

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), Corp. ID. No. 516401-8482 (the “**Company**”), hereby submits the following statement in accordance with Chapter 18, Section 4 of the Swedish Companies Act (Sw. aktieföretagslagen (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 2023 financial year. The Annual Report sets out the Company's financial position as of 31 December 2023. The Annual Report also presents the principles that have been applied with respect to the valuation of the Company's assets, provisions and liabilities.

According to the Annual Report for the 2023 financial year, the Company's unrestricted equity at the disposal of the Annual General Meeting (available profits and unrestricted funds but excluding Tier 1 capital contributions) amounts to SEK 429,670,741. As of the balance sheet date, 31 December 2023, 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 measurement had not been at fair value but at the lowest value principle, unrestricted equity would have decreased by approximately SEK 2.1 million.

The Board of Directors proposes that the Annual General Meeting resolves on a dividend of SEK 4.50 per share (in total SEK 82,838,448.00) and that the remaining available funds of SEK 346,832,293.00 (assuming that the Company holds 874,978 own shares that do not entitle to dividends) be carried forward.

In its proposal to the 2024 Annual General Meeting, 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 2023 financial year.

The Board of Directors has determined that the Company's objective is to maintain a SCR ratio in excess of 150 per cent. The proposed dividend does not deviate from the financial target set by the Board of Directors for the SCR ratio 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 programme and the proposed authorisation to buy back shares until the 2025 Annual General Meeting, there is no risk of jeopardising the Company's financial stability or SCR ratio.

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

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

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

The Company's financial position will remain 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, March 2024

The Board of Directors of Solid Försäkringsaktiebolag (publ)