



The Board of Directors' statement pursuant to Chapter 18, Section 4 of the Swedish Companies Act regarding the proposal for dividend

The Board of Directors of TF Bank AB (publ) (undergoing name change to Avarda Bank AB), reg.no 556158-1041, has proposed that the Annual General Meeting resolves on a dividend to shareholders totalling KSEK 323,250.

The company's financial situation as of 31 December 2025 is presented in the annual report for the 2025 financial year. The annual report also states the principles applied for the valuation of assets, provisions and liabilities. The company's unrestricted equity amounted to KSEK 3,094,087 as of 31 December 2025. At the same date, the company's gross solvency ratio was 9.8 percent. As of 31 December 2025, the company had assets of KSEK 28,450,883 and liabilities of KSEK 25,165,343 valued at fair value in the balance sheet. There has been no significant deterioration in the company's financial position since 31 December 2025.

The Board of Directors notes that, after the proposed dividend, there is full coverage for the company's restricted equity in accordance with Chapter 17, Section 3, first paragraph of the Swedish Companies Act. The dividend is considered justifiable in view of the requirements that the nature, scope and risks of the business place on the size of equity. In this regard, the Board has taken into account the current economic situation, historical developments and future forecasts for both the company and the market.

The Board has reviewed the company's financial situation and, after careful consideration, concludes that a dividend is justifiable in view of the principle of prudence in Chapter 17, Section 3, second and third paragraphs, of the Swedish Companies Act.

After the dividend distribution, the company will still have a good equity ratio, which, in the Board's opinion, meets the requirements that can currently be set for the industry in which the company operates. After the dividend distribution, the company is expected to have satisfactory liquidity and a consolidation requirement that can be considered satisfied.

The Board of Directors' assessment is that the dividend will not affect the company's ability to fulfil its obligations in the short or long term. Nor is the proposed dividend expected to affect the company's ability to make any necessary investments.

Based on an overall assessment of the company's financial situation, the Board of Directors sees no obstacles to distributing dividends to shareholders.

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Borås, March 2026

TF Bank AB (publ) (undergoing name change to Avarda Bank AB)

The Board of Directors