

Notice of written procedure for senior secured bonds issued by Stillfront Group AB (publ)

To holders of the SEK 500,000,000 senior secured bonds due 2020 with ISIN SE0009973050 (the "Bonds") issued by Stillfront Group AB (publ) (the "Issuer") on 23 May 2017.

Capitalised terms not otherwise defined in this notice shall have the meaning given to them in the terms and conditions relating to the Bonds, dated 23 May 2017 (the "**Terms and Conditions**").

This notice has been sent by Intertrust (Sweden) AB (the "Agent") to direct registered owners and registered authorised nominees (*förvaltare*) of the Bonds recorded as of 18 May 2018 in the debt ledger produced by Euroclear Sweden AB ("Euroclear Sweden"). If you are an authorised nominee under the Swedish Financial Instruments Accounts Act or if you otherwise are holding Bonds on behalf of someone else on a Securities Account, please forward this notice to the holder you represent as soon as possible. See "Voting rights" in section B. (*Decision procedure*) for further information.

At the request of the Issuer, the Agent, acting in its capacity as agent for the Holders under the Terms and Conditions, hereby initiates a written procedure (the "**Written Procedure**") whereby the Holders can approve or reject a proposal from the Issuer to amend and restate the Terms and Conditions and provide certain consents and waivers under the Terms and Conditions. The request and the background thereto is described in section A. (*Request*) below.

Holders may participate in the Written Procedure by completing and sending the voting form attached below to the Agent. The Agent must **receive the voting form no later than by 12.00 (CET) on 8 June 2018** by mail, via courier or e-mail to the addresses indicated below. Votes received thereafter may be disregarded. Please note that the Written Procedure may expire early if the requisite majority consents of the total Adjusted Nominal Amount have been received before **8 June 2018**.

To be eligible to participate in the Written Procedure a person must fulfil the formal criteria for being a Holder on **28 May 2018** (the "**Record Date**"). This means that the person must be registered on a Securities Account with Euroclear Sweden as a direct registered owner (*direktregistreradägare*) or authorised nominee (*förvaltare*) with respect to one or several Bonds.

If you have an interest in a Bond but are not registered as a direct registered owner or authorised nominee on a Securities Account, you need to obtain a power of attorney or other proof of authorisation from the person who fulfils the formal criteria for being a Holder on the Record Date, to be able to participate. An alternative may be to ask the person that is registered as a Holder and holds the Bonds on your behalf to vote in its own name as instructed by you. For further information on voting, please see under *Voting rights* in section B. (*Decision procedure*).

Please contact the securities firm you hold your Bonds through if you do not know how your Bonds are registered or if you need authorisation or other assistance to participate.

A. Request

Background

Rationale

On 9 January 2018, the Issuer completed the acquisition (the “**Acquisition**”) of Altigi GmbH (“**Goodgame**”), which had net revenues amounting to SEK 917 million and EBITDA of SEK 314 million for the year ended 31 December 2017, resulting in pro forma net revenues of SEK 1,083 million and EBITDA of SEK 367 million for the Group in 2017. Total assets of Goodgame were SEK 406 million resulting in *pro forma* total assets of the Group of SEK 1,762 million as of 31 December 2017.

In conjunction with the Acquisition, the Group assumed the existing working capital facility of EUR 20,000,000 held by Goodgame, in accordance with paragraph (f) of the definition of “*Permitted Debt*” in the Terms and Conditions. Such working capital facility, which is provided by Commerzbank AG, does not include any change of control restrictions and has hence survived the Acquisition. The aforementioned working capital facility is undrawn but can comprise a beneficial financing alternative in times of intense marketing for new games or other investments.

It is, however the Group’s preference to procure a working capital facility at the Issuer level rather than in its subsidiaries, and the Group is in dialogue with a reputable Nordic bank to secure a SEK 100,000,000 working capital facility at the Issuer level. Such working capital facility is not intended to compromise the position of the Holders by way of sharing security currently provided to the Holders, but rather only requires changes in permitted maximum amounts. Moreover, moving the working capital facility from a subsidiary to the Issuer will remove any potential structural subordination the Bonds may have been exposed to with the working capital facility at subsidiary level.

As such and in light of the current financial position of the Issuer which is considerably stronger as a result of the Acquisition, the Issuer would like to (i) increase its ability to incur secured financial indebtedness under working capital facilities from the existing maximum of SEK 10,000,000 to SEK 100,000,000, and (ii) to increase its ability to incur financial indebtedness under the general basket of unspecified debt from the existing SEK 5,000,000 to SEK 15,000,000. The Issuer believes this level of financial flexibility is more suited to the needs of the expanded Group and benefits all stakeholders of the Issuer by allowing the Group to fully monetise on positive operational development, *inter alia*, by way of investments in performance marketing and maintaining financial flexibility for small- and medium-sized acquisitions.

In consideration for the Holders consenting to the above requests, the Issuer is prepared to provide the following concessions to the Holders in respect of tighter restrictions in other areas of its business: (i) to restrict the ability of the Issuer to incur acquisition debt in future, unless it both meets the incurrence test and is unwound within 60 days of the acquisition (for the avoidance of doubt including cancellation of the working capital facility provided by Commerzbank AG in conjunction with a consent by the Holders), (ii) reduce the threshold for the leverage ratio relating to the incurrence test from 3.0:1.0 to 2.5:1.0, and (iii) conditional upon the successful approval of the above changes, to pay a consent fee representing 0.075 per cent. of the Nominal Amount of Bonds to all Holders (as further described under “*Consent Fee*” below).

Agreement with Majority Holders

Furthermore, the Issuer and its financial adviser, Carnegie Investment Bank AB (publ), have been in discussions with a number of Holders relating to the proposed request on a confidential basis, resulting in Holders representing over seventy (70) per cent. of the total aggregate Nominal Amount of the Adjusted Nominal Amount outstanding of the Bonds, having prior to the announcement of the Written Procedure irrevocably agreed to vote in favour of the Request in this Written Procedure.

Amendments to the Terms and Conditions

The key amendments proposed to be made to the Terms and Conditions to achieve the Group's intentions set out in "*Rationale*" above are as follows (as set out in full in [Appendix 1](#)):

- 1) to amend item (a) of the definition of "*Incurrence Test*" in Clause 1 (*Definitions and Construction*) of the Terms and Conditions to replace SEK 3.0 with SEK 2.50;
- 2) to delete paragraph (f) of the definition of "*Permitted Debt*" in Clause 1 (*Definitions and Construction*) of the Terms and Conditions and to replace it in its entirety with the following:

“(f) incurred as a result of any Group Company acquiring another entity and which is due to such acquired entity holding Financial Indebtedness, provided that the Incurrence Test is met (calculated pro forma including the acquired entity in question) and, in relation to any such Financial Indebtedness incurred following the Effective Date only, such Financial Indebtedness is unwound within a clean-up period of sixty (60) calendar days from the completion of the relevant acquisition;”
- 3) to amend the Permitted Basket as defined in paragraph (k) of the definition of "*Permitted Debt*" in Clause 1 (*Definitions and Construction*) of the Terms and Conditions from SEK 5,000,000 to SEK 15,000,000;
- 4) to amend paragraph (e) of the definition of "*Permitted Security*" in Clause 1 (*Definitions and Construction*) of the Terms and Conditions to insert the following wording at the end of that definition:

“and that such security is promptly released in connection with the unwinding of such debt in accordance with item (f) in the definition of “Permitted Debt”;” and
- 5) to amend the definition of "*Working Capital Facility*" in Clause 1 (*Definitions and Construction*) of the Terms and Conditions to replace SEK 10,000,000 with SEK 100,000,000.

Consent Fee

In consideration for the successful approval of the Request, the Issuer offers the Holders a one-time consent fee of 0.075 per cent. (flat) of the face value of the respective Holders' holdings of the Bonds (the "**Consent Fee**"). The Consent Fee will be payable to the Holders in accordance with the procedures of Euroclear Sweden within six (6) Business Days (or such longer period as may be required for technical reasons by Euroclear Sweden) from the expiration date of the voting period in the Written Procedure (with record date at end-of-business the date of the expiration date of the voting period in the Written Procedure), conditional upon the Issuer receiving the requisite amount of votes in favour to approve the Request.

Request

Accordingly, the Issuer is hereby requesting the consent of the Holders to an amendment and restatement of the Terms and Conditions on the terms set out in the draft attached hereto as Appendix 1 (the "**Proposed Amended and Restated Terms and Conditions**"), being a comparison showing the proposed changes between the existing Terms and Conditions and the Proposed Amended and Restated Terms and Conditions required in order to effect the requested amendments to the Terms and Condition set out above (the "**Request**").

Other than any amendments prompted by the Request, the remaining provisions of the Terms and Conditions will remain unchanged and continue to apply in their existing form.

Effectiveness of the Request

The Request shall be deemed adopted and effective immediately when the voting period has elapsed and the required majority of consents of the Adjusted Nominal Amount have been received by the Agent.

The Issuer and the Agent shall promptly thereafter execute the Amended and Restated Terms and Conditions and may agree to take any action required to effect the amendments to the Terms and Conditions set out above under "*Amendments to the Terms and Conditions*".

The Agent shall immediately inform the Holders that the Request has become effective and the date on which it has become effective (the "**Effective Date**") by way of sending a notice to Holders, publishing a press release and making an announcement on its website.

All Holders are strongly encouraged to review and consider the Request and the Proposed Amended Terms and Conditions set out in Appendix 1 hereto.

B. Decision procedure

The Agent will determine whether replies received are eligible to participate in the Written Procedure, continuously calculate the replies provided in respect of the Request and determine the result of the Written Procedure as soon as possible based thereon.

Once a requisite majority of consents of the Adjusted Nominal Amount for which Holders reply in the Written Procedure have been received by the Agent, the relevant decision shall be deemed to be adopted, even if the time period for replies in the Written Procedure has not yet expired. Since the Issuer has informed us that Holders and beneficial owners of the Bonds representing over 75 per cent. of the Adjusted Nominal Amount of the Bonds have provided irrevocable undertakings to vote in favour of the Request, it may be that the Written Procedure will end prior to the stated expiry of the period for receiving replies.

Information about the decision taken in the Written Procedure will be sent by notice to the Holders, published on the websites of the Issuer and the Agent and published by way of press release by the Issuer.

Minutes from the Written Procedure shall at the request of a Holder be sent to it by the Issuer or the Agent, as applicable.

If the Request is approved by the Written Procedure it will be binding on all Holders whether they participated in the Written Procedure or voted against the Request or not, in accordance with the Terms and Conditions.

Voting rights

Anyone who wishes to participate in the Written Procedure must on 28 May 2018 (the "**Record Date**"):

- (i) be registered on the Securities Account as a direct registered owner (*direktregistrerad ägare*); or
- (ii) be registered on the Securities Account as authorised nominee (*förvaltare*),

with respect to one or several Bonds.

If you are not registered as a direct registered owner, but your Bonds are held through a registered authorised nominee (*förvaltare*) or another intermediary, you may have two different options to influence the voting for the Bonds.

1. You can ask the authorised nominee or other intermediary that holds the Bonds on your behalf to vote in its own name as instructed by you.
2. You can obtain a power of attorney or other authorisation from the authorised nominee or other intermediary and send in your own voting form based on the authorisation. If you hold your Bonds through several intermediaries, you need to obtain authorisation directly from the intermediary that is registered in the Securities Account, or from each intermediary in the chain of holders, starting with the intermediary that is registered in the Securities Account as authorised nominee or direct registered owner.

Whether one or both of these options are available to you depends on the agreement between you and the authorised nominee or other intermediary that holds the Bonds on your behalf (and the agreement between the intermediaries, if there are more than one).

The Agent recommends that you contact the securities firm that holds the Bonds on your behalf for assistance, if you wish to participate in the Written Procedure and do not know how your Bonds are registered or need authorisation or other assistance to participate.

Bonds owned by the Issuer, any other Group Company or an Affiliate do not entitle the holders to any voting rights and are not included in the Adjusted Nominal Amount.

Quorum

Pursuant to Clause 19.8 of the Terms and Conditions, a quorum in respect of the Written Procedure will only exist if a Holder (or Holders) representing **at least twenty (20) per cent** of the Adjusted Nominal Amount reply to the Request.

If a quorum does not exist, the Agent shall initiate a second Written Procedure, provided that the relevant proposal has not been withdrawn by the Issuer. No quorum requirement will apply to such second Written Procedure. At the option of each Holder, a voting form provided at or before 12.00 (CET) on 8 June 2018 in respect of the Written Procedure shall also remain valid for any such second Written Procedure.

Majority

Pursuant to Clause 19.5 of the Terms and Conditions, **at least two-thirds (2/3)** of the Adjusted Nominal Amount for which Holders reply in the Written Procedure must consent to the Request in order for it to be approved.

Final date to vote in the Written Procedure

The Agent must have received the votes by mail, courier or e-mail to the address indicated below no later than by **12.00 (CET) on 8 June 2018**. Votes received thereafter may be disregarded.

Address for sending replies

By regular mail:
Intertrust (Sweden) AB
Attn: Sandra Westman
P.O. Box 16285
103 25 Stockholm

By courier:

Intertrust (Sweden) AB
Attn: Sandra Westman
Sveavägen 9
10th floor
111 57 Stockholm

By e-mail:

trustee@intertrustgroup.com

VOTING FORM

for the Written Procedure initiated on 22 May 2018 for the senior bonds with ISIN SE0009973050 issued by Stillfront Group AB (publ)

Stillfront Group AB (publ) requests the Holders to approve the Request set out in the notice for the Written Procedure.

The Agent is hereby empowered to enter into all necessary documentation required to implement the Request, in the event the Request is approved.

Reply

Name of person/entity voting: _____

Nominal Amount voted for: _____

The undersigned hereby (put a cross in the appropriate box) votes for alternative:

A) Approve
 B) Reject
 C) Refrain from voting

with respect to the Request.

The undersigned hereby confirms (put a cross in the appropriate box) that this voting form shall constitute a vote also for a second Written Procedure (if any) pursuant to clause 19.9 of the Terms and Conditions with respect to the Request:

Confirmed
 Not confirmed

Signature

Name in print:

Contact information

Email:

Tel:

NOTE: Please attach a power of attorney/authorisation if the person/entity voting is not registered on the Securities Account as a direct registered owner or authorised nominee. The voting form shall be signed by an authorised signatory. A certified copy of a registration certificate or a corresponding authorisation document for the legal entity shall be appended to the voting form for any legal entity voting. The registration certificate, where applicable, may not be older than one year.

POWER OF ATTORNEY/AUTHORISATION¹

for the Written Procedure initiated on 22 May 2018 for the senior bonds with ISIN SE0009973050 issued by Stillfront Group AB (publ)

Authorised Person²: _____

Nominal Amount³: _____

Grantor of authority⁴: _____

We hereby confirm that the Authorised Person specified above has the right to vote for the Nominal Amount set out above.

We represent an aggregate Nominal Amount of⁵: _____

We are (put a cross in the appropriate box):

- Registered as authorised nominee on a Securities Account
- Registered as direct registered owner on a Securities Account
- Other intermediary and hold the Bonds through⁶ _____

Date:

Signature

¹ Use this form to confirm a person's/entity's authority to vote if the person/entity is not registered as a direct registered owner or authorised nominee.
² Insert the name of the person/entity that should be authorised to vote.
³ Insert the aggregate nominal amount the Authorised Person should be able to vote for.
⁴ Insert the name of entity/person confirming the authority.
⁵ The total Nominal Amount the undersigned represents
⁶ Mark this option if the undersigned is not registered as authorised nominee or direct registered owner in the Securities Account kept by Euroclear Sweden. Please insert the name of the firm the undersigned holds the Bonds through.

Further Questions

For further questions please see the relevant contacts below:

To the Agent:

Intertrust (Sweden) AB, trustee@intertrustgroup.com, +46-70-860 61 25.

To the Issuer:

Stillfront Group AB (publ), Sten Wranne, Sten@stillfront.com, +46 705 851258.

To Carnegie Investment Bank AB (publ) (as financial adviser to the Issuer):

Carnegie Investment Bank AB (publ), Daniel Gabriel, Debt Capital Markets,
Daniel.gabriel@carnegie.se, +46 8 5886 87 67.

Stockholm, 22 May 2018

Intertrust (Sweden) AB

as Agent

Proposed Amended and Restated Terms and Conditions

Amended and Restated
Terms & Conditions
Stillfront Group AB (publ)
Maximum SEK 500,000,000
Senior Secured Callable Floating Rate Bonds 2017/2020

Issue Date: ~~23 May 2017~~ [●] 2018

ISIN: SE0009973050

The distribution of this document and the private placement of the Bonds in certain jurisdictions may be restricted by law. Persons into whose possession this document comes are required to inform themselves about, and to observe, such restrictions.

The Bonds have not been and will not be registered under the U.S. Securities Act of 1933, as amended, and are subject to U.S. tax law requirements. The Bonds may not be offered, sold or delivered within the United States of America or to, or for the account or benefit of, U.S. persons.

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Amended and Restated

Terms & Conditions

Stillfront Group AB (publ)

Maximum SEK 500,000,000 Senior Secured Callable Floating Rate Bonds 2017/2020

ISIN: SE0009973050

With effect from (and including) [●] 2018 these Terms and Conditions replace and supersede in every respect the Terms and Conditions dated 23 May 2017.

1. Definitions and Construction

1.1 Definitions

In these terms and conditions (the “**Terms and Conditions**”):

“**Account Operator**” means a bank or other party duly authorised to operate as an account operator pursuant to the Financial Instruments Accounts Act and through which a Holder has opened a Securities Account in respect of its Bonds.

“**Accounting Principles**” means the international financial reporting standards (IFRS) within the meaning of Regulation 1606/2002/EC (or as otherwise adopted or amended from time to time).

“**Adjusted Nominal Amount**” means the total aggregate Nominal Amount of the Bonds outstanding at the relevant time less the Nominal Amount of all Bonds owned by the Issuer, a Group Company or an Affiliate of the Issuer or a Group Company, irrespective of whether such Person is directly registered as owner of such Bonds.

“**Advance Purchase Agreement**” means (i) an advance or deferred purchase agreement if the agreement is in respect of the supply of assets or services and payment is due not more than ninety (90) calendar days after the date of supply, or (ii) any other trade credit incurred in the ordinary course of trade of the relevant Group Company. For the avoidance of doubt, an Earn-Out Agreement shall not constitute an Advance Purchase Agreement.

“**Affiliate**” means any other Person, directly or indirectly, controlling or controlled by or under direct or indirect common control with such specified Person. For the purpose of this definition, “**control**” when used with respect to any Person means the power to direct the management and policies of such Person, directly or indirectly, whether through the ownership of voting securities, by contract or otherwise; and the terms “**controlling**” and “**controlled**” have meanings correlative to the foregoing.

“**Agency Agreement**” means the agency agreement entered into before the Issue Date between the Issuer and the Agent, or any replacement agency agreement entered into after the Issue Date between the Issuer and an agent.

“**Agent**” means the Holders’ agent and security agent under these Terms and Conditions and, if relevant, the other Finance Documents, from time to time; initially Intertrust (Sweden) AB (reg. no. 556625-5476) with registered address Box 162 85, 103 25 Stockholm, Sweden.

“**Babil Games**” means Babil Games FZ LLC (trade license no. 2987/2012 FCZ) with registered address P.O. Box 4422 Fujairah, United Arab Emirates and Babil Games, Jordan Branch (Jordan reg. no. 2740).

“**Bond**” means debt instruments (Sw. *skuldförbindelser*), each for the Nominal Amount and of the type set forth in Chapter 1 Section 3 of the Swedish Financial Instruments Accounts Act (Sw. *lag (1998:1479) om kontoföring av finansiella instrument*), issued by the Issuer under these Terms and Conditions, including the Initial Bonds and any Subsequent Bonds.

“**Business Day**” means a day in Sweden other than a Sunday or other public holiday. Saturdays, Midsummer Eve (Sw. *midsommarafton*), Christmas Eve (Sw. *julafton*) and New Year’s Eve (Sw. *nyårsafton*) shall for the purpose of this definition be deemed to be public holidays.

“**Business Day Convention**” means the first following day that is a Business Day unless that day falls in the next calendar month, in which case that date will be the first preceding day that is a Business Day.

“**Bytro Labs**” means Bytro Labs GmbH (reg. no. HRB 118884).

“**Calculation Principles**” means:

- (a) for the purpose of the Incurrence Test:
- (i) that the Leverage Ratio shall be calculated as per a testing date determined by the Issuer, falling no more than two (2) months prior to the payment of the Restricted Payment or the incurrence of the new Financial Indebtedness (including any Subsequent Bond Issue), which requires that the Incurrence Test is met (as applicable); and
 - (ii) that the Net Debt shall be measured on the relevant testing date so determined, but include the Restricted Payment or the new Financial Indebtedness (as applicable), provided that such Financial Indebtedness is an interest bearing obligation (however, any cash balance resulting from the incurrence of the new Financial Indebtedness shall not reduce the Net Debt);
 - (iii) that the calculation of the Interest Coverage Ratio shall be made for the Relevant Period ending on the last day of the period covered by the most recent Financial Report; and
 - (iv) that the figures for EBITDA, Finance Charges and Net Finance Charges for the Relevant Period ending on the last day of the period covered by the most recent Financial Report (including the new Financial Indebtedness on a *pro forma* basis) shall be used, but adjusted so that (without double counting):
 - (A) any Finance Charges in relation to any Bond that has been repurchased, and not resold, by any Group Company during the Relevant Period, or after the end of the Relevant Period but before the relevant testing date, shall be excluded, *pro forma*, for the entire Relevant Period;
 - (B) the earnings before interest, tax, depreciation, amortisation and impairment charges (calculated on the same basis as EBITDA, *mutatis mutandis*) of entities acquired or disposed of by the Group during the Relevant Period, or after the end of the Relevant Period but before the relevant testing date, shall be included or excluded (as applicable), *pro forma*, for the entire Relevant Period; and

- (C) any Finance Charges in relation to new Financial Indebtedness incurred in relation to an entity acquired during the Relevant Period shall be included, *pro forma*, for the entire Relevant Period; and
- (b) for the purpose of Clause 16 (*Financial Undertakings*), that the earnings before interest, tax, depreciation, amortisation and impairment charges (calculated on the same basis as EBITDA, *mutatis mutandis*) of entities acquired or disposed of by the Group during the Relevant Period shall be included or excluded (as applicable), *pro forma*, for the entire Relevant Period.

“Call Option” means the Issuer’s right to redeem outstanding Bonds in full in accordance with Clause 14.3 (*Early Voluntary Redemption by the Issuer (Call Option)*).

“Call Option Price” means:

- (a) The Make Whole Price if the Call Option is exercised before the First Call Date;
- (b) 103.75 per cent. of the Nominal Amount if the Call Option is exercised on or after the First Call Date up to (but excluding) the date falling twenty-four (24) months after the Issue Date;
- (c) 101.875 per cent. of the Nominal Amount if the Call Option is exercised on or after the date falling twenty four (24) months after the Issue Date up to (but excluding) the date falling thirty (30) months after the Issue Date; or
- (d) 100.9375 per cent. of the Nominal Amount if the Call Option is exercised on or after the date falling thirty (30) months after the Issue Date up to (but excluding) the Final Redemption Date.

“Change of Control Event” means the occurrence of an event or series of events whereby:

- (a) one or more Persons acting together, acquire control over the Issuer and where **“control”** means (i) acquiring or controlling, directly or indirectly, more than fifty (50) per cent. of the voting rights or share capital of the Issuer, or (ii) the right to, directly or indirectly, appoint or remove the whole or a majority of the directors of the board of directors of the Issuer; or
- (b) following the Issue Date, the Issuer ceases to own one hundred (100) per cent. of the issued share capital, voting rights or economical interest of MidCo.

“Coldwood Interactive” means Coldwood Interactive AB (reg. no. 556641-6532).

“Compliance Certificate” means a certificate, in form and substance reasonably satisfactory to the Agent, signed by the Issuer certifying:

- (a) that so far as it is aware no Event of Default is continuing or, if it is aware that an Event of Default is continuing, specifying the event and steps, if any, being taken to remedy it;
- (b) if provided pursuant to paragraph (c)(i) of Clause 15.12.1, including relevant calculations and figures in respect of the Leverage Ratio;
- (c) if provided in connection with the payment of any Restricted Payment or the incurrance of any new Financial Indebtedness (including any Subsequent Bond Issue), which requires that the Incurrence Test is met, that the Incurrence Test is met and

including calculations and figures in respect of the Leverage Ratio and the Interest Coverage Ratio; and

- (d) if provided after a clean-down of the Working Capital Facility has been completed pursuant to Clause 15.6 (*Clean-Down Period*), that such clean-down has been performed and including relevant information regarding such clean-down period.

“Conditions Precedent for Disbursement” means all actions and documents set forth in Clause 6 (*Conditions Precedent for Disbursement*).

“CSD” means the Issuer’s central securities depository and registrar in respect of the Bonds from time to time; initially Euroclear Sweden AB (reg. no. 556112-8074, P.O. Box 191, SE-101 23 Stockholm, Sweden).

“De-listing Event” means the occurrence of an event whereby (i) the shares in the Issuer are not listed and admitted to trading on NASDAQ First North (or any other MTF or Regulated Market) or (ii) trading in the shares in the Issuer on the relevant market is suspended for a period of fifteen (15) consecutive Business Days or more.

“Derivative Transaction” has the meaning set forth in item (e) of the definition “Permitted Debt” below.

“Earn-Out Agreement” means any earn-out agreement or similar arrangement entered into by a Group Company in relation to an acquisition made by the Group.

“EBITDA” means, in respect of the Relevant Period, the consolidated profit of the Group from ordinary activities according to the latest Financial Report:

- (a) **before deducting** any amount of tax on profits, gains or income paid or payable by any Group Company;
- (b) **before deducting** any Net Finance Charges;
- (c) **not including** any accrued interest owing to any Group Company;
- (d) **after adding back** any amount attributable to the amortisation, depreciation or impairment of assets of Group Companies;
- (e) **before taking into account** any Exceptional Items;
- (f) **before deducting** any Transaction Costs;
- (g) **after deducting** the amount of any profit (or **adding back** the amount of any loss) of any Group Company which is attributable to minority interests;
- (h) **plus or minus** the Group’s share of the profits or losses (after finance costs and tax) of entities which are not part of the Group; and
- (i) **before taking into account** any unrealised gains or losses on any derivative instrument (other than any derivative instruments which is accounted for on a hedge account basis);
- (j) **after adding back or deducting**, as the case may be, the amount of any loss or gain against book value arising on a disposal of any asset (other than in the ordinary course of trading);

- (k) **before taking into account** any gain or loss arising from an upward or downward revaluation of any other asset;
- (l) **before taking into account** any gains from debt buy-backs; and
- (m) **not including** any revaluation of amounts payable under any Earn-Out Agreement.

“Effective Date” means [] 2018.

“Escrow Account” means the Issuer’s bank account held with the Escrow Bank into which the Net Proceeds will be transferred and which has been pledged in favour of the Agent and the Holders (represented by the Agent) under the Escrow Account Pledge Agreement.

“Escrow Account Pledge Agreement” means the pledge agreement entered into between the Issuer and the Agent on or before the Issue Date in respect of a first priority pledge over the Escrow Account and all funds standing to the credit of the Escrow Account from time to time, granted in favour of the Agent and the Holders (represented by the Agent).

“Escrow Bank” means Skandinaviska Enskilda Banken AB (publ).

“Event of Default” means an event or circumstance specified in Clause 17.1.

“Exceptional Items” means any exceptional, one-off, non-recurring or extraordinary items to the extent these are one off and non-recurring in nature, in an aggregate amount not exceeding ten (10) per cent. of EBITDA of the Group in any Relevant Period.

“Final Redemption Date” means 23 May 2020.

“Finance Charges” means, for any Relevant Period, the aggregate amount of the accrued interest, commission, fees, discounts, payment fees, premiums or charges and other finance payments in respect of Financial Indebtedness paid or payable by any Group Company according to the latest Financial Report(s) (calculated on a consolidated basis) in cash or capitalised in respect of that Relevant Period:

- (a) **excluding** any Transaction Costs;
- (b) **including** the interest (but not the capital) element of payments in respect of finance leases; and
- (c) **including** any commission, fees, discounts and other finance payments payable by (and deducting any such amounts payable to) any Group Company under any interest rate hedging arrangement.

“Finance Documents” means these Terms and Conditions, the Agency Agreement, the Security Documents, the Guarantee and any other document designated by the Issuer and the Agent as a Finance Document.

“Financial Indebtedness” means any indebtedness in respect of:

- (a) monies borrowed or raised, including debit balances and Market Loans;
- (b) the amount of any liability in respect of any finance leases, to the extent the arrangement is or would have been treated as a finance lease in accordance with the Accounting Principles as applicable on the Issue Date (a lease which in the accounts of the Group is treated as an asset and a corresponding liability), and for the avoidance of doubt, any leases treated as operating leases under the Accounting Principles as applicable on the Issue Date shall not, regardless of any subsequent changes or

amendments of the Accounting Principles, be considered as finance or capital leases (the “**Operational Lease Freeze**”);

- (c) receivables sold or discounted (other than on a non-recourse basis, provided that the requirements for de-recognition under the Accounting Principles are met);
- (d) any amount raised under any other transaction having the commercial effect of a borrowing (including forward sale or purchase arrangements);
- (e) any derivative transaction entered into in connection with protection against or benefit from fluctuation in any rate or price (and, when calculating the value of any derivative transaction, only the mark to market value shall be taken into account);
- (f) any counter-indemnity obligation in respect of a guarantee, indemnity, bond, standby or documentary letter of credit or any other instrument issued by a bank or financial institution;
- (g) (for the purpose of measuring the Incurrence Test only) any amount finally determined but unpaid under any Earn-Out Agreement; and
- (h) (without double counting) any guarantee or other assurance against financial loss in respect of a type referred to in the above items (a)–(g).

“**Financial Instruments Accounts Act**” means the Swedish Financial Instruments Accounts Act (*Sw. lag (1998:1479) om kontoföring av finansiella instrument*).

“**Financial Report**” means the annual audited consolidated financial statements of the Group, the annual audited unconsolidated financial statements of the Issuer, the quarterly interim unaudited consolidated reports of the Group or the quarterly interim unaudited unconsolidated reports of the Issuer, which shall be prepared and made available according to Clauses 15.12.1(a) and 15.12.1(b).

“**First Call Date**” means the date falling eighteen (18) months after the Issue Date or, to the extent such day is not a Business Day, the Business Day following from an application of the Business Day Convention.

“**Force Majeure Event**” has the meaning set forth in Clause 29.1.

“**Group**” means the Issuer and all the Subsidiaries from time to time (each a “**Group Company**”).

“**Guarantee**” has the meaning set forth in Clause 8.2.

“**Guarantor**” means:

- (a) on or about the Issue Date, Babil Games, (subject to Clause 7 (*Conditions Subsequent*)) Bytro Labs, Coldwood Interactive and MidCo; and
- (b) thereafter, each Material Group Company (other than the Issuer) which is wholly-owned by the Issuer and becomes a Guarantor in accordance with Clause 8 (*Transaction Security and Guarantees*).

“**Holder**” means the Person who is registered on a Securities Account as direct registered owner (*Sw. ägare*) or nominee (*Sw. förvaltare*) with respect to a Bond.

“**Holders’ Meeting**” means a meeting among the Holders held in accordance with Clause 20 (*Holders’ Meeting*).

“Incurrence Test” the Incurrence Test for the incurrence of Financial Indebtedness is met if:

- (a) the Leverage Ratio is less than ~~3.0~~2.50:1; and
- (b) the Interest Coverage Ratio exceeds 2.75:1,

in each case calculated in accordance with the Calculation Principles.

“Initial Bonds” means the Bonds issued on the Issue Date.

“Initial Bond Issue” means the issuance of the Bonds on the Issue Date.

“Interest” means the interest on the Bonds calculated in accordance with Clauses 13.1–13.3.

“Interest Coverage Ratio” means the ratio of EBITDA to Net Finance Charges.

“Interest Payment Date” means 23 February, 23 May, 23 August and 23 November each year or, to the extent such day is not a Business Day, the Business Day following from an application of the Business Day Convention (with the first Interest Payment Date on 23 August 2017 and the last Interest Payment Date being the final Redemption Date).

“Interest Period” means each period beginning on (but excluding) the Issue Date or any Interest Payment Date and ending on (and including) the next succeeding Interest Payment Date (or a shorter period if relevant) and, in respect of Subsequent Bonds, each period beginning on (but excluding) the Interest Payment Date falling immediately prior to their issuance and ending on (and including) the next succeeding Interest Payment Date (or a shorter period if relevant).

“Interest Rate” means a floating rate of 3-months STIBOR plus 7.50 per cent. per annum.

“Intellectual Property” means:

- (a) any patents, trademarks, service marks, designs, business names, copyrights, database rights, design rights, domain names, moral rights, inventions, confidential information, knowhow and other intellectual property rights and interests (which may now or in the future subsist), whether registered or unregistered; and
- (b) the benefit of all applications and rights to use such assets of each Group Company (which may now or in the future subsist).

“Intra-Group Loan Pledge Agreement” means the pledge agreement entered into by the Issuer and the Agent (acting on its own behalf and in its capacity as agent and security agent representing the Holders) on or about the Issue Date, in respect of first priority pledges of all Material Intra-Group Loans, granted in favour of the Agent and the Holders (represented by the Agent).

“Issuer” means Stillfront Group AB (publ) (reg. no. 556721-3078), a public limited liability company incorporated in Sweden with registered address Storgatan 8, 582 23 Linköping, Sweden.

“Issuing Agent” means Carnegie Investment Bank AB (publ) (reg. no. 516406-0138, SE-103 38, Stockholm, Sweden) or another party replacing it, as Issuing Agent, in accordance with these Terms and Conditions.

“Issue Date” means 23 May 2017.

“Leverage Ratio” means:

- (a) for the purpose of Clause 16 (*Financial Undertakings*), the ratio of Net Debt on the last date of the Relevant Period to EBITDA in respect of that Relevant Period; and
- (b) for the purpose of the Incurrence Test, the ratio of Net Debt on the date elected by the Issuer pursuant to paragraph (a)(i) of the definition of “Calculation Principles” to EBITDA in respect of the Relevant Period ending on the most recent Quarter Date,

in each calculated in accordance with the Calculation Principles (as applicable).

“Listing Failure” means a situation where the Bonds have not been listed on the corporate bond list of NASDAQ Stockholm (or any other Regulated Market) within sixty (60) calendar days after the Issue Date.

“Make Whole Price” means:

- (a) the present value on the relevant record date of 103.75 per cent. of the Nominal Amount as if such payment originally should have taken place on the First Call Date; and
- (b) the present value on the relevant record date of the remaining interest payments (excluding accrued but unpaid Interest up to the relevant redemption date) up to and including the First Call Date (assuming that the Interest Rate for the period from the relevant record date to the First Call Date will be equal to the Interest Rate in effect on the date on which notice of redemption is given to the Holders),

where the present value in each case shall be calculated by using a discount rate of fifty (50) basis points over the comparable Swedish Government Bond Rate (*i.e.* comparable to the remaining duration of the Bonds until the First Call Date).

“Market Loan” means any loan or other indebtedness where an entity issues commercial papers, certificates, convertibles, subordinated debentures, bonds or any other debt securities (including, for the avoidance of doubt, medium term note programmes and other market funding programmes), provided in each case that such instruments and securities are or can be subject to trade on a Regulated Market or recognised unregulated market place.

“Material Adverse Effect” means a material adverse effect on:

- (a) the business, financial condition or operations of the Group taken as a whole;
- (b) the Issuer’s or a Guarantor’s (if applicable) ability or willingness to perform and comply with its payment and other undertakings under the Finance Documents; or
- (c) the validity or enforceability of the Finance Documents.

“Material Group Company” means each of:

- (a) the Issuer;
- (b) MidCo; and
- (c) any Subsidiary of the Issuer which on a consolidated basis:
 - (i) has earnings before interest, tax, depreciation and amortisation (calculated on the same basis as EBITDA) representing five (5) per cent. or more of EBITDA; or

- (ii) has assets (excluding intra-group items) with a book value representing five (5) per cent. or more of Total Assets,

in each case as determined by reference to the latest annual audited consolidated Financial Report of the Group.

“Material Intra-Group Loan” means any present or future loan granted by the Company to another member of the Group, the aggregate principal amount of which (when aggregated with all loans granted by the Company to the same member of the Group) is equal to or exceeding SEK 10,000,000 (or its equivalent in any other currency or currencies) and with a tenor of not less than one (1) year.

“MidCo” means AB Coport 614 (under name change to Stillfront Midco AB) (reg. no. 559110-4053), a limited liability company incorporated under the laws of Sweden with registered address Gamla Tanneforsvägen 17 C, 582 54 Linköping, which is wholly-owned (directly) by the Issuer.

“MTF” means any multilateral trading facility (as defined in Directive 2004/39/EC on markets in financial instruments).

“NASDAQ Stockholm” means the Regulated Market of NASDAQ Stockholm Aktiebolag (reg. no 556420-8394, SE-105 78 Stockholm, Sweden).

“Net Debt” means the aggregate interest bearing Financial Indebtedness of the Group (excluding any interest bearing Financial Indebtedness borrowed from any Group Company) less cash and cash equivalents of the Group according to the latest Financial Report or per the relevant testing date if measured in relation to the Incurrence Test (as applicable), in accordance with the Accounting Principles, adjusted in accordance with the Operational Lease Freeze.

“Net Finance Charges” means, for any Relevant Period, the Finance Charges according to the latest consolidated Financial Report **after deducting** any interest payable in that Relevant Period to any Group Company (other than by another Group Company) on any cash and cash equivalents investments of the Group.

“Net Proceeds” means the gross proceeds from the relevant Bonds, **minus** (i) in respect of the Initial Bonds, the transaction costs incurred by the Issuer in conjunction with the issuance thereof and (ii) in respect of any Subsequent Bonds, the costs incurred by the Issuer in conjunction with the issuance thereof.

“Nominal Amount” has the meaning set forth in Clause 3.1.

“Operational Lease Freeze” has the meaning set forth in item (b) of the definition “Financial Indebtedness” above.

“Person” means any individual, corporation, partnership, limited liability company, joint venture, association, joint-stock company, trust, unincorporated organisation, government, or any agency or political subdivision thereof or any other entity, whether or not having a separate legal personality.

“Permitted Basket” has the meaning set forth in item (k) of the definition “Permitted Debt” below.

“Permitted Debt” means any Financial Indebtedness:

- (a) incurred under the Finance Documents (including pursuant to any Subsequent Bond Issue, if such incurrence meets the Incurrence Test (calculated on a *pro forma* basis including such Subsequent Bond Issue));
- (b) incurred in connection with the redemption of the Bonds in order to fully refinance the Bonds and provided further that such Financial Indebtedness is subject to an escrow arrangement up until the redemption of the Bonds (taking into account the rules and regulations of the CSD), for the purpose of securing, *inter alia*, the redemption of the Bonds;
- (c) related to any agreements under which a Group Company leases office space (Sw. *kontorshyresavtal*) or other premises provided that such Financial Indebtedness is incurred in the ordinary course of business of such Group Company;
- (d) arising under a loan to another Group Company;
- (e) arising under a derivative transaction entered into by a Group Company in connection with protection against or benefit from fluctuation in any rate or price where such exposure arises in the ordinary course of business or in respect of payments to be made under these Terms and Conditions (excluding for the avoidance of doubt any derivative transaction which in itself is entered into for investment or speculative purposes) (“**Derivative Transaction**”);
- (f) incurred as a result of any Group Company acquiring another entity and which is due to ~~that~~ such acquired entity ~~holds~~holding Financial Indebtedness, provided that the Incurrence Test is met (calculated *pro forma* including the acquired entity in question), ~~however should the Incurrence Test not be met, and, in relation to any such Financial Indebtedness incurred following the Effective Date only, such Financial Indebtedness is unwound within~~ a clean-up period of sixty (60) calendar days ~~is permitted to unwind such Financial Indebtedness from the completion of the relevant acquisition~~;
- (g) arising under any Earn-Out Agreement;
- (h) incurred in the ordinary course of business under Advance Purchase Agreements;
- (i) incurred by the Issuer, provided that such Financial Indebtedness:
 - (i) meets the Incurrence Test (calculated *pro forma* including such incurrence);
 - (ii) is unsecured and ranks *pari passu* with or is subordinated to the obligations of the Issuer under the Finance Documents; and
 - (iii) has a final redemption date or, when applicable, early redemption dates or instalment dates which occur after the Final Redemption Date;
- (j) incurred under any Working Capital Facility; and
- (k) not permitted by items (a)–(j) above, in an aggregate amount not at any time exceeding SEK ~~5,000,000~~15,000,000 and incurred in the ordinary course of the Group’s business (all such Financial Indebtedness is together referred to as the “**Permitted Basket**”).

“Permitted Security” means any security or guarantee:

- (a) provided in accordance with the Finance Documents;
- (b) provided in connection with a redemption of the Bonds in full and constituting a first priority pledge over a bank account in the name of the Issuer for the purpose of securing, *inter alia*, the redemption of the Bonds;
- (c) provided in relation to any agreement under which a Group Company leases office space (Sw. *kontorshyresavtal*) or other premises provided that such lease constitutes Permitted Debt;
- (d) provided in relation to a Derivative Transaction and not consisting of security interests in shares in any Group Company;
- (e) incurred as a result of any Group Company acquiring another entity and which is due to that such acquired entity has provided security, provided that the debt secured with such security constitutes Permitted Debt in accordance with item (f) in the definition of “Permitted Debt” and that such security is promptly released in connection with the unwinding of such debt in accordance with item (f) in the definition of “Permitted Debt”;
- (f) arising by operation of law and in the ordinary course of trading (including collateral or retention of title arrangements in connection with Advance Purchase Agreements but, for the avoidance of doubt, not including guarantees or security in respect of any monies borrowed or raised) and in each case not as a result of any default or omission by any Group Company;
- (g) provided in relation to any Working Capital Facility; and
- (h) provided in relation to the Permitted Basket and not consisting of security interests in shares of any Group Company or, if provided in relation to financial leasing arrangements, is granted only in the leased asset in question.

“Pledged Group Company” means:

- (a) on or about the Issue Date, (subject to Clause 7 (*Conditions Subsequent*)) Bytro Labs, Coldwood Interactive, Midco, Simutronics and Stillfront Online Games;
- (b) thereafter, each Material Group Company (other than the Issuer and Babil Games) whose shares are pledged in accordance with Clause 8 (*Transaction Security and Guarantees*); and
- (c) any other Group Company which from time to time is designated by the Issuer and the Agent as a Pledged Group Company.

“Quarter Date” means 31 March, 30 June, 30 September and 31 December each year.

“Quotation Day” means, in relation to (i) an Interest Period for which an Interest Rate is to be determined, two (2) Business Days before the immediately preceding Interest Payment Date (or in respect of the first Interest Period, two (2) Business Days before the Issue Date), or (ii) any other period for which an Interest Rate is to be determined, two (2) Business Days before the first day of that period (*i.e.*, the day that period commences, even if no interest accrues on such day).

“Record Date” means the fifth (5th) Business Day prior to (i) an Interest Payment Date, (ii) a Redemption Date, (iii) a date on which a payment to the Holders is to be made under Clause 18 (*Distribution of Proceeds*), (iv) the date of a Holders’ Meeting, or (v) another relevant date, or in each case such other Business Day falling prior to a relevant date if generally applicable on the Swedish bond market.

“Redemption Date” means the date on which the relevant Bonds are to be redeemed or repurchased in accordance with Clause 14 (*Redemption, repurchase and prepayment of the Bonds*).

“Relevant Period” means each period of twelve (12) consecutive calendar months ending on a Quarter Date.

“Regulated Market” means any regulated market (as defined in Directive 2004/39/EC on markets in financial instruments).

“Restricted Payment” has the meaning set forth in Clause 15.1.

“Secured Obligations” means all present and future obligations and liabilities of the Issuer and/or the Group to the Holders and the Agent (or any of them) under each Finance Document, together with all costs, charges and expenses incurred by any Holder or the Agent in connection with the protection, preservation or enforcement of its respective rights under the Finance Documents, or any other document evidencing such liabilities.

“Securities Account” means the account for dematerialised securities maintained by the CSD pursuant to the Financial Instruments Accounts Act in which (i) an owner of such security is directly registered or (ii) an owner’s holding of securities is registered in the name of a nominee.

“Security Documents” means:

- (a) the Share Pledge Agreements;
- (b) the Escrow Account Pledge Agreement;
- (c) the Intra-Group Loan Pledge Agreement;
- (d) any other pledge agreement entered into by a Group Company under these Terms and Conditions; and
- (e) such further agreements, assignments, certificates, instruments, consents, acknowledgements, confirmations and other documents which relate thereto or which are required in order to establish, maintain, preserve, protect and perfect the pledge created or purported to be created under such documents.

“SEK” means the lawful currency of Sweden for the time being.

“Share Pledge Agreement” means each of the pledge or security agreements entered into by a Group Company and the Agent (acting on its own behalf and in its capacity as agent and security agent representing the Holders):

- (a) on or about the Issued Date, in respect of first priority pledges of, or charges over, all of the Group’s shares in Midco, Coldwood Interactive, Simutronics, Stillfront Online Games and (subject to Clause 7 (*Conditions Subsequent*)) Bytro Labs; and

- (b) thereafter, in respect of first priority pledges of, or charges over, all shares at any time held by a Group Company in the capital of a Pledged Group Company, granted in favour of the Agent and the Holders (represented by the Agent).

“**Simutronics**” means Simutronics Corp. (Virginia reg. no. 0311296) with registered address 218-C Millwell Dr., Maryland Heights, MO 63043, Virginia, US.

“**STIBOR**” means:

- (a) the applicable percentage rate per annum displayed on Reuters screen SIDE01 (or through another system or website replacing it) as of or around 11.00 a.m. on the Quotation Day for the offering of deposits in SEK and for a period comparable to the relevant Interest Period; or
- (b) if no screen rate is available for the relevant Interest Period, the arithmetic mean of the rates (rounded upwards to four decimal places), as supplied to the Issuing Agent at its request quoted by leading banks in the Stockholm interbank market reasonably selected by the Issuing Agent, for deposits of SEK 100,000,000 for the relevant period; or
- (c) if no quotation is available pursuant to item (b) above, the Interest Rate which according to the reasonable assessment of the Issuing Agent best reflects the Interest Rate for deposits in SEK offered for the relevant period; and

if any such rate is below zero (0), STIBOR will be deemed to be zero (0).

“**Stillfront Online Games**” means Stillfront Online Games AB (reg. no. 556721-9430).

“**Subsequent Bond**” means any Bond issued in a Subsequent Bond Issue.

“**Subsequent Bond Issue**” has the meaning set forth in Clause 3.3.

“**Subsidiary**” means, in relation to the Issuer, any legal entity (whether incorporated or not), in respect of which the Issuer, directly or indirectly, (i) owns shares or ownership rights representing more than fifty (50) per cent. of the total number of votes held by the owners, (ii) otherwise controls more than fifty (50) per cent. of the total number of votes held by the owners, (iii) has the power to appoint and remove all, or the majority of, the members of the board of directors or other governing body or (iv) exercises control as determined in accordance with the Accounting Principles.

“**Swedish Government Bond Rate**” means the yield to maturity at the time of computation of direct obligations of Sweden (Sw. *statsobligationer*) with a constant maturity (as officially compiled and published in the most recent financial statistics that have become publicly available at least two (2) Business Days (but not more than five (5) Business Days) prior to the relevant record date for the redemption date (or, if such financial statistics are not so published or available, any publicly available source of similar market data selected by the Issuer in good faith)) most nearly equal to the period from the relevant redemption date to (but excluding) the First Call Date, provided, however that if the period from the relevant redemption date to (but excluding) the First Call Date is not equal to the constant maturity of the direct obligations of Sweden for which a weekly average yield is given, the Swedish Government Bond Rate shall be obtained by linear interpolation (calculated to the nearest one-twelfth (1/12) of a year) from the weekly average yields of direct obligations of Sweden for which such yields are given, except that if the period from such redemption date to (but excluding) the First Call Date is less than one year, the weekly average yield on actually traded direct obligations of Sweden adjusted to a constant maturity of one year shall be used.

“**Total Assets**” means the consolidated book-value of all assets of the Group as shown in the most recent Financial Report of the Group.

“**Transaction Costs**” means all fees, costs and expenses incurred by a Group Company in connection with (i) the Initial Bond Issue or any Subsequent Bond Issue (ii) the listing of the Bonds (including Subsequent Bonds) on the corporate bond list of NASDAQ Stockholm (or any other Regulated Market) and (iii) any acquisition made by the Group after the Issue Date.

“**Transaction Security**” means the security created or purported to be created under the Security Documents.

“**Working Capital Facility**” means one or more credit facilities of the Group for working capital purposes, in an aggregate amount not at any time exceeding SEK ~~10,000,000~~100,000,000.

“**Written Procedure**” means the written or electronic procedure for decision making among the Holders in accordance with Clause 21 (*Written Procedure*).

1.2 Construction

1.2.1 Unless a contrary indication appears, any reference in these Terms and Conditions to:

- (a) “**assets**” includes present and future properties, revenues and rights of every description;
- (b) a “**Finance Document**” or any other agreement or instrument is a reference to that Finance Document or other agreement or instrument as amended, novated, supplemented, extended or restated;
- (c) any agreement or instrument is a reference to that agreement or instrument as supplemented, amended, novated, extended, restated or replaced from time to time;
- (d) a “**regulation**” includes any regulation, rule, official directive, request or guideline (whether or not having the force of law) of any governmental, intergovernmental or supranational body, agency, department or of any regulatory, self-regulatory or other authority or organisation;
- (e) an “**enforcement**” of a Guarantee means making a demand for payment under a Guarantee;
- (f) a provision of law is a reference to that provision as amended or re-enacted; and
- (g) a time of day is a reference to Stockholm time.

1.2.2 Clause headings are for ease of reference only.

1.2.3 Unless a contrary indication appears, a term used in any other Finance Document or in any notice given under or in connection with any Finance Document has the same meaning in that Finance Document or notice as in this Agreement.

1.2.4 An Event of Default is continuing if it has not been remedied or waived.

1.2.5 When ascertaining whether a limit or threshold specified in SEK has been attained or broken, an amount in another currency shall be counted on the basis of the rate of exchange for such currency against SEK for the previous Business Day, as published by the Swedish Central Bank (Sw. *Riksbanken*) on its website (<http://www.riksbank.se>). If no such rate is available, the most recently published rate shall be used instead.

- 1.2.6 A notice shall be deemed to be sent by way of press release if it is made available to the public within Sweden promptly and in a non-discriminatory manner.
- 1.2.7 No delay or omission of the Agent or of any Holder to exercise any right or remedy under these Terms and Conditions shall impair or operate as a waiver of any such right or remedy.

2. Status of the Bonds

- 2.1 The Bonds are denominated in SEK and each Bond is constituted by these Terms and Conditions. The Issuer undertakes to repay the Bonds, to pay Interest and to otherwise act in accordance and comply with these Terms and Conditions.
- 2.2 By subscribing for Bonds, each initial Holder agrees that the Bonds shall benefit from and be subject to the Finance Documents and by acquiring Bonds each subsequent Holder confirms such agreement.
- 2.3 The Bonds constitute direct, general, unconditional and unsubordinated obligations of the Issuer and shall at all times rank at least *pari passu* with all other direct, general, unconditional and unsubordinated obligations of the Issuer, except obligations which are preferred by mandatory law and except as otherwise provided in the Finance Documents.

3. Nominal Amounts of the Bonds

- 3.1 The nominal amount of each Bond is SEK 1,000,000 (the “**Nominal Amount**”). The minimum permissible investment in connection with the Initial Bond Issue is SEK 1,000,000.
- 3.2 The aggregate nominal amount of the Initial Bonds as at the Issue Date is SEK 110,000,000. All Initial Bonds issued in the Initial Bond Issue are issued on a fully paid basis at an issue price of ninety-nine (99) per cent. of the Nominal Amount.
- 3.3 The Issuer may on one or more occasions after the Issue Date issue Subsequent Bonds under these Terms and Conditions (each such issue, a “**Subsequent Bond Issue**”), provided that:
- (a) no Event of Default is continuing or would result from such Subsequent Bond Issue;
 - (b) the Incurrence Test (including such Subsequent Bond Issue on a *pro forma* basis) is met; and
 - (c) the maximum aggregate nominal amount of the Bonds issued may not exceed SEK 500,000,000 as a result of such Subsequent Bond Issue.

Subsequent Bonds shall benefit from and be subject to the Finance Documents and, for the avoidance of doubt, the ISIN, the Interest Rate, the currency, the Nominal Amount and the Final Redemption Date of the Initial Bonds shall apply also to Subsequent Bonds. The issue price of Subsequent Bonds may be set at a discount or at a higher price than the Nominal Amount.

4. Use of Proceeds

The Issuer shall use the proceeds of the Initial Bond Issue and any Subsequent Bond Issue for the general corporate purposes of the Group, including but not limited to acquisitions and refinancing of debt relating thereto.

5. Escrow of Proceeds

5.1 The Issuer shall establish the Escrow Account prior to the Issue Date.

5.2 On the Issue Date, the Issuing Agent shall transfer the Net Proceeds from the issuance of the Initial Bonds to the Escrow Account. For the purpose of securing that the Conditions Precedent for Disbursement have been fulfilled before any disbursement of the Net Proceeds from the issuance of the Initial Bonds is made, the Escrow Account will be pledged in favour of the Agent and the Holders (represented by the Agent) in accordance with the Escrow Account Pledge Agreement.

6. Conditions Precedent for Disbursement

6.1 Upon the Issuer providing the following to the Agent, in form and substance satisfactory to the Agent, or the Agent waiving any such requirement, the Agent shall instruct the Escrow Bank to promptly release to the Issuer the funds standing to the credit of the Escrow Account and in conjunction therewith immediately and irrevocably release the Security over the Escrow Account:

- (a) copies of the constitutional documents of each Material Group Company;
- (b) in relation to a Material Group Company incorporated or established in Germany, an up-to-date (electronic) commercial register extract (De. *Handelsregisterausdruck*) dated no earlier than 14 days prior to the date hereof;
- (c) copies of duly executed corporate resolutions and/or authorisations by each relevant Material Group Company approving the Initial Bond Issue, the terms of the Finance Documents to which it is a party and resolving to enter into such documents and any other documents necessary in connection therewith (as applicable);
- (d) in relation to a Material Group Company incorporated or established in Germany, copies of any by-laws as well as a list of shareholders (De. *Gesellschafterliste*) (if applicable);
- (e) evidence that the person(s) who has/have signed the Finance Documents and any other documents in connection therewith on behalf of relevant parties is/are duly authorised to do so;
- (f) a certificate of an authorised signatory of the relevant Material Group Company certifying that each copy document relating to it and produced for the satisfaction of items (a) to (e) under this Clause 6.1 is correct, complete and in full force and effect as at a date no earlier than the date hereof;
- (g) copies of each Finance Document, duly executed by each party thereto;
- (h) evidence that the security purported to be created under the Share Pledge Agreements in respect of MidCo, Coldwood Interactive and Stillfront Online Games have been duly perfected in accordance with the terms of the relevant Share Pledge Agreement, including:
 - (i) copies of the relevant Share Pledge Agreements duly executed by each party thereto and also executed by the relevant Group Company whose shares are being pledged in acknowledgement of the pledge;

- (ii) certified copies of the share register of the relevant Guarantors confirming that the pledge over the shares in such Group Company has been duly recorded; and
 - (iii) all existing original share certificates in respect of all of the shares in each relevant Group Company whose shares are being pledged, duly issued and endorsed in blank;
- (i) evidence that the security purported to be created under the Intra-Group Loan Pledge Agreement has been duly perfected in accordance with its terms, including:
- (i) a copy of the Intra-Group Loan Pledge Agreement, duly executed by each party thereto; and
 - (ii) a copy of a duly executed notice from the Issuer to each Subsidiary of the Issuer regarding the pledge;
- (j) evidence that the security purported to be created under the Share Pledge Agreement in respect of Simutronics has been duly perfected in accordance with the terms of the relevant Share Pledge Agreement, including:
- (i) a copy of the relevant Share Pledge Agreement, duly executed by each party thereto;
 - (ii) the certificated stock (endorsed in blank or with a stock power signed but undated and in blank); and
 - (iii) a copy of a legal opinion from relevant U.S. state law counsel of Simutronics addressed to the Agent, in relation to, e.g., capacity, authority, due execution by Simutronics, validity and enforceability of all such Share Pledge Agreement, substantially in the form distributed to the Agent prior to the Issue Date;
- (k) a copy of the Guarantee issued by each of MidCo, Babil Games and Coldwood Interactive, duly executed by the relevant Guarantor;
- (l) a funds flow statement detailing the movement of funds on or before the Issue Date; and
- (m) a copy of a legal opinion from Swedish law counsel to the Agent, in relation to, e.g., capacity, authority, due execution by the relevant Group Companies, validity and enforceability of all Finance Documents governed by Swedish law, substantially in the form distributed to the Agent prior to the Issue Date.

6.2 The Issuing Agent shall pay the Net Proceeds from the issuance of any Subsequent Bonds to the Issuer on the later of (i) the date of the issue of such Subsequent Bonds and (ii) the date on which the Agent notifies the Issuing Agent that it has received the following, in form and substance satisfactory to the Agent:

- (a) a copy of a resolution from the board of directors of the Issuer approving the issue of the Subsequent Bonds and resolving to enter into documents necessary in connection therewith;
- (b) a certificate from the Issuer confirming that no Event of Default is continuing or would result from the issue of the Subsequent Bonds and that the Incurrence Test will be met; and

(c) such other documents and information as is agreed between the Agent and the Issuer.

6.3 The Agent may assume that the documentation delivered under Clauses 6.1 or 6.2 is accurate, correct and complete unless it has actual knowledge that this is not the case, and the Agent does not have to verify the contents of any such documentation.

7. Conditions Subsequent

The Issuer shall, within five (5) Business Days of the date of the release to the Issuer of the funds standing to the credit of the Escrow Account pursuant to Clause 6 (*Conditions Precedent for Disbursement*), provide evidence to the Agent that the security purported to be created under any Share Pledge Agreement in respect of a Pledged Group Company incorporated in Germany has been duly perfected in accordance with the terms of the relevant Share Pledge Agreement, including (i) a copy of the notarised German law Share Pledge Agreement duly executed by each party thereto and also executed by Bytro Labs in acknowledgement of the pledge, (ii) a copy of the Guarantee issued by Bytro Labs and (iii) a copy of a legal opinion from German law counsel to the Agent, in relation to, e.g., capacity, authority, due execution of Bytro Labs and on the validity and enforceability of the Share Pledge Agreement governed by German law, substantially in the form distributed to the Agent prior to the date of such Share Pledge Agreement.

8. Transaction Security and Guarantees

8.1 As continuing security for the due and punctual fulfilment of the Issuer's obligations under the Finance Documents, the Issuer shall and shall procure that any other relevant Group Company (if applicable) will, on or before the Issue Date:

- (a) pledge to the Agent and the Holders (as represented by the Agent), as a first ranking security, all shares in each Pledged Group Company pursuant to the Share Pledge Agreements;
- (b) pledge to, or charge in favour of, the Agent and the Holders (as represented by the Agent), as a first ranking security, the Escrow Account pursuant to the Escrow Account Pledge Agreement; and
- (c) pledge to the Agent and the Holders (as represented by the Agent), as a first ranking security, the Material Intra-Group Loans pursuant to the Intra-Group Loan Pledge Agreement.

8.2 Each Guarantor shall unconditionally and irrevocably guarantee (*Sw. *proprieborgen**) to the Agent and each Holder (as represented by the Agent) as for its own debts (*Sw. *såsom för egen skuld**) the full and punctual payment by the Issuer of the Secured Obligations in accordance with guarantees issued by the Guarantors in favour of the Agent and each Holder (as represented by the Agent) (the "**Guarantees**"). The obligations and liabilities of the Guarantors under the Guarantees shall be limited if required (but only if and to the extent required) under the laws of the jurisdiction in which the relevant Guarantor is incorporated.

8.3 The Issuer shall ensure that, with the effect on and from the date falling sixty (60) calendar days after the acquisition by the Group of a Material Group Company (calculated on a *pro forma* basis as at the date of such acquisition), such acquired Material Group Company becomes a Guarantor and that a share pledge shall be granted over the shares in such Guarantor on substantially the same terms as the Share Pledge Agreements entered into in

connection with the Issue Date and that such Guarantor carries out any action to protect, perfect or give priority to such Transaction Security.

- 8.4** The Issuer shall ensure that, with effect on and from (i) the date falling thirty (30) calendar days after the Issue Date and thereafter (ii) within sixty (60) calendar days after the latest annual audited consolidated Financial Report, the aggregate of earnings before interest, tax, depreciation and amortisation (calculated on the same basis as EBITDA) of the Guarantors represents not less than eighty (80) per cent. of EBITDA of the Group (excluding Simutronics) as evidenced by such Financial Report.
- 8.5** The Issuer shall procure that any Group Company which becomes a Material Group Company after the Issue Date becomes a Guarantor within sixty (60) calendar days of delivery of an annual audited consolidated Financial Report evidencing that such Group Company is a Material Group Company and that a share pledge shall be granted over the shares in such Guarantor (except Babil Games) within the same time period on substantially the same terms as the Share Pledge Agreements entered into in connection with the Issue Date and that such Guarantor carries out any action to protect, perfect or give priority to such Transaction Security, provided that the Issuer shall have the right to, but not be obliged to, procure that any such Material Group Company which is not directly or indirectly wholly-owned by the Issuer becomes a Guarantor.
- 8.6** The Issuer need only perform its obligations under Clauses 8.3, 8.4 and 8.5 if it is not unlawful for the relevant person to become a Guarantor and that person becoming a Guarantor would not result in personal liability for that person's directors or other management. Each Group Company must use, and must procure that the relevant person uses, all reasonable endeavours lawfully available to avoid any such illegality or personal liability. This includes agreeing to a limit on the amount guaranteed. The Agent may (but shall not be obliged to) agree to such a limit if, in its opinion, to do so would avoid the relevant illegality or personal liability.
- 8.7** The Issuer shall ensure that the Security Documents, the Guarantees and all documents relating thereto are duly executed in favour of the Agent and the Holders (as represented by the Agent) and that such documents are legally valid, perfected, enforceable and in full force and effect according to their terms. The Issuer shall execute and/or procure the execution of such further documentation as the Agent may reasonably require in order for the Holders and the Agent to at all times maintain the security position and guarantee position envisaged under the Finance Documents.
- 8.8** The Issuer shall use all reasonable endeavours to procure that a corporate reorganisation whereby Babil Games is made a direct Subsidiary of MidCo is carried out as soon as reasonably practicable following the Issue Date.
- 8.9** The Agent shall hold the Transaction Security on behalf of itself and the Holders in accordance with the Finance Documents.
- 8.10** Except if otherwise decided by the Holders according to the procedures set out in Clauses 19 (*Decisions by Holders*), 20 (*Holdings Meeting*) and 21 (*Written Procedure*), the Agent is, without first having to obtain the Holders' consent, entitled to enter into binding agreements with the Group Companies or third parties if it is, in the Agent's sole discretion, necessary for the purpose of establishing, maintaining, altering, releasing or enforcing the Transaction Security or the Guarantees or for the purpose of settling the various Holders' relative rights to the Transaction Security or the Guarantees, respectively. The Agent is entitled to take all measures available to it according to the Security Documents and the Guarantees.

- 8.11** If the Bonds are declared due and payable according to Clause 16 (*Termination of the Bonds*) (or, as regards enforcement of a Guarantee, an Event of Default according to Clause 17.1(a) (*Non-Payment*) has occurred and is continuing), or following the Final Redemption Date, the Agent is, without first having to obtain the Holders' consent, entitled to enforce the Transaction Security and/or the Guarantees in such manner and under such conditions that the Agent finds acceptable (if in accordance with the Security Documents and the Guarantees, respectively).
- 8.12** If a Holders' Meeting has been convened, or a Written Procedure has been instigated, to decide on the termination of the Bonds and/or the enforcement of all or any of the Transaction Security and/or the enforcement of the Guarantees, the Agent is obligated to take actions in accordance with the Holders' decision regarding the Transaction Security and/or the Guarantees. However, if the Bonds are not terminated due to that the cause for termination has ceased or due to any other circumstance mentioned in these Terms and Conditions, the Agent shall not enforce any of the Transaction Security or the Guarantees. If the Holders, without any prior initiative from the Agent or the Issuer, have made a decision regarding termination of the Bonds and enforcement of any of the Transaction Security and/or enforcement of the Guarantees in accordance with the procedures set out in Clauses 19 (*Decisions by Holders*), 20 (*Holders' Meeting*) and 21 (*Written Procedure*), the Agent shall promptly declare the Bonds terminated and enforce the Transaction Security and/or enforce the Guarantees. The Agent is however not liable to take action if the Agent considers cause for termination and/or acceleration not to be at hand, unless the instructing Holders in writing commit to holding the Agent indemnified and, at the Agent's own discretion, grant sufficient security for the obligation.
- 8.13** Funds that the Agent receives (directly or indirectly) on behalf of the Holders in connection with the termination of the Bonds or the enforcement of any or all of the Transaction Security or the enforcement of the Guarantees constitute escrow funds (*Sw. redovisningsmedel*) according to the Escrow Funds Act (*Sw. lag (1944:181) om redovisningsmedel*) and must be held on a separate interest-bearing account on behalf of the Holders and any other interested party. The Agent shall promptly arrange for payments to be made to the Holders in such case. The Agent shall arrange for payments of such funds in accordance with Clause 18 (*Distribution of proceeds*) as soon as reasonably practicable. If the Agent deems it appropriate, it may, in accordance with Clause 8.14, instruct the CSD to arrange for payment to the Holders.
- 8.14** For the purpose of exercising the rights of the Holders and the Agent under these Terms and Conditions and for the purpose of distributing any funds originating from the enforcement of any Transaction Security or the enforcement of the Guarantees, the Issuer irrevocably authorises and empowers the Agent to act in the name of the Issuer, and on behalf of the Issuer, to instruct the CSD to arrange for payment to the Holders in accordance with Clause 8.13. To the extent permissible by law, the powers set out in this Clause 8.14 are irrevocable and shall be valid for as long as any Bonds remain outstanding. The Issuer shall immediately upon request by the Agent provide the Agent with any such documents, including a written power of attorney (in form and substance to the Agent's satisfaction), which the Agent deems necessary for the purpose of carrying out its duties under Clause 8.13 (including as required by the CSD in order for the CSD to accept such payment instructions). Especially, the Issuer shall, upon the Agent's request, provide the Agent with a written power of attorney empowering the Agent to change the bank account registered with the CSD to a bank account in the name of the Agent and to instruct the CSD to pay out funds originating from an enforcement in accordance with Clause 8.13 to the Holders through the CSD.
- 8.15** The Agent shall be entitled to release all Transaction Security upon the full discharge of the Secured Obligations.

- 8.16** The Agent shall, upon the Issuer's written request and expense, promptly and irrevocably release the Guarantors from their obligations under the Guarantees when all the Secured Obligations have been duly and irrevocably paid and discharged in full.

9. The Bonds and Transferability

- 9.1** Each Holder is bound by these Terms and Conditions without there being any further actions required to be taken or formalities to be complied with.
- 9.2** All Bond transfers are subject to these Terms and Conditions and these Terms and Conditions are automatically applicable in relation to all Bond transferees upon completed transfer and any rights and obligations under the Finance Documents relating to such Bonds are automatically transferred to the Bond transferee.
- 9.3** The Bonds are freely transferable but the Holders may be subject to purchase or transfer restrictions with regard to the Bonds, as applicable, under local laws to which a Holder may be subject. No action is being taken in any jurisdiction that would or is intended to permit a public offering of the Bonds or the possession, circulation or distribution of any document or other material relating to the Issuer or the Bonds in any jurisdiction other than Sweden, where action for that purpose is required. Each Holder must inform itself about, and observe, any applicable restrictions to the transfer of material relating to the Issuer or the Bonds, (due to, e.g., its nationality, its residency, its registered address or its place(s) of business). Each Holder must ensure compliance with such restrictions at its own cost and expense.
- 9.4** For the avoidance of doubt and notwithstanding the above, a Holder which allegedly has purchased Bonds in contradiction to mandatory restrictions applicable may nevertheless utilise its voting rights under these Terms and Conditions and shall be entitled to exercise its full rights as a Holder hereunder in each case until such allegations have been resolved.

10. Bonds in Book-Entry Form

- 10.1** The Bonds will be registered for the Holders on their respective Securities Accounts and no physical Bonds will be issued. Accordingly, the Bonds will be registered in accordance with the Financial Instruments Accounts Act. Registration requests relating to the Bonds shall be directed to an Account Operator.
- 10.2** Those who according to assignment, security, the provisions of the Swedish Children and Parents Code (*Sw. föräldrabalken (1949:381)*), conditions of will or deed of gift or otherwise have acquired a right to receive payments in respect of a Bond shall register their entitlements to receive payment in accordance with the Financial Instruments Accounts Act.
- 10.3** The Issuer (and the Agent when permitted under the CSD's applicable regulations) shall be entitled to obtain information from the debt register (*Sw. skuldbok*) kept by the CSD in respect of the Bonds. At the request of the Agent, the Issuer shall promptly obtain such information and provide it to the Agent.
- 10.4** For the purpose of or in connection with any Holders' Meeting or any Written Procedure, the Issuing Agent shall be entitled to obtain information from the debt register kept by the CSD in respect of the Bonds. If the Agent does not otherwise obtain information from such debt register as contemplated under the Finance Documents, the Issuing Agent shall at the request of the Agent obtain information from the debt register and provide it to the Agent.

- 10.5** The Issuer shall issue any necessary power of attorney to such persons employed by the Agent, as notified by the Agent, in order for such individuals to independently obtain information directly from the debt register kept by the CSD in respect of the Bonds. The Issuer may not revoke any such power of attorney unless directed by the Agent or unless consent thereto is given by the Holders.
- 10.6** At the request of the Agent, the Issuer shall promptly instruct the Issuing Agent to obtain information from the debt register kept by the CSD in respect of the Bonds and provide it to the Agent.
- 10.7** The Issuer (and the Agent when permitted under the CSD's applicable regulations) may use the information referred to in Clause 10.3 only for the purposes of carrying out their duties and exercising their rights in accordance with the Finance Documents and shall not disclose such information to any Holder or third party unless necessary for such purposes.

11. Right to Act on behalf of a Holder

- 11.1** If any Person other than a Holder wishes to exercise any rights under the Finance Documents, it must obtain a power of attorney (or, if applicable, a coherent chain of powers of attorney), a certificate from the authorised nominee or other sufficient proof of authorisation for such Person.
- 11.2** A Holder may issue one or several powers of attorney to third parties to represent it in relation to some or all of the Bonds held by it. Any such representative may act independently under the Finance Documents in relation to the Bonds for which such representative is entitled to represent the Holder.
- 11.3** The Agent shall only have to examine the face of a power of attorney or other proof of authorisation that has been provided to it pursuant to Clauses 11.1 and 11.2 and may assume that it has been duly authorised, is valid, has not been revoked or superseded and that it is in full force and effect, unless otherwise is apparent from its face.

12. Payments in respect of the Bonds

- 12.1** Any payment or repayment under the Finance Documents, or any amount due in respect of a repurchase of any Bonds, shall be made to such Person who is registered as a Holder on the Record Date prior to the relevant payment date, or to such other Person who is registered with the CSD on such date as being entitled to receive the relevant payment, repayment or repurchase amount.
- 12.2** If a Holder has registered, through an Account Operator, that principal, Interest and any other payment that shall be made under these Terms and Conditions shall be deposited in a certain bank account; such deposits will be effectuated by the CSD on the relevant payment date. In other cases, payments will be transferred by the CSD to the Holder at the address registered with the CSD on the Record Date. Should the CSD, due to a delay on behalf of the Issuer or some other obstacle, not be able to effectuate payments as aforesaid, the Issuer shall procure that such amounts are paid to the Persons who are registered as Holders on the relevant Record Date as soon as possible after such obstacle has been removed.
- 12.3** If, due to any obstacle for the CSD, the Issuer cannot make a payment or repayment, such payment or repayment may be postponed until the obstacle has been removed. Interest shall accrue in accordance with Clause 13.4 during such postponement.

- 12.4** If payment or repayment is made in accordance with this Clause 12, the Issuer and the CSD shall be deemed to have fulfilled their obligation to pay, irrespective of whether such payment was made to a Person not entitled to receive such amount, unless the Issuer or the CSD (as applicable) was aware of that the payment was being made to a Person not entitled to receive such amount, unless the Issuer or the CSD (as applicable) was aware of that the payment was being made to a Person not entitled to receive such amount.
- 12.5** The Issuer shall pay any stamp duty and other public fees accruing in connection with the Initial Bond Issue or any Subsequent Bond Issue, but not in respect of trading in the secondary market (except to the extent required by applicable law), and shall deduct at source any applicable withholding tax payable pursuant to law. The Issuer shall not be liable to reimburse any stamp duty or public fee or to gross-up any payments under these Terms and Conditions by virtue of any withholding tax.

13. Interest

- 13.1** The Bonds will bear Interest at the Interest Rate applied to the Nominal Amount from, but excluding, the Issue Date up to and including the relevant Redemption Date. Any Subsequent Bond will, however, carry Interest at the Interest Rate from, but excluding, the Interest Payment Date falling immediately prior to its issuance (or the Issue Date if there is no such Interest Payment Date) up to and including the relevant Redemption Date.
- 13.2** Interest accrues during an Interest Period. Payment of Interest in respect of the Bonds shall be made quarterly in arrears to the Holders on each Interest Payment Date for the preceding Interest Period.
- 13.3** Interest shall be calculated on the basis of the actual number of days in the Interest Period in respect of which payment is being made divided by 360 (actual/360-days basis).
- 13.4** If the Issuer fails to pay any amount payable by it under these Terms and Conditions on its due date, default interest shall accrue on the overdue amount from (but excluding) the due date up to (and including) the date of actual payment at a rate which is 200 basis points higher than the Interest Rate. Accrued default interest shall not be capitalised. No default interest shall accrue where the failure to pay was solely attributable to the Agent or the CSD, in which case the Interest Rate shall apply instead.

14. Redemption, Repurchase and Prepayment of the Bonds

14.1 Redemption at Maturity

The Issuer shall redeem all, but not only some, of the Bonds in full on the Final Redemption Date (or, to the extent such day is not a Business Day and if permitted under the CSD's applicable regulations, on the Business Day following from an application of the Business Day Convention, and otherwise on the first following Business Day) with an amount per Bond equal to the Nominal Amount together with accrued but unpaid Interest.

14.2 Purchase of Bonds by the Issuer

The Issuer may, subject to applicable law, at any time and at any price purchase Bonds on the market or in any other way. The Bonds held by the Issuer may at the Issuer's discretion be retained or sold, but not cancelled, except in connection with a full redemption of the Bonds.

14.3 Early Voluntary Redemption by the Issuer (Call Option)

- 14.3.1 The Issuer may redeem all, but not only some, of the Bonds in full on any Business Day prior to the First Call Date, at an amount equal to the Make Whole Price together with accrued but unpaid Interest.
- 14.3.2 The Issuer may redeem all, but not only some, of the Bonds in full on any Business Day falling on or after the First Call Date, but before the Final Redemption Date, at the applicable Call Option Price together with accrued but unpaid Interest.
- 14.3.3 Redemption in accordance with Clauses 14.3.1 and 14.3.2 shall be made by the Issuer giving not less than fifteen (15) Business Days' notice to the Holders and the Agent. Any such notice shall state the Redemption Date and the relevant Record Date and is irrevocable but may, at the Issuer's discretion, contain one or more conditions precedent. Upon expiry of such notice and the fulfilment of the conditions precedent (if any), the Issuer is bound to redeem the Bonds in full at the applicable amounts.

14.4 Mandatory Repurchase due to a Change of Control Event, a De-listing Event or a Listing Failure (Put Option)

- 14.4.1 Upon a Change of Control Event, a De-listing Event or a Listing Failure occurring, each Holder shall have the right to request that all, but not only some, of its Bonds are repurchased (whereby the Issuer shall have the obligation to repurchase such Bonds) at a price per Bond equal to one hundred and one (101) per cent. of the Nominal Amount together with accrued but unpaid Interest during a period of fifteen (15) calendar days following receipt of a notice from the Issuer of the relevant event pursuant to Clause 15.12.1(e). The fifteen (15) calendar days' period may not start earlier than upon the occurrence of the Change of Control Event, the De-listing Event or the Listing Failure (as applicable).
- 14.4.2 The notice from the Issuer pursuant to Clause 14.4.1 shall specify the repurchase date and include instructions about the actions that a Holder needs to take if it wants Bonds held by it to be repurchased. If a Holder has so requested, and acted in accordance with the instructions in the notice from the Issuer, the Issuer, or a Person designated by the Issuer, shall repurchase the relevant Bonds and the repurchase amount shall fall due on the repurchase date specified in the notice given by the Issuer pursuant to Clause 14.4.1. The repurchase date must fall no later than twenty (20) Business Days after the end of the period referred to in Clause 14.4.1.
- 14.4.3 The Issuer shall comply with the requirements of any applicable securities laws or regulations in connection with the repurchase of Bonds. To the extent that the provisions of such laws and regulations conflict with the provisions in this Clause 14.4, the Issuer shall comply with the applicable securities laws and regulations and will not be deemed to have breached its obligations under this Clause 14.4 by virtue of the conflict.
- 14.4.4 Any Bonds repurchased by the Issuer pursuant to this Clause 14.4 may at the Issuer's discretion be retained or sold, but not cancelled, in accordance with Clause 14.2 (*Purchase of Bonds by the Issuer*).

14.5 Mandatory Redemption due to Failure to Fulfil the Conditions Precedent for Disbursement

If the Conditions Precedent for Disbursement have not been fulfilled, and the Net Proceeds disbursed from the Escrow Account, within ten (10) Business Days after the Issue Date (or such later date as may be necessary for technical or administrative reasons), the Issuer shall redeem all Bonds at a price equal to one hundred and one (101) per cent. of the Nominal Amount together with accrued but unpaid interest. The redemption of the Bonds shall (i) be executed on the first Interest Payment Date (taking into account the rules and regulations of

the CSD) and (ii) be made by the Issuer giving not less than ten (10) Business Days' notice to the Holders and the Agent, where such notice shall state the relevant Interest Payment Date on which the redemption shall be made, the redemption amount and the relevant record date.

15. Special Undertakings

So long as any Bond remains outstanding, the Issuer undertakes to (and shall procure that each Group Company (as applicable) will) comply with special undertakings set forth in this Clause 15.

15.1 Distributions

The Issuer shall not, and shall procure that none of the Subsidiaries will, (i) pay any dividend on shares, (ii) repurchase any of its own shares, (iii) redeem its share capital or other restricted equity with repayment to shareholders, (iv) repay principal or pay interest under any shareholder loans, (v) grant any loans except to Group Companies or (vi) make any other similar distributions or transfers of value (*Sw. värdeöverföringar*) to the Issuer's, or the Subsidiaries', direct and indirect shareholders or the Affiliates of such direct and indirect shareholders (items (i)–(vi) above are together and individually referred to as a “**Restricted Payment**”), provided however that any such Restricted Payment can be made, if such Restricted Payment is permitted by law and no Event of Default is continuing or would result from such Restricted Payment, by:

- (a) any Group Company, if such Restricted Payment is made to another Group Company and, if made by a Subsidiary which is not directly or indirectly wholly-owned by the Issuer, is made in proportion to the ownership percentage in such Subsidiary; or
- (b) the Issuer, if and to the extent necessary to comply with mandatory provisions of the Swedish Companies Act relating to dividend distributions to minority shareholders, provided that, the Issuer in such case shall ensure that any such dividends shall be paid at the lowest level allowed by applicable law.

15.2 Listing of Bonds

The Issuer shall ensure (i) that the Bonds are listed on the corporate bond list of NASDAQ Stockholm or, if such admission to trading is not possible to obtain or maintain, admitted to trading on another Regulated Market, within twelve (12) months after the Issue Date, (ii) that the Bonds, once admitted to trading on the relevant Regulated Market, continue being listed thereon (however, taking into account the rules and regulations of the relevant Regulated Market and the CSD (as amended from time to time) preventing trading in the Bonds in close connection to the redemption of the Bonds) and (iii) that, upon any Subsequent Bond Issue, the volume of Bonds listed on the relevant Regulated Market promptly, and not later than ten (10) Business Days after the relevant issue date, is increased accordingly.

15.3 Nature of Business

The Issuer shall procure that no substantial change is made to the general nature of the business as carried out by the Group on the Issue Date.

15.4 Financial Indebtedness

The Issuer shall not, and shall procure that none of the Subsidiaries will, incur any new Financial Indebtedness, or maintain or prolong any existing Financial Indebtedness, provided

however that the Group Companies have a right to incur, maintain and prolong Financial Indebtedness which constitute Permitted Debt.

15.5 Negative Pledge

The Issuer shall not, and shall procure that none of the Subsidiaries will, create or allow to subsist, retain, provide, prolong or renew any guarantee or security over any of its/their assets (present or future), provided however that the Group Companies have a right to create or allow to subsist, retain, provide, prolong and renew any Permitted Security.

15.6 Clean-Down Period

The Issuer shall procure that during each calendar year there shall be a period of five (5) consecutive calendar days during which the amount outstanding under the Working Capital Facility is zero. Not less than six (6) months shall elapse between two such periods.

15.7 Disposal of Assets

15.7.1 The Issuer shall not, and shall procure that none of the Subsidiaries will, sell, transfer or otherwise dispose of shares in any Material Group Company or of all or substantially all of its or any Material Group Company's assets or operations to any Person not being the Issuer or any of the wholly-owned Subsidiaries, unless the transaction (taken as a whole also taking into account any transaction ancillary or related thereto) is carried out at fair market value and on terms and conditions customary for such transaction and provided that it does not have a Material Adverse Effect. The Issuer shall notify the Agent of any such transaction in accordance with Clause 15.12.2. For the avoidance of doubt, shares in Pledged Group Companies may not be sold, transferred or otherwise disposed of, except as set forth below.

15.7.2 The Issuer shall not, and shall procure that none of the Subsidiaries will, sell, transfer or otherwise dispose of shares, assets or operations in any Pledged Group Company, or in any subsidiary of a Pledged Group Company, to any Group Company other than a Pledged Group Company (or, in relation to such transfers of shares, the Issuer). Any such transfer of shares to a Pledged Group Company or the Issuer shall be subject always to applicable laws and the Issuer procuring that any such shares so transferred which at any time are, are intended to be or have been included in the Transaction Security continues to be pledged following the transfer on the same or substantially similar terms and with such priority of security as is satisfactory to the Agent (acting reasonably). In addition, any transfer of shares (as described above) shall always be made subject to the existing pledge and permitted only if the transaction (taken as a whole) does not adversely affect the pledge over such shares (*e.g.*, by resulting in a hardening period or reduced enforceability of the pledge under applicable laws). The Issuer shall notify the Agent of any such transfer of shares in accordance with Clause 15.12.3.

15.8 Continuing Pledge over Pledged Group Companies

As continuing security for the due and punctual fulfilment of the Issuer's obligations under the Finance Documents, the Issuer shall, and shall procure that the Subsidiaries, procure that the shares in all Pledged Group Companies from time to time are pledged or charged to the Agent and the Holders (as represented by the Agent) as a first ranking security in accordance with pledge agreements satisfactory to the Agent (acting reasonably).

15.9 Dealings with Related Parties

The Issuer shall, and shall procure that the Subsidiaries, conduct all dealings with the direct and indirect shareholders of the Group Companies (excluding when such shareholder is

another Group Company) and/or any Affiliates of such direct and indirect shareholders at arm's length terms.

15.10 Compliance with Laws etcetera

The Issuer shall, and shall procure that the Subsidiaries, (i) comply in all material respects with all laws and regulations applicable from time to time, including but not limited to the rules and regulations of NASDAQ Stockholm, NASDAQ First North or any other Regulated Market or recognised unregulated market place on which the Issuer's securities from time to time are listed, and (ii) obtain, maintain, and in all material respects comply with, the terms and conditions of any authorisation, approval, licence or other permit required for the business carried out by a Group Company.

15.11 Intellectual Property

The Issuer shall (and the Issuer shall procure that each other Group Company will):

- (a) preserve and maintain the subsistence and validity of the Intellectual Property necessary for the business of the relevant Group member;
- (b) use reasonable endeavours to prevent any infringement in any material respect of the Intellectual Property;
- (c) make registrations and pay all registration fees and taxes necessary to maintain the Intellectual Property in full force and effect and record its interest in that Intellectual Property;
- (d) not use or permit the Intellectual Property to be used in a way or take any step or omit to take any step in respect of that Intellectual Property which may materially and adversely affect the existence or value of the Intellectual Property or imperil the right of any Group Company to use such property; and
- (e) not discontinue the use of the Intellectual Property,

where failure to do so or such use, permission to use, omission or discontinuation (as applicable), is reasonably likely to have a Material Adverse Effect.

15.12 Financial Reporting Etc.

15.12.1 The Issuer shall:

- (a) prepare and make available the annual audited consolidated financial statements of the Group and the annual audited unconsolidated financial statements of the Issuer, including a profit and loss account, a balance sheet, a cash flow statement and management commentary or report from the Issuer's board of directors, to the Agent and on its website not later than four (4) months after the expiry of each financial year;
- (b) prepare and make available the quarterly interim unaudited consolidated reports of the Group and the quarterly interim unaudited unconsolidated reports of the Issuer, including a profit and loss account, a balance sheet, a cash flow statement and management commentary or report from the Issuer's board of directors, to the Agent and on its website not later than two (2) months after the expiry of each relevant interim period;

- (c) issue a Compliance Certificate to the Agent (i) when a Financial Report is made available, (ii) in connection with the payment of any Restricted Payment or the incurrence of any new Financial Indebtedness (including any Subsequent Bond Issue), which requires that the Incurrence Test is met and (iii) at the Agent's request, within twenty (20) calendar days from such request;
- (d) keep the latest version of these Terms and Conditions (including documents amending these Terms and Conditions) available on its website;
- (e) promptly notify the Agent (and, as regards a Change of Control Event, a De-listing Event or a Listing Failure, the Holders) upon becoming aware of the occurrence of a Change of Control Event, a De-listing Event, a Listing Failure or an Event of Default, and shall provide the Agent with such further information as the Agent may request (acting reasonably) following receipt of such notice; and
- (f) prepare the Financial Reports in accordance with the Accounting Principles and make them available in accordance with the rules and regulations of NASDAQ Stockholm (or any other Regulated Market, as applicable) (as amended from time to time) and the Swedish Securities Market Act (*Sw. lag (2007:528) om värdepappersmarknaden*) (as amended from time to time).

15.12.2 The Issuer shall notify the Agent of any transaction referred to in Clauses 15.7.1 and shall, upon request by the Agent, provide the Agent with (i) any information relating to the transaction which the Agent deems necessary (acting reasonably) and (ii) a determination from the Issuer which states whether the transaction is carried out at fair market value and on terms and conditions customary for such transaction or not and whether it has a Material Adverse Effect or not. The Agent may assume that any information provided by the Issuer is correct, and the Agent shall not be responsible or liable for the adequacy, accuracy or completeness of such information. The Agent is not responsible for assessing if the transaction is carried out at fair market value and on terms and conditions customary for such transaction and whether it has a Material Adverse Effect, but is not bound by the Issuer's determination under item (ii) above.

15.12.3 The Issuer shall notify the Agent of any transfer of shares referred to in Clause 15.7.2 at least twenty (20) Business Days before the transaction is made and, upon request by the Agent, provide the Agent with any information relating to the transaction which the Agent deems necessary (acting reasonably).

15.13 Agency Agreement

15.13.1 The Issuer shall, in accordance with the Agency Agreement:

- (a) pay fees to the Agent;
- (b) indemnify the Agent for costs, losses and liabilities;
- (c) furnish to the Agent all information reasonably requested by or otherwise required to be delivered to the Agent; and
- (d) not act in a way which would give the Agent a legal or contractual right to terminate the Agency Agreement.

15.13.2 The Issuer and the Agent shall not agree to amend any provisions of the Agency Agreement without the prior consent of the Holders if the amendment would be detrimental to the interests of the Holders.

15.14 CSD Related Undertakings

- 15.14.1 The Issuer shall keep the Bonds affiliated with a CSD and comply with all CSD regulations applicable to the Issuer from time to time.
- 15.14.2 The Issuer shall at all times keep an updated copy of the register of Holders maintained by the CSD.

16. Financial Undertakings

The Issuer shall ensure that the Leverage Ratio on each Quarter Date shall not exceed 4.50:1.

17. Termination of the Bonds

17.1 The Agent is entitled to, and shall following a demand in writing from a Holder (or Holders) representing at least fifty (50) per cent. of the Adjusted Nominal Amount (such demand may only be validly made by a person who is a Holder on the second Business Day following the day on which the demand is received by the Agent and shall, if made by several Holders, be made by them jointly) or following an instruction or decision pursuant to Clause 17.6 or 17.6, on behalf of the Holders, terminate the Bonds and to declare all, but not only some, of the Bonds due for payment immediately or at such later date as the Agent determines (such later date not falling later than twenty (20) Business Days from the date on which the Agent made such declaration), if:

- (a) **Non-Payment:** The Issuer or a Guarantor fails to pay an amount on the date it is due in accordance with the Finance Documents unless its failure to pay is due to technical or administrative error and is remedied within five (5) Business Days of the due date;
- (b) **Financial Undertaking:** The Issuer fails to satisfy the financial undertaking set out in Clause 16 (*Financial Undertakings*);
- (c) **Other Obligations:** The Issuer or a Guarantor does not comply with the Finance Documents in any other way than as set out under items (a) or (b) above, unless the non-compliance (i) is capable of being remedied and (ii) is remedied within fifteen (15) Business Days of the earlier of the Agent giving notice and the Issuer or a Guarantor becoming aware of the non-compliance (if the failure or violation is not capable of being remedied, the Agent may declare the Bonds payable without such prior written request);
- (d) **Cross-Acceleration:**
 - (i) Any Financial Indebtedness of a Group Company is not paid when due nor within any originally applicable grace period, or is declared to be due and payable prior to its specified maturity as a result of an event of default (however described); or
 - (ii) any security interest securing Financial Indebtedness over any asset of any Material Group Company is enforced,

provided however that the amount of Financial Indebtedness referred to under item (i) and/or (ii) above, individually or in the aggregate exceeds an amount corresponding to SEK 10,000,000 and provided that it does not apply to any Financial Indebtedness owed to a Group Company.

- (e) **Insolvency:**
- (i) Any Material Group Company is unable or admits inability to pay its debts as they fall due or is declared to be unable to pay its debts under applicable law, suspends making payments on its debts generally or, by reason of actual or anticipated financial difficulties, commences negotiations with its creditors (other than under these Terms and Conditions) with a view to rescheduling its Financial Indebtedness; or
 - (ii) a moratorium is declared in respect of the Financial Indebtedness of any Material Group Company;
- (f) **Insolvency Proceedings:** Any corporate action, legal proceedings or other procedures are taken (other than (i) proceedings or petitions which are being disputed in good faith and are discharged, stayed or dismissed within thirty (30) calendar days of commencement or, if earlier, the date on which it is advertised and (ii), in relation to the Subsidiaries, solvent liquidations) in relation to:
- (i) the suspension of payments, winding-up, dissolution, administration or reorganisation (Sw. *företagsrekonstruktion*) (by way of voluntary agreement, scheme of arrangement or otherwise) of any Material Group Company;
 - (ii) the appointment of a liquidator, receiver, administrator, administrative receiver, compulsory manager or other similar officer in respect of any Material Group Company or any of its assets; or
 - (iii) any analogous procedure or step is taken in any jurisdiction in respect of any Material Group Company;
- (g) **Mergers and Demergers:**
- (i) A decision is made that any Material Group Company shall be merged or demerged into a company which is not a Group Company, unless the Agent or the Holders (as applicable) has given its consent (not to be unreasonably withheld or delayed) in writing prior to the decision of the merger and/or demerger (where consent is not to be understood as a waiver of the rights that applicable law at the time assigns the concerned creditors and where consent from the Agent may only be given if the contemplated merger and/or demerger is likely to not have a Material Adverse Effect); or
 - (ii) the Issuer merges with any other Person, or is subject to a demerger, with the effect that the Issuer is not the surviving entity;
- (h) **Creditors' Process:** Any expropriation, attachment, sequestration, distress or execution or any analogous process in any jurisdiction affects any asset or assets of any Material Group Company having an aggregate value equal to or exceeding SEK 10,000,000 and is not discharged within sixty (60) calendar days;
- (i) **Impossibility or Illegality:** It is or becomes impossible or unlawful for the Issuer to fulfil or perform any of the provisions of the Finance Documents or if the obligations under the Finance Documents are not, or cease to be, legal, valid, binding and enforceable; or
- (j) **Continuation of the Business:** A Material Group Company ceases to carry on its business (except if due to (i) a permitted merger or demerger as stipulated in (g)

above, (ii) a solvent liquidation of a Material Group Company other than the Issuer or (iii) a permitted disposal as stipulated in Clause 15.7) and provided, in relation to a discontinuation of a Material Group Company other than the Issuer, that such discontinuation is likely to have a Material Adverse Effect.

- 17.2** The Agent may not terminate the Bonds in accordance with Clause 17.1 by reference to a specific Event of Default if it is no longer continuing or if it has been decided, in accordance with these Terms and Conditions, to waive such Event of Default (temporarily or permanently). However, if a moratorium occurs, the ending of that moratorium will not prevent termination for payment prematurely on the ground mentioned under Clause 17.1(e).
- 17.3** If the right to terminate the Bonds is based upon a decision of a court of law or a government authority, it is not necessary that the decision has become enforceable under law or that the period of appeal has expired in order for cause of termination to be deemed to exist.
- 17.4** The Issuer is obligated to inform the Agent immediately if any circumstance of the type specified in Clause 17.1 should occur. Should the Agent not receive such information, the Agent is entitled to assume that no such circumstance exists or can be expected to occur, provided that the Agent does not have knowledge of such circumstance. The Agent is under no obligations to make any investigations relating to the circumstances specified in Clause 17.1. The Issuer shall further, at the request of the Agent, provide the Agent with details of any circumstances referred to in Clause 17.1 and provide the Agent with all documents that may be of significance for the application of this Clause 16.
- 17.5** The Issuer is only obligated to inform the Agent according to Clause 17.4 if informing the Agent would not conflict with any statute or the Issuer's registration contract with NASDAQ Stockholm (or any other Regulated Market, as applicable). If such a conflict would exist pursuant to the listing contract with the relevant Regulated Market or otherwise, the Issuer shall however be obligated to either seek the approval from the relevant Regulated Market or undertake other reasonable measures, including entering into a non-disclosure agreement with the Agent, in order to be able to timely inform the Agent according to Clause 17.4.
- 17.6** If the Agent has been notified by the Issuer or has otherwise determined that there is a default under these Terms and Conditions according to Clause 17.1, the Agent shall (i) notify, within five (5) Business Days of the day of notification or determination, the Holders of the default and (ii) decide, within twenty (20) Business Days of the day of notification or determination, if the Bonds shall be declared terminated. If the Agent has decided not to terminate the Bonds, the Agent shall, at the earliest possible date, notify the Holders that there exists a right of termination and obtain instructions from the Holders according to the provisions in Clause 19 (*Decisions by Holders*). If the Holders vote in favour of termination and instruct the Agent to terminate the Bonds, the Agent shall promptly declare the Bonds terminated. However, if the cause for termination according to the Agent's appraisal has ceased before the termination, the Agent shall not terminate the Bonds. The Agent shall in such case, at the earliest possible date, notify the Holders that the cause for termination has ceased. The Agent shall always be entitled to take the time necessary to consider whether an occurred event constitutes an Event of Default.
- 17.7** If the Holders, without any prior initiative to decision from the Agent or the Issuer, have made a decision regarding termination in accordance with Clause 19 (*Decisions by Holders*), the Agent shall promptly declare the Bonds terminated. The Agent is however not liable to take action if the Agent considers cause for termination not to be at hand, unless the instructing

Holders agree in writing to indemnify and hold the Agent harmless from any loss or liability and, if requested by the Agent in its discretion, grant sufficient security for such indemnity.

- 17.8** If the Bonds are declared due and payable in accordance with the provisions in this Clause 16, the Agent shall take every reasonable measure necessary to recover the amounts outstanding under the Bonds.
- 17.9** For the avoidance of doubt, the Bonds cannot be terminated and become due for payment prematurely according to this Clause 16 without relevant decision by the Agent or following instructions from the Holders' pursuant to Clause 19 (*Decisions by Holders*).
- 17.10** If the Bonds are declared due and payable in accordance with this Clause 16, the Issuer shall redeem all Bonds with an amount per Bond equal to the applicable Call Option Price together with accrued but unpaid Interest.

18. Distribution of Proceeds

- 18.1** If the Bonds have been declared due and payable in accordance with Clause 16 (*Termination of the Bonds*), all payments by the Issuer or the Guarantors (as applicable) relating to the Bonds shall be distributed in the following order of priority, in accordance with the instructions of the Agent:
- (a) *firstly*, in or towards payment *pro rata* of (i) all unpaid fees, costs, expenses and indemnities payable by the Issuer to the Agent, (ii) other costs, expenses and indemnities relating to the termination of the Bonds, the enforcement of the Transaction Security, the enforcement of the Guarantees or the protection of the Holders' rights under the Finance Documents, (iii) any non-reimbursed costs incurred by the Agent for external experts, and (iv) any non-reimbursed costs and expenses incurred by the Agent in relation to a Holders' Meeting or a Written Procedure;
 - (b) *secondly*, in or towards payment *pro rata* of accrued but unpaid Interest under the Bonds (Interest due on an earlier Interest Payment Date to be paid before any Interest due on a later Interest Payment Date);
 - (c) *thirdly*, in or towards payment *pro rata* of any unpaid principal under the Bonds; and
 - (d) *fourthly*, in or towards payment *pro rata* of any other costs or outstanding amounts unpaid under the Finance Documents.

Any excess funds after the application of proceeds in accordance with items (a) to (d) above shall be paid to the Issuer or the Guarantors (as applicable). The application of proceeds in accordance with items (a) to (d) above shall, however, not restrict a Holders' Meeting or a Written Procedure from resolving that accrued Interest (whether overdue or not) shall be reduced without a corresponding reduction of principal.

- 18.2** If a Holder or another party has paid any fees, costs, expenses or indemnities referred to in Clause 18.1, such Holder or other party shall be entitled to reimbursement by way of a corresponding distribution in accordance with Clause 18.1.
- 18.3** If the Issuer or the Agent shall make any payment under this Clause 18, the Issuer or the Agent, as applicable, shall notify the Holders of any such payment at least fifteen (15) Business Days before the payment is made. Such notice shall specify the Record Date, the payment date and the amount to be paid. Notwithstanding the foregoing, for any Interest due but unpaid the Record Date specified in Clause 12.1 shall apply.

19. Decisions by Holders

19.1 A request by the Agent for a decision by the Holders on a matter relating to the Finance Documents shall (at the option of the Agent) be dealt with at a Holders' Meeting or by way of a Written Procedure.

19.2 Any request from the Issuer or a Holder (or Holders) representing at least ten (10) per cent. of the Adjusted Nominal Amount (such request may only be validly made by a Person who is a Holder on the Business Day immediately following the day on which the request is received by the Agent and shall, if made by several Holders, be made by them jointly) for a decision by the Holders on a matter relating to the Finance Documents shall be directed to the Agent and dealt with at a Holders' Meeting or by way of a Written Procedure, as determined by the Agent. The Person requesting the decision may suggest the form for decision making, but if it is in the Agent's opinion more appropriate that a matter is dealt with at a Holders' Meeting than by way of a Written Procedure, it shall be dealt with at a Holders' Meeting.

19.3 The Agent may refrain from convening a Holders' Meeting or instigating a Written Procedure if (a) the suggested decision must be approved by any Person in addition to the Holders and such Person has informed the Agent that an approval will not be given, or (b) the suggested decision is not in accordance with applicable laws.

19.4 Only a Person who is, or who has been provided with a power of attorney or other proof of authorisation pursuant to Clause 11 (*Right to act on behalf of a Holder*) from a Person who is, registered as a Holder:

- (a) on the Record Date prior to the date of the Holders' Meeting, in respect of a Holders' Meeting, or
- (b) on the Business Day specified in the communication pursuant to Clause 21.3, in respect of a Written Procedure,

may exercise voting rights as a Holder at such Holders' Meeting or in such Written Procedure, provided that the relevant Bonds are included in the definition of Adjusted Nominal Amount.

19.5 The following matters shall require consent of Holders representing at least two thirds (2/3) of the Adjusted Nominal Amount for which Holders are voting at a Holders' Meeting or for which Holders reply in a Written Procedure in accordance with the instructions given pursuant to Clause 21.3:

- (a) waive a breach of or amend an undertaking set out in Clause 15 (*Special undertakings*);
- (b) release the Transaction Security or the Guarantees in whole or in part (other than such security or guarantee which shall be released in accordance with these Terms and Conditions without the requirement for the Agent to receive approval from the Holders);
- (c) reduce the Nominal Amount, Interest Rate or Interest which shall be paid by the Issuer;
- (d) amend any payment day for principal or Interest or waive any breach of a payment undertaking, or
- (e) amend the provisions in this Clause 19.5 or 19.6.

- 19.6** Any matter not covered by Clause 19.5 shall require the consent of Holders representing more than fifty (50) per cent. of the Adjusted Nominal Amount for which Holders are voting at a Holders' Meeting or for which Holders reply in a Written Procedure in accordance with the instructions given pursuant to Clause 21.3. This includes, but is not limited to, any amendment to or waiver of the terms of any Finance Document that does not require a higher majority (other than an amendment or waiver permitted pursuant to Clauses 22.1(a), 22.1(b) or 22.1(c)), a termination of the Bonds or the enforcement of the Transaction Security or the Guarantees in whole or in part.
- 19.7** If the number of votes or replies are equal, the opinion which is most beneficial for the Issuer, according to the chairman at a Holders' Meeting or the Agent in a Written Procedure, will prevail. The chairman at a Holders' Meeting shall be appointed by the Holders in accordance with Clause 19.6.
- 19.8** Quorum at a Holders' Meeting or in respect of a Written Procedure only exists if a Holder (or Holders) representing at least twenty (20) per cent. of the Adjusted Nominal Amount;
- (a) if at a Holders' Meeting, attend the meeting in person or by telephone conference (or appear through duly authorised representatives); or
 - (b) if in respect of a Written Procedure, reply to the request.
- 19.9** If a quorum does not exist at a Holders' Meeting or in respect of a Written Procedure, the Agent or the Issuer shall convene a second Holders' Meeting (in accordance with Clause 20.1) or initiate a second Written Procedure (in accordance with Clause 21.1), as the case may be, provided that the relevant proposal has not been withdrawn by the Person(s) who initiated the procedure for Holders' consent. The quorum requirement in Clause 19.8 shall not apply to such second Holders' Meeting or Written Procedure.
- 19.10** Any decision which extends or increases the obligations of the Issuer or the Agent, or limits, reduces or extinguishes the rights or benefits of the Issuer or the Agent, under the Finance Documents shall be subject to the Issuer's or the Agent's consent, as appropriate.
- 19.11** A Holder holding more than one Bond need not use all its votes or cast all the votes to which it is entitled in the same way and may in its discretion use or cast some of its votes only.
- 19.12** The Issuer may not, directly or indirectly, pay or cause to be paid any consideration to or for the benefit of any Holder for or as inducement to any consent under these Terms and Conditions, unless such consideration is offered to all Holders that consent at the relevant Holders' Meeting or in a Written Procedure within the time period stipulated for the consideration to be payable or the time period for replies in the Written Procedure, as the case may be.
- 19.13** A matter decided at a duly convened and held Holders' Meeting or by way of Written Procedure is binding on all Holders, irrespective of them being present or represented at the Holders' Meeting or responding in the Written Procedure. The Holders that have not adopted or voted for a decision shall not be liable for any damages that this may cause other Holders.
- 19.14** All costs and expenses incurred by the Issuer or the Agent for the purpose of convening a Holders' Meeting or for the purpose of carrying out a Written Procedure, including reasonable fees to the Agent, shall be paid by the Issuer.
- 19.15** If a decision shall be taken by the Holders on a matter relating to the Finance Documents, the Issuer shall promptly at the request of the Agent provide the Agent with a certificate specifying the number of Bonds owned by Group Companies or (to the knowledge of the Issuer) their

Affiliates, irrespective of whether such Person is directly registered as owner of such Bonds. The Agent shall not be responsible for the accuracy of such certificate or otherwise be responsible to determine whether a Bond is owned by a Group Company or an Affiliate of a Group Company.

- 19.16** Information about decisions taken at a Holders' Meeting or by way of a Written Procedure shall promptly be sent by notice to the Holders and published on the websites of the Issuer and the Agent, provided that a failure to do so shall not invalidate any decision made or voting result achieved. The minutes from the relevant Holders' Meeting or Written Procedure shall at the request of a Holder be sent to it by the Issuer or the Agent, as applicable.

20. Holders' Meeting

- 20.1** The Agent shall convene a Holders' Meeting by sending a notice thereof to each Holder no later than five (5) Business Days after receipt of a request from the Issuer or the Holder(s) (or such later date as may be necessary for technical or administrative reasons). If the Holders' Meeting has been requested by the Holder(s), the Agent shall send a copy of the notice to the Issuer.
- 20.2** Should the Issuer want to replace the Agent, it may convene a Holders' Meeting in accordance with Clause 20.1 with a copy to the Agent. After a request from the Holders pursuant to Clause 23.4.3, the Issuer shall no later than five (5) Business Days after receipt of such request (or such later date as may be necessary for technical or administrative reasons) convene a Holders' Meeting in accordance with Clause 20.1.
- 20.3** The notice pursuant to Clause 20.1 shall include (i) time for the meeting, (ii) place for the meeting, (iii) agenda for the meeting (including each request for a decision by the Holders) and (iv) a form of power of attorney. Only matters that have been included in the notice may be resolved upon at the Holders' Meeting. Should prior notification by the Holders be required in order to attend the Holders' Meeting, such requirement shall be included in the notice.
- 20.4** The Holders' Meeting shall be held no earlier than ten (10) Business Days and no later than twenty (20) Business Days from the notice.
- 20.5** If the Agent, in breach of these Terms and Conditions, has not convened a Holders' Meeting within five (5) Business Days after having received such notice, the requesting Person may convene the Holders' Meeting itself. If the requesting Person is a Holder, the Issuer shall upon request from such Holder provide the Holder with necessary information from the register kept by the CSD and, if no Person to open the Holders' Meeting has been appointed by the Agent, the meeting shall be opened by a Person appointed by the requesting Person.
- 20.6** At a Holders' Meeting, the Issuer, the Holders (or the Holders' representatives/proxies) and the Agent may attend along with each of their representatives, counsels and assistants. Further, the directors of the board, the managing director and other officials of the Issuer and the Issuer's auditors may attend the Holders' Meeting. The Holders' Meeting may decide that further individuals may attend. If a representative/proxy shall attend the Holders' Meeting instead of the Holder, the representative/proxy shall present a duly executed proxy or other document establishing its authority to represent the Holder.
- 20.7** Without amending or varying these Terms and Conditions, the Agent may prescribe such further regulations regarding the convening and holding of a Holders' Meeting as the Agent may deem appropriate. Such regulations may include a possibility for Holders to vote without attending the meeting in person.

21. Written Procedure

- 21.1** The Agent shall instigate a Written Procedure no later than five (5) Business Days after receipt of a request from the Issuer or the Holder(s) (or such later date as may be necessary for technical or administrative reasons) by sending a communication to each such Person who is registered as a Holder on the Business Day prior to the date on which the communication is sent. If the Written Procedure has been requested by the Holder(s), the Agent shall send a copy of the communication to the Issuer.
- 21.2** Should the Issuer want to replace the Agent, it may send a communication in accordance with Clause 21.1 to each Holder with a copy to the Agent.
- 21.3** A communication pursuant to Clause 21.1 shall include (i) each request for a decision by the Holders, (ii) a description of the reasons for each request, (iii) a specification of the Business Day on which a Person must be registered as a Holder in order to be entitled to exercise voting rights (such Business Day not to fall earlier than the effective date of the communication pursuant to Clause 21.1), (iv) instructions and directions on where to receive a form for replying to the request (such form to include an option to vote yes or no for each request) as well as a form of power of attorney, and (v) the stipulated time period within which the Holder must reply to the request (such time period to last at least ten (10) Business Days but not more than twenty (20) Business Days from the communication pursuant to Clause 21.1). If the voting shall be made electronically, instructions for such voting shall be included in the communication.
- 21.4** If the Agent, in breach of these Terms and Conditions, has not instigated a Written Procedure within five (5) Business Days after having received such notice, the requesting Person may instigate a Written Procedure itself. If the requesting Person is a Holder, the Issuer shall upon request from such Holder provide the Holder with necessary information from the register kept by the CSD.
- 21.5** When the requisite majority consents of the total Adjusted Nominal Amount pursuant to Clauses 19.5 and 19.6 have been received in a Written Procedure, the relevant decision shall be deemed to be adopted pursuant to Clauses 19.5 or 19.6, as the case may be, even if the time period for replies in the Written Procedure has not yet expired.

22. Amendments and Waivers

- 22.1** The Issuer and the Agent (acting on behalf of the Holders) may agree to amend the Finance Documents or waive any provision in a Finance Document, provided that:
- (a) such amendment or waiver is not detrimental to the interest of the Holders, or is made solely for the purpose of rectifying obvious errors and mistakes;
 - (b) such amendment or waiver is required by applicable law, a court ruling or a decision by a relevant authority;
 - (c) such amendment or waiver is necessary for the purpose of listing the Bonds on the corporate bond list of NASDAQ Stockholm (or any other Regulated Market, as applicable) provided such amendment or waiver does not materially adversely affect the rights of the Holders; or
 - (d) such amendment or waiver has been duly approved by the Holders in accordance with Clause 19 (*Decisions by Holders*).

- 22.2** The consent of the Holders is not necessary to approve the particular form of any amendment or waiver to the Finance Documents. It is sufficient if such consent approves the substance of the amendment or waiver.
- 22.3** The Agent shall promptly notify the Holders of any amendments or waivers made in accordance with Clause 22.1, setting out the date from which the amendment or waiver will be effective, and ensure that any amendments to the Finance Documents are available on the websites of the Issuer and the Agent. The Issuer shall ensure that any amendments to these Terms and Conditions are duly registered with the CSD and each other relevant organisation or authority.
- 22.4** An amendment or waiver to the Finance Documents shall take effect on the date determined by the Holders' Meeting, in the Written Procedure or by the Agent, as the case may be.

23. Appointment and Replacement of the Agent

23.1 Appointment of Agent

- 23.1.1 By subscribing for Bonds, each initial Holder appoints the Agent to act as its agent and security agent in all matters relating to the Bonds and the Finance Documents, and authorises the Agent to act on its behalf (without first having to obtain its consent, unless such consent is specifically required by these Terms and Conditions) in any legal or arbitration proceedings relating to the Bonds held by such Holder, including the winding-up, dissolution, liquidation, company reorganisation (Sw. *företagsrekonstruktion*), or bankruptcy (Sw. *konkurs*) (or its equivalent in any other jurisdiction) of the Issuer. By acquiring Bonds, each subsequent Holder confirms such appointment and authorisation for the Agent to act on its behalf.
- 23.1.2 Each Holder shall immediately upon request by the Agent provide the Agent with any such documents, including a written power of attorney (in form and substance satisfactory to the Agent), as the Agent deems necessary for the purpose of exercising its rights and/or carrying out its duties under the Finance Documents. The Agent is under no obligation to represent a Holder which does not comply with such request.
- 23.1.3 The Issuer shall promptly upon request provide the Agent with any documents and other assistance (in form and substance satisfactory to the Agent), that the Agent deems necessary for the purpose of exercising its rights and/or carrying out its duties under the Finance Documents.
- 23.1.4 The Agent is entitled to fees for its work and to be indemnified for costs, losses and liabilities on the terms set out in the Finance Documents and the Agent's obligations as agent and security agent under the Finance Documents are conditioned upon the due payment of such fees and indemnifications.
- 23.1.5 The Agent may act as agent and/or security agent for several issues of securities issued by or relating to the Issuer and other Group Companies notwithstanding potential conflicts of interest.

23.2 Duties of the Agent

- 23.2.1 The Agent shall represent the Holders in accordance with the Finance Documents. However, the Agent is not responsible for the execution or enforceability of the Finance Documents. The Agent shall keep the latest version of these Terms and Conditions (including any document amending these Terms and Conditions) available on the website of the Agent.

- 23.2.2 Upon request by a Holder, the Agent shall promptly distribute to the Holders any information from such Holder which relates to the Bonds (at the discretion of the Agent). The Agent may require that the requesting Holder reimburses any costs or expenses incurred, or to be incurred, by the Agent in doing so (including a reasonable fee for the work of the Agent) before any such information is distributed. The Agent shall upon request by a Holder disclose the identity of any other Holder who has consented to the Agent in doing so.
- 23.2.3 When acting in accordance with the Finance Documents, the Agent is always acting with binding effect on behalf of the Holders. The Agent shall carry out its duties under the Finance Documents in a reasonable, proficient and professional manner, with reasonable care and skill.
- 23.2.4 The Agent is entitled to delegate its duties to other professional parties, but the Agent shall remain liable for the actions of such parties under the Finance Documents.
- 23.2.5 The Agent shall treat all Holders equally and, when acting pursuant to the Finance Documents, act with regard only to the interests of the Holders and shall not be required to have regard to the interests or to act upon or comply with any direction or request of any other Person, other than as explicitly stated in the Finance Documents.
- 23.2.6 The Agent shall, subject to Clause 28.2.2, be entitled to disclose to the Holders any event or circumstance directly or indirectly relating to the Issuer or the Bonds. Notwithstanding the foregoing, the Agent may if it considers it to be beneficial to the interests of the Holders delay disclosure or refrain from disclosing certain information other than in respect of an Event of Default that has occurred and is continuing.
- 23.2.7 The Agent is entitled to engage external experts when carrying out its duties under the Finance Documents. The Issuer shall on demand by the Agent pay all costs for external experts engaged (i) after the occurrence of an Event of Default, (ii) for the purpose of investigating or considering an event or circumstance which the Agent reasonably believes is or may lead to an Event of Default or a matter relating to the Issuer or the Transaction Security which the Agent reasonably believes may be detrimental to the interests of the Holders under the Finance Documents or (iii) when the Agent is to make a determination under the Finance Documents. Any compensation for damages or other recoveries received by the Agent from external experts engaged by it for the purpose of carrying out its duties under the Finance Documents shall be distributed in accordance with Clause 18 (*Distribution of proceeds*).
- 23.2.8 The Agent shall enter into agreements with the CSD, and comply with such agreement and the CSD regulations applicable to the Agent, as may be necessary in order for the Agent to carry out its duties under the Finance Documents.
- 23.2.9 Notwithstanding any other provision of the Finance Documents to the contrary, the Agent is not obligated to do or omit to do anything if it would or might in its reasonable opinion constitute a breach of any law or regulation.
- 23.2.10 If in the Agent's reasonable opinion the cost, loss or liability which it may incur (including reasonable fees to the Agent) in complying with instructions of the Holders, or taking any action at its own initiative, will not be covered by the Issuer, the Agent may refrain from acting in accordance with such instructions, or taking such action, until it has received such funding or indemnities (or adequate security has been provided therefore) as it may reasonably require.
- 23.2.11 The Agent shall give a notice to the Holders (i) before it ceases to perform its obligations under the Finance Documents by reason of the non-payment by the Issuer of any fee or indemnity

due to the Agent under the Finance Documents, or (ii) if it refrains from acting for any reason described in Clause 23.2.10.

23.3 Limited Liability for the Agent

- 23.3.1 The Agent will not be liable to the Holders for damage or loss caused by any action taken or omitted by it under or in connection with any Finance Document, unless directly caused by its negligence or wilful misconduct. The Agent shall never be responsible for indirect loss.
- 23.3.2 The Agent shall not be considered to have acted negligently if it has acted in accordance with advice from or opinions of reputable external experts engaged by the Agent or if the Agent has acted with reasonable care in a situation when the Agent considers that it is detrimental to the interests of the Holders to delay the action in order to first obtain instructions from the Holders.
- 23.3.3 The Agent shall not be liable for any delay (or any related consequences) in crediting an account with an amount required pursuant to the Finance Documents to be paid by the Agent to the Holders, provided that the Agent has taken all necessary steps as soon as reasonably practicable to comply with the regulations or operating procedures of any recognised clearing or settlement system used by the Agent for that purpose.
- 23.3.4 The Agent shall have no liability to the Holders for damage caused by the Agent acting in accordance with instructions of the Holders given in accordance with Clause 19 (*Decisions by Holders*).
- 23.3.5 Any liability towards the Issuer which is incurred by the Agent in acting under, or in relation to, the Finance Documents shall not be subject to set-off against the obligations of the Issuer to the Holders under the Finance Documents.

23.4 Replacement of the Agent

- 23.4.1 Subject to Clause 23.4.6, the Agent may resign by giving notice to the Issuer and the Holders, in which case the Holders shall appoint a successor Agent at a Holders' Meeting convened by the retiring Agent or by way of Written Procedure initiated by the retiring Agent.
- 23.4.2 Subject to Clause 23.4.6, if the Agent is insolvent or becomes subject to bankruptcy proceedings, the Agent shall be deemed to resign as Agent and the Issuer shall within ten (10) Business Days appoint a successor Agent which shall be an independent financial institution or other reputable company which regularly acts as agent under debt issuances.
- 23.4.3 A Holder (or Holders) representing at least ten (10) per cent. of the Adjusted Nominal Amount may, by notice to the Issuer (such notice may only be validly given by a Person who is a Holder on the Business Day immediately following the day on which the notice is received by the Issuer and shall, if given by several Holders, be given by them jointly), require that a Holders' Meeting is held for the purpose of dismissing the Agent and appointing a new Agent. The Issuer may, at a Holders' Meeting convened by it or by way of Written Procedure initiated by it, propose to the Holders that the Agent be dismissed and a new Agent appointed.
- 23.4.4 If the Holders have not appointed a successor Agent within ninety (90) calendar days after (i) the earlier of the notice of resignation was given or the resignation otherwise took place or (ii) the Agent was dismissed through a decision by the Holders, the Issuer shall appoint a successor Agent which shall be an independent financial institution or other reputable company which regularly acts as agent under debt issuances.

- 23.4.5 The retiring Agent shall, at its own cost, make available to the successor Agent such documents and records and provide such assistance as the successor Agent may reasonably request for the purposes of performing its functions as Agent under the Finance Documents.
- 23.4.6 The Agent's resignation or dismissal shall only take effect upon the appointment of a successor Agent and acceptance by such successor Agent of such appointment and the execution of all necessary documentation to effectively substitute the retiring Agent.
- 23.4.7 Upon the appointment of a successor, the retiring Agent shall be discharged from any further obligation in respect of the Finance Documents but shall remain entitled to the benefit of the Finance Documents and remain liable under the Finance Documents in respect of any action which it took or failed to take whilst acting as Agent. Its successor, the Issuer and each of the Holders shall have the same rights and obligations amongst themselves under the Finance Documents as they would have had if such successor had been the original Agent.
- 23.4.8 In the event that there is a change of the Agent in accordance with this Clause 23.4, the Issuer shall execute such documents and take such actions as the new Agent may reasonably require for the purpose of vesting in such new Agent the rights, powers and obligation of the Agent and releasing the retiring Agent from its further obligations under the Finance Documents. Unless the Issuer and the new Agent agree otherwise, the new Agent shall be entitled to the same fees and the same indemnities as the retiring Agent.

24. Appointment and Replacement of the Issuing Agent

- 24.1 The Issuer appoints the Issuing Agent to manage certain specified tasks under these Terms and Conditions and in accordance with the legislation, rules and regulations applicable to and/or issued by the CSD and relating to the Bonds.
- 24.2 The Issuing Agent may retire from its assignment or be dismissed by the Issuer, provided that the Issuer has approved that a commercial bank or securities institution approved by the CSD accedes as new Issuing Agent at the same time as the old Issuing Agent retires or is dismissed. If the Issuing Agent is insolvent, the Issuer shall immediately appoint a new Issuing Agent, which shall replace the old Issuing Agent as issuing agent in accordance with these Terms and Conditions.

25. Appointment and Replacement of the CSD

- 25.1 The Issuer has appointed the CSD to manage certain tasks under these Terms and Conditions and in accordance with the legislation, rules and regulations applicable to the CSD.
- 25.2 The CSD may retire from its assignment or be dismissed by the Issuer, provided that the Issuer has effectively appointed a replacement CSD that accedes as CSD at the same time as the old CSD retires or is dismissed and provided also that the replacement does not have a negative effect on any Holder or the listing of the Bonds listed on the corporate bond list of NASDAQ Stockholm (or any other Regulated Market, as applicable). The replacing CSD must be authorised to professionally conduct clearing operations pursuant to the Swedish Securities Market Act (*Sw. lag (2007:528) om värdepappersmarknaden*) and be authorised as a central securities depository in accordance with the Financial Instruments Account Act (*Sw. lag (1998:1479) om kontoföring av finansiella instrument*).

26. No Direct Actions by Holders

- 26.1** A Holder may not take any steps whatsoever against the Issuer or a Subsidiary (including a Guarantor) to enforce or recover any amount due or owing to it pursuant to the Finance Documents, or to initiate, support or procure the winding-up, dissolution, liquidation, company reorganisation (Sw. *företagsrekonstruktion*) or bankruptcy (Sw. *konkurs*) (or its equivalent in any other jurisdiction) of the Group Companies in relation to any of the obligations and liabilities of the Issuer or a Subsidiary (including a Guarantor) under the Finance Documents.
- 26.2** Clause 26.1 shall not apply if the Agent has been instructed by the Holders in accordance with the Finance Documents to take certain actions but fails for any reason to take, or is unable to take (for any reason other than a failure by a Holder to provide documents in accordance with Clause 23.1.2), such actions within a reasonable period of time and such failure or inability is continuing. However, if the failure to take certain actions is caused by the non-payment by the Issuer of any fee or indemnity due to the Agent under the Finance Documents or by any reason described in Clause 23.2.10, such failure must continue for at least forty (40) Business Days after notice pursuant to Clause 23.2.11 before a Holder may take any action referred to in Clause 26.1.
- 26.3** The provisions of Clause 26.1 shall not in any way limit an individual Holder's right to claim and enforce payments which are due to it under Clause 14.4 (*Mandatory Repurchase due to a Change of Control Event, a De-listing Event or a Listing Failure (Put Option)*) or other payments which are due by the Issuer to some but not all Holders.

27. Time-Bar

- 27.1** The right to receive repayment of the principal of the Bonds shall be time-barred and become void ten (10) years from the relevant Redemption Date. The right to receive payment of Interest (excluding any capitalised Interest) shall be time-barred and become void three (3) years from the relevant due date for payment. The Issuer is entitled to any funds set aside for payments in respect of which the Holders' right to receive payment has been time-barred and has become void.
- 27.2** If a limitation period is duly interrupted in accordance with the Swedish Act on Limitations (Sw. *preskriptionslag (1981:130)*), a new time-bar period of ten (10) years with respect to the right to receive repayment of the principal of the Bonds, and of three (3) years with respect to the right to receive payment of Interest (excluding capitalised Interest) will commence, in both cases calculated from the date of interruption of the time-bar period, as such date is determined pursuant to the provisions of the Swedish Act on Limitations.

28. Notices and Press Releases

28.1 Notices

- 28.1.1** Any notice or other communication to be made under or in connection with the Finance Documents:
- (a) if to the Agent, shall be given at the address registered with the Swedish Companies Registration Office (Sw. *Bolagsverket*) on the Business Day prior to dispatch or, if sent by email by the Issuer, to such email address as notified by the Agent to the Issuer from time to time;

- (b) if to the Issuer, shall be given at the address:

Stillfront Group AB (publ)
Att: CEO Jörgen Larsson
Gamla Tannerforsvägen 17C
582 54 Linköping
Sweden

with a copy to:

Advokatfirma DLA Piper Sweden KB
Att: Peter Ihrfelt
P.O. Box 7315
103 90 Stockholm
Sweden

or such other address notified by the Issuer to the Agent from time to time or, if sent by email by the Agent, to jorgen@stillfront.com and peter.ihrfelt@dlapiper.com or such other email address as notified by the Issuer to the Agent from time to time;

- (c) if to a Guarantor, shall be given to the address stated in the relevant Guarantee or such other address notified by such Guarantor to the Agent from time to time or, if sent by email by the Agent, to such email address as notified by that Guarantor to the Agent from time to time; and
- (d) if to the Holders, shall be given at their addresses as registered with the CSD, on the date such person shall be a Holder in order to receive the communication, and by either courier delivery or letter for all Holders. A Notice to the Holders shall also be published on the websites of the Issuer and the Agent.

28.1.2 Any notice or other communication made by one Person to another under or in connection with these Terms and Conditions shall be sent by way of courier, personal delivery or letter (and, if between the Agent and the Issuer or the Issuing Agent and the Issuer, by email) and will only be effective, in case of courier or personal delivery, when it has been left at the address specified in Clause 28.1.1 or, in case of letter, three (3) Business Days after being deposited postage prepaid in an envelope addressed to the address specified in Clause 28.1.1 or, in case of email to the Agent or the Issuer, when received in legible form by the email address specified in Clause 28.1.1.

28.1.3 Failure to send a notice or other communication to a Holder or any defect in it shall not affect its sufficiency with respect to other Holders.

28.2 Press Releases

28.2.1 Any notice that the Issuer or the Agent shall send to the Holders pursuant to Clauses 14.3.3, 14.4, 15.12, 17.6, 18.3, 19.16, 20.1, 21.1, 22.3, 23.2.11 and 23.4.1 shall also be published by way of press release by the Issuer or the Agent, as applicable.

28.2.2 In addition to Clause 28.2.1, if any information relating to the Bonds, the Issuer or the Group contained in a notice that the Agent may send to the Holders under these Terms and Conditions has not already been made public by way of a press release, the Agent shall before it sends such information to the Holders give the Issuer the opportunity to issue a press release containing such information. If the Issuer does not promptly issue a press release and the Agent considers it necessary to issue a press release containing such information before

it can lawfully send a notice containing such information to the Holders, the Agent shall be entitled to issue such press release.

29. Force Majeure and Limitation of Liability

- 29.1** Neither the Agent nor the Issuing Agent shall be held responsible for any damage arising out of any legal enactment, or any measure taken by a public authority, or war, strike, lockout, boycott, blockade, natural disaster, insurrection, civil commotion, terrorism or any other similar circumstance (a “**Force Majeure Event**”). The reservation in respect of strikes, lockouts, boycotts and blockades applies even if the Agent or the Issuing Agent itself takes such measures, or is subject to such measures.
- 29.2** The Issuing Agent shall have no liability to the Holders if it has observed reasonable care. The Issuing Agent shall never be responsible for indirect damage with exception of gross negligence and wilful misconduct.
- 29.3** Should a Force Majeure Event arise which prevents the Agent or the Issuing Agent from taking any action required to comply with the Finance Documents, such action may be postponed until the obstacle has been removed.
- 29.4** The provisions in this Clause 29 apply unless they are inconsistent with the provisions of the Financial Instruments Accounts Act which provisions shall take precedence.

30. Listing

The Issuer intends to list the Bonds within thirty (30) calendar days after the Issue Date, and has undertaken to list the Bonds within twelve (12) months after the Issue Date, on the corporate bond list of NASDAQ Stockholm (or any other Regulated Market) in accordance with Clause 15.2 (*Listing of Bonds*). Further, if the Bonds have not been listed on the corporate bond list of NASDAQ Stockholm (or any other Regulated Market) within sixty (60) calendar days after the Issue Date, each Holder has a right of repayment (put option) of its Bonds in accordance with Clause 14.4 (*Mandatory Repurchase due to a Change of Control Event, a De-listing Event or a Listing Failure (Put Option)*).

31. Governing Law and Jurisdiction

- 31.1** These Terms and Conditions, and any non-contractual obligations arising out of or in connection therewith, shall be governed by and construed in accordance with the laws of Sweden.
- 31.2** Any dispute or claim arising in relation to these Terms and Conditions shall, subject to Clause 31.3, be determined by Swedish courts and the District Court of Stockholm shall be the court of first instance.
- 31.3** The submission to the jurisdiction of the Swedish courts shall not limit the right of the Agent (or the Holders, as applicable) to take proceedings against the Issuer in any court which may otherwise exercise jurisdiction over the Issuer or any of its assets.

We hereby certify that the above Terms and Conditions are binding upon ourselves.

Place:

Date:

The Issuer

Stillfront Group AB (publ)

By:

By:

We hereby undertake to act in accordance with the above Terms and Conditions to the extent they refer to us.

Place:

Date:

The Agent

Intertrust (Sweden) AB

By:

By: