

PRESS RELEASE

July 7, 2015

Magnolia Bostad acquires part of Orminge Centrum

Magnolia Bostad acquires the Nacka Orminge 52:1 property (Hantverkshuset) from Carnifex AB. The property comprises a part of Orminge Centrum, which in the long-term will house around 1,000 new residential units. The property currently consists of one building with a leasable area of 6,300 sqm that is currently being rented by Willy's and other tenants.

Orminge is part of Boo in Nacka Municipality and is located roughly ten kilometers east of Slussen. The municipality has been implementing a new planning program over a period of several years that will facilitate the construction of new homes close to the center square as well as a transportation hub next to the property that will be equipped to serve as a future subway station. The planning program is expected to be adopted by the municipal council during the fall of 2015, after which the work on local planning will begin.

Magnolia Bostad signed an option in 2014 to acquire the property through a corporate transaction and it is now opting to exercise this option. The company intends to construct a building on the property that will consist of around 400 rental units and have retail on the ground floor.

"We have been working with the property owner and Nacka Municipality for several years and I think it will be very exciting to contribute to the development of Orminge Centrum," says Fredrik Lidjan, CEO of Magnolia Bostad.

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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