVESTMENT DECISION, BY ATTENDING THE PRESENTATION OR BY READING THE PRESENTATION SLIDES YOU AGREE TO BE BOUND AS FOLLOWS:

This presentation is not an offer for sale of securities in the United States, Canada or any other jurisdiction.

This presentation may not be all-inclusive and may not contain all of the information that you may consider material. Neither H&M group nor any third party nor any of their respective affiliates, shareholders. directors, officers, employees, agents and advisers makes any expressed or implied representation or warranty as to the completeness, fairness or reasonableness of the information contained herein and none of them accepts any responsibility or liability (including any third party liability) for any loss or damage. whether or not arising from any error or omission in compiling such information or as a result of any party's reliance on or use of such information

Certain data in this presentation was obtained from various external data sources and H&M group has not verified such data with independent sources. Accordingly, H&M group makes no representations as to the accuracy or completeness of that data. Such data involves these risks and uncertainties and is subject to change based on various factors.

By accessing this presentation the recipient will be deemed to represent that they possess, either individually or through their advisers, sufficient investment expertise to understand the information contained herein. The recipient of this presentation must make its own independent investigation and appraisal of the business and financial condition of H&M group. Each recipient is strongly advised to seek its own independent financial, legal, tax, accounting and regulatory advice in relation to any investment.

This presentation does not constitute a prospectus or other offering document or an offer or invitation to subscribe for or purchase any securities and nothing contained herein shall form the basis of any contract or commitment whatsoever. This presentation is being furnished to you solely for your information and may not be reproduced, copied, shared, disseminated or redistributed, in whole or in part, in any manner whatsoever to any other person. The distribution of this presentation in certain jurisdictions may be restricted by law and persons into whose possession this presentation comes should inform themselves about, and observe. any such restrictions.

No securities have been or will be registered under the U.S. Securities Act of 1933, as amended (the Securities Act) or with any securities regulatory authority of any state or other jurisdiction of the United States and securities may not be offered, sold or transferred within the United States or to U.S. persons except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act and applicable state securities laws. This presentation is not a public offer of securities for sale in the United States.

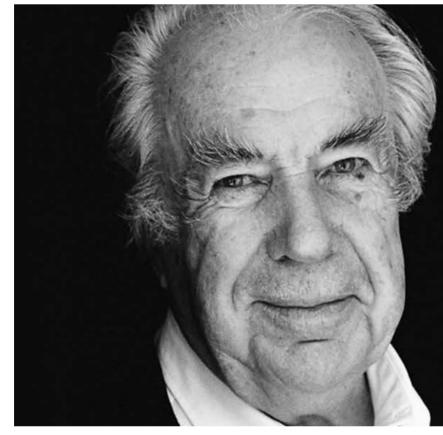
In the United Kingdom this presentation is being made only to and is directed only at (a) persons who have professional experience in matters relating to investments who fall within Article 19(1) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the Order) and (b) other persons to whom it may otherwise lawfully be communicated in accordance with the Order (all such persons together being referred to as relevant persons). Any

investment activity to which this communication may relate is only available to, and any invitation, offer, or agreement to engage in such investment activity will be engaged in only with, relevant persons. Any person who is not a relevant person should not act or rely on this document or any of its contents.

Certain statements contained in this presentation reflect H&M group's current views with respect to future events and financial and operational performance. Except for the historical information contained herein, statements in this presentation which contain words or phrases such as "will", "aim", "will likely result", "would", "believe", "may", "result", "expect", "will continue", "anticipate", "estimate", "intend", "plan", "contemplate", "seek to", "future", "objective", "goal", "strategy", "philosophy", "project", "should". "view", "will pursue" and similar expressions or variations of such expressions may constitute "forward-looking statements". These forward-looking statements involve a number of risks, uncertainties and other factors that could cause H&M group's actual development and results to differ materially from any development or result expressed or implied by such forward-looking statements. H&M group undertakes no obligation to publicly update or revise forwardlooking statements contained herein, whether as a result of new information, future events or otherwise. In addition, forward-looking statements contained in this presentation regarding past trends or activities should not be taken as a representation that such trends or activities will continue in the future. You should not place undue reliance on forward-looking statements, which speak only as of the date of this presentation.







"I want to sleep well at night knowing we have done the right thing"

Erling Persson

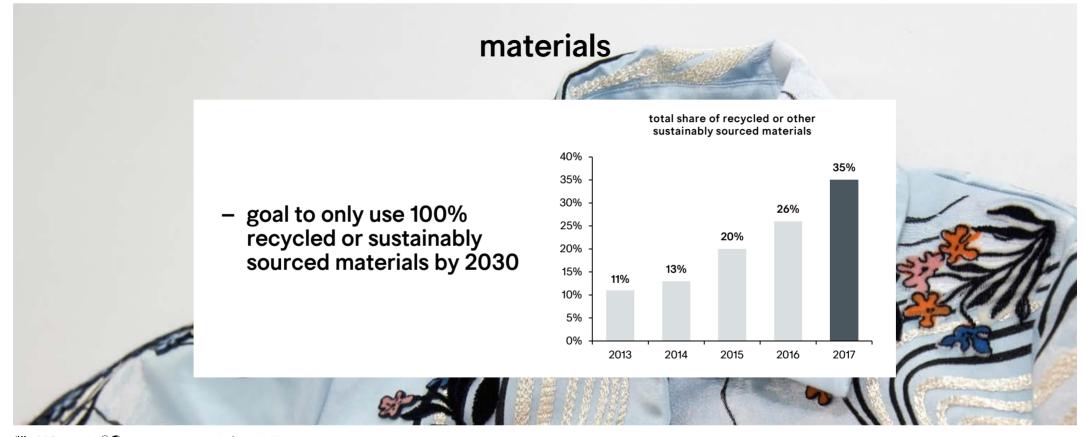


8.5 billion people by 2030





100% circular



examples of innovative materials



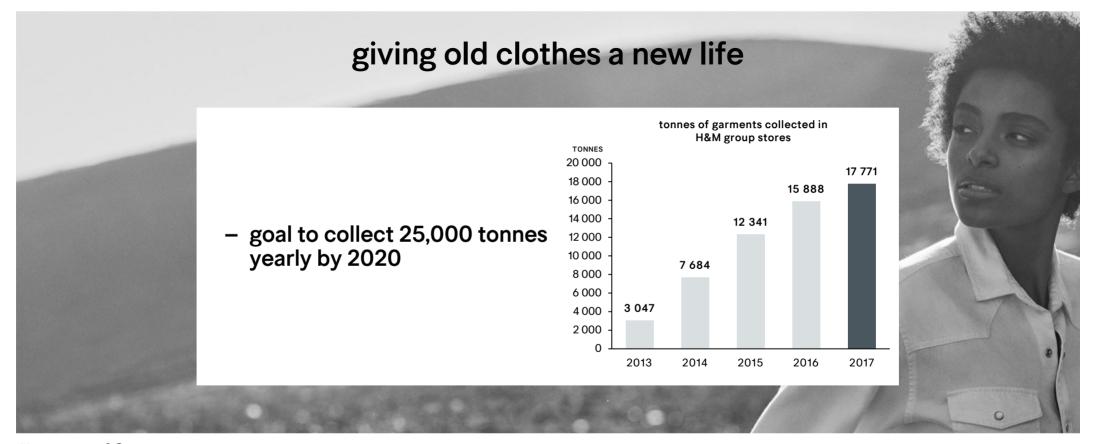
re:newcell

global change award



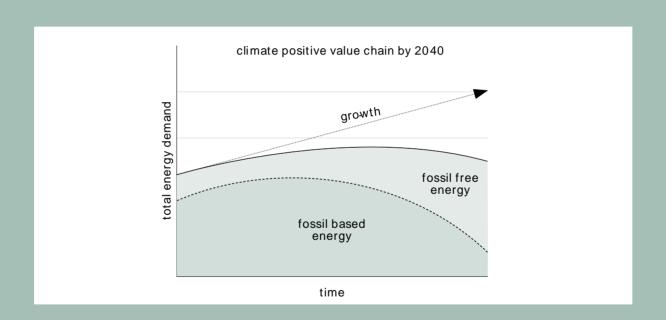
Global Change Award

AN INNOVATION CHALLENGE BY H&M FOUNDATION





climate positive value chain by 2040

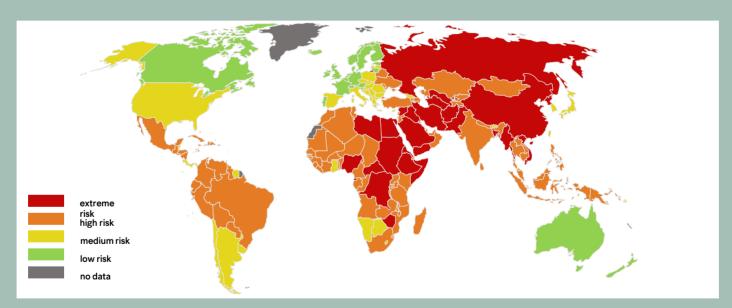








HAM COS WEEKDAY (2) MONKL HMHOME & other Status ARKET



Human Rights Risk Index, Maplecroft 2016

HM COS WEEKDAY @ MONKL HMHOME Lether Status ARKET

our production markets key collaboration with approx. 800 suppliers globally who also produce for other brands - 80% of production in Asia, 20% in Europe and Africa 1.6 million people employed by our suppliers





73% of millennials are willing to spend more on a product if it comes from a sustainable brand*

*Nielsen Global Corporate Sustainability Report, 2015

transparency

- key to build trust and drive impact
- enables customers to make more sustainable choices
- H&M group first company to implement Higg index on all 1st tier suppliers



making fashion sustainable and sustainability fashionable





thank you!