

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

The Board of Directors proposes that the Annual General Meeting 2022 resolves (i) on a quarterly cash dividend of USD 0.5625 per share, corresponding to USD 160 million (rounded off) per quarter (item 10 on the proposed agenda of the Annual General Meeting) and (ii) that all shares in the Company's wholly-owned subsidiary Lundin Energy MergerCo AB (publ) be distributed, whereby one (1) share in the Company entitles to one (1) share in Lundin Energy MergerCo AB (publ) (item 20 b) on the proposed agenda of the Annual General Meeting) (together, the "**Proposed Dividends**").

The proposed quarterly cash dividend represents a total dividend amount of MSEK 6,091.9.¹ However, payment of each quarterly cash dividend is conditional upon that the Company owns all shares in Lundin Energy MergerCo AB (publ) on the record date for the quarterly dividend. Accordingly, no quarterly dividends shall be paid by the Company after the completion of the proposed combination with Aker BP. The above dividend amount is based on four quarterly dividend payments but will change if less than four quarterly dividends have been paid when the Company ceases to own all shares in Lundin Energy MergerCo AB (publ). The completion of the proposed combination with Aker BP is currently expected to occur in late Q2 2022, which would result in one quarterly dividend payment being paid out.

The proposed distribution of all shares in Lundin Energy MergerCo AB (publ) represents a total dividend of MSEK 55,118.9, based on the book value of Lundin Energy Holding BV at the end of 2021 and the assumption that the book value of the newly incorporated Lundin Energy MergerCo AB (publ) as of the distribution date will be of the same amount following certain internal restructuring steps prior to completion of the proposed combination with Aker BP. The value of the dividend might change up until the distribution of the shares in Lundin Energy MergerCo AB (publ), but will never, in combination with the proposed quarterly cash dividend, exceed the unrestricted equity of the Company.

Against this background, the Board of Directors presents the following statement in accordance with Chapter 18, Section 4 of the Swedish Companies Act.

As of 31 December 2021, the Company's non-restricted equity amounted to MSEK 62,760.7. Accordingly, the Proposed Dividends represents in aggregate approx. 98 per cent of the funds at disposal of the Annual General Meeting (based on the assumptions above).

As of 31 December 2021, the unrestricted equity of the Company was MSEK 62,760.7 before the Proposed Dividends and approx. MSEK 1,549.9 after the Proposed Dividends, and the equity of the Group was MUSD 1,419.3 negative before the Proposed Dividends and approx. MUSD 306.5 positive following the Proposed Dividends (based on the assumptions above). The Board of Directors has considered that there is negative equity at Group level. However, such equity is based on historical accounting determinations of book value, depreciations, foreign exchange results and the redemption of 54,461,831 shares during 2019, and does not take into account the fair market value of the assets held by the Group and the equity at Group level will be positive after completion of the proposed combination with Aker BP.

In view of the above, the Board of Directors finds that there will be full coverage for the restricted equity of the Company in accordance with Chapter 17, section 3, paragraph 1 of the Swedish Companies Act, after the Proposed Dividends.

It is the Board of Directors' assessment that after the Proposed Dividends, the equity of the Company and the Group will be sufficient in view of the demands on the size of shareholders' equity that are imposed by the nature, scope and risks associated with the Company's and the Group's remaining operations after the proposed combination with Aker BP as well as the Company's and the Group's

¹ The dividend is based on the number of shares in circulation on the record date and the total dividend amount may change by the record date as a result of repurchases of own shares or issue of new shares. The dividend is USD denominated, fluctuations in the USD to SEK exchange rate will have an impact on the total dividend amount.

needs to strengthen its balance sheet, liquidity and financial position in general. In making this assessment, the Board of Directors has considered, among other things, the effect of the division of the group into two companies where assets and liabilities are divided as well as a working capital projection for the Company and the Group, including an assessment of risks which may affect such projection. On 11 November 2021, the Swedish Prosecution Authority brought criminal charges against Mr. Ian Lundin and Mr. Alex Schneider in relation to past activities in Sudan from 1999–2003 and 2000–2003, respectively. The charges set out in the indictment also include claims against the Company for a corporate fine of SEK 3,000,000 and forfeiture of economic benefits of SEK 1,391,791,000. Lundin Energy will continue to vigorously defend itself in regards to the ongoing legal case and is convinced that there is no basis for any claim of wrongdoing by any Company representative. While the Board of Directors continues to see no circumstance in which a corporate fine or forfeiture of economic benefits would become payable, the Board of Directors notes that the renewable energy business remaining in the Company following the distribution of all shares in Lundin Energy MergerCo AB (publ) will be a viable business with sufficient capital to build out all of its projects, be cash flow positive from late 2023 and retain value in excess of any of the contingent liabilities, should they arise.

After the Proposed Dividends, the financial strength of the Company and the Group is assessed to continue to be good in relation to the industry in which the Group will be operating. The execution of the Proposed Dividends will not affect the ability of the Company and the Group to comply with its payment obligations in the short or in the long term. The Board of Directors is of the opinion that the Company and the Group will be well prepared to handle any reasonably foreseeable changes in respect of the Company's and the Group's liquidity needs.

The Board of Directors is of the opinion that the Company and the Group have the ability to take future business risks and also cope with reasonably foreseeable losses. Execution of the Proposed Dividends will not negatively affect the Company's and the Group's ability to make commercially motivated investments in accordance with the new strategy and business plan of the Company. In addition, the Board of Directors has considered other known circumstances which may be of importance for the Company's and the Group's financial position. In doing so, no circumstance has appeared to the Company that does not justify the proposal.

In view of the above, the Board of Directors considers the Proposed Dividends to be compatible with the rules expressed in Chapter 17, section 3, paragraphs 2-3 of the Swedish Companies Act.

Stockholm in February 2022
Lundin Energy AB (publ)
The Board of Directors