



**Laundry Systems Group (LSG) and
Alliance Laundry Systems (ALS)
signed a conditional sales agreement
with respect to LSG's CLD division**



May 23, 2006

Laundry Systems Group, a world leader in supplying equipment and systems to the laundry industry, has signed a conditional sales agreement with Alliance Laundry Systems LLC (ALS) with respect to its CLD division.

The Board and the management of LSG has, after due consideration, signed an agreement with respect to selling LSG's Commercial Laundry Division operations to ALS for approximately 59 million euro.

ALS is the leading commercial laundry manufacturer in North America, and offers products and services to Laundromats, multi-housing laundries, on-premise laundries and drycleaners.

The Commercial Laundry Division ("CLD") of LSG realized a revenue of 85,3 mio euro in 2005 and an operating profit before group charges of 7,1 mio euro.

Completion of the transaction is subject to confirmatory due diligence and customary closing conditions. Consequently, there is no certainty about the final price.

The transaction is expected to be finalized during the third quarter of 2006.

If necessary, further announcements will be made to the market in due course.

Profile

Laundry Systems Group is one of the major suppliers for the laundry industry. Customers include coin laundries, commercial laundries, on-premise laundries (hotels, hospitals, cruise ships) and textile rental companies. The product range varies from stand-alone washer extractors, dryers, ironers over transportation and handling systems, tunnel washers, separators, feeders, folders to the complete project management for fully-equipped and professionally managed industrial laundries. LSG has operations in 11 countries, serves customers in more than 80 countries and employs some 1300 employees worldwide. Since 1997 the company has been quoted on Euronext.

This press release is also available on the corporate website (www.lsg.be).

(End of press release)

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