

The Board of Directors' statement in accordance with Chapter 18, Section 4 of the Swedish Companies Act

The Board of Directors has proposed that an amount of SEK 77,744,000 of non-restricted shareholders' equity be distributed to shareholders. After distribution, it is proposed that SEK 121,440,000 be carried forward. The proposed dividend in Hemtex AB corresponds to approximately 39 percent of the company's non-restricted shareholders' equity, which totals SEK 199,184,000 prior to the dividend. In the Group as a whole, retained earnings, including net profit for the year attributable to the Parent Company's owners, amount to SEK 258,793,000 prior to the dividend and SEK 181,049,000 after the dividend.

The Board of Directors finds that there is sufficient coverage for the company's restricted shareholders' equity after proposed distribution of profits.

The nature, scope and risks of the operations

The nature and scope of the operations are described in the Articles of Association and the submitted annual reports. The operations conducted in the company do not involve any other risks than those that occur or that can be assumed to occur in the industry or those risks that are generally associated with conducting business operations. Regarding significant events, refer to the information presented in the Board of Directors' report. No other events that impact on the company's ability to issue dividends took place other than those described in the Board of Directors' report. The company's dependency on the business climate does not deviate from the general norm in the industry.

The financial position of the company and the Group

The financial position of the company and the Group on April 30, 2008 is presented in the most recently submitted annual report. This annual report also outlines the principles applied to the valuation of assets, provisions and liabilities.

Liquidity

The proposed distribution of profits does not affect the company's ability to meet its current and future payment obligations within the prescribed time limit. It is deemed that the company's liquidity preparedness is sufficient to be able to meet the requirements of the liquidity forecasts and provides a high level of preparedness to meet variations in ongoing payment commitments, even after the proposed dividend.

The company's financial position does not give rise to any other assessment than that the company is able to continue its operations and that the company can be expected to fulfill its obligations in the short and long term.

Justifiability of the dividend proposal

In light of the information presented above and other information that has come to the Board's knowledge, it is the opinion of the Board that a comprehensive assessment of the company's and Group's financial position entails that the dividend is justifiable with respect to the demands imposed by the nature, scope and risks of the operations on the amount of the company's and the Group's shareholders' equity, and the demands imposed by consolidation requirements, liquidity and the financial position of the Group operations.

Borås, August 2008

Board of Directors of Hemtex AB (publ)