

PRESS RELEASE

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Magnolia Bostad to build new residential units in Arlöv and Lund

Magnolia Bostad has signed an agreement with Valdemar Estate for the acquisition of land in Arlöv outside of Malmö. Magnolia Bostad is also entering into a partnership with Valdemar Skåne to develop an area of land in downtown Lund. Valdemar Estate and Valdemar Skåne are a part of the Danish group Absalon Pension. The projects are expected to result in around 200 new residential units in Arlöv and 450 new residential units in Lund.

The land in Arlöv is located on Dalvägen and the local planning has been approved for residential units. Magnolia Bostad intends to rework the local planning and develop the properties as rental apartments.

The local planning has not yet been approved for the properties in Lund. Magnolia Bostad and Valdemar Skåne, which will own around 30 percent of the project, intend to start working on the local planning immediately. The land, which is located in Stora Råby, is estimated to be able to house at least 450 apartments, of which Magnolia Bostad intends to develop its share (around 330 apartments) as rental apartments and Valdemar Skåne intends to develop tenant-owned apartments. The construction start date has not been determined yet.

Both projects are conditional upon receiving approval for the local plans.

"We have already established a presence in Helsingborg through our two projects, Mariastaden and Oceanhamnen," says Fredrik Lidjan, CEO of Magnolia Bostad. "I am pleased that the new business in Arlöv and Lund will further strengthen our position in southern Sweden."

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Magnolia Bostad was founded in 2009 with the vision of creating modern homes and residential environments through smart functions and attractive architecture. The company develops new housing, both rental apartments and tenant-owned apartments, mainly in attractive locations in Sweden's larger cities and regional capitals. We operate with a holistic view that aims to achieve long-term sustainable development for the society at large. The project portfolio encompasses approximately 5,000 homes. Magnolia Bostad is listed on Nasdaq First North. Pareto Securities is engaged as the Certified Adviser for the Company.

More information about Magnolia Bostad can be found at **www.magnoliabostad.se**