

The Board of Directors' statement pursuant to Chapter 18, Section 4 and Chapter 19, Section 22 of the Swedish Companies Act (2005:551) regarding the proposed dividend and authorization to buyback shares

The Board of Directors of Storytel AB (publ), corporate registration number 556575-2960, has prepared this statement as a basis for the Annual General Meeting's consideration of the Board's proposal for a dividend of SEK 1,50 per share, corresponding to a total amount of SEK 115,960,806, as well as the proposal, conditional upon the company's B-shares being listed on Nasdaq Stockholm Main Market, to authorize the Board to resolve on buybacks of no more than ten percent of the company's shares.

Nature, extent and risks of operations

The nature and scope of the company's operations are specified in the articles of association and published annual reports. The operations conducted in the company and group companies do not give rise to risks in addition to what occurs or can be expected to occur in the sectors concerned or the risks that are in general inherent to conducting business activities. With regard to significant events, reference is made to what is stated in the management report in the most recent annual report. In addition to this, no events have occurred that have a negative impact on the company's ability to transfer value to its shareholders. The company's dependence on the business cycle does not deviate from that which exists within the sectors concerned.

Assessment of the Parent Company's and Group's Financial Position

After reviewing the company's financial situation, the Board notes that the proposed dividend and authorization to buyback shares are consistent with the precautionary rule in Chapter 17, Section 3 of the Swedish Companies Act. The company's and the group's financial situation as of December 31, 2025, is presented in the annual report for the financial year 2025. The annual report also outlines the principles applied for the valuation of assets, provisions, and liabilities.

As of December 31, 2025, the company's unrestricted equity amounted to SEK 4,026,503,642. The proposed dividend is expected to reduce the unrestricted equity by SEK 115,960,806, which corresponds to 2.8 percent of the company's equity and 6.1 percent of the group's equity as of December 31, 2025.

The company's financial strength, measured in terms of equity ratio, amounted to 80.4 percent as of December 31, 2025. The corresponding figure for the group was 53.2 percent. After deducting the proposed dividend, the equity ratio would have been 78.1 percent for the company and 49.9 percent for the group at the same time.

The company will continue to have a secure equity ratio and liquidity following the dividend distribution as well as following any share buybacks. The Board has made an overall assessment of the company's financial position, taking into account known commitments, business risks, and the expected development of the business operations.

Impact on the Company's Continued Operations

The Board's assessment is that the proposed dividend and authorization to buyback shares will not affect the company's ability to fulfill its short-term and long-term commitments. The company has sufficient liquid funds and credit facilities to ensure ongoing operations and planned investments.

Conclusion

In light of the above, the Board deems that the proposed dividend and authorization to buyback shares are justifiable considering the requirements set out in Chapter 17, Section 3 of the Swedish Companies Act, and that the company's and the Group's long-term capital needs are not compromised.

Stockholm, in April 2026

Storytel AB (publ)

The Board of Directors