

The Election Committee's reasoned statement on its proposal for members of the Board of Höganäs AB (publ)

The Election Committee proposes re-election of the Board Members Alrik Danielson, Peter Gossas, Bengt Kjell, Urban Jansson, Bernt Magnusson and Jenny Lindén Urnes. Per Molin and Oystein Krogen have informed the Election Committee about their unavailability for re-election. The Election Committee proposes that Anders G Carlberg and Erik Urnes are elected as new Members of the Board. Anders G Carlberg is currently Member of the Board of, among others, Axel Johnson, Beijer Alma, Sapa, SSAB and SäkI. Erik Urnes is currently CEO of AB Wilhelm Becker. The Election Committee proposes the election of Anders G Carlberg as Chairman of the Board.

The Election Committee's proposal entails that the Board of Directors will consist of eight Board Members for the period up to and including the Annual General Meeting 2010.

The Election Committee has considered the outcome of the evaluation which has been conducted about the work in the Board. Based on this evaluation, it can be concluded that the current Board Members represent a broad competence, with solid industrial and financial knowledge as well as knowledge about international affairs and markets. The Board Members have shown great commitment and the attendance rate has been high. Therefore, the Election Committee has been able to conclude that the work in the Board has functioned well.

During the preparation of its proposal, the Election Committee has especially taken into account the requirements regarding the competence which should be imposed on the Board considering the strategic development, international operations, management and control of the Company. The Election Committee has also considered the need of versatility and breadth with regard to competence, experience and background as well as the Board's continuous need for renewal together with the gender distribution within the Board.

Anders G Carlberg has long experience as CEO, Board Member and Chairman of the Board of companies which operations have specific relevance for the engagement as Chairman of the Board of Höganäs. The Election Committee finds that Anders G Carlberg will be a valuable contribution to the Board's collective competence and is well suited for the engagement as Chairman of the Board of Höganäs. Erik Urnes has, among other things, been active as Strategy Consultant and Head of Investment of technology-oriented venture capital companies. Prior to becoming CEO of AB Wilhelm Becker, Erik Urnes was CEO of ColArt International Holdings, a world leading supplier of art materials.

With regard to the company's operations, phase of development and other relevant circumstances, it is the opinion of the Election Committee that the proposed Board has an appropriate composition to meet the company's future needs.