



Statement by the Board of Directors regarding proposal for authorisation from the Annual General Meeting on 31 August 2020 to acquire own shares in accordance with Chapter 19, Section 22 of the Swedish Companies Act

The following statement by the Board of Directors of Momentum Group AB (publ) explains why the proposal to the Meeting regarding the repurchase of own shares is defensible taking into consideration the provisions of Chapter 17, Section 3, second and third paragraphs of the Swedish Companies Act.

The Board of Directors proposes that the Annual General Meeting authorises the Board, during the period until the next Annual General Meeting, to acquire a maximum of 10 percent of all shares in the Company, with acquisitions permitted on Nasdaq Stockholm within the registered price range according to the prevailing rules.

The nature and scope of the Company's operations are described in the Articles of Association and published annual reports. The operations conducted by the Company do not give rise to risks other than those that arise or could be expected to arise in the industry or other risks associated with conducting business activities.

As of 31 March 2020, equity in the Parent Company amounted to MSEK 2,067. For the first three months of the 2020/21 financial year (April to June 2020), the Parent Company posted a loss after financial items of MSEK -5. As of 31 March 2020, the Parent Company shareholders' share of the Group's equity amounted to MSEK 2,869. The Group's equity/assets ratio at the beginning of the financial year was 48 percent.

Taking the financial position of the Group into consideration, the Board of Directors finds that the proposed acquisition of own shares is defensible given the requirements imposed on the amount of equity in both the companies and the Group due to the nature, scope and risks associated with the operations and given the Group's consolidation requirements, liquidity and position in other respects. The financial position will remain strong after a possible repurchase of own shares and is deemed to be sufficient to enable the Company to fulfil its short and long-term obligations and make any necessary investments.

Stockholm, July 2020

Momentum Group AB (publ)
Board of Directors

This document is in all respect a translation of the Swedish original. In the event of any differences between this translation and the Swedish original, the latter shall prevail.