

*Non-official translation of the Swedish original wording*

**Report by the Board of Directors pursuant to Chapter 18, Section 6 of the Swedish Companies Act**

In consideration of the proposals to the extraordinary general meeting on 5 November 2020 regarding dividends, the Board hereby submits the following report in accordance with Chapter 18, Section 6 of the Swedish Companies Act.

All events of material significance for the company's and the group's financial position which have occurred after the presentation of the annual report for the financial year 2019 are described in the group's interim financial reports, all of which are available at the company's website, [www.ferronordic.com](http://www.ferronordic.com).

According to the latest approved balance sheet, distributable profits available for distribution by the meeting amounted to SEK 239,850,957. No transfers of value have been decided since 31 December 2019. The company's restricted equity remains unchanged. Remaining distributable profits available for distribution by the meeting thus amount to SEK 239,850,957.

Stockholm, 30 September 2020

The Board of Directors of Ferronordic AB (publ)

Magnus Brännström

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