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Saab plans a rights issue of approximately SEK 6 billion

- A strong demand for Saab's products and systems has the last few years resulted in a record high order backlog, strong sales growth and an increased internationalization. Saab currently has a strong market position
- Through the U.S. Air Force's choice of the T-X trainer, developed by Saab and Boeing, Saab will strengthen its position in the U.S. This demonstrates Saab's efforts to broaden and expand its international business
- To support the Saab's continued growth journey and give Saab increased opportunity to successfully compete for new large orders the company is planning a rights issue for eligible shareholders during the fourth quarter of approximately SEK 6 billion
- Investor AB and the Knut and Alice Wallenberg Foundation, as well as other shareholders, together representing 52.3 percent of the share capital and 58.9 percent of the votes (excluding repurchased shares)¹, have expressed their support for the rights issue

Saab has during the last three-year period embarked on a growth journey, with larger development projects in the order backlog and an increased internationalization. The development projects in the order backlog include, among others, Sweden and Brazil's orders of Gripen E, the submarine order A26 from Sweden, as well as the order from the UAE on GlobalEye, which is a new generation Airborne Warning and Control system.

¹ The total number of outstanding shares is 106,677,167, of which 1,907,123 are A-shares and 104,770,044 are B-shares. The remaining 2,473,177 B-shares are owned by Saab AB

Saab AB (publ)Postal address
SE-581 88 Linköping
SwedenTelephone
+46 (0)13 18 00 00Telefax
+46 (0)13 18 72 00Registered office
LinköpingRegistered No
556036-0793VAT No
SE556036079301Internet address
www.saabgroup.com

Saab holds a strong position with its current product portfolio and strategic partnerships. The company anticipates a continued strong demand for its products and systems as well as increasing defence budgets in most markets.

Large orders also imply initially increased investments in production and working capital, and at the same time the rapid technology development entails continued investments in research and development. Saab therefore needs a strong financial position to create room for continued growth.

To support Saab's continued growth journey and give Saab increased opportunity to successfully compete for large orders, Saab is planning a rights issue of approximately SEK 6 billion. Saab's Board propose that an Extraordinary General Meeting authorizes the Board to resolve on a rights issue during the fourth quarter.

Support from shareholders

Investor AB and the Knut and Alice Wallenberg Foundation, representing 39.7 percent of the share capital and 48.1 percent of the votes (excluding repurchased shares)², together with other shareholders, representing 12.6 percent of the share capital and 10.8 percent of the votes (excluding repurchased shares)², have expressed their support for the rights issue.

Preliminary timetable

An Extraordinary General Meeting is expected to take place the 16 November 2018 to decide on an authorization of the board to decide on the rights issue. The notice to the Extraordinary General Meeting is published in a separate press release. The company intends to complete the issue during the fourth quarter of 2018.

Advisors

SEB Corporate Finance is the financial advisor and Mannheimer Swartling the legal advisor regarding the rights issue.

For further information, please contact:

Ann-Sofi Jönsson, Vice President, Head of Investor Relations

+46 734 187214

ann-sofi.jonsson@saabgroup.com

Ann Wolgers, Press Officer

+46 734 18 00 18

presscentre@saabgroup.com

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SE556036079301

Internet address
www.saabgroup.com

www.saabgroup.com

www.saabgroup.com/YouTube

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The information is such that Saab is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the Saab contact person set out above, at 7.25 CET on October 23, 2018.

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future results or development and the actual outcome could differ materially from the forward-looking statements.

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