

THE NOMINATION COMMITTEE'S REASONED STATEMENT AS REGARDS PROPOSAL OF BOARD OF DIRECTORS IN ALFA LAVAL AB (PUBL)

The Nomination Committee proposes re-election of board members Gunilla Berg, Arne Frank, Ulla Litzén, Anders Narvinger, Finn Rausing, Jörn Rausing, Lars Renström and Ulf Wiinberg. The Nomination Committee further proposes election of Margareth Øvrum. Björn Hägglund has declined re-election.

In addition, the Nomination Committee proposes that Anders Narvinger is re-appointed as Chairman of the Board of Directors. Should Anders Narvinger's assignment as Chairman of the Board of Directors end prematurely, the Board of Directors shall appoint a new Chairman.

The Nomination Committee's proposal entails that the Board of Directors, during the next term, will consist of nine members elected by the General Meeting.

Information on the members proposed to the Board of Directors is presented on Alfa Laval's website, under the information regarding the 2015 Annual General Meeting (<http://www.alfalaval.com/about-us/investors/corporate-governance/board-of-directors/pages/board-of-directors.aspx>).

Given that Björn Hägglund declined re-election, the Nomination Committee decided to consider who should be elected as new member of the Board of Directors. After defining a requirement profile, the Nomination Committee has sought candidates where also the requirements relating to diversity, variety and gender balance set out in the Swedish Corporate Governance Code ("the Code") (Sw. *Svensk kod för bolagsstyrning*) and nomination proposals from shareholders has been considered. The Nomination Committee has thereafter decided to propose Margareth Øvrum as new member of the Board of Directors. Margareth Øvrum is since 2012 Executive vice president Technology, Projects and Drilling at Statoil ASA. The Nomination Committee considers that Margareth Øvrum is well

qualified as member of the Board of Directors considering the Company's business and that Margareth Øvrum will be able to contribute deep knowledge and experience from the oil and gas industry, international business operations as well as a wide network of contacts within the Norwegian business sector to the Board of Directors.

The Nomination Committee has during its work studied an internal evaluation of the work of the Board of Directors, carried out by the Chairman of the Board of Directors. The evaluation is done by open discussions and interviews with the individual members of the Board of Directors. The evaluation focuses on the working methods of the Board of Directors, its working climate and the need of specific board experience. Furthermore, the Nomination Committee has interviewed members of the Board of Directors and has also met the CEO of Alfa Laval, who has reported on the Company's operations. The proposal which is presented to the Annual General Meeting has been prepared in accordance with the framework for the work of the Nomination Committee, decided at the Annual General Meeting of Alfa Laval AB on 28 April 2014.

With regard to the Company's global operations, the Nomination Committee has in its work strived to present a proposal on the composition of the Board of Directors characterized by diversity and variety with respect to experience, knowledge, competence and background. The Nomination Committee has in particular considered that the members of the Board of Directors altogether represent a variety of, for Alfa Laval, relevant industrial experience. The Nomination Committee has also assessed the Code's requirement for gender balance on the Board of Directors. The proposed Board of Directors consists of three women and six men, which corresponds to a women's proportion of 33% (preceding year 22%). Calculated excluding the CEO, which is the measure used by EU, the proportion is 38%. This is well in line with the ambitions communicated by the Swedish Corporate Governance Board.

Taken together, the Nomination Committee considers the proposed Board of Directors to, with respect to the Company's operations,

development and in other respects, constitutes an appropriate composition characterized by diversity and variety with respect to the competence, experience, and background of the members elected by the General Meeting.

The Nomination Committee has, in accordance with the requirements set forth in the Code, discussed the issue concerning the members of the Board of Directors' independency. The Nomination Committee has assessed that eight out of the nine members proposed to be elected by the General Meeting are independent of the Company and the management. In this regard, Lars Renström, the CEO of Alfa Laval, constitutes an exception. Further, the Nomination Committee has assessed that all of the members to be elected by the General Meeting, except for board members Lars Renström, Finn Rausing and Jörn Rausing, are independent of the Company's major shareholders. Accordingly, the proposal on the composition of the Board of Directors meets applicable requirements of independent board members as set forth in the Code.

Lund, Sweden, in March 2015

The Nomination Committee of Alfa Laval AB (publ)