

Åseda, May 19, 2014

ProfilGruppen announces guaranteed rights issue of approx. MSEK 40

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- **The Board of Directors of ProfilGruppen AB (publ) (“ProfilGruppen ” or the “Company”) has resolved on a rights issue of approximately SEK 40 million, before transaction costs**
- **The rights issue is fully secured**
- **The rights issue is subject to approval by the Extraordinary General Meeting, which will be held on 11 June 2014**
- **Full terms of the rights issue will be announced on 10 June 2014 at the latest**
- **The trading in subscription rights is expected to take place as from 19 June 2014 up to and including 30 June 2014**
- **The subscription period will run as from 19 June 2014 up to and including 3 July 2014**
- **The rights issue proceeds will be used in order to strengthen ProfilGruppen's financial position and profitability**

Background and reasons

ProfilGruppen is a supplier of customised aluminium extrusions and components.

The demand for aluminium profiles has since 2010 had a strong decline. During 2011 a cost improvement program was implemented, reducing the overhead cost by approximately MSEK 25 on a yearly basis, equivalent to 42 full time employees. In order to counteract a quick fall in production volumes a number of customer contract's was signed that, over time, has become disadvantageous for the Company. During 2013 ProfilGruppen heavily increased its sales and marketing resources which in the short term burden the result.

The expected financial recovery has taken longer than expected and it is the Board's evaluation that the development of the result risks to harm the customer's, suppliers and creditor's confidence in ProfilGruppen. In order to strengthen the Companies financial position and show that the owners has a long term confidence in the Company the Board of Directors resolved, subject to the Extraordinary General Meeting's approval, on a new share issue of approximately SEK 40 million (before transaction costs). The rights issue proceeds will be used in order to strengthen ProfilGruppen's financial position and profitability

The Board of Directors of ProfilGruppen believes that the combined impact of the increased sales and marketing resources and the rights issue will improve the Company's financial position and increase profitability.



The rights issue

The Board of Directors has on 19 May 2014 resolved, subject to the Extraordinary General Meeting's approval, on a new share issue of approximately SEK 40 million (before transaction costs), with preferential rights for the Company's shareholders, in proportion to the number of shares held as of the record date. In the event that not all shares are subscribed for with preferential rights, the Board of Directors shall resolve on the allotment of shares subscribed for without subscription rights up to the maximum amount of the new share issue. In such case, such shares shall be allotted to those who have subscribed for shares by the exercise of subscription rights and notified that they wish to subscribe for additional shares, irrespective of whether they were shareholders on the record date, pro rata in relation to the number of subscription rights each one has exercised for subscription. In so far as allotment in accordance with the above cannot be executed pro rata, allotment shall be made by drawing of lots. Any remaining shares shall be allotted those who have provided guarantees for the share issue, pro rata in relation to the provided guarantee undertakings.

The Board of Directors will no later than on 10 June 2014 resolve, and announce, the maximum amount of the share capital increase, the number of subscription rights received per share and the number of subscription rights required to subscribe for a new share, the maximum number of shares to be issued and the subscription price to be paid for each new share.

The record date for participation in the rights issue is 17 June 2014 and the subscription period (subscription through payment) runs as from 19 June 2014 up to and including 3 July 2014, with the right for the Board of Directors to extend the subscription period. The trading in subscription rights is expected to take place as from 19 June 2014 up to and including 30 June 2014.

The rights issue is subject to approval by the Extraordinary General Meeting, which will be held on 11 June 2014. For further information, please see notice of the Extraordinary General Meeting in separate press release.

Subscription and guarantee undertakings

The rights issue is fully secured. Ringvägen Venture AB, Barranca Ltd, Lars Johansson, Mats and Kerstin Egeholm, have undertaken to exercise their preferential right in the new share issue, corresponding in total to approximately 51.1 per cent (so-called subscription undertakings). The same shareholders have guaranteed to subscribe for the remaining part of the new share issue (so-called guarantee undertakings). The guarantee commission amounts to 4 per cent of respective guarantors' maximum guaranteed amount according to the guarantee undertakings

Preliminary timetable for the rights issue

10 June, at the latest	The subscription price and offer ratio are announced in a press release
11 June	The Extraordinary General Meeting resolves on approval of the Board of Directors' rights issue resolution
12 June	Last day of trading in ProfilGruppen's share including subscription rights
13 June	ProfilGruppen's share is traded excluding subscription rights
17 June	Record date for allotment of subscription rights, i.e. shareholders who are registered in the Company's share register as of this day will receive subscription rights for participation in the new share issue
18 June	Estimated date for publication of the prospectus
19 June-30 June	Trading in subscription rights
19 February-3July	Subscription period (subscription through payment)
Around 9 July	Announcement of the preliminary outcome of the new share issue

ProfilGruppen is a supplier of customised aluminium extrusions and components.

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