

The board of directors' of Scandi Standard AB (publ) reasoned statement pursuant to Chapter 19, section 22 of the Swedish Companies Act

With reference to the board of directors' proposal to the annual general meeting 2019 of Scandi Standard AB (publ) regarding an authorisation for the board of directors to resolve on acquisitions of own shares, the board of directors submits the following statement in accordance with Chapter 19, section 22 of the Swedish Companies Act.

The board of directors considers that, taking into account the proposed dividend of SEK 2.00 per share (corresponding to a total of approximately SEK 131 million¹) and the board of directors' reasoned statement in accordance with Chapter 18, section 4 of the Swedish Companies Act, that the proposed authorisation for the board of directors to decide on acquisitions of shares in the company is justified in view of the demands with respect to the size of shareholders' equity which are imposed by the nature, scope and risks associated with the company's and the group's operations as well as the company's and the group's need to strengthen its balance sheet, liquidity and financial position in general.

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Stockholm in April 2019
Scandi Standard AB (publ)
The board of directors

¹ Based on a dividend to all shares in the company at the date of the notice of the annual general meeting, except for shares in the company that are expected to be held by the company itself on the record date for the dividend, and is therefore subject to change if the company acquires or disposes own shares before the record date. Accordingly, the company has taken into account the expected allotment under LTIP 2016 when calculating the total amount of the proposed dividend.