

Dividend, SEK 6.25/share

Statement by the Board of Directors pursuant to Chapter 18, section 4 of the Swedish Companies Act on the proposed additional dividend for 2019 prior to Extraordinary General Meeting 2020

The Board of Directors changed the original proposal of a dividend for 2019 totaling SEK 12.50 per share to a dividend of SEK 6.25, which was resolved by the Annual General Meeting on March 26, 2020, and paid on April 2, 2020. The proposed dividend was changed due to the uncertainty in the global economy and the housing market as a result of COVID-19.

Demand has clearly improved during the third quarter, and the percentage of reserved and sold in current production continues to be at a good level and even higher for projects that will be completed in 2020. This, combined with very limited disruptions in terms of staffing and supplier chains, means that the risk level in JM's business has decreased in the third quarter.

Given the above, the Board of Directors and the CEO propose an additional dividend for 2019 of SEK 6.25 per share, totaling SEK 435 million.

At the end of Q3 2020, the financial position was strong. The Group's interest-bearing net liabilities according to segment reporting amounted to SEK 0.4 billion.

The proposed dividend to shareholders decreases the Group's visible equity/assets ratio according to segment reporting from 45 to 44 percent and the Parent Company's visible equity/assets ratio from 40 to 39 percent. The Group's adjusted equity/assets ratio is substantially higher when taking into account the surplus value of the Group's holdings of development properties.

It is the Board's opinion that after the proposed dividend JM will continue to have the financial capacity to meet the requirements that the operation's nature, scope, investment needs and risks place on the shareholders' equity of both the Group and the Parent Company. The proposal is therefore reasonable, taking into account the Group's and the Parent Company's needs for consolidation, liquidity and position in general, which means that the proposal does not prevent the Company and other companies in the Group from meeting their short- and long-term obligations.

Stockholm, October 21, 2020

JM AB (publ)

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Chair of Board*

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*Camilla Krogh
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*Eva Nygren
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*Thomas Thuresson
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*Annica Ånäs
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*Peter Olsson
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