

PRESS RELEASE

April 19, 2016

Magnolia Bostad inquiries about the prospects of issuing new corporate bonds

Magnolia Bostad has mandated Pareto Securities, ABG Sundal Collier, and Swedbank as financial advisors in order to inquire about the prospects of issuing secured corporate bonds on the Swedish market.

The proceeds from the potential transaction are to be used for refinancing Magnolia Bostad's existing corporate bonds and for Magnolia Bostad's continuous expansion.

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The information contained in this press release is such information that Magnolia Bostad is required to publish in accordance with the Swedish Securities Market Act (2007:528) and/or the Swedish Financial Instruments Trading Act (1991:980). The information was submitted for publication on 19 April 2016 at 8:00 a.m.

Magnolia Bostad develops efficient, attractive and functional residential properties, including rental apartments, tenant-owned apartments and hotels, in attractive locations primarily in Sweden's growth areas. Our work is based on a holistic approach where the operations are conducted in a manner that promotes long-term, sustainable urban development. Magnolia Bostad's share (MAG) is listed on Nasdaq First North. Erik Penser Bank is the Certified Adviser for the Company. More information is available at www.magnoliabostad.se