

The Board of Directors' statement pursuant to Chapter 18, Section 4 of the Swedish Companies Act (2005:551)

The Board of Directors of Solid Försäkringsaktiebolag (publ), Reg. No. 516401-8482 (the “**Company**”), hereby submits the following statement in accordance with Chapter 18, Section 4 of the Swedish Companies Act (*Sw. aktiebolagslagen (2005:551)*) on why the proposed dividend is compatible with the provisions of Chapter 17, Section 3, paragraph 2 and 3 of the Swedish Companies Act.

The nature and scope of the Company's business are set out in the Company's Articles of Association and the annual report for the financial year 2022. The annual report sets out the Company's financial position as of 31 December 2022. It is further evident which principles that have been applied with respect to the valuation of the Company's assets, reservations and liabilities.

According to the annual report for the financial year 2022, the Company's unrestricted equity at the disposal of the Annual General Meeting (available profits and unrestricted funds but excluding primary capital contributions) amounts to SEK 381,476,112. As of the balance sheet date, 31 December 2022, the Company's restricted equity amounted to SEK 30,000,000. As stated in the annual report, certain financial instruments have been measured at fair value in accordance with Chapter 4, Section 14 a of the Swedish Annual Accounts Act (*Sw. årsredovisningslagen (1995:1554)*). If the valuation had not been at fair value but at the lowest value principle, unrestricted equity would have decreased by approximately SEK 3 million.

The Board of Directors proposes that the Annual General Meeting resolves on a dividend of SEK 2.85 per share (in total SEK 54,958,037.70) and that the remaining available funds of SEK 326,518,074.30 (assuming that the company holds 716,478 own shares that do not entitle to dividends) are carried forward.

In its proposal to the Annual General Meeting 2023, the Board of Directors follows the dividend policy, which requires the Company to distribute at least 50 per cent of the annual net profit in the medium term. The proposed dividend would correspond to approximately 50 per cent of the profits after tax for the financial year 2022.

The Board of Directors has determined that the Company's objective is to maintain a Solvency Capital Quota in excess of 150 per cent. The proposed dividend does not deviate from the financial targets set by the Board of Directors for the Solvency Capital Quota at the proposed time of the dividend.

The Board of Directors notes that after the proposed distribution of profits and taking into account the ongoing share buy-back program and the proposed authorization to buy back shares until the Annual General Meeting 2024, there is no risk of jeopardizing financial stability or the Solvency Capital Quota.

The liquidity will after the payment of the proposed dividend still be satisfactory.

The Board of Directors considers that the proposed dividend to the shareholders is justifiable with regard to:

- the requirements that the nature, scope and risks of the business place on the size of shareholders' equity, and
- the Company's liquidity and financial position in general.

The financial position remains strong after the proposed dividends and is assessed to be fully adequate for the Company to have the ability to meet its obligations and provide the opportunity to make any necessary investments.

Helsingborg in March 2023

The Board of Directors of Solid Försäkringsaktiebolag (publ)