

## **Statement by the Board of Directors regarding the proposed dividend**

*With reference to the proposal submitted by the Board of Directors of B&B TOOLS AB regarding the dividend for the 2010/2011 financial year, the Board hereby issues the following statement in accordance with Chapters 17-18 of the Swedish Companies Act.*

The Board proposes a dividend of SEK 3.00 (2.50) per share. The proposed dividend corresponds to 43 percent of the Group's earnings per share for the 2010/2011 operating year.

The Board has assessed the Company's and the Group's financial position and the Group's ability to meet its short and long-term obligations. A total of MSEK 84 is required for the proposed dividend payment, which means that, all other things being equal, the Group's equity/assets ratio would decrease by 1.5 percentage points as of 31 March 2011. After payment of the proposed dividend and taking into consideration the prevailing market conditions, the Company's and the Group's equity/assets ratio is deemed to be adequate to meet the demands placed on the operations conducted by the Group.

The Board's assessment is that the proposed dividend is well-balanced taking into account the demands placed on the size of the Company's and the Group's equity and liquidity due to the type of business conducted, its scope and relative risks.

Stockholm, May 2011

The Board of Directors