

The Board of Directors' proposal for a resolution to authorise the Board of Directors to issue new shares, warrants and/or convertible bonds (item 11 in the proposed agenda of the Extraordinary General Meeting)

The Board of Directors proposes that the EGM authorizes the Board of Directors to resolve, on one or several occasions during the period until the next AGM, with or without deviation from the shareholders' preferential rights, against cash payment, for payment in kind or by way of set-off, to issue ordinary shares, warrants and/or convertible bonds that involve the issue of or conversion into a maximum of 34,341,850 ordinary shares, corresponding to a dilution of approximately 13.7 per cent of the share capital and votes, and having regard to the rights issue referred to in item 10 in the proposed agenda of the EGM.

The purpose of this authorisation and the reason for any disapplication of the shareholders' preferential rights is to increase the flexibility of the Company to finance the ongoing business and at the same time extend and strengthen the Company's shareholder base of strategic or long-term investors. The basis for the issue price shall be according to the prevailing market conditions at the time when shares, warrants and/or convertible bonds are issued.

This authorisation replaces the authorisation for the Board of Directors to resolve to issue ordinary shares, warrants and/or convertible bonds resolved by the AGM 2020 on May 18, 2020.

A valid resolution by the EGM pursuant to the proposal above requires that the resolution be supported by shareholders representing at least two-thirds of both the votes cast and the shares represented at the EGM.

Documentation pursuant to Chapter 13, section 6 of the Swedish Companies Act (SFS 2005:551), will be available at the Company and on the Company's website www.anoto.com, no later than January 25, 2021, and will be sent free of charge to shareholders who so request and provide their postal address.

Stockholm January 2021

ANOTO GROUP AB (PUBL)

Styrelsen / The Board of Directors