

STATEMENT BY THE BOARD PURSUANT TO CHAPTER 18, SECTION 4, SWEDISH COMPANIES ACT

The Board has proposed that the annual general meeting resolve to a dividend per share of SEK 3.30. Accordingly, the Board issues the following statement in accordance with Chapter 18, Section 4, of the Swedish Companies Act.

The meeting has at its disposal profits carried forward of MSEK 2,659 (including MSEK 1,751 in the share premium reserve (*överkursfond*)), which is increased with the net profit for the year of MSEK 432. Thus, the general meeting has in total a non-restricted equity of MSEK 3,091 at its disposal. The proposed dividend totals MSEK 176, representing 5.3 per cent of the Company's equity and 4.6 per cent of the Group's equity. If the dividend resolution is passed at the meeting, the Company's equity/assets ratio will decrease from 83.6 per cent to 82.8 per cent and the Group's equity/assets ratio will decrease from 65.1 per cent to 64.0 per cent.

The Company's dividend policy is that dividends should amount to 40-60 per cent of the Group's net earnings. The Group's net earnings for the year amounted to MSEK 308. Before arriving at the dividend proposal the Board has taken into account that the proposed dividend of MSEK 176 comprises 57.1 per cent of the Group's net earnings.

The financial position of the Company and the Group as of 31 December 2021 will be described in the annual report of 2021. The annual report will furthermore set out the principles applied when valuing assets, allocations and liabilities. The equity of the Company and the Group is considered to be sufficient in relation to the nature, scope and risks of the business, notwithstanding the dividend payment to the shareholders. The Board has taken into account factors including the historical performance of the Company and the Group, their budgeted performance and the economic situation. As of the balance sheet date the Company did not own any financial instruments that have been valued at their fair value in accordance with Chapter 4, Section 14 a of the Annual Reports Act. Material events subsequent the balance sheet date do not affect the Company's ability to pay a dividend.

The Board has made an assessment of the financial position of the Company and the Group, and also of the ability of the Company and the Group to meet their commitments in the near and long term. After the dividend it is considered that the equity/assets ratio of the Company and the Group will remain good in relation to the sector in which the Company and the Group operate.

The ability of the Company and the Group to meet their payment obligations will not be affected by the dividend. The Company and the Group have good access to both short and long-term credit. These are available at short notice, for which reason the Board considers that the Company and the Group are well prepared to cope with changes in liquidity and other unforeseen events. The liquidity of the Company and the Group is also good in relation to the sector in which the Company and the Group operate.

The Board considers that the Company and the Group have the ability to take business risks in the future and also to withstand potential losses. The ability of the Company and the Group to make further

commercially justified investments in accordance with the Board's plans will not be adversely affected by the dividend.

In view of the above, and also based on other factors of which the Board is aware, and following an assessment of the financial position of the Company and the Group, the Board considers that the proposed dividend is defensible in light of the provisions of Chapter 17, Section 3, second and third paragraphs of the Swedish Companies Act.

The proposed dividend is considered to be defensible taking into account the demands made of the amount of equity by the nature, scope and risks associated with the business and the consolidation requirements, liquidity and general financial position of the Company and the Group.

Stockholm in February 2022
Alimak Group AB (publ)
The Board of Directors