

Information from the Board of Directors of Kungsleden AB (publ) for the Annual General Meeting on 28 April 2010

Background

On petition of the shareholder Reckon Svenska AB, the AGM (Annual General Meeting) of Kungsleden AB publ (Kungsleden below) on 28 April 2010 will consider the matter of appointing an independent examiner to investigate the circumstances regarding the actions of the Board of Directors/individual Board members in competing activities.

Kungsleden's Board of Directors has interpreted this petition as relating to former Board members' involvement with Hemfosa Fastigheter AB.

Against the above background, the Board of Directors would like to issue the following account of the measures the Board of Directors saw reason to take.

Disclosures

- Jens Engwall left the Board of Directors of Kungsleden AB coincident with the AGM on 22 April 2009.
- Bengt Kjell was re-elected Chairman of the Board of Kungsleden at the AGM on 22 April 2009 and resigned from the Board voluntarily on 21 May 2009.
- Kungsleden's Board has learned that Hemfosa Fastigheter AB started its operations in 2009.

The Board of Directors' judgment and actions after Bengt Kjell left the Board

The Board's view was that Hemfosa Fastigheter AB planned to conduct activities competing with Kungsleden.

Over and above the ethical considerations that could be stressed regarding what transpired, the Board of Directors judged that there could have been a risk that Kungsleden would have suffered harm due to former Board members, one of which had been Chairman, planning competing activities during the time they were Board members.

To investigate the potential economic harm for Kungsleden, the company's Auditor Björn Flink was commissioned to conduct a special inquiry into the events that occurred. This inquiry was conducted as part of the company's audit, although the Board of Directors requested that the inquiry should be conducted immediately, and reported speedily to the Board of Directors.

The period under inquiry was 1 January to 21 May 2009 inclusive. The Auditor's inquiry included the following:

- Review of minutes including all decision support data
- Interviews with all Board members (excluding Bengt Kjell and Jens Engwall) and the Deputy Chief Executive, Johan Risberg

Mr. Flink reported his observations from his inquiry at the Board meeting on 19 August 2009. On request of the Board, Mr. Flink prepared a memorandum on the inquiry, which was submitted to the Board of Directors. Mr. Flink's conclusion is that he did not find *"any circumstances, decisions or failures to act on Bengt Kjell's or Jens Engwall's behalf, which in my opinion, could be considered to have caused Kungsleden AB or its subsidiaries economic harm."*

The Board's conclusion

Against the background of the inquiry conducted by Mr Flink not indicated any irregularities, the Board made the judgement that there is no need for the Board to decide on further investigative actions.

This document, and a summary of the aforementioned inquiry conducted by the company's Auditor, Björn Flink, will be available at the AGM on 28 April 2010.