

THE PROPOSAL BY THE BOARD OF DIRECTORS OF HEMFOSA FASTIGHETER AB (PUBL) REGARDING A RESOLUTION TO AUTHORISE THE BOARD TO RESOLVE ON NEW ISSUES OF ORDINARY SHARES (AGENDA ITEM 14)

The Board of Directors and management see continued good potential to carry out acquisitions of real property in order to increase company growth and improve results and cash flow, and thereby attend to the interests of the shareholders. Even though the Board of Directors proposes that the Annual General Meeting shall approve the resolution regarding a new issue of shares with pre-emption rights (item 13 on the agenda), the Board of Directors proposes that the Board of Directors shall also have a limited authorisation to resolve on issues of ordinary shares to be well prepared to be able to explore acquisition opportunities which are considered to be beneficial to the company.

The Board of Directors therefore proposes that the Annual General Meeting resolves to authorise the Board of Directors to, on one or more occasions for the period until the end of the next Annual General Meeting, with or without deviation from the shareholders' pre-emption right, resolve upon a new issue of ordinary shares to the extent that such new issue can be made without amending the articles of association. The total number of ordinary shares that may be issued pursuant to the authorisation may not exceed ten per cent of the total ordinary shares in Hemfosa, at the time of exercising the authorisation. Such new ordinary shares shall be issued at a subscription price corresponding to market terms and payment can be made, except for payment in cash, by assets contributed in kind or by set-off.

The purpose of the authorisation, and the reason for any deviation from the shareholders' pre-emption right, is that the Board of Directors shall be able to resolve on new issues in order to finance acquisitions of real property or real property companies, or part of real property or real property companies, or in order to finance investments in new or existing real property.

The Board of Directors proposes that the CEO, or any person appointed by the CEO, shall be authorised to make minor adjustments of the above resolution mentioned above, as may be required in connection with the registration thereof.

Resolution according to the above is only valid if supported by shareholders holding not less than two-thirds of both the votes cast and the shares represented at the Annual General Meeting.

Nacka, March 2016
Hemfosa Fastigheter AB (publ)
Board of Directors