

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

In accordance with the company's current dividend policy, the Board of Directors has proposed that no dividend be paid to shareholders for the 2008/2009 fiscal year.

In the Group as a whole, retained earnings, including net profit for the year attributable to the Parent company shareholders, amounted to SEK 138,109,000 and total shareholders' equity to SEK 352,915,000. After the end of the fiscal year, the company's position strengthened further through implementation of a rights issue, which contributed SEK 164 M to the company before issue expenses.

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 as a whole or those risks that are generally associated with conducting business operations. With respect to significant events, refer to the information presented in the Board of Directors' Report. Apart from what is stated in the Board of Directors' Report, no other events have occurred that affect the company's ability to pay dividends. 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, 2009 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 company's access to funds is regarded as sufficient to meet the requirements arising from liquidity forecasts and it has favorable access to the funds required to meet variations in ongoing payment commitments.

The company's financial position does not give rise to any assessment other 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.

In view of the information presented above and any other information that has come to the Board's attention, it is the opinion of the Board that a comprehensive assessment of the company's and Group's financial position shows that financing is healthy, taking into account the demands imposed by the nature, scope and risks of the operations in respect of the size of the company's and the Group's shareholders' equity, and the demands imposed by the company's and Group operations in terms of consolidation requirements, liquidity and position in general.

Borås, August 2009

Board of Directors of Hemtex AB (publ)