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Press release March 24, 2016

Exercise of the over-allotment option in the initial public offering of GARO

Further to the announcement by GARO AB (publ) ("GARO" or "Company") on 16 March 2016, GARO today confirms that, in connection with the initial public offering and listing of its shares on Nasdaq Stockholm (the "Offering"), Carnegie Investment Bank AB (the "Global Coordinator") has exercised the over-allotment option in full in respect of 600,000 existing shares in GARO.

In connection with the Offering, the Company's main shareholders ("Lars Svensson, Jerzy Petersson and Stefan Jonsson through Stefan Jonsson Invest AB") granted the Global Coordinator an over-allotment option up to 600,000 existing shares of the Company for the purpose of covering over-allotments of shares in the Offering (the "Over-allotment Option"). The Global Coordinator has today exercised the Over-allotment Option in full.

After the exercise of the Over-allotment option, the main shareholders will hold 5,400,000 shares in GARO, corresponding to 54 percent of the shares and votes in the Company.

No price stabilization activities have been carried out since the listing, and due to the Company's share price performance, the Global Coordinator has decided to end the stabilization period.

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About GARO

GARO develops and manufactures innovative turnkey solutions for the electric installation market under its own brand. GARO has since its inception, 75-years ago, developed strong customer relationships and a well-developed network of suppliers that in combination with

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the Company's own production and sales units constitutes a platform to supply innovative electrical installation solutions. The business is conducted in Sweden, Norway, Finland, Ireland and Poland, and the group is organised in two business segments: GARO *Sweden* and GARO *Other markets*. The Company has evolved from a local production focused company to a development driven and market oriented company with, according to the Company, a leading position within its selected product areas: Electrical distribution products, Project business, Temporary electric installations and EV-charging. GARO's main customers are electrical wholesalers but the Company also has strong relationships with its end customers comprising of installers, OEMs and industrial companies.

For more information, about GARO visit www.garo.se.

Important information

This press release is not an offer to sell or a solicitation of any offer to buy any securities issued by GARO Aktiebolag (publ).

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In any EEA Member State, other than Sweden, that has implemented Directive 2003/71/EC as amended (together with any applicable implementing measures in any member State, the "**Prospectus Directive**"), this press release is only addressed to and is only directed at qualified investors in that Member State within the meaning of the Prospectus Directive.

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not relevant persons should not take any action on the basis of this press release and should not act or rely on it.

This press release may contain forward-looking statements which reflect GARO's current view on future events and financial and operational development. Words such as "intend", "assess", "expect", "may", "plan", "believe", "estimate" and other expressions which imply indications or predictions of future development or trends, and which are not based on historical facts, are intended to identify forward-looking statements. Forward-looking statements inherently involve both known and unknown risks and uncertainties as they depend on future events and circumstances. Forward-looking statements do not guarantee future results or development and the actual outcome could differ materially from the forward-looking statements.

A Swedish prospectus in accordance with the Prospectus Directive was published (March 7, 2016) and is, subject to certain restrictions, available on the websites of GARO (www.garo.se) and Carnegie (www.carnegie.se).

The information in this press release is disclosed by GARO Aktiebolag in accordance with the Swedish Securities Markets Act and/or the Swedish Financial Instruments Trading Act. The information was submitted for publication at 12.45 a.m. on March 24, 2016.